
THE MAURICE HATTER FOUNDATION CIO

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2024

THE MAURICE HATTER FOUNDATION CIO

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THE MAURICE HATTER FOUNDATION CIO

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2024

Trustees	P D Barclay F U Furlotti R M Hatter
Charity commission number	1187823
Registered office	Onslow House Onslow Street Guildford Surrey GU1 4TL
Independent auditor	CLA Evelyn Partners Limited Chartered Accountants Statutory Auditor Onslow House Onslow Street Guildford GU1 4TL
Bankers	Lloyds Banking Private Banking 3 City Park The Droveaway Hove East Sussex BN3 7AU C Hoare & Co 37 Fleet Street London EC4P 4DQ
Investment managers	J.P. Morgan Private Bank 390 Madison Avenue Floor 29 New York NY 10017 Canaccord Genuity Group Inc 88 Wood Street London EC2V 7QR Lincoln Private Investment Office 32 Grosvenor Gardens London SW1W 0DH

THE MAURICE HATTER FOUNDATION CIO

TRUSTEES' REPORT FOR THE PERIOD ENDED 31 MARCH 2024

The Trustees present their report and the accounts for the period ended 31 March 2024.

Structure, governance and management

The Maurice Hatter Foundation is a Charitable Incorporated Organisation (the CIO) and was registered with the Charity Commission in England and Wales on 7 February 2020 under charity number 1187823. It is governed by its constitution.

The Charity is controlled by the trustees who approve all donations and investment decisions. See note 22, Related Party Transactions, for details of related party relationships of the Charity.

Trustees

The Trustees who were appointed on incorporation and served during the period were:

R M Hatter
F U Furlotti
P Barclay

Trustee appointment, training and induction

In accordance with the Constitution, new Trustees are appointed by the continuing Trustees. When appointing new Trustees, the existing Trustees will take account of the skills required by the Trustee Board. New Trustees will be provided with a copy of the most recent accounts and the Constitution and will be given further information regarding finance, governance and charitable objectives.

Principal risks and uncertainties

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 the major risks. The trustees consider that there are no significant risks or uncertainties currently facing the Charity.

Objectives and activities

The objective of the Charity is to make distributions to various charitable causes at the discretion of the Trustees. Distributions can take the form of grants or long or short term loans secured or unsecured at any or no interest. The Trustees confirm that they have had regard to the Charity Commission's guidance on public benefit.

Financial review

The gross income of the Charity in the period to 31 March 2024 was £6,250,771 (2023 - £1,221,166) and the net gain before gains on investments £3,250,942 (2023 - net loss £231,769). Grants of £2,335,195 (2023 - £355,680) were made in the period to 31 March 2024. During the period the charity purchased a holding in an unlisted investment for £5,967,121.

THE MAURICE HATTER FOUNDATION CIO

TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2024

Achievements and performance

The Charity has continued to make grants to deserving causes. The Charity is also receiving rental income from its investment property at 1 Ely Place.

Plans for the future

The continued allocation and distribution of income to nominated charities in accordance with the Foundation's Investment Policy Statement.

The Trustees are piloting a directly controlled and funded initiative to enable employment for people with learning difficulties

Reserves policy

The Trustees have a reserves policy which states that it is not the intention to accumulate reserves as it currently has sufficient cash and liquid investments to be able to meet its grant commitments. This policy is reviewed annually. The charity has total reserves of £96.2m (2023 - £84.9m) at the period end and free reserves of £1.5m (2023 - £6.7m). Free reserves are defined as net current assets less long term liabilities and exclude fixed assets which are investments and investment property.

Investment policy

The Trustees continue to take a prudent approach to the investment of funds with a view to maximising the income available for distribution. Investment income of £319,962 (2023: £257,340) has been recognised in the year.

The Charity's freehold investment property at 1 Ely Place is included at the Trustees' estimate of market value of £19.6m in the financial statements as at 31 March 2024.

Grant Making Policy

The Charity aims to distribute income generated from investments and cash deposits to charitable causes deemed worthy by the Trustees. The Trustees intend to focus the majority of their grant making activities on supporting the following causes: education and technology; medical research; support for those with disabilities; social welfare and social mobility and support for the Jewish faith, continuity and culture, including the promotion of understanding between different faiths.

The Trustees review the focus of their grant making and the grant making policy on an annual basis but may consider from time to time making grants for other charitable purposes.

Fundraising Standards Information

The Foundation does not use any professional fundraisers or commercial participators in the carrying out of charitable activities.

