

MTT FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

MTT FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

| | |
|--------------------------|---|
| Trustees | Mr Lipman Brenig Mr Harold Wiesenfeld |
| Charity number | 1165689 |
| Principal address | 92 Leaside Crescent London NW11 0LA |
| Auditor | Landau Morley LLP 325-327 Oldfield Lane North Greenford Middlesex UB6 0FX |

MTT FOUNDATION

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MTT FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

The trustees present their report and financial statements for the year ended 30 September 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Foundation Constitution 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 2019)".

Objectives and activities

The charity's objects are:

1) To advance the orthodox Jewish religion and in particular to maintain a synagogue providing facilities for prayer, religious worship, education and religious studies.

2) The relief of poverty and need by the provision of grants and donations to registered charities.

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

Achievements and performance

During the year, the charity continued to operate a synagogue providing facilities for prayer, religious worship, education and religious studies.

The charity also continued work on the property purchased in 2019. Further amounts were spent on professional fees preparing the case for a planning application.

Financial review

For details of the financial performance and position of the charity see pages 6 and 7 of the attached Financial Statements.

Reserves Policy

The current policy of the charity is to distribute funds in furtherance of the objects of the charity. A bank balance is maintained to meet expenses as they fall due. At the year end the charity held free reserves of £Nil, (2019: £Nil). The cash at bank balance held in unrestricted funds at the year end was £17,919 (2019: 6,918). The trustees are committed to raising additional funds in order to meet liabilities as they fall due.

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

Plans for future periods

Following the purchase of the building in the previous year, the trustees are planning to expand the activities of the charity by converting the building into larger facilities to accommodate larger Synagogue services and community events.

Structure, governance and management

The charity is a Charitable Incorporated Organisation governed by its Foundation Constitution document dated 23 February 2016.

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

Mr Lipman Brenig

Mr Harold Wiesenfeld

MTT FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

New trustees are appointed by a resolution passed at a properly convened meeting of the charity trustees.

None of the trustees has any beneficial interest in the charity. All of the trustees are members of the charity and guarantee to contribute £1 in the event of a winding up.

Statement of trustees' responsibilities

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 and 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 charity and of the incoming resources and application of resources of the charity for that year.

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 operation.

The trustees are responsible for keeping sufficient 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They 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.

Going concern

There have been significant impacts to charities due to the effects of COVID 19. In response, the Trustees have taken advantage of various government schemes to assist entities in these uncertain times. The charity has also arranged a 'repayment holiday' on its bank loan whereby it has deferred capital payments to later on in the year. The charity has met its interest payment commitments at this time.

The Trustees are confident that the charity will be able to raise sufficient funds to cover the current level of expenditure for the next twelve months. The Trustees believe the charity has no going concern issues and will continue to evaluate the situation on an ongoing basis.

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

Mr Lipman Brenig

Trustee

Dated: 30 September 2021

MTT FOUNDATION

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MTT FOUNDATION

Opinion

We have audited the financial statements of MTT Foundation (the 'charity') for the year ended 30 September 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 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 UK, including the FRC'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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.

We have nothing to report in this regard.

MTT FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF MTT FOUNDATION

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 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.

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

Other matter

Your attention is drawn to the fact that the charity has prepared financial statements 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)" (as amended) 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.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

MTT FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF MTT FOUNDATION

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 auditors' 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Landau Morley LLP

