

# THE VELVET FOUNDATION

England & Wales · Charity number 1169789

## Details

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|                |                                                         |
|----------------|---------------------------------------------------------|
| Status         | Registered                                              |
| Legal form     | Charitable company                                      |
| Company number | <a href="#">09797190</a>                                |
| Registered     | 2016-10-19                                              |
| Register       | <a href="#">View on the Charity Commission register</a> |

## Contact

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|         |                                                                                              |
|---------|----------------------------------------------------------------------------------------------|
| Address | First Floor Winston House<br>349 Regents Park Road<br>London<br>N3 1DH                       |
| Phone   | 07539 586335                                                                                 |
| Email   | <a href="mailto:davidrodney@velvetfoundation.org.uk">davidrodney@velvetfoundation.org.uk</a> |

## Activities

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**Objects:** THE CHARITY'S OBJECTS (OBJECTS) ARE SPECIFICALLY RESTRICTED TO THE FOLLOWING:4.1 TO PROVIDE A PUBLIC BENEFIT IN THE FOLLOWING MANNER:-GENERAL CHARITABLE PURPOSES 4.1.1 TO ADVANCE SUCH CHARITABLE PURPOSES (ACCORDING TO THE LAW OF ENGLAND AND WALES)FOR THE PUBLIC BENEFIT WHETHER BY MAKING GRANTS OR OTHERWISE AS THE TRUSTEES SEE FITFROM TIME TO TIME ANYWHERE IN THE WORLD IN PARTICULAR BUT NOT LIMITED TO THEFOLLOWING:PREVENTION OR RELIEF OF POVERTY AND FINANCIAL HARDSHIP 4.1.2 THE PREVENTION OR RELIEF OF POVERTY BY PROVIDING: GRANTS, ITEMS, FACILITIES ANDSERVICES TO INDIVIDUALS IN NEED AND TO CHARITIES, OR OTHER ORGANISATIONS WORKING TOPREVENT OR RELIEVE POVERTY;4.1.3 THE PREVENTION OR RELIEF OF POVERTY OR FINANCIAL HARDSHIP BY PROVIDING OR ASSISTING INTHE PROVISION OF EDUCATION, TRAINING, HEALTHCARE PROJECTS AND ALL THE NECESSARYSUPPORT DESIGNED TO ENABLE INDIVIDUALS TO GENERATE A SUSTAINABLE INCOME AND BE SELF-SUFFICIENT;RELIEF OF SICKNESS 4.1.4 TO ASSIST IN THE TREATMENT AND CARE OF PERSONS SUFFERING FROM MENTAL OR PHYSICALILLNESS OF ANY DESCRIPTION OR IN NEED OF REHABILITATION AS A RESULT OF SUCH ILLNESS, BYTHE PROVISION OF FACILITIES FOR WORK AND RECREATION;4.1.5 THE RELIEF OF SICKNESS AND THE PRESERVATION OF HEALTH BY MAKING GRANTS AND PROVIDINGITEMS, FACILITIES AND SERVICES, FOR MEDICAL RESEARCH; ANDADVANCEMENT OF EDUCATION 4.1.6 TO ADVANCE THE EDUCATION OF THE PUBLIC IN GENERAL IN THE SUBJECT OF THE JEWISHRELIGION BY MAKING GRANTS TO INSTITUTIONS PROMOTING KNOWLEDGE AND EDUCATION OF THEJEWISH RELIGION.

**Activities:** THE MAIN WAY IN WHICH THE CHARITY PURSUES ITS CHARITABLE OBJECTIVES IS THROUGH THE PROVISION OF GRANTS TO CHARITABLE AND MEDICAL INSTITUTIONS.

## Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Sponsors Or Undertakes Research
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

## Geography

- Israel
- Throughout England And Wales

## Finances

| Period end | Income     | Expenditure | Assets     | Employees |
|------------|------------|-------------|------------|-----------|
| 2025-09-30 | £45,613    | £109,072    | -          | -         |
| 2024-09-30 | £1,374,509 | £970,405    | £1,570,824 | 0         |
| 2023-09-30 | £2,188,767 | £802,336    | £1,166,720 | 0         |
| 2022-09-30 | £123,155   | £1,066,360  | -          | -         |
| 2021-09-30 | £1,146,009 | £647,501    | £723,494   | 0         |

## Trustees

| Name              | Role  | Appointed  |
|-------------------|-------|------------|
| MICHAEL AARONSON  | Chair | 2015-09-28 |
| CHEE CHOONG CHEAH |       | 2015-09-28 |
| David Rodney      |       | 2015-09-28 |

**THE VELVET FOUNDATION**

England & Wales - Charity number 1169789

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# Accounts

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**REGISTERED COMPANY NUMBER: 09797190 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1169789**

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
30 SEPTEMBER 2025  
FOR  
THE VELVET FOUNDATION**

Melinek Fine LLP  
Chartered Accountants  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**THE VELVET FOUNDATION**  
**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2025**

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**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 2025. 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).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The charity's objects are specifically restricted to provide public benefit in the following manner:-

General charitable purposes:

To advance such charitable purposes (according to the law of England and Wales) for the public benefit whether by making grants or otherwise as the trustees see fit from time to time anywhere in the world in particular but not limited to the following:

Prevention or relief of poverty and financial hardship:

The prevention or relief of poverty by providing: grants, items, facilities and services to individuals in need and to charities, or other organisations working to prevent or relieve poverty.

The prevention or relief of poverty or financial hardship by providing or assisting in the provision of education, training, healthcare projects and all the necessary support designed to enable individuals to generate a sustainable income and be self-sufficient.

Relief of sickness:

To assist in the treatment and care of persons suffering from mental or physical illness of any description or in need of rehabilitation as a result of such illness, by the provision of facilities for work and recreation.

The relief of sickness and the preservation of health by making grants and providing items, facilities and services, for medical research.

Advancement of education:

To advance the education of the public in general in the subject of the Jewish religion by making grants to institutions promoting knowledge and education of the Jewish religion.

**Public benefit**

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 grantmaking policy.

**Grantmaking**

Grants are made to charitable institutions, organisations and individuals after it has been satisfied that payments will accord with the objectives of the charity.

**ACHIEVEMENTS AND PERFORMANCE**

**Charitable activities**

During the year the Charity received no donations (2024: £1,324,967) and generated £45,600 of rental income from its investment property (2024: £49,400).

Despite the absence of donations in the year, the Charity had sufficient reserves to continue its charitable activities and made grants totalling £87,122 (2024: £926,610) to support projects in education, health and poverty relief, in furtherance of its charitable objectives and for the public benefit.

REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2025

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## FINANCIAL REVIEW

### Financial position

During the year the Charity received total income of £45,613 (2024: £1,374,509), comprising £45,600 of rental income from its investment property and £13 of bank interest.

Total expenditure during the year amounted to £109,072 (2024: £970,405), primarily consisting of grants of £87,122 (2024: £926,610) and support and governance costs of £21,950 (2024: £43,795).

As a result, the Charity recorded a net deficit of £63,459 (2024: £404,104 surplus), and total reserves stood at £1,507,365 (2024: £1,570,824).

### Principal funding sources

The principal funding sources are donations from limited companies and rental income from the charity's investment property. During the current year income was generated from rental income, whereas in the prior year funding was primarily from donations.

### Reserves policy

The charity aims to maintain reserves in order that it is in a position to achieve grant making activities at a consistent level and to cover contingencies of additional calls being made upon the charity for support of organisations, institutions or individuals in times of need.

### Going concern

The financial statements have been prepared on a going concern basis, as the trustees believe the charity has adequate resources to continue its operational existence for the foreseeable future.

## FUTURE PLANS

The trustees plan to continue to pursue the charitable objectives of the charity and ensure that the ability to generate sufficient income is maintained to achieve that end.

## STRUCTURE, GOVERNANCE AND MANAGEMENT

### Governing document

The Charity is controlled by its Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

### Recruitment and appointment of new trustees

The directors may appoint a person who is willing to act to be a director. Membership is open to any individual who applies to the charity in the form required by the directors and is approved by the directors. Membership is not transferable.

### Organisational structure

The charity must have a minimum of 2 directors. The directors meet regularly to manage the business of the charity.

### Risk management

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

## REFERENCE AND ADMINISTRATIVE DETAILS

### Registered Company number

09797190 (England and Wales)

### Registered Charity number

1169789

### Registered office

First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2025

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**Trustees**

Mr M A Aaronson  
Mr C C Cheah  
Mr D H Rodney

**Company Secretary**

Mr D H Rodney

**Independent Examiner**

Melinek Fine LLP  
Chartered Accountants  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 20 April 2026 and signed on its behalf by:



.....  
Mr D H Rodney - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

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**Independent examiner's report to the trustees of The Velvet Foundation ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 September 2025.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

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:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.