Approved by order of the members of the board of trustees and signed on their behalf by:

richard hatter
richard hatter (Jan 27, 2025 14:10 GMT)

R M Hatter

Date: 27/01/2025

THE MAURICE HATTER FOUNDATION CIO

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE PERIOD ENDED 31 MARCH 2024

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable regulations). Under that law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping proper accounting records which are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE MAURICE HATTER FOUNDATION CIO

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MAURICE HATTER FOUNDATION CIO

Opinion

We have audited the financial statements of The Maurice Hatter Foundation CIO (the 'Charity') for the period ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2024 and of its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 Charity'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.

THE MAURICE HATTER FOUNDATION CIO

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MAURICE HATTER FOUNDATION CIO (CONTINUED)

Other information

The other information comprises the information included in the Trustees' Report and Financial Statements, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' Report and Financial Statements. 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. 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 course of 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.

Matters on which we are required to report by exception

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

- sufficient accounting records have not been kept; or
- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- the financial statements are not in agreement with the accounting records and; 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 set out on page 4, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MAURICE HATTER FOUNDATION CIO
(CONTINUED)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained a general understanding of the Charity's legal and regulatory framework through enquiry of management concerning: their understanding of relevant laws and regulations; and the entity's policies and procedures regarding compliance. We also drew on our existing understanding of the charity sector and its regulation.

We understand that the Charity complies with the framework through:

- Outsourcing accounts preparation and tax compliance to external experts.

In the context of the audit, we considered those laws and regulations: which determine the form and content of the financial statements; which are central to the Charity's ability to conduct its business; and where failure to comply could result in material penalties. We identified the following laws and regulations as being of significance in the context of the Charity:

- The Charities Act 2011 and FRS 102 in respect of the preparation and presentation of the financial statements.

The senior statutory auditor led a discussion with all members of the engagement team regarding the susceptibility of the entity's financial statements to material misstatement, including how fraud might occur. The areas identified in this discussion were:

- Manipulation of the financial statements, via fraudulent journal entries

The procedures we carried out to gain evidence in the above areas included:

- Testing journal entries, focusing particularly on postings to unexpected or unusual accounts

Overall, the senior statutory auditor was satisfied that the engagement team collectively had the appropriate competence and capabilities to identify or recognise irregularities. In particular, both the senior statutory auditor and the audit manager have a number of years' experience in auditing similar charities.

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. This description forms part of our auditor's report.

THE MAURICE HATTER FOUNDATION CIO

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE MAURICE HATTER FOUNDATION CIO
(CONTINUED)

Use of our report

This report is made solely to the Charity's members, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and the Charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

CLA Evelyn Partners Limited

CLA Evelyn Partners Limited

Chartered Accountants
Statutory Auditor

Onslow House
Onslow Street
Guildford
GU1 4TL

Date: 27 January 2025

CLA Evelyn Partners Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE MAURICE HATTER FOUNDATION CIO

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 MARCH 2024

	Note	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:				
Donations and legacies	4	509,552	509,552	(504,741)
Investment income	5	5,854,731	5,854,731	1,565,471
Other income		(113,512)	(113,512)	160,436
Total income		6,250,771	6,250,771	1,221,166
Expenditure on:				
Raising funds: property and investment management costs	6	686,929	686,929	949,522
Charitable activities	7	2,312,900	2,312,900	503,413
Total expenditure		2,999,829	2,999,829	1,452,935
Net income/(expenditure) before net gains on investments		3,250,942	3,250,942	(231,769)
Net gains on investments		8,081,542	8,081,542	889,189
Net income and net movement in funds		11,332,484	11,332,484	657,420
Reconciliation of funds:				
Total funds brought forward		84,853,273	84,853,273	84,195,853
Net movement in funds		11,332,484	11,332,484	657,420
Total funds carried forward		96,185,757	96,185,757	84,853,273

The notes on pages 12 to 27 form part of these financial statements.

THE MAURICE HATTER FOUNDATION CIO
REGISTERED NUMBER: 1187823

BALANCE SHEET
AS AT 31 MARCH 2024

	Note	31 March 2024 £	5 April 2023 £
Fixed assets			
Investments	13	74,574,103	58,157,952
Investment property	12	20,135,929	20,000,000
		94,710,032	78,157,952
Current assets			
Debtors	14	590,681	1,315,736
Cash at bank and in hand		3,476,926	8,078,053
		4,067,607	9,393,789
Creditors: amounts falling due within one year	15	(1,425,609)	(2,581,140)
Net current assets		2,641,998	6,812,649
Total assets less current liabilities		97,352,030	84,970,601
Creditors: amounts falling due after more than one year	16	(1,166,273)	(117,328)
Total net assets		96,185,757	84,853,273
Charity funds			
Unrestricted funds		96,185,757	84,853,273
Total funds		96,185,757	84,853,273

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

richard hatter
richard hatter (Jan 27, 2025 14:10 GMT)

R M Hatter

Date: 27/01/2025

The notes on pages 12 to 27 form part of these financial statements.