30 September 2021

**Chartered Accountants
Statutory Auditor**

325-327 Oldfield Lane North
Greenford
Middlesex
UB6 0FX

Landau Morley LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

MTT FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

| | | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Total 2020 £ | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Total 2019 £ |
|---|-------|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
| | Notes | | | | | | |
| Income and endowments from: | | | | | | | |
| Donations and legacies | 3 | 118,821 | 151,566 | 270,387 | 132,000 | 821,051 | 953,051 |
| Other income | 4 | - | 73,833 | 73,833 | - | 12,900 | 12,900 |
| Total income | | 118,821 | 225,399 | 344,220 | 132,000 | 833,951 | 965,951 |
| Expenditure on: | | | | | | | |
| Raising funds | 5 | - | 420 | 420 | - | 50,686 | 50,686 |
| Charitable activities | 6 | 153,841 | 104,243 | 258,084 | 142,067 | 31,004 | 173,071 |
| Total resources expended | | 153,841 | 104,663 | 258,504 | 142,067 | 81,690 | 223,757 |
| Net (expenditure)/income for the year/ Net movement in funds | | (35,020) | 120,736 | 85,716 | (10,067) | 752,261 | 742,194 |
| Fund balances at 1 October 2019 | | (9,118) | 752,650 | 743,532 | 949 | 389 | 1,338 |
| Fund balances at 30 September 2020 | | (44,138) | 873,386 | 829,248 | (9,118) | 752,650 | 743,532 |

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

All income and expenditure derive from continuing activities.

MTT FOUNDATION

BALANCE SHEET

AS AT 30 SEPTEMBER 2020

| | Notes | 2020 £ | £ | 2019 £ | £ |
|--|-------|-----------------|----------------|----------------|----------------|
| Fixed assets | | | | | |
| Tangible assets | 11 | | 3,922,104 | | 3,875,583 |
| Current assets | | | | | |
| Debtors | 12 | - | | 1,006 | |
| Cash at bank and in hand | | 26,012 | | 19,123 | |
| | | <u>26,012</u> | | <u>20,129</u> | |
| Creditors: amounts falling due within one year | 13 | (918,471) | | (978,416) | |
| Net current liabilities | | | (892,459) | | (958,287) |
| Total assets less current liabilities | | | 3,029,645 | | 2,917,296 |
| Creditors: amounts falling due after more than one year | 14 | | (2,200,397) | | (2,173,764) |
| Net assets | | | <u>829,248</u> | | <u>743,532</u> |
| Income funds | | | | | |
| Restricted funds | 15 | | 873,386 | | 752,650 |
| <u>Unrestricted funds</u> | | | | | |
| General funds | 16 | (44,138) | | (9,118) | |
| | | <u>(44,138)</u> | | <u>(9,118)</u> | |
| | | | <u>829,248</u> | | <u>743,532</u> |

The financial statements were approved by the Trustees on 30 September 2021

Mr Lipman Brenig
Trustee

MTT FOUNDATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

| | Notes | 2020 £ | £ | 2019 £ | £ |
|---|-------|-----------|-------------|-------------|-------------|
| Cash flows from operating activities | | | | | |
| Cash generated from operations | 19 | | 37,722 | | 1,635,946 |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | (46,521) | | (3,875,583) | |
| | | <hr/> | | <hr/> | |
| Net cash used in investing activities | | | (46,521) | | (3,875,583) |
| Financing activities | | | | | |
| Proceeds of new bank loans | | 50,000 | | - | |
| Repayment of bank loans | | (34,312) | | 2,256,873 | |
| | | <hr/> | | <hr/> | |
| Net cash generated from financing activities | | | 15,688 | | 2,256,873 |
| | | | <hr/> | | <hr/> |
| Net increase in cash and cash equivalents | | | 6,889 | | 17,236 |
| | | | | | |
| Cash and cash equivalents at beginning of year | | | 19,123 | | 1,887 |
| | | | <hr/> | | <hr/> |
| Cash and cash equivalents at end of year | | | 26,012 | | 19,123 |
| | | | <hr/> <hr/> | | <hr/> <hr/> |

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

Charity information

MTT Foundation is registered as a Charitable Incorporated Organisation. The registered office is 92 Leaside Crescent, London, NW11 0LA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Foundation Constitution 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 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. 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 charity 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.

1.4 Income

Income is recognised when the charity 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 charity 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.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|-----------------------------|-----------------|
| Freehold land and buildings | No depreciation |
|-----------------------------|-----------------|

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 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.

1.9 Financial instruments

The charity 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 charity's balance sheet when the charity 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.

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

(Continued)

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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity'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.