Mr Daniel Fine, FCA

Melinek Fine LLP  
Chartered Accountants  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

21 April 2026

**THE VELVET FOUNDATION**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

|                                    | Notes | <b>2025<br/>Unrestricted<br/>fund<br/>£</b> | 2024<br>Total<br>funds<br>£ |
|------------------------------------|-------|---------------------------------------------|-----------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  |       |                                             |                             |
| Donations and legacies             | 2     | -                                           | 1,324,967                   |
| Investment income                  | 3     | <u>45,613</u>                               | <u>49,542</u>               |
| <b>Total</b>                       |       | <u>45,613</u>                               | <u>1,374,509</u>            |
| <b>EXPENDITURE ON</b>              |       |                                             |                             |
| <b>Charitable activities</b>       |       |                                             |                             |
| The advancement of education       | 4     | 49,627                                      | 635,444                     |
| Relief of poverty                  |       | 16,156                                      | 30,407                      |
| The advancement of health          |       | 21,339                                      | 110,359                     |
| Community projects                 |       | -                                           | 150,400                     |
| Other charitable activities        |       | <u>21,950</u>                               | <u>43,795</u>               |
| <b>Total</b>                       |       | <u>109,072</u>                              | <u>970,405</u>              |
| <b>NET INCOME/(EXPENDITURE)</b>    |       | <b>(63,459)</b>                             | 404,104                     |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                             |                             |
| Total funds brought forward        |       | <u>1,570,824</u>                            | <u>1,166,720</u>            |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | <u><b>1,507,365</b></u>                     | <u><b>1,570,824</b></u>     |

The notes form part of these financial statements

**THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

**BALANCE SHEET  
30 SEPTEMBER 2025**

|                                              | Notes | <b>2025<br/>Unrestricted<br/>fund<br/>£</b> | 2024<br>Total<br>funds<br>£ |
|----------------------------------------------|-------|---------------------------------------------|-----------------------------|
| <b>FIXED ASSETS</b>                          |       |                                             |                             |
| Investment property                          | 9     | <b>1,401,778</b>                            | 1,401,778                   |
| <b>CURRENT ASSETS</b>                        |       |                                             |                             |
| Debtors                                      | 10    | <b>109,888</b>                              | 170,630                     |
| Cash at bank                                 |       | <u>-</u>                                    | <u>12,468</u>               |
|                                              |       | <b>109,888</b>                              | 183,098                     |
| <b>CREDITORS</b>                             |       |                                             |                             |
| Amounts falling due within one year          | 11    | <b>(4,301)</b>                              | (14,052)                    |
| <b>NET CURRENT ASSETS</b>                    |       | <u><b>105,587</b></u>                       | <u>169,046</u>              |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | <u><b>1,507,365</b></u>                     | <u>1,570,824</u>            |
| <b>NET ASSETS</b>                            |       | <u><b>1,507,365</b></u>                     | <u>1,570,824</u>            |
| <b>FUNDS</b>                                 |       |                                             |                             |
| Unrestricted funds                           |       | <u><b>1,507,365</b></u>                     | <u>1,570,824</u>            |
| <b>TOTAL FUNDS</b>                           |       | <u><b>1,507,365</b></u>                     | <u>1,570,824</u>            |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2025.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2025 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

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

20 April 2026



.....  
Mr D H Rodney - Trustee

The notes form part of these financial statements

**THE VELVET FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2025**

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**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**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.

**Expenditure**

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Company limited by guarantee**

The charity company is limited by guarantee and does not have share capital. The articles of association of the company preclude the distribution of assets to the members of the company and accordingly a reconciliation of shareholders' funds is inappropriate. The liability of each member in the event of a winding up is limited to £10.

**2. DONATIONS AND LEGACIES**

|           | <b>2025</b>        | 2024             |
|-----------|--------------------|------------------|
|           | <b>£</b>           | £                |
| Donations | <u>          -</u> | <u>1,324,967</u> |

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

**3. INVESTMENT INCOME**

|                          | <b>2025</b>          | 2024          |
|--------------------------|----------------------|---------------|
|                          | £                    | £             |
| Rents received           | <b>45,600</b>        | 49,400        |
| Deposit account interest | <b>13</b>            | 142           |
|                          | <u><b>45,613</b></u> | <u>49,542</u> |

**4. CHARITABLE ACTIVITIES COSTS**

|                              | Grant<br>funding of<br>activities<br>(see note<br>5) | Support<br>costs (see<br>note 6) | Totals                |
|------------------------------|------------------------------------------------------|----------------------------------|-----------------------|
|                              | £                                                    | £                                | £                     |
| The advancement of education | <b>49,627</b>                                        | -                                | <b>49,627</b>         |
| Relief of poverty            | <b>16,156</b>                                        | -                                | <b>16,156</b>         |
| The advancement of health    | <b>21,339</b>                                        | -                                | <b>21,339</b>         |
| Other charitable activities  | -                                                    | <b>21,950</b>                    | <b>21,950</b>         |
|                              | <u><b>87,122</b></u>                                 | <u><b>21,950</b></u>             | <u><b>109,072</b></u> |

**5. GRANTS PAYABLE**

|                              | <b>2025</b>          | 2024           |
|------------------------------|----------------------|----------------|
|                              | £                    | £              |
| The advancement of education | <b>49,627</b>        | 635,444        |
| Relief of poverty            | <b>16,156</b>        | 30,407         |
| The advancement of health    | <b>21,339</b>        | 110,359        |
| Community projects           | -                    | 150,400        |
|                              | <u><b>87,122</b></u> | <u>926,610</u> |

The total grants paid to institutions during the year was £73,573 (2024: £866,858).

| Name of institution           | Amount (£)    |
|-------------------------------|---------------|
| Netivei Itzhak                | <b>41,177</b> |
| Cape Town Hebrew Congregation | 10,807        |
| Other                         | <b>21,589</b> |
| Total                         | 73,573        |

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

**6. SUPPORT COSTS**

|                             | Management<br>£ | Finance<br>£ | Governance<br>costs<br>£ | Totals<br>£   |
|-----------------------------|-----------------|--------------|--------------------------|---------------|
| Other charitable activities | <u>14,932</u>   | <u>97</u>    | <u>6,921</u>             | <u>21,950</u> |

**7. AUDITORS' REMUNERATION**

|                                                                                            | 2025<br>£    | 2024<br>£    |
|--------------------------------------------------------------------------------------------|--------------|--------------|
| Fees payable to the charity's auditors for the audit of the charity's financial statements | -            | 5,100        |
| Auditors' remuneration for non audit work                                                  | <u>3,600</u> | <u>4,500</u> |

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 30 September 2025 nor for the year ended 30 September 2024.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 30 September 2025 nor for the year ended 30 September 2024.

**9. INVESTMENT PROPERTY**

|                                            | £                |
|--------------------------------------------|------------------|
| <b>FAIR VALUE</b>                          |                  |
| At 1 October 2024<br>and 30 September 2025 | <u>1,401,778</u> |
| <b>NET BOOK VALUE</b>                      |                  |
| At 30 September 2025                       | <u>1,401,778</u> |
| At 30 September 2024                       | <u>1,401,778</u> |

Investment property is stated at market value, based on the trustees' assessment of the property's open market value at the balance sheet date. No external valuation was obtained during the year.

**10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|               | 2025<br>£      | 2024<br>£      |
|---------------|----------------|----------------|
| Other debtors | <u>109,888</u> | <u>170,630</u> |

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

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**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                              | <b>2025</b>         | 2024          |
|------------------------------|---------------------|---------------|
|                              | <b>£</b>            | £             |
| Accruals and deferred income | <b><u>4,301</u></b> | <u>14,052</u> |

**12. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 30 September 2025.

**13. FINANCIAL INSTRUMENTS**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset or settle the liability simultaneously.

**THE VELVET FOUNDATION**

England & Wales - Charity number 1169789

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# Accounts

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REGISTERED COMPANY NUMBER: 09797190 (England and Wales)  
REGISTERED CHARITY NUMBER: 1169789

Report of the Trustees and  
Financial Statements  
FOR THE YEAR ENDED  
30 September 2024  
for  
THE VELVET FOUNDATION

Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

THE VELVET FOUNDATION  
Contents of the Financial Statements  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

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Report of the Trustees  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 2024. 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).

#### OBJECTIVES AND ACTIVITIES

##### Objectives and aims

The charity's objects are specifically restricted to provide public benefit in the following manner:-

##### General charitable purposes:

To advance such charitable purposes (according to the law of England and Wales) for the public benefit whether by making grants or otherwise as the trustees see fit from time to time anywhere in the world in particular but not limited to the following:

##### Prevention or relief of poverty and financial hardship:

The prevention or relief of poverty by providing: grants, items, facilities and services to individuals in need and to charities, or other organisations working to prevent or relieve poverty.

The prevention or relief of poverty or financial hardship by providing or assisting in the provision of education, training, healthcare projects and all the necessary support designed to enable individuals to generate a sustainable income and be self-sufficient.

##### Relief of sickness:

To assist in the treatment and care of persons suffering from mental or physical illness of any description or in need of rehabilitation as a result of such illness, by the provision of facilities for work and recreation.

The relief of sickness and the preservation of health by making grants and providing items, facilities and services, for medical research.

##### Advancement of education:

To advance the education of the public in general in the subject of the Jewish religion by making grants to institutions promoting knowledge and education of the Jewish religion.

##### Public benefit

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 grantmaking policy.

##### Grantmaking

Grants are made to charitable institutions, organisations and individuals after it has been satisfied that payments will accord with the objectives of the charity.

##### Volunteers

There were no volunteers during the year.

#### STRATEGIC REPORT

##### Achievement and performance

##### Charitable activities

During the year, The Velvet Foundation raised £1,324,967 (2023: £2,188,558), predominantly through voluntary donations from corporations, together with rental income from its investment property.