THE MAURICE HATTER FOUNDATION CIO

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash used in operating activities	18	2,141,478	(1,537,020)
Cash flows from investing activities			
Cash withdrawn from investment portfolio		2,635,530	349,133
Additions to investment property		(743,279)	(86,024)
Net investment income		1,082,298	475,407
Additions to investments		(9,717,154)	-
Net cash (used in)/provided by investing activities		(6,742,605)	738,516
Change in cash and cash equivalents in the period		(4,601,127)	(798,504)
Cash and cash equivalents at the beginning of the period		8,078,053	8,876,557
Cash and cash equivalents at the end of the period	19	3,476,926	8,078,053

The notes on pages 12 to 27 form part of these financial statements

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2024

1. General information

The Maurice Hatter Foundation is a charitable incorporated organisation ("CIO"), registered with the Charity Commission in England and Wales with registered number 1187823. The registered address is Onslow House, Onslow Street, Guildford, Surrey, GU1 4TL.

On 5 April 2020 the assets, liabilities and activities of The Maurice Hatter Foundation, a charitable trust with charity registration number 289119, were transferred to The Maurice Hatter Foundation CIO which has the same trustees, beneficiaries and activities as the Trust. The merger was registered on 7 September 2022.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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) and section 1A of the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Maurice Hatter Foundation CIO meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

The trustees have considered the medium term future of the CIO and its available cashflow and have concluded that there is no material uncertainty relating to the CIO's ability to continue as a going concern.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

2. Accounting policies (continued)

2.3 Income recognition

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations and legacies are recognised when the Foundation has entitlement to the income, receipt is probable and the amount can be quantified. In the event that a donation is subject to conditions that require a level of performance before the Foundation is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Foundation and it is probable that those conditions will be fulfilled in the reporting period. Legacies are recognised at fair value.

Rental income is recognised net of VAT on an accruals basis in accordance with the relevant rental agreements. Lease incentives (such as rent-free periods) have been allocated over the entire lease period.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Foundation; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by the investment advisor of the dividend yield of the investment portfolio.

2.4 Expenditure recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the Foundation to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

Donations payable are payments made to third parties in the furtherance of the charitable objectives of the Foundation. In the case of an unconditional grant offer, this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Foundation.

Accruals for grants are made when the intention to make a grant has been communicated to the recipient.

The accrual for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award and there are no unfulfilled performance conditions under the control of the Foundation that would permit the Foundation to avoid making the future payment(s). The discount rate used is the average rate of investment yield in the year in which the grant award is made. This discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Foundation.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

2. Accounting policies (continued)

2.5 Foreign currencies

Transactions denominated in a foreign currency are translated into sterling at the rate of exchange ruling at the date of the transaction. At the balance sheet date, monetary assets and liabilities denominated in foreign currency are translated at the rate ruling at that date. All exchange differences are dealt with in the Statement of Financial Activities. Foreign exchange transactions arise where the Foundation makes donations to overseas organisations and on management of its treasury function.

2.6 Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

2.7 Allocation of support and governance costs

Support costs that are not directly attributable to Raising Funds and Charitable Activities are apportioned on a 50:50 basis. Governance costs comprise all costs involving the public accountability of the Foundation and its compliance with regulation and good practice. Governance costs include costs related to the statutory audit and legal fees and are apportioned to Raising Funds and Charitable Activities on a 50:50 basis.

2.8 Charitable activities

Costs of charitable activities include grants made and bank charges incurred in respect of grants awarded.

2.9 Costs of raising funds

The costs of raising funds comprise the property management costs associated with the leasehold property held for investment purposes, and support and governance costs.