3 Donations and legacies

| | Unrestricted funds | Restricted funds | Total | Unrestricted funds | Restricted funds | Total |
|---------------------|-----------------------|---------------------|----------------|-----------------------|---------------------|----------------|
| | 2020 £ | 2020 £ | 2020 £ | 2019 £ | 2019 £ | 2019 £ |
| Donations and gifts | 116,236 | 149,619 | 265,855 | 132,000 | 818,272 | 950,272 |
| Grant | 2,585 | 1,947 | 4,532 | - | 2,779 | 2,779 |
| | <u>118,821</u> | <u>151,566</u> | <u>270,387</u> | <u>132,000</u> | <u>821,051</u> | <u>953,051</u> |

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

4 Other income

| | Restricted funds | Restricted funds |
|---------------|-----------------------------|---------------------|
| | 2020 | 2019 |
| | £ | £ |
| Rental income | 73,833 | 12,900 |
| | <u>73,833</u> | <u>12,900</u> |

5 Raising funds

| | Restricted funds | Restricted funds |
|----------------------------------|-----------------------------|---------------------|
| | 2020 | 2019 |
| | £ | £ |
| <u>Fundraising and publicity</u> | | |
| Advertising | 420 | 45,920 |
| Other fundraising costs | - | 4,766 |
| | <u>420</u> | <u>50,686</u> |
| Fundraising and publicity | 420 | 50,686 |
| | <u>420</u> | <u>50,686</u> |

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

6 Charitable activities

| | 2020 £ | 2019 £ |
|--|----------------|----------------|
| Staff costs | 19,963 | 22,736 |
| Synagogue events | 22,125 | 23,869 |
| Premises costs | 82,853 | 90,362 |
| Bank charges and interest | 84,055 | 18,020 |
| Security costs | 1,480 | 3,168 |
| Insurance | 10,802 | 2,005 |
| General expenses | 1,824 | 1,811 |
| Legal and professional fees | 500 | 2,100 |
| Community support | 19,982 | - |
| | <u>243,584</u> | <u>164,071</u> |
| Grant funding of activities (see note 7) | 9,700 | 6,000 |
| Share of governance costs (see note 8) | 4,800 | 3,000 |
| | <u>258,084</u> | <u>173,071</u> |
| Analysis by fund | | |
| Unrestricted funds | 153,841 | 142,067 |
| Restricted funds | 104,243 | 31,004 |
| | <u>258,084</u> | <u>173,071</u> |

7 Grants payable

| | 2020 £ | 2019 £ |
|--------------------------|--------------|--------------|
| Grants to institutions: | | |
| Woodstock Sinclair Trust | 8,700 | 6,000 |
| Chazak | 1,000 | - |
| | <u>9,700</u> | <u>6,000</u> |

Grants were made to a registered charity for the relief of poverty, in line with the charity's objectives.

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MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

8 Support costs

| | Support costs £ | Governance costs £ | 2020 £ | Support costs £ | Governance costs £ | 2019 £ |
|-----------------------|--------------------|-----------------------|--------------|--------------------|-----------------------|--------------|
| Audit fees | - | 3,000 | 3,000 | - | 3,000 | 3,000 |
| Accountancy | - | 1,800 | 1,800 | - | - | - |
| | <u>-</u> | <u>4,800</u> | <u>4,800</u> | <u>-</u> | <u>3,000</u> | <u>3,000</u> |
| Analysed between | | | | | | |
| Charitable activities | - | 4,800 | 4,800 | - | 3,000 | 3,000 |
| | <u>-</u> | <u>4,800</u> | <u>4,800</u> | <u>-</u> | <u>3,000</u> | <u>3,000</u> |

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10 Employees

Number of employees

The average monthly number of employees during the year was:

| | 2020 Number | 2019 Number |
|-------------------------|-------------------|-------------------|
| | <u>2</u> | <u>2</u> |
| Employment costs | 2020 £ | 2019 £ |
| Wages and salaries | 19,963 | 21,950 |
| Social security costs | - | 786 |
| | <u>19,963</u> | <u>22,736</u> |

There are no employees who received total employee benefits of more than £60,000.