These funds enabled the charity to provide significant support to charitable institutions and individuals, funding projects in education, health, poverty relief and community development, with total grants awarded of £926,610 (2023: £778,272), fully in line with its charitable objectives to deliver public benefit.

Report of the Trustees  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

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#### STRATEGIC REPORT

##### Financial review

##### Principal funding sources

The principal funding sources are donations from limited companies.

##### Reserves policy

The charity aims to maintain reserves in order that it is in a position to achieve grant making activities at a consistent level and to cover contingencies of additional calls being made upon the charity for support of organisations, institutions or individuals in times of need.

##### Future plans

The trustees plan to continue to pursue the charitable objectives of the charity and ensure that the ability to generate sufficient income is maintained to achieve that end.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Governing document

The Charity is controlled by its Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

##### Recruitment and appointment of new trustees

The directors may appoint a person who is willing to act to be a director. Membership is open to any individual who applies to the charity in the form required by the directors and is approved by the directors. Membership is not transferable.

##### Organisational structure

The charity must have a minimum of 2 directors. The directors meet regularly to manage the business of the charity.

##### Risk management

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

#### REFERENCE AND ADMINISTRATIVE DETAILS

##### Registered Company number

09797190 (England and Wales)

##### Registered Charity number

1169789

##### Registered office

First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

##### Trustees

Mr M A Aaronson  
Mr C C Cheah  
Mr D H Rodney

##### Company Secretary

Mr D H Rodney

##### Auditors

Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

**Report of the Trustees  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

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**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of The Velvet Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

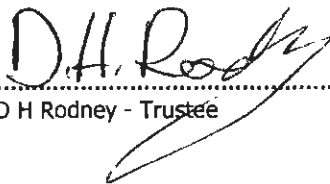
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Melinek Fine LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on ~~20 June 2025~~..... and signed on the board's behalf by:



.....  
Mr D H Rodney - Trustee

## Opinion

We have audited the financial statements of The Velvet Foundation (the 'charitable company') for the year ended 30 September 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

## 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 Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 this gives rise to a material misstatement in the financial statements themselves. 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.

## Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

#### Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; 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 (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

#### Our responsibilities for the audit of the financial statements

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud are instances of non-compliance with laws and regulations. We designed procedures in line with our responsibilities outlined above, to detect material misstatements in respect of irregularities, including fraud.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and those charged with governance as to whether the Charity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of trustees minutes; testing the appropriateness of entries in the nominal ledger, including journal entries; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of  
The Velvet Foundation (Registered number: 09797190)**

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**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Daniel Fine, FCA (Senior Statutory Auditor)  
for and on behalf of Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

24 June 2025

THE VELVET FOUNDATION

Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

|                              |            | 2024<br>Unrestricted<br>fund<br>£ | 2023<br>Total<br>funds<br>£ |
|------------------------------|------------|-----------------------------------|-----------------------------|
| INCOME AND ENDOWMENTS FROM   |            |                                   |                             |
| Donations and legacies       | Notes<br>2 | 1,324,967                         | 2,188,558                   |
| Investment income            | 3          | 49,542                            | 209                         |
| Total                        |            | <u>1,374,509</u>                  | <u>2,188,767</u>            |
| EXPENDITURE ON               |            |                                   |                             |
| Charitable activities        | 4          |                                   |                             |
| The advancement of education |            | 635,444                           | 609,489                     |
| Relief of poverty            |            | 30,407                            | 41,496                      |
| The advancement of health    |            | 110,359                           | 127,287                     |
| Community projects           |            | 150,400                           | -                           |
| Other charitable activities  |            | 43,795                            | 24,064                      |
| Total                        |            | <u>970,405</u>                    | <u>802,336</u>              |
| NET INCOME                   |            | 404,104                           | 1,386,431                   |
| RECONCILIATION OF FUNDS      |            |                                   |                             |
| Total funds brought forward  |            | 1,166,720                         | (219,711)                   |
| TOTAL FUNDS CARRIED FORWARD  |            | <u><u>1,570,824</u></u>           | <u><u>1,166,720</u></u>     |

**THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

**Balance Sheet  
30 SEPTEMBER 2024**

|                                              | Notes | 2024<br>Unrestricted<br>fund<br>£ | 2023<br>Total<br>funds<br>£ |
|----------------------------------------------|-------|-----------------------------------|-----------------------------|
| <b>FIXED ASSETS</b>                          |       |                                   |                             |
| Investment property                          | 9     | 1,401,778                         | 1,401,778                   |
| <b>CURRENT ASSETS</b>                        |       |                                   |                             |
| Debtors                                      | 10    | 170,630                           | 39,707                      |
| Cash at bank                                 |       | <u>12,468</u>                     | <u>54,919</u>               |
|                                              |       | 183,098                           | 94,626                      |
| <b>CREDITORS</b>                             |       |                                   |                             |
| Amounts falling due within one year          | 11    | (14,052)                          | (329,684)                   |
| <b>NET CURRENT ASSETS</b>                    |       | <u>169,046</u>                    | <u>(235,058)</u>            |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | <u>1,570,824</u>                  | <u>1,166,720</u>            |
| <b>NET ASSETS</b>                            |       | <u>1,570,824</u>                  | <u>1,166,720</u>            |
| <b>FUNDS</b>                                 |       |                                   |                             |
| Unrestricted funds                           |       | <u>1,570,824</u>                  | <u>1,166,720</u>            |
| <b>TOTAL FUNDS</b>                           |       | <u>1,570,824</u>                  | <u>1,166,720</u>            |

The financial statements were approved by the Board of Trustees and authorised for issue on  
 ...20 June 2025..... and were signed on its behalf by:

  
 .....  
 Mr D H Rodney - Trustee

THE VELVET FOUNDATION  
Cash Flow Statement  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

| Notes                                                              | 2024<br>£            | 2023<br>£            |
|--------------------------------------------------------------------|----------------------|----------------------|
| Cash flows from operating activities                               |                      |                      |
| Cash generated from operations                                     | (42,593)             | 90,312               |
| Net cash (used in)/provided by operating activities                | <u>(42,593)</u>      | <u>90,312</u>        |
| Cash flows from investing activities                               |                      |                      |
| Purchase of investment property                                    | -                    | (201,778)            |
| Interest received                                                  | 142                  | 209                  |
| Net cash provided by/(used in) investing activities                | <u>142</u>           | <u>(201,569)</u>     |
| Change in cash and cash equivalents in the reporting period        | <u>(42,451)</u>      | <u>(111,257)</u>     |
| Cash and cash equivalents at the beginning of the reporting period | 54,919               | 166,176              |
| Cash and cash equivalents at the end of the reporting period       | <u><u>12,468</u></u> | <u><u>54,919</u></u> |

The notes form part of these financial statements

THE VELVET FOUNDATION  
Notes to the Cash Flow Statement  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

|    |                                                                                    |                 |               |
|----|------------------------------------------------------------------------------------|-----------------|---------------|
| 1. | RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES            | 2024            | 2023          |
|    |                                                                                    | £               | £             |
|    | Net income for the reporting period (as per the Statement of Financial Activities) | 404,104         | 1,386,431     |
|    | Adjustments for:                                                                   |                 |               |
|    | Interest received                                                                  | (142)           | (209)         |
|    | Purchase of property funded by donor                                               | -               | (1,200,000)   |
|    | Increase in debtors                                                                | (130,923)       | (22,461)      |
|    | Decrease in creditors                                                              | (315,632)       | (73,449)      |
|    | Net cash (used in)/provided by operations                                          | <u>(42,593)</u> | <u>90,312</u> |

|    |                                  |               |                 |               |
|----|----------------------------------|---------------|-----------------|---------------|
| 2. | ANALYSIS OF CHANGES IN NET FUNDS | At 1.10.23    | Cash flow       | At 30.9.24    |
|    |                                  | £             | £               | £             |
|    | Net cash                         |               |                 |               |
|    | Cash at bank                     | 54,919        | (42,451)        | 12,468        |
|    |                                  | <u>54,919</u> | <u>(42,451)</u> | <u>12,468</u> |
|    | Total                            | <u>54,919</u> | <u>(42,451)</u> | <u>12,468</u> |

The notes form part of these financial statements

THE VELVET FOUNDATION  
Notes to the Financial Statements  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

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1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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.