2.10 Investment property

Investment properties, which are properties held to generate rental income and/or for capital appreciation, are initially measured at cost (unless received by way of legacy in which case initial recognition is at fair value) and subsequently at fair value. The Trustees have opted to revalue annually to open market value, with the support of independent professional valuation advisers at intervals of not more than three years, at the balance sheet date. Depreciation is not provided in respect of the investment property.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

2. Accounting policies (continued)

2.11 Investments

Investments also comprise cash investments in an investment managed portfolio whereby its intention is to provide a long-term return to the foundation. Investments of this type are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year. The Foundation does not acquire put options, derivatives or other complex financial instruments. Investments also comprise cash held for purposes of investment in future investment managed portfolios.

A controlling interest in an entity is held as an investment where its value to the Foundation is through its fair value rather than as media through which the Foundation carries out business. Such interests are not consolidated but are held at fair value with changes in fair value recognised in the Statement of Financial Activity. This is a departure from paragraph 36 of Schedule 1 to the Regulations for the overriding purpose of the requirement to give a true and fair view.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2.12 Financial instruments

Financial assets and financial liabilities are recognised in the Statement of Financial Position when the Foundation becomes a party to the contractual provisions of the instrument.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank, short-term bank deposits with an original maturity of approximately three months or less and bank overdrafts which are an integral part of the Foundation's cash management.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the Foundation will not be able to collect all amounts due.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

3. Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

Investment property

Preparation of the financial statements requires significant judgement by the trustees regarding the valuation of investment properties. Judgement is required in the assessment of rental yields, especially in the current economic climate.

Unlisted investments

Estimation uncertainty exists around the valuation of the Charity's unlisted investments. The trustees have particular knowledge of the investment held and have prepared a detailed model using an enterprise value multiple applied to maintainable earnings as well as bringing in the value of surplus assets to estimate the valuation of this investment at the end of the period.

4. Income from donations and legacies

	Unrestricted funds 2024 £	Total funds 2024 £
Donations and legacies receivable	<u>509,552</u>	<u>509,552</u>
	<i>Unrestricted funds 2023 £</i>	<i>Total funds 2023 £</i>
Legacies receivable	<u>(504,741)</u>	<u>(504,741)</u>

The negative legacies receivable in 2023 relate to investments being transferred into the Foundation at a lower value than was accrued at 5 April 2022.

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

5. Investment income

	Unrestricted funds 2024 £	Total funds 2024 £
Rental income from property	1,145,863	1,145,863
Service charge income	289,231	289,231
Income from investment portfolio	319,962	319,962
Distribution from subsidiary	4,000,000	4,000,000
Interest receivable	99,675	99,675
	<u>5,854,731</u>	<u>5,854,731</u>
	<u><u>5,854,731</u></u>	<u><u>5,854,731</u></u>
	<i>Unrestricted funds 2023 £</i>	<i>Total funds 2023 £</i>
Rental income from property	909,057	909,057
Service charge income	313,421	313,421
Income from investment portfolio	257,340	257,340
Interest receivable	85,653	85,653
	<u>1,565,471</u>	<u>1,565,471</u>
	<u><u>1,565,471</u></u>	<u><u>1,565,471</u></u>

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

6. Investment management costs

	Unrestricted funds 2024 £	Total funds 2024 £
Portfolio fund management fees	266,394	266,394
Property management expenditure	351,487	351,487
Support costs	69,048	69,048
	<u>686,929</u>	<u>686,929</u>
	<i>Unrestricted funds 2023 £</i>	<i>Total funds 2023 £</i>
Portfolio fund management fees	119,504	119,504
Property management expenditure	550,141	550,141
Governance costs	75,409	75,409
Support costs	204,468	204,468
	<u>949,522</u>	<u>949,522</u>

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

7. Charitable activities

	Grants to Institutions 2024 £	Total funds 2024 £
Grant funding of activities	2,335,195	2,335,195
Discount on future grant commitments	(137,976)	(137,976)
Loss on foreign currency translation	9,567	9,567
Support costs	106,114	106,114
	<u>2,312,900</u>	<u>2,312,900</u>
	<i>Grants to Institutions 2023 £</i>	<i>Total funds 2023 £</i>
Grant funding of activities	355,680	355,680
Discount on future grant commitments	49,467	49,467
Loss on foreign currency translation	98,266	98,266
	<u>503,413</u>	<u>503,413</u>

8. Analysis of grants

	31 March 2024 £	5 April 2023 £
Grants to institutions:		
Education	1,345,255	-
Medical research	795,940	204,680
Social welfare and mobility	12,500	16,500
Support for those with disabilities	45,000	140,000
Other charitable purpose	118,500	8,000
Support for the Jewish faith and community	18,000	(18,500)
International policy research	-	5,000
	<u>2,335,195</u>	<u>355,680</u>