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

11 Tangible fixed assets

| | Freehold land and buildings £ |
|------------------------|----------------------------------|
| Cost | |
| At 1 October 2019 | 3,875,583 |
| Additions | 46,521 |
| | <hr/> |
| At 30 September 2020 | 3,922,104 |
| | <hr/> |
| Carrying amount | |
| At 30 September 2020 | 3,922,104 |
| | <hr/> <hr/> |
| At 30 September 2019 | 3,875,583 |
| | <hr/> <hr/> |

12 Debtors

| | 2020 £ | 2019 £ |
|---|-------------|-------------|
| Amounts falling due within one year: | | |
| Other debtors | - | 1,006 |
| | <hr/> <hr/> | <hr/> <hr/> |

13 Creditors: amounts falling due within one year

| | Notes | 2020 £ | 2019 £ |
|------------------------------------|-------|-------------|-------------|
| Bank loans | | 72,164 | 83,109 |
| Other taxation and social security | | 157 | - |
| Other creditors | | 831,250 | 878,507 |
| Accruals and deferred income | | 14,900 | 16,800 |
| | | <hr/> <hr/> | <hr/> <hr/> |
| | | 918,471 | 978,416 |

Bank loans and other creditors include amounts secured on the freehold land and buildings held by the charity.

14 Creditors: amounts falling due after more than one year

| | Notes | 2020 £ | 2019 £ |
|------------|-------|-------------|-------------|
| Bank loans | | 2,200,397 | 2,173,764 |
| | | <hr/> <hr/> | <hr/> <hr/> |

Bank loans include amounts secured on the freehold land and buildings held by the charity.

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

15 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

| | Movement in funds | | | Movement in funds | | | |
|----------|------------------------------|-----------------------|-----------------------|------------------------------|-----------------------|-----------------------|------------------------------------|
| | Balance at 1 October 2018 | Incoming resources | Resources expended | Balance at 1 October 2019 | Incoming resources | Resources expended | Balance at 30 September 2020 |
| | £ | £ | £ | £ | £ | £ | £ |
| Security | 389 | 2,779 | (3,168) | - | 1,947 | (1,480) | 467 |
| Building | - | 831,172 | (78,522) | 752,650 | 223,452 | (103,183) | 872,919 |
| | <u>389</u> | <u>833,951</u> | <u>(81,690)</u> | <u>752,650</u> | <u>225,399</u> | <u>(104,663)</u> | <u>873,386</u> |

16 Unrestricted funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

| | Movement in funds | | | |
|---------------|------------------------------|-----------------------|-----------------------|------------------------------------|
| | Balance at 1 October 2019 | Incoming resources | Resources expended | Balance at 30 September 2020 |
| | £ | £ | £ | £ |
| General Funds | (9,118) | 118,821 | (153,841) | (44,138) |
| | <u>(9,118)</u> | <u>118,821</u> | <u>(153,841)</u> | <u>(44,138)</u> |

17 Analysis of net assets between funds

| | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Total 2020 £ | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Total 2019 £ |
|--|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
| Fund balances at 30 September 2020 are represented by: | | | | | | |
| Tangible assets | - | 3,922,104 | 3,922,104 | - | 3,875,583 | 3,875,583 |
| Current assets/ (liabilities) | 2,720 | (895,179) | (892,459) | (9,118) | (949,169) | (958,287) |
| Long term liabilities | (46,858) | (2,153,539) | (2,200,397) | - | (2,173,764) | (2,173,764) |
| | <u>(44,138)</u> | <u>873,386</u> | <u>829,248</u> | <u>(9,118)</u> | <u>752,650</u> | <u>743,532</u> |

18 Related party transactions

During the year, the charity received £10,000 (2019: £16,740) from the Trustees.

MTT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

| 19 | Cash generated from operations | 2020 | 2019 |
|----|--|----------------------|------------------------------------|
| | | £ | £ |
| | Surplus for the year | 85,716 | 742,194 |
| | Movements in working capital: | | |
| | Decrease/(increase) in debtors | 1,006 | (1,006) |
| | (Decrease)/increase in creditors | (49,000) | 894,758 |
| | Cash generated from operations | 37,722 | 1,635,946 |
| 20 | Analysis of changes in net (debt)/funds | At 1 October 2019 | Cash flows At 30 September 2020 |
| | | £ | £ |
| | Cash at bank and in hand | 19,123 | 6,889 |
| | Loans falling due within one year | (83,109) | 10,945 |
| | Loans falling due after more than one year | (2,173,764) | (26,633) |
| | | (2,237,750) | (8,799) |