Expenditure

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. DONATIONS AND LEGACIES

|           | 2024             | 2023             |
|-----------|------------------|------------------|
|           | £                | £                |
| Donations | <u>1,324,967</u> | <u>2,188,558</u> |

3. INVESTMENT INCOME

|                          | 2024          | 2023       |
|--------------------------|---------------|------------|
|                          | £             | £          |
| Rents received           | 49,400        | -          |
| Deposit account interest | 142           | 209        |
|                          | <u>49,542</u> | <u>209</u> |

THE VELVET FOUNDATION

Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

4. CHARITABLE ACTIVITIES COSTS

|                              | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ | Support<br>costs (see<br>note 6)<br>£ | Totals<br>£    |
|------------------------------|-----------------------------------------------------------|---------------------------------------|----------------|
| The advancement of education | 635,444                                                   | -                                     | 635,444        |
| Relief of poverty            | 30,407                                                    | -                                     | 30,407         |
| The advancement of health    | 110,359                                                   | -                                     | 110,359        |
| Community projects           | 150,400                                                   | -                                     | 150,400        |
| Other charitable activities  | -                                                         | 43,795                                | 43,795         |
|                              | <u>926,610</u>                                            | <u>43,795</u>                         | <u>970,405</u> |

5. GRANTS PAYABLE

|                              | 2024<br>£      | 2023<br>£      |
|------------------------------|----------------|----------------|
| The advancement of education | 635,444        | 609,489        |
| Relief of poverty            | 30,407         | 41,496         |
| The advancement of health    | 110,359        | 127,287        |
| Community projects           | 150,400        | -              |
|                              | <u>926,610</u> | <u>778,272</u> |

The total grants paid to institutions during the year was £866,858 (2023: £775,026). A summary of grants made to institutions during the year is as follows:

| Name of institution                         | Amount (£) |
|---------------------------------------------|------------|
| Netivei Itzhak                              | 114,248    |
| Mercaz Hatorah Netzach Yisroel              | 76,000     |
| Shaag Medical                               | 56,157     |
| CST                                         | 50,000     |
| Ahavat Shalom                               | 40,000     |
| The Institute for Higher Rabbinical Studies | 37,800     |
| United Synagogue                            | 30,500     |
| Functional productions                      | 28,452     |
| Friends Of Mir                              | 28,000     |
| Erez Association                            | 25,000     |
| The Langdon Foundation                      | 25,000     |
| Give It Forward today                       | 25,000     |
| Other                                       | 330,701    |
| Total                                       | 866,858    |

THE VELVET FOUNDATION

Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

6. SUPPORT COSTS

|                             | Management<br>£ | Finance<br>£ | Governance<br>costs<br>£ | Totals<br>£   |
|-----------------------------|-----------------|--------------|--------------------------|---------------|
| Other charitable activities | <u>18,665</u>   | <u>2,595</u> | <u>22,535</u>            | <u>43,795</u> |

7. AUDITORS' REMUNERATION

|                                                                                            | 2024<br>£    | 2023<br>£    |
|--------------------------------------------------------------------------------------------|--------------|--------------|
| Fees payable to the charity's auditors for the audit of the charity's financial statements | 5,100        | 5,100        |
| Auditors' remuneration for non audit work                                                  | <u>4,500</u> | <u>4,500</u> |

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 September 2024 nor for the year ended 30 September 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 September 2024 nor for the year ended 30 September 2023.

9. INVESTMENT PROPERTY

|                                            | £                |
|--------------------------------------------|------------------|
| FAIR VALUE                                 |                  |
| At 1 October 2023<br>and 30 September 2024 | <u>1,401,778</u> |
| NET BOOK VALUE                             |                  |
| At 30 September 2024                       | <u>1,401,778</u> |
| At 30 September 2023                       | <u>1,401,778</u> |

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|               | 2024<br>£      | 2023<br>£     |
|---------------|----------------|---------------|
| Other debtors | <u>170,630</u> | <u>39,707</u> |

THE VELVET FOUNDATION

Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2024

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                              | 2024          | 2023           |
|------------------------------|---------------|----------------|
|                              | £             | £              |
| Other creditors              | -             | 250,000        |
| Accruals and deferred income | 14,052        | 79,684         |
|                              | <u>14,052</u> | <u>329,684</u> |

12. RELATED PARTY DISCLOSURES

The entire Donations and Grants Received comprising £1,324,967 (2023: £2,188,558) was from companies and organisations controlled by the trustees of The Velvet Foundation.

13. FINANCIAL INSTRUMENTS

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset or settle the liability simultaneously.

14. COMPANY LIMITED BY GUARANTEE

The charity company is limited by guarantee and does not have share capital. The articles of association of the company preclude the distribution of assets to the members of the company and accordingly a reconciliation of shareholders' funds is inappropriate. The liability of each member in the event of a winding up is limited to £10.

**THE VELVET FOUNDATION**

England & Wales - Charity number 1169789

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# Accounts

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**REGISTERED COMPANY NUMBER: 09797190 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1169789**

**Report of the Trustees and**  
**Financial Statements**  
**FOR THE YEAR ENDED**  
**30 September 2023**  
**for**  
**THE VELVET FOUNDATION**

Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**THE VELVET FOUNDATION**  
**Contents of the Financial Statements**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

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| <b>Report of the Independent Auditors</b> | 4 to 6      |
| <b>Statement of Financial Activities</b>  | 7           |
| <b>Balance Sheet</b>                      | 8           |
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| <b>Notes to the Cash Flow Statement</b>   | 10          |
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**Report of the Trustees  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

---

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 2023. 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).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The charity's objects are specifically restricted to provide public benefit in the following manner:-

General charitable purposes:

To advance such charitable purposes (according to the law of England and Wales) for the public benefit whether by making grants or otherwise as the trustees see fit from time to time anywhere in the world in particular but not limited to the following:

Prevention or relief of poverty and financial hardship:

The prevention or relief of poverty by providing: grants, items, facilities and services to individuals in need and to charities, or other organisations working to prevent or relieve poverty.

The prevention or relief of poverty or financial hardship by providing or assisting in the provision of education, training, healthcare projects and all the necessary support designed to enable individuals to generate a sustainable income and be self-sufficient.

Relief of sickness:

To assist in the treatment and care of persons suffering from mental or physical illness of any description or in need of rehabilitation as a result of such illness, by the provision of facilities for work and recreation.

The relief of sickness and the preservation of health by making grants and providing items, facilities and services, for medical research.

Advancement of education:

To advance the education of the public in general in the subject of the Jewish religion by making grants to institutions promoting knowledge and education of the Jewish religion.

**Public benefit**

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 grantmaking policy.

**Grantmaking**

Grants are made to charitable institutions, organisations and individuals after it has been satisfied that payments will accord with the objectives of the charity.

**Volunteers**

There were no volunteers during the year.

**STRATEGIC REPORT**

**Achievement and performance**

**Charitable activities**

The charity has had a successful year, raising £2,188,558 (2022: £123,050) in donations, and making grants totalling £778,272 (2022: £1,048,726) to charitable organisations and needy individuals.

During the year the charity purchased an investment property for £1,401,778, of which £1,200,000 was paid directly by one of the charity's donors. This amount is included within donations.

Report of the Trustees  
FOR THE YEAR ENDED 30 SEPTEMBER 2023

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**STRATEGIC REPORT**

**Financial review**

**Principal funding sources**

The principal funding sources are donations from limited companies.

**Reserves policy**

The charity aims to maintain reserves in order that it is in a position to achieve grant making activities at a consistent level and to cover contingencies of additional calls being made upon the charity for support of organisations, institutions or individuals in times of need.

**Future plans**

The trustees plan to continue to pursue the charitable objectives of the charity and ensure that the ability to generate sufficient income is maintained to achieve that end.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The Charity is controlled by its Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**Recruitment and appointment of new trustees**

The directors may appoint a person who is willing to act to be a director. Membership is open to any individual who applies to the charity in the form required by the directors and is approved by the directors. Membership is not transferable.

**Organisational structure**

The charity must have a minimum of 2 directors. The directors meet regularly to manage the business of the charity.

**Risk management**

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

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

09797190 (England and Wales)

**Registered Charity number**

1169789

**Registered office**

First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**Trustees**

Mr M A Aaronson  
Mr C C Cheah  
Mr D H Rodney

**Company Secretary**

Mr D H Rodney

**Auditors**

Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

**Report of the Trustees  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

---

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of The Velvet Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

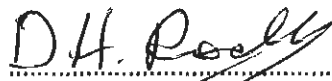
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Melinek Fine LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on .....<sup>17 July 2024</sup>..... and signed on the board's behalf by:

  
.....  
Mr D H Rodney Trustee

## **Report of the Independent Auditors to the Members of The Velvet Foundation (Registered number: 09797190)**

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### **Opinion**

We have audited the financial statements of The Velvet Foundation (the 'charitable company') for the year ended 30 September 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **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 Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 this gives rise to a material misstatement in the financial statements themselves. 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.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of  
The Velvet Foundation (Registered number: 09797190)**

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**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; 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 (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud are instances of non-compliance with laws and regulations. We designed procedures in line with our responsibilities outlined above, to detect material misstatements in respect of irregularities, including fraud.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and those charged with governance as to whether the Charity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of trustees minutes; testing the appropriateness of entries in the nominal ledger, including journal entries; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of  
The Velvet Foundation (Registered number: 09797190)**

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**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Daniel Fine, FCA (Senior Statutory Auditor)  
for and on behalf of Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

Date: 17/7/2024

**THE VELVET FOUNDATION**

**Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

|                                    | Notes | 2023<br>Unrestricted<br>fund<br>£ | 2022<br>Total<br>funds<br>£ |
|------------------------------------|-------|-----------------------------------|-----------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  |       |                                   |                             |
| Donations and legacies             | 2     | 2,188,558                         | 123,050                     |
| Investment income                  | 3     | <u>209</u>                        | <u>105</u>                  |
| <b>Total</b>                       |       | <u>2,188,767</u>                  | <u>123,155</u>              |
| <b>EXPENDITURE ON</b>              |       |                                   |                             |
| <b>Charitable activities</b>       |       |                                   |                             |
| The advancement of education       | 4     | 609,489                           | 748,164                     |
| Relief of poverty                  |       | 41,496                            | 85,859                      |
| The advancement of health          |       | 127,287                           | 214,703                     |
| Other charitable activities        |       | <u>24,064</u>                     | <u>17,634</u>               |
| <b>Total</b>                       |       | <u>802,336</u>                    | <u>1,066,360</u>            |
| <b>NET INCOME/(EXPENDITURE)</b>    |       | 1,386,431                         | (943,205)                   |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                   |                             |
| Total funds brought forward        |       | (219,711)                         | 723,494                     |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | <u>1,166,720</u>                  | <u>(219,711)</u>            |