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

8. Analysis of grants (continued)

Details of grants payable are set out below:

	31 March 2024 £	5 April 2023 £
Education		
The University of Haifa UK	1,345,255	-
	<hr/>	<hr/>
	31 March 2024 £	5 April 2023 £
Social welfare and mobility		
Other donations (each under £100,000)	12,500	16,500
	<hr/>	<hr/>
	31 March 2024 £	5 April 2023 £
Support for those with disabilities		
Nightingale Hammerson	-	100,000
Other donations (each under £100,000)	45,000	40,000
	<hr/>	<hr/>
	45,000	140,000
	<hr/>	<hr/>
	31 March 2024 £	5 April 2023 £
Medical research		
University College London Hospitals	745,940	204,680
Brain Tumour Charity	50,000	-
	<hr/>	<hr/>
	795,940	204,680
	<hr/>	<hr/>
	31 March 2024 £	5 April 2023 £
Other charitable purposes		
Other donations (each under £100,000)	118,500	8,000
	<hr/>	<hr/>
	118,500	8,000
	<hr/>	<hr/>

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

8. Analysis of grants (continued)

	31 March 2024 £	5 April 2023 £
Support for the Jewish faith and community		
Jewish Care	-	17,500
Community Security Trust	-	(50,000)
Other donations (each under £10,000)	18,000	14,000
	<u>18,000</u>	<u>(18,500)</u>

9. Operating profit

The operating profit is stated after charging:

	31 March 2024 £	5 April 2023 £
Auditor's remuneration	<u>28,184</u>	<u>19,775</u>

The average monthly number of employees during the period was Nil (2023 - Nil).

During the period, there were transactions with trustees, details of this are disclosed in Note 22.

10. Analysis of support costs

	Administrative costs 2024 £	Governance costs 2024 £	Total support costs 2024 £
Trustee fees and expenses	8,337	18,302	26,639
Trustees' indemnity insurance	-	3,917	3,917
Administration costs	12,339	-	12,339
Accountancy fees	25,650	-	25,650
Audit fees	-	28,184	28,184
Legal and professional fees	45,604	32,830	78,434
	<u>91,930</u>	<u>83,233</u>	<u>175,163</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

	Administrative costs	Governance costs	Total support costs
	2023 £	2023 £	2023 £
Trustee fees and expenses	-	30,983	30,983
Trustees' indemnity insurance	-	336	336
Administration costs	13,525	-	13,525
Accountancy fees	32,227	-	32,227
Audit fees	-	44,090	44,090
Legal and professional fees	158,716	-	158,716
	<u>204,468</u>	<u>75,409</u>	<u>279,877</u>

11. Trustees' remuneration and expenses

During the period, no Trustees received any remuneration or other benefits (2023 - £Nil).

During the period ended 31 March 2024, trustee expenses of £8,670 were reimbursed to one trustee in respect of travel and accommodation expenses (2023 - £9,738).

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

12. Investment property

	Investment property £
Valuation	
At 6 April 2023	20,000,000
Additions	1,279,208
Revaluation	(1,143,279)
At 31 March 2024	<u>20,135,929</u>

Investment property includes a freehold office building with a deemed cost of £23,055,039 (2023 - £22,311,760), being the fair value of the property at the date it was received, via a legacy, by the Charity plus subsequent capital expenditure.

During the period, a flat in Israel was reclassified as an investment property from other debtors for £535,929. This is included in the additions to investment properties above.

13. Fixed asset investments

	Listed investments £	Unlisted investments £	Total £
Cost or valuation			
At 6 April 2023	38,651,952	19,506,000	58,157,952
Additions	4,069,962	5,967,121	10,037,083
Disposals	(2,871,147)	-	(2,871,147)
Revaluations	4,429,034	4,821,181	9,250,215
At 31 March 2024	<u>44,279,801</u>	<u>30,294,302</u>	<u>74,574,103</u>
Net book value			
At 31 March 2024	<u>44,279,801</u>	<u>30,294,302</u>	<u>74,574,103</u>
At 5 April 2023	<u>38,651,952</u>	<u>19,506,000</u>	<u>58,157,952</u>

THE MAURICE HATTER FOUNDATION CIO

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024**

13. Fixed asset investments (continued)

The following is a subsidiary of the Foundation, accounted for as an investment in accordance with note 2.11. Accounts for this company are publically available:

Name	Registered office	Principal activity	Holding
I.M.O Precision Controls Limited	The Interchange Frobisher Way Hatfield Hertfordshire AL10 9TG	Manufacturing of electronic and electrical engineering products and systems	100%

14. Debtors

	31 March 2024 £	<i>5 April 2023 £</i>
Due within one year		
Trade debtors	263,277	126,426
Other debtors	295,563	1,025,178
Prepayments and accrued income	31,841	164,132
	590,681	1,315,736

15. Creditors: Amounts falling due within one year

	31 March 2024 £	<i>5 April 2023 £</i>
Trade creditors	20,437	127,800
Other taxation and social security	57,881	22,050
Other creditors	138,882	228,682
Accruals and deferred income	133,009	118,593
Accrued grants payable to institutions	1,075,400	2,084,015
	1,425,609	2,581,140

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

16. Creditors: Amounts falling due after more than one year

	31 March 2024 £	5 April 2023 £
Accrued grants payable to institutions	1,166,273	117,328
	<u>1,166,273</u>	<u>117,328</u>

17. Grant commitments

	Balance at 6 April 2023 £	Settled in the year £	New commitments (note 7) £	Balance at 31 March 2024 £
Grant commitments	2,201,343	(2,294,865)	2,335,195	2,241,673
	<u>2,201,343</u>	<u>(2,294,865)</u>	<u>2,335,195</u>	<u>2,241,673</u>

18. Reconciliation of net movement in funds to net cash flow from operating activities

	31 March 2024 £	5 April 2023 £
Net income for the period (as per Statement of Financial Activities)	11,332,484	657,420
Adjustments for:		
Non-cash donations	(9,519)	504,741
Net investment income	(1,157,179)	(615,949)
Gains on fixed asset investments	(8,106,848)	(925,405)
Decrease/(increase) in debtors	189,126	(115,721)
Increase/(decrease) in creditors	(106,586)	(1,042,106)
Net cash provided by/(used in) operating activities	<u>2,141,478</u>	<u>(1,537,020)</u>

19. Analysis of cash and cash equivalents

	31 March 2024 £	5 April 2023 £
Cash in hand	3,746,926	8,078,053
	<u>3,746,926</u>	<u>8,078,053</u>

THE MAURICE HATTER FOUNDATION CIO

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

20. Analysis of changes in net debt

	At 6 April 2023	Cash flows	At 5 April 2024
	£	£	£
Cash at bank and in hand	8,078,053	(4,601,127)	3,476,926

21. Capital commitments

	31 March 2024	5 April 2023
	£	£
Contracted for but not provided in these financial statements		
Purchase, construction or development of investment property	-	741,216

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2024

22. Related party transactions

During the period, the Foundation received investment income of £4,000,000 from IMO Precision Controls Limited, an investment in which the Foundation has a controlling interest and of which Fausto Furlotti and Richard Hatter, trustees of the Foundation, are directors.

During the period, legal fees of £174,195 (2023 - £121,277) were paid to Macfarlanes LLP of which Piers Barclay is a partner, and including £6,000 in respect of services provided by Mr Barclay, who is a trustee of the Foundation. These amounts are included in Support costs in Note 10.

During the period, professional fees of £12,000 (2023 - £16,020) were paid to Epsilon Real Estate Limited, an entity of which Richard Hatter, a trustee of the Foundation, is a person of significant influence. This amount is included in property additions in note 12.

The Foundation also reimbursed Richard Hatter, a trustee of the Foundation, for expenditure totalling £8,670 (2023 - £9,738).

During the prior year, Richard Hatter was appointed as a trustee of The University of Haifa UK. The Foundation paid \$425,000 (2023 - \$425,000) to The University of Haifa UK in the period as part of a multi-year grant commitment. There is a creditor of £1,345,256, which is \$1,700,000, included in Accrued grants payable to institutions, split as £336,314 due in less than one year and £1,008,942 due after more than one year (2023 - £341,009 or \$425,000 due in less than one year)

During the period, the Foundation paid \$1,250,000 (2023: \$nil) to World ORT Trust, of which Richard Hatter is a Trustee, as part of a multi-year grant commitment. There is a creditor of £356,097, which is \$450,000, included in Accrued grants payable to institutions in note 15 (2023 - £1,364,038 or \$1,700,000)

During the period, the Foundation acquired an investment from Fausto Furlotti, a trustee of the Foundation, for £5,764,000.

During the period, Richard Hatter, a trustee, gifted to the Foundation a single share in an unlisted investment. The value of this is considered to be less than £1,000.

There is considered to be no ultimate controlling party.