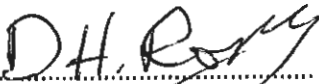
The notes form part of these financial statements

**THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

**Balance Sheet  
30 SEPTEMBER 2023**

|                                              | Notes | 2023<br>Unrestricted<br>fund<br>£ | 2022<br>Total<br>funds<br>£ |
|----------------------------------------------|-------|-----------------------------------|-----------------------------|
| <b>FIXED ASSETS</b>                          |       |                                   |                             |
| Investment property                          | 9     | 1,401,778                         | -                           |
| <b>CURRENT ASSETS</b>                        |       |                                   |                             |
| Debtors                                      | 10    | 39,707                            | 17,246                      |
| Cash at bank                                 |       | <u>54,919</u>                     | <u>166,176</u>              |
|                                              |       | 94,626                            | 183,422                     |
| <b>CREDITORS</b>                             |       |                                   |                             |
| Amounts falling due within one year          | 11    | <u>(329,684)</u>                  | <u>(403,133)</u>            |
| <b>NET CURRENT ASSETS/(LIABILITIES)</b>      |       | <u>(235,058)</u>                  | <u>(219,711)</u>            |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 1,166,720                         | (219,711)                   |
| <b>NET ASSETS/(LIABILITIES)</b>              |       | <u>1,166,720</u>                  | <u>(219,711)</u>            |
| <b>FUNDS</b>                                 |       |                                   |                             |
| Unrestricted funds                           |       | <u>1,166,720</u>                  | <u>(219,711)</u>            |
| <b>TOTAL FUNDS</b>                           |       | <u>1,166,720</u>                  | <u>(219,711)</u>            |

The financial statements were approved by the Board of Trustees and authorised for issue on 17 July 2024 and were signed on its behalf by:

  
 .....  
 Mr D H Rodney - Trustee



**THE VELVET FOUNDATION**  
**Notes to the Cash Flow Statement**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

|                                                                                                         | 2023<br>£       | 2022<br>£        |
|---------------------------------------------------------------------------------------------------------|-----------------|------------------|
| <b>Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)</b> | 1,386,431       | (943,205)        |
| <b>Adjustments for:</b>                                                                                 |                 |                  |
| Interest received                                                                                       | (209)           | (105)            |
| Purchase of property funded by donor                                                                    | (1,200,000)     | -                |
| (Increase)/decrease in debtors                                                                          | (22,461)        | 62,988           |
| (Decrease)/increase in creditors                                                                        | <u>(73,449)</u> | <u>340,686</u>   |
| <b>Net cash provided by/(used in) operations</b>                                                        | <u>90,312</u>   | <u>(539,636)</u> |

**2. ANALYSIS OF CHANGES IN NET FUNDS**

|                 | At 1.10.22<br>£ | Cash flow<br>£   | At 30.9.23<br>£ |
|-----------------|-----------------|------------------|-----------------|
| <b>Net cash</b> |                 |                  |                 |
| Cash at bank    | <u>166,176</u>  | <u>(111,257)</u> | <u>54,919</u>   |
|                 | <u>166,176</u>  | <u>(111,257)</u> | <u>54,919</u>   |
| <b>Total</b>    | <u>166,176</u>  | <u>(111,257)</u> | <u>54,919</u>   |

**THE VELVET FOUNDATION**  
**Notes to the Financial Statements**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

---

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**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.

**Expenditure**

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**2. DONATIONS AND LEGACIES**

|           | 2023             | 2022           |
|-----------|------------------|----------------|
|           | £                | £              |
| Donations | <u>2,188,558</u> | <u>123,050</u> |

**3. INVESTMENT INCOME**

|                          | 2023       | 2022       |
|--------------------------|------------|------------|
|                          | £          | £          |
| Deposit account interest | <u>209</u> | <u>105</u> |

**THE VELVET FOUNDATION**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**4. CHARITABLE ACTIVITIES COSTS**

|                              | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ | Support<br>costs (see<br>note 6)<br>£ | Totals<br>£    |
|------------------------------|-----------------------------------------------------------|---------------------------------------|----------------|
| The advancement of education | 609,489                                                   | -                                     | 609,489        |
| Relief of poverty            | 41,496                                                    | -                                     | 41,496         |
| The advancement of health    | 127,287                                                   | -                                     | 127,287        |
| Other charitable activities  | <u>-</u>                                                  | <u>24,064</u>                         | <u>24,064</u>  |
|                              | <u>778,272</u>                                            | <u>24,064</u>                         | <u>802,336</u> |

**5. GRANTS PAYABLE**

|                              | 2023<br>£      | 2022<br>£        |
|------------------------------|----------------|------------------|
| The advancement of education | 609,489        | 748,164          |
| Relief of poverty            | 41,496         | 85,859           |
| The advancement of health    | <u>127,287</u> | <u>214,703</u>   |
|                              | <u>778,272</u> | <u>1,048,726</u> |

The total grants paid to institutions during the year was £775,026 (2022: £998,857). A summary of grants made to institutions during the year is as follows:

| Name of institution                         | Amount (£) |
|---------------------------------------------|------------|
| Netivei Itzhak                              | 174,121    |
| Ahavot Shalom                               | 79,535     |
| The Norrice Lea Charitable Settlement       | 50,000     |
| Alzheimer's Medical Center                  | 49,312     |
| Achisomoch Aid Company Limited              | 48,000     |
| Enhance Reviews                             | 40,375     |
| Kinyan Hatorah UK                           | 28,000     |
| Mercaz Hatorah Netzach Yisroel              | 25,800     |
| The Institute for Higher Rabbinical Studies | 25,000     |
| Yeshaya Adler Memorial Fund                 | 22,900     |
| Beis Hamedrash Nishmas Yisroel Limited      | 18,000     |
| Jnetics                                     | 18,000     |
| EM Shasha Foundation Limited                | 18,000     |
| Realmstates Ltd                             | 17,500     |
| Camp Simcha                                 | 12,500     |
| Friends of Yeshiva Bircas Mordechai         | 11,800     |
| Other                                       | 136,183    |
| Total                                       | 775,026    |

**THE VELVET FOUNDATION**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**6. SUPPORT COSTS**

|                             | Management<br>£ | Finance<br>£ | Governance<br>costs<br>£ | Totals<br>£   |
|-----------------------------|-----------------|--------------|--------------------------|---------------|
| Other charitable activities | <u>2,962</u>    | <u>2,275</u> | <u>18,827</u>            | <u>24,064</u> |

**7. AUDITORS' REMUNERATION**

|                                                                                            | 2023<br>£    | 2022<br>£    |
|--------------------------------------------------------------------------------------------|--------------|--------------|
| Fees payable to the charity's auditors for the audit of the charity's financial statements | 5,100        | -            |
| Auditors' remuneration for non audit work                                                  | <u>4,500</u> | <u>4,200</u> |

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 30 September 2023 nor for the year ended 30 September 2022.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 30 September 2023 nor for the year ended 30 September 2022.

**9. INVESTMENT PROPERTY**

|                       | £                |
|-----------------------|------------------|
| <b>FAIR VALUE</b>     |                  |
| Additions             | <u>1,401,778</u> |
| At 30 September 2023  | <u>1,401,778</u> |
| <b>NET BOOK VALUE</b> |                  |
| At 30 September 2023  | <u>1,401,778</u> |
| At 30 September 2022  | <u>-</u>         |

**10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|               | 2023<br>£     | 2022<br>£     |
|---------------|---------------|---------------|
| Other debtors | <u>39,707</u> | <u>17,246</u> |

**THE VELVET FOUNDATION**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

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**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                              | 2023           | 2022           |
|------------------------------|----------------|----------------|
|                              | £              | £              |
| Other creditors              | 250,000        | 250,000        |
| Accruals and deferred income | <u>79,684</u>  | <u>153,133</u> |
|                              | <u>329,684</u> | <u>403,133</u> |

**12. RELATED PARTY DISCLOSURES**

The entire Donations and Grants Received comprising £2,188,558 (2022: £123,050) was from companies and organisations controlled by the trustees of The Velvet Foundation.

**13. FINANCIAL INSTRUMENTS**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset or settle the liability simultaneously.

**14. COMPANY LIMITED BY GUARANTEE**

The charity company is limited by guarantee and does not have share capital. The articles of association of the company preclude the distribution of assets to the members of the company and accordingly a reconciliation of shareholders' funds is inappropriate. The liability of each member in the event of a winding up is limited to £10.

**THE VELVET FOUNDATION**

England & Wales - Charity number 1169789

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# Accounts

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**REGISTERED COMPANY NUMBER: 09797190 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1169789**

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
30 SEPTEMBER 2022**

**FOR**

**THE VELVET FOUNDATION**

Melinek Fine LLP  
Chartered Accountants  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**THE VELVET FOUNDATION**  
**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

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| <b>Independent Examiner's Report</b>     | 4           |
| <b>Statement of Financial Activities</b> | 5           |
| <b>Balance Sheet</b>                     | 6           |
| <b>Notes to the Financial Statements</b> | 7 to 10     |

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 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).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The charity's objects are specifically restricted to provide public benefit in the following manner:-

General charitable purposes:

To advance such charitable purposes (according to the law of England and Wales) for the public benefit whether by making grants or otherwise as the trustees see fit from time to time anywhere in the world in particular but not limited to the following:

Prevention or relief of poverty and financial hardship:

The prevention or relief of poverty by providing: grants, items, facilities and services to individuals in need and to charities, or other organisations working to prevent or relieve poverty.

The prevention or relief of poverty or financial hardship by providing or assisting in the provision of education, training, healthcare projects and all the necessary support designed to enable individuals to generate a sustainable income and be self-sufficient.

Relief of sickness:

To assist in the treatment and care of persons suffering from mental or physical illness of any description or in need of rehabilitation as a result of such illness, by the provision of facilities for work and recreation.

The relief of sickness and the preservation of health by making grants and providing items, facilities and services, for medical research.

Advancement of education:

To advance the education of the public in general in the subject of the Jewish religion by making grants to institutions promoting knowledge and education of the Jewish religion.

**Public benefit**

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 grantmaking policy.

**Grantmaking**

Grants are made to charitable institutions, organisations and individuals after it has been satisfied that payments will accord with the objectives of the charity.

**Volunteers**

There were no volunteers during the year.

**ACHIEVEMENT AND PERFORMANCE**

**Charitable activities**

The charity has had a successful year, raising £123,050 (2021: £1,145,963) in donations, and making grants totalling £1,048,726 (2021: £617,032) to charitable organisations and needy individuals.

**Internal and external factors**

There are no specific factors to report.

**FINANCIAL REVIEW**

**Principal funding sources**

The principal funding sources are donations from limited companies.

REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

---

**FINANCIAL REVIEW**

**Reserves policy**

The charity aims to maintain reserves in order that it is in a position to achieve grant making activities at a consistent level and to cover contingencies of additional calls being made upon the charity for support of organisations, institutions or individuals in times of need.

**FUTURE PLANS**

The trustees plan to continue to pursue the charitable objectives of the charity and ensure that the ability to generate sufficient income is maintained to achieve that end.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The Charity is controlled by its Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**Recruitment and appointment of new trustees**

The directors may appoint a person who is willing to act to be a director. Membership is open to any individual who applies to the charity in the form required by the directors and is approved by the directors. Membership is not transferable.

**Organisational structure**

The charity must have a minimum of 2 directors. The directors meet regularly to manage the business of the charity.

**Risk management**

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

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

09797190 (England and Wales)

**Registered Charity number**

1169789

**Registered office**

First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**Trustees**

Mr M A Aaronson  
Mr C C Cheah  
Mr D H Rodney

**Company Secretary**

Mr D H Rodney

**Independent Examiner**

Melinek Fine LLP  
Chartered Accountants  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

---

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 19 July 2023 and signed on its behalf by:



.....  
Mr D H Rodney - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

---

**Independent examiner's report to the trustees of The Velvet Foundation ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 September 2022.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

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:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.



Mr Daniel Fine, FCA

Melinek Fine LLP  
Chartered Accountants  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

19 July 2023

**THE VELVET FOUNDATION**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

|                                    | Notes | <b>2022<br/>Unrestricted<br/>fund<br/>£</b> | 2021<br>Total<br>funds<br>£ |
|------------------------------------|-------|---------------------------------------------|-----------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>  |       |                                             |                             |
| Donations and legacies             | 2     | <b>123,050</b>                              | 1,145,963                   |
| Investment income                  | 3     | <u><b>105</b></u>                           | <u>46</u>                   |
| <b>Total</b>                       |       | <u><b>123,155</b></u>                       | <u>1,146,009</u>            |
| <b>EXPENDITURE ON</b>              |       |                                             |                             |
| <b>Charitable activities</b>       |       |                                             |                             |
| The advancement of education       | 4     | <b>748,164</b>                              | 436,044                     |
| Relief of poverty                  |       | <b>85,859</b>                               | 87,031                      |
| The advancement of health          |       | <b>214,703</b>                              | 93,957                      |
| Other charitable activities        |       | <u><b>17,634</b></u>                        | <u>30,469</u>               |
| <b>Total</b>                       |       | <u><b>1,066,360</b></u>                     | <u>647,501</u>              |
| <b>NET INCOME/(EXPENDITURE)</b>    |       | <b>(943,205)</b>                            | 498,508                     |
| <b>RECONCILIATION OF FUNDS</b>     |       |                                             |                             |
| Total funds brought forward        |       | <u><b>723,494</b></u>                       | <u>224,986</u>              |
| <b>TOTAL FUNDS CARRIED FORWARD</b> |       | <u><b>(219,711)</b></u>                     | <u>723,494</u>              |

The notes form part of these financial statements

**THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

**BALANCE SHEET  
30 SEPTEMBER 2022**

|                                              | Notes | <b>2022<br/>Unrestricted<br/>fund<br/>£</b> | 2021<br>Total<br>funds<br>£ |
|----------------------------------------------|-------|---------------------------------------------|-----------------------------|
| <b>CURRENT ASSETS</b>                        |       |                                             |                             |
| Debtors                                      | 9     | <b>17,246</b>                               | 80,234                      |
| Cash at bank                                 |       | <b><u>166,176</u></b>                       | <u>705,707</u>              |
|                                              |       | <b>183,422</b>                              | 785,941                     |
| <b>CREDITORS</b>                             |       |                                             |                             |
| Amounts falling due within one year          | 10    | <b>(403,133)</b>                            | (62,447)                    |
|                                              |       | <b><u>(219,711)</u></b>                     | <u>723,494</u>              |
| <b>NET CURRENT ASSETS/(LIABILITIES)</b>      |       |                                             |                             |
|                                              |       | <b>(219,711)</b>                            | 723,494                     |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | <b>(219,711)</b>                            | 723,494                     |
| <b>NET ASSETS</b>                            |       | <b>(219,711)</b>                            | 723,494                     |
| <b>FUNDS</b>                                 |       |                                             |                             |
| Unrestricted funds                           |       | <b>(219,711)</b>                            | 723,494                     |
| <b>TOTAL FUNDS</b>                           |       | <b>(219,711)</b>                            | 723,494                     |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2022.

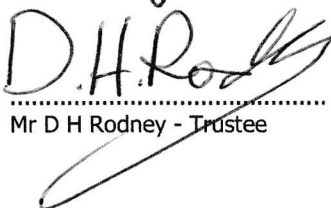
The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 19 July 2023 and were signed on its behalf by:

  
.....  
Mr D H Rodney - Trustee

The notes form part of these financial statements

**THE VELVET FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

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**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**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.

**Expenditure**

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**2. DONATIONS AND LEGACIES**

|           | <b>2022</b>           | 2021             |
|-----------|-----------------------|------------------|
|           | £                     | £                |
| Donations | <u><b>123,050</b></u> | <u>1,145,963</u> |

**3. INVESTMENT INCOME**

|                          | <b>2022</b>       | 2021      |
|--------------------------|-------------------|-----------|
|                          | £                 | £         |
| Deposit account interest | <u><b>105</b></u> | <u>46</u> |

THE VELVET FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

4. CHARITABLE ACTIVITIES COSTS

|                              | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ | Support<br>costs (see<br>note 6)<br>£ | Totals<br>£      |
|------------------------------|-----------------------------------------------------------|---------------------------------------|------------------|
| The advancement of education | 748,164                                                   | -                                     | 748,164          |
| Relief of poverty            | 85,859                                                    | -                                     | 85,859           |
| The advancement of health    | 214,703                                                   | -                                     | 214,703          |
| Other charitable activities  | -                                                         | 17,634                                | 17,634           |
|                              | <u>1,048,726</u>                                          | <u>17,634</u>                         | <u>1,066,360</u> |

5. GRANTS PAYABLE

|                              | 2022<br>£        | 2021<br>£      |
|------------------------------|------------------|----------------|
| The advancement of education | 748,164          | 436,044        |
| Relief of poverty            | 85,859           | 87,031         |
| The advancement of health    | 214,703          | 93,957         |
|                              | <u>1,048,726</u> | <u>617,032</u> |

The total grants paid to institutions during the year was £998,857 (2021: £616,245). A summary of grants made to institutions during the year is as follows:

| Name of institution                     | Amount (£) |
|-----------------------------------------|------------|
| Netivei Itzhak                          | 211,159    |
| UK Friends of I.D.C.                    | 78,000     |
| Beis Hamedrash Nishmas Yisroel          | 62,000     |
| Ahavot Shalom                           | 55,905     |
| Mercaz Hatorah Netzach Yisroel          | 54,400     |
| Alzheimer's Medical Center              | 49,835     |
| Kinyan Hatorah UK                       | 48,500     |
| Enhance Reviews                         | 37,608     |
| Yeshaya Adler Memorial Fund             | 35,000     |
| Chabad of Hampstead Garden Suburb       | 34,500     |
| Friends of Yeshiva Bircas Mordechai     | 25,000     |
| Machazike Hadath Community              | 25,000     |
| CST                                     | 25,000     |
| Kisharon                                | 25,000     |
| Mowbray Buildings Ltd                   | 20,000     |
| Institute for Higher Rabbinical Studies | 15,000     |
| Gateshead Jewish Academy for Girls      | 11,000     |
| Other                                   | 185,950    |
| Total                                   | 998,857    |

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**6. SUPPORT COSTS**

|                             | Management<br>£ | Finance<br>£ | Governance<br>costs<br>£ | Totals<br>£   |
|-----------------------------|-----------------|--------------|--------------------------|---------------|
| Other charitable activities | <u>533</u>      | <u>6,061</u> | <u>11,040</u>            | <u>17,634</u> |

**7. AUDITORS' REMUNERATION**

|                                                                                            | 2022<br>£ | 2021<br>£    |
|--------------------------------------------------------------------------------------------|-----------|--------------|
| Fees payable to the charity's auditors for the audit of the charity's financial statements | <u>-</u>  | <u>4,200</u> |

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 30 September 2022 nor for the year ended 30 September 2021.

No staff were employed during the period.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 30 September 2022 nor for the year ended 30 September 2021.

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|               | 2022<br>£     | 2021<br>£     |
|---------------|---------------|---------------|
| Other debtors | <u>17,246</u> | <u>80,234</u> |

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                              | 2022<br>£      | 2021<br>£     |
|------------------------------|----------------|---------------|
| Other creditors              | <u>250,000</u> | -             |
| Accruals and deferred income | <u>153,133</u> | <u>62,447</u> |
|                              | <u>403,133</u> | <u>62,447</u> |

**11. RELATED PARTY DISCLOSURES**

The entire Donations and Grants Received comprising £123,050 (2021: £1,145,963) was from companies and organisations controlled by the trustees of The Velvet Foundation.

**12. ULTIMATE CONTROLLING PARTY**

The charity is controlled by the trustees.

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

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**13. FINANCIAL INSTRUMENTS**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset or settle the liability simultaneously.

**14. COMPANY LIMITED BY GUARANTEE**

The charity company is limited by guarantee and does not have share capital. The articles of association of the company preclude the distribution of assets to the members of the company and accordingly a reconciliation of shareholders' funds is inappropriate. The liability of each member in the event of a winding up is limited to £10.

**THE VELVET FOUNDATION**

England & Wales - Charity number 1169789

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# Accounts

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**REGISTERED COMPANY NUMBER: 09797190 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1169789**

**REPORT OF THE TRUSTEES AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 SEPTEMBER 2021**

**FOR**

**THE VELVET FOUNDATION**

Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**THE VELVET FOUNDATION**  
**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2021**

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| <b>Statement of Financial Activities</b>  | 7           |
| <b>Balance Sheet</b>                      | 8           |
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**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 2021. 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).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The charity's objects are specifically restricted to provide public benefit in the following manner:-

General charitable purposes:

To advance such charitable purposes (according to the law of England and Wales) for the public benefit whether by making grants or otherwise as the trustees see fit from time to time anywhere in the world in particular but not limited to the following:

Prevention or relief of poverty and financial hardship:

The prevention or relief of poverty by providing: grants, items, facilities and services to individuals in need and to charities, or other organisations working to prevent or relieve poverty.

The prevention or relief of poverty or financial hardship by providing or assisting in the provision of education, training, healthcare projects and all the necessary support designed to enable individuals to generate a sustainable income and be self-sufficient.

Relief of sickness:

To assist in the treatment and care of persons suffering from mental or physical illness of any description or in need of rehabilitation as a result of such illness, by the provision of facilities for work and recreation.

The relief of sickness and the preservation of health by making grants and providing items, facilities and services, for medical research.

Advancement of education:

To advance the education of the public in general in the subject of the Jewish religion by making grants to institutions promoting knowledge and education of the Jewish religion.

**Public benefit**

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 grantmaking policy.

**Grantmaking**

Grants are made to charitable institutions, organisations and individuals after it has been satisfied that payments will accord with the objectives of the charity.

**Volunteers**

There were no volunteers during the year.

**ACHIEVEMENT AND PERFORMANCE**

**Charitable activities**

The charity has had a successful year, raising £1,145,963 (2020: £573,502) in donations, and making grants totalling £617,032 (2020: £483,181) to charitable organisations.

**Internal and external factors**

There are no specific factors to report.

**FINANCIAL REVIEW**

**Principal funding sources**

The principal funding sources are donations from limited companies.

REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

**FINANCIAL REVIEW**

**Reserves policy**

The charity aims to maintain reserves in order that it is in a position to achieve grant making activities at a consistent level and to cover contingencies of additional calls being made upon the charity for support of organisations, institutions or individuals in times of need.

**FUTURE PLANS**

The trustees plan to continue to pursue the charitable objectives of the charity and ensure that the ability to generate sufficient income is maintained to achieve that end.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The Charity is controlled by its Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**Recruitment and appointment of new trustees**

The directors may appoint a person who is willing to act to be a director. Membership is open to any individual who applies to the charity in the form required by the directors and is approved by the directors. Membership is not transferable.

**Organisational structure**

The charity must have a minimum of 2 directors. The directors meet regularly to manage the business of the charity.

**Risk management**

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

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

09797190 (England and Wales)

**Registered Charity number**

1169789

**Registered office**

First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**Trustees**

Mr M A Aaronson  
Mr C C Cheah  
Mr D H Rodney

**Company Secretary**

Mr D H Rodney

**Auditors**

Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of The Velvet Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

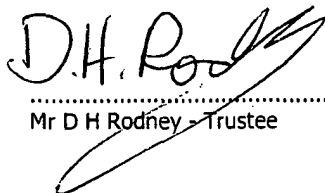
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Melinek Fine LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on ..... 27/05/2021 ..... and signed on its behalf by:

  
.....  
Mr D H Rodney - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

---

**Opinion**

We have audited the financial statements of The Velvet Foundation (the 'charitable company') for the year ended 30 September 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**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 Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 this gives rise to a material misstatement in the financial statements themselves. 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.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)

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### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Our responsibilities for the audit of the financial statements**

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud are instances of non-compliance with laws and regulations. We designed procedures in line with our responsibilities outlined above, to detect material misstatements in respect of irregularities, including fraud.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and those charged with governance as to whether the Charity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of trustees minutes; testing the appropriateness of entries in the nominal ledger, including journal entries; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

### **Other matters**

The opening balances were unaudited and nothing has come to our knowledge which suggests that the opening balances contain material misstatements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THE VELVET FOUNDATION (REGISTERED NUMBER: 09797190)**

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**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Daniel Fine, FCA (Senior Statutory Auditor)  
for and on behalf of Melinek Fine LLP  
Chartered Accountants  
Statutory Auditors  
First Floor, Winston House  
349 Regents Park Road  
London  
N3 1DH

Date: ..... 31/05/2022 .....

**THE VELVET FOUNDATION**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2021**

|                                        | Notes | <b>2021<br/>Unrestricted<br/>fund<br/>£</b> | 2020<br>Total<br>funds<br>as restated<br>£ |
|----------------------------------------|-------|---------------------------------------------|--------------------------------------------|
| <b>INCOME AND ENDOWMENTS FROM</b>      |       |                                             |                                            |
| Donations and legacies                 | 2     | <b>1,145,963</b>                            | 573,502                                    |
| Investment income                      | 3     | <u><b>46</b></u>                            | <u>681</u>                                 |
| <b>Total</b>                           |       | <b>1,146,009</b>                            | 574,183                                    |
| <br><b>EXPENDITURE ON</b>              |       |                                             |                                            |
| <b>Charitable activities</b>           |       |                                             |                                            |
| The advancement of education           | 4     | <b>436,044</b>                              | 389,979                                    |
| Relief of poverty                      |       | <b>87,031</b>                               | 7,396                                      |
| The advancement of health              |       | <b>93,957</b>                               | 85,806                                     |
| Other charitable activities            |       | <b>30,469</b>                               | 16,582                                     |
| <b>Total</b>                           |       | <u><b>647,501</b></u>                       | <u>499,763</u>                             |
| <br><b>NET INCOME</b>                  |       | <br><b>498,508</b>                          | <br>74,420                                 |
| <br><b>RECONCILIATION OF FUNDS</b>     |       |                                             |                                            |
| <b>Total funds brought forward</b>     |       | <u><b>224,986</b></u>                       | <u>150,566</u>                             |
| <br><b>TOTAL FUNDS CARRIED FORWARD</b> |       | <br><u><u><b>723,494</b></u></u>            | <br><u><u>224,986</u></u>                  |

The notes form part of these financial statements


THE VELVET FOUNDATION (REGISTERED NUMBER:-09797190)

BALANCE SHEET  
30 SEPTEMBER 2021

|                                              | Notes | 2021<br>Unrestricted<br>fund<br>£ | 2020<br>Total<br>funds<br>as restated<br>£ |
|----------------------------------------------|-------|-----------------------------------|--------------------------------------------|
| <b>CURRENT ASSETS</b>                        |       |                                   |                                            |
| Debtors                                      | 10    | 80,234                            | 100,806                                    |
| Cash at bank                                 |       | <u>705,707</u>                    | <u>247,417</u>                             |
|                                              |       | <b>785,941</b>                    | 348,223                                    |
| <b>CREDITORS</b>                             |       |                                   |                                            |
| Amounts falling due within one year          | 11    | (62,447)                          | (123,237)                                  |
|                                              |       | <u>723,494</u>                    | <u>224,986</u>                             |
| <b>NET CURRENT ASSETS</b>                    |       |                                   |                                            |
|                                              |       | <u>723,494</u>                    | <u>224,986</u>                             |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                                   |                                            |
|                                              |       | <u>723,494</u>                    | <u>224,986</u>                             |
| <b>NET ASSETS</b>                            |       |                                   |                                            |
|                                              |       | <u>723,494</u>                    | <u>224,986</u>                             |
| <b>FUNDS</b>                                 |       |                                   |                                            |
| Unrestricted funds                           |       | <u>723,494</u>                    | <u>224,986</u>                             |
| <b>TOTAL FUNDS</b>                           |       |                                   |                                            |
|                                              |       | <u>723,494</u>                    | <u>224,986</u>                             |

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 22/09/2022 and were signed on its behalf by:

  
.....  
Mr D H Rodney - Trustee

The notes form part of these financial statements

**THE VELVET FOUNDATION**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2021**

|                                                                           | Notes | 2021<br>£             | 2020<br>as restated<br>£ |
|---------------------------------------------------------------------------|-------|-----------------------|--------------------------|
| <b>Cash flows from operating activities</b>                               |       |                       |                          |
| Cash generated from operations                                            | 1     | <u>458,244</u>        | <u>71,625</u>            |
| Net cash provided by operating activities                                 |       | <u>458,244</u>        | <u>71,625</u>            |
| <b>Cash flows from investing activities</b>                               |       |                       |                          |
| Interest received                                                         |       | <u>46</u>             | <u>681</u>               |
| Net cash provided by investing activities                                 |       | <u>46</u>             | <u>681</u>               |
| <b>Change in cash and cash equivalents in the reporting period</b>        |       |                       |                          |
| <b>Cash and cash equivalents at the beginning of the reporting period</b> |       | <u>247,417</u>        | <u>175,111</u>           |
| <b>Cash and cash equivalents at the end of the reporting period</b>       |       | <u><u>705,707</u></u> | <u><u>247,417</u></u>    |

The notes form part of these financial statements

**THE VELVET FOUNDATION**  
**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2021**

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|           |                                                                                           |                       |                     |
|-----------|-------------------------------------------------------------------------------------------|-----------------------|---------------------|
| <b>1.</b> | <b>RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES</b>            | <b>2021</b>           | 2020<br>as restated |
|           |                                                                                           | £                     | £                   |
|           | <b>Net income for the reporting period (as per the Statement of Financial Activities)</b> | <b>498,508</b>        | 74,420              |
|           | <b>Adjustments for:</b>                                                                   |                       |                     |
|           | Interest received                                                                         | <b>(46)</b>           | (681)               |
|           | Decrease/(increase) in debtors                                                            | <b>20,572</b>         | (100,806)           |
|           | (Decrease)/increase in creditors                                                          | <b>(60,790)</b>       | <u>98,692</u>       |
|           | <b>Net cash provided by operations</b>                                                    | <b><u>458,244</u></b> | <u>71,625</u>       |

|           |                                         |                       |                       |                       |
|-----------|-----------------------------------------|-----------------------|-----------------------|-----------------------|
| <b>2.</b> | <b>ANALYSIS OF CHANGES IN NET FUNDS</b> | At 1.10.20            | Cash flow             | <b>At 30.9.21</b>     |
|           |                                         | £                     | £                     | £                     |
|           | <b>Net cash</b>                         |                       |                       |                       |
|           | Cash at bank                            | <u>247,417</u>        | <u>458,290</u>        | <u>705,707</u>        |
|           |                                         | <u>247,417</u>        | <u>458,290</u>        | <u>705,707</u>        |
|           | <b>Total</b>                            | <b><u>247,417</u></b> | <b><u>458,290</u></b> | <b><u>705,707</u></b> |

The notes form part of these financial statements

**THE VELVET FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2021**

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**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**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.

**Expenditure**

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**2. DONATIONS AND LEGACIES**

|           | <b>2021</b>             | 2020<br>as restated |
|-----------|-------------------------|---------------------|
|           | <b>£</b>                | £                   |
| Donations | <b><u>1,145,963</u></b> | <u>573,502</u>      |

**3. INVESTMENT INCOME**

|                          | <b>2021</b>      | 2020<br>as restated |
|--------------------------|------------------|---------------------|
|                          | <b>£</b>         | £                   |
| Deposit account interest | <b><u>46</u></b> | <u>681</u>          |

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

**4. CHARITABLE ACTIVITIES COSTS**

|                              | Grant<br>funding of<br>activities<br>(see note<br>5)<br>£ | Support<br>costs (see<br>note 6)<br>£ | Totals<br>£           |
|------------------------------|-----------------------------------------------------------|---------------------------------------|-----------------------|
| The advancement of education | <b>436,044</b>                                            | -                                     | <b>436,044</b>        |
| Relief of poverty            | <b>87,031</b>                                             | -                                     | <b>87,031</b>         |
| The advancement of health    | <b>93,957</b>                                             | -                                     | <b>93,957</b>         |
| Other charitable activities  | <u>-</u>                                                  | <u>30,469</u>                         | <u>30,469</u>         |
|                              | <u><b>617,032</b></u>                                     | <u><b>30,469</b></u>                  | <u><b>647,501</b></u> |

**5. GRANTS PAYABLE**

|                              | <b>2021</b><br>£      | 2020<br>as restated<br>£ |
|------------------------------|-----------------------|--------------------------|
| The advancement of education | <b>436,044</b>        | 389,979                  |
| Relief of poverty            | <b>87,031</b>         | 7,396                    |
| The advancement of health    | <u><b>93,957</b></u>  | <u>85,806</u>            |
|                              | <u><b>617,032</b></u> | <u>483,181</u>           |

The total grants paid to institutions during the year was £616,245 (2020: £480,785). A summary of grants made to institutions during the year is as follows:

| Name of institution                     | Amount (£)     |
|-----------------------------------------|----------------|
| Netivei Itzhak                          | <b>179,398</b> |
| Kinyan Hatorah UK                       | <b>37,000</b>  |
| Lev Hana Jerusalem                      | <b>36,313</b>  |
| Enhance Reviews                         | <b>35,781</b>  |
| Kisharon                                | <b>32,000</b>  |
| United Synagogue                        | <b>26,500</b>  |
| Beis Hamedrash Nishmas Yisroel Limited  | <b>24,000</b>  |
| Friends of I.D.C.                       | <b>22,000</b>  |
| Ahavot Shalom                           | <b>18,250</b>  |
| Yeshivat Mir                            | <b>18,067</b>  |
| Mizrachi (UK)                           | <b>16,000</b>  |
| Mishnat Olam                            | <b>14,595</b>  |
| Institute for Higher Rabbinical Studies | <b>15,000</b>  |
| Beyond Shame, Beyond Stigma             | <b>14,000</b>  |
| Spanish & Portuguese Synagogue          | <b>12,720</b>  |
| Yeshaya Adler Memorial Fund             | <b>10,000</b>  |
| Kollell Beis Aharon                     | <b>10,000</b>  |
| Chabad of Hampstead Garden Suburb       | <b>10,000</b>  |
| Mercaz Hatorah Netzach Yisroel          | <b>9,000</b>   |
| United Rescue                           | <b>7,249</b>   |
| Aish Hatorah UK Limited                 | <b>7,000</b>   |
| Tikva UK                                | <b>7,000</b>   |
| Other                                   | <b>54,372</b>  |
| Total                                   | <b>616,245</b> |

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

**6. SUPPORT COSTS**

|                             | Management<br>£ | Finance<br>£ | Governance<br>costs<br>£ | Totals<br>£   |
|-----------------------------|-----------------|--------------|--------------------------|---------------|
| Other charitable activities | <u>800</u>      | <u>5,659</u> | <u>24,010</u>            | <u>30,469</u> |

**7. AUDITORS' REMUNERATION**

|                                                                                            | 2021<br>£    | 2020<br>as restated<br>£ |
|--------------------------------------------------------------------------------------------|--------------|--------------------------|
| Fees payable to the charity's auditors for the audit of the charity's financial statements | <u>4,200</u> | <u>-</u>                 |

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 30 September 2021 nor for the year ended 30 September 2020.

No staff were employed during the period.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 30 September 2021 nor for the year ended 30 September 2020.

**9. PRIOR YEAR ADJUSTMENT**

The Statement of Financial Position have been restated as at 30 September 2020. The restatement is from a presentational perspective. Previously amounts owed by related parties were shown in cash at bank.

**10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|               | 2021<br>£     | 2020<br>as restated<br>£ |
|---------------|---------------|--------------------------|
| Other debtors | <u>80,234</u> | <u>100,806</u>           |

**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                              | 2021<br>£     | 2020<br>as restated<br>£ |
|------------------------------|---------------|--------------------------|
| Accruals and deferred income | <u>62,447</u> | <u>123,237</u>           |

**12. RELATED PARTY DISCLOSURES**

The entire Donations and Grants Received comprising £1,145,963 (2020: £570,000) was from companies and organisations controlled by the trustees of The Velvet Foundation.

**THE VELVET FOUNDATION**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

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**13. ULTIMATE CONTROLLING PARTY**

The charity is controlled by the trustees.

**14. FINANCIAL INSTRUMENTS**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset or settle the liability simultaneously.

**15. COMPANY LIMITED BY GUARANTEE**

The charity company is limited by guarantee and does not have share capital. The articles of association of the company preclude the distribution of assets to the members of the company and accordingly a reconciliation of shareholders' funds is inappropriate. The liability of each member in the event of a winding up is limited to £10.