

THE SALO BORDON CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022

THE SALO BORDON CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs. L. Bordon Mr. M. Bordon
Charity number	266439
Principal address	39 Gresham Gardens London NW11 8PA
Independent examiner	Berish Hoffman FCA Landau Morley LLP 325-327 Oldfield Lane North Middlesex UB6 0FX

THE SALO BORDON CHARITABLE TRUST

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THE SALO BORDON CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2022

The trustees present their annual report and financial statements for the year ended 5 April 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects of the charity are to promote, encourage and provide finance for religious education and social welfare both in the UK and worldwide.

The objective is achieved by heightening public awareness of and the payment of grants to these organisations.

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

Grants are made to charitable institutions and organisations after it has been satisfied that payments will accord with the objectives of the charity. Regular reviews are made of those bodies which the charity supports to ensure that the objectives of the charity are being met.

Achievements and performance

There are no restrictions on the Charity's power to invest. The investment strategy is set by the Trustees and takes into account the recent demand for funds on the basis of the grants payable. The strategy is set within an overall policy that endowment funds are invested in low and medium risk investments with a view to ensuring that capital appreciation of the funds exceed inflation.

The Trustees are satisfied with the return on investments achieved during the year and feel confident that the Trust has adequate reserves to fulfil its charitable obligations.

Financial review

There has been a decrease of 10% (2021: Increase of 12%) in the Trust's income in the year.

A summary of the Charity's transactions and of its financial position is shown in the financial statements together with the accompanying notes.

The charity aims to maintain sufficient reserves to meet discretionary annual grants and to deal with one-off grants for specific projects from time to time. At the year end free reserves held by the charity were £38,157 (2021: £58,567).

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

THE SALO BORDON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

Structure, governance and management

The Trust Fund is governed by a Trust Deed dated 2nd August 1973 and is registered charity number 266439.

The Trustees determine the general policy of the Charity and are responsible for its day to day running. They regularly to assess the payments of grants.

The Trustees manage any conflict of interest in transactions with related parties by seeking advice from independent professional specialists.

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

Mrs. L. Bordon

Mr. M. Bordon

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

Mr. M. Bordon

Trustee

Dated: 3 February 2023

THE SALO BORDON CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE SALO BORDON CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of The Salo Bordon Charitable Trust (the trust) for the year ended 5 April 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

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

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

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

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

Berish Hoffman FCA

Landau Morley LLP
325-327 Oldfield Lane North
Middlesex
UB6 0FX

Dated: 3 February 2023

THE SALO BORDON CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2022

	Notes	Unrestricted funds 2022 £	Endowment funds 2022 £	Total Unrestricted funds 2022 £	Unrestricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	400	-	400	20,000	-	20,000
Investments	4	110,534	-	110,534	103,471	-	103,471
Total income		110,934	-	110,934	123,471	-	123,471
Expenditure on:							
Raising funds	5	22,129	-	22,129	19,356	-	19,356
Charitable activities	6	109,519	-	109,519	57,135	-	57,135
Total expenditure		131,648	-	131,648	76,491	-	76,491
Net (expenditure)/income for the year/							
Net movement in funds		(20,714)	-	(20,714)	46,980	-	46,980
Fund balances at 6 April 2021		59,787	7,261,988	7,321,775	12,807	7,261,988	7,274,795
Fund balances at 5 April 2022		39,073	7,261,988	7,301,061	59,787	7,261,988	7,321,775

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

All income and expenditure derive from continuing activities.

THE SALO BORDON CHARITABLE TRUST

BALANCE SHEET

AS AT 5 APRIL 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		916		1,220
Investment properties	11		2,146,988		2,146,988
Investments	12		5,115,000		5,115,000
			<u>7,262,904</u>		<u>7,263,208</u>
Current assets					
Debtors	13	22,173		57,519	
Cash at bank and in hand		31,609		1,048	
		<u>53,782</u>		<u>58,567</u>	
Creditors: amounts falling due within one year	14	(15,625)		-	
Net current assets			<u>38,157</u>		<u>58,567</u>
Total assets less current liabilities			<u>7,301,061</u>		<u>7,321,775</u>
Capital funds					
Endowment funds - general	15		7,261,988		7,261,988
Income funds					
Unrestricted funds			<u>39,073</u>		<u>59,787</u>
			<u>7,301,061</u>		<u>7,321,775</u>

The financial statements were approved by the Trustees on 3 February 2023

Mr. M. Bordon
Trustee

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

Charity information

The Salo Bordon Charitable Trust is a registered charity in England and Wales and is unincorporated. The address of the principal office is 39 Gresham Gardens, London, NW11 8PA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the trust's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The trust is a Public Benefit Entity as defined by FRS 102.

The trust has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

1.4 Income

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

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

(Continued)

1.5 Expenditure

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

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

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

1.6 Tangible fixed assets

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

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

Furniture, Fixtures and fittings	25% reducing balance
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.9 Impairment of fixed assets

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

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.10 Cash and cash equivalents

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

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

(Continued)

1.11 Financial instruments

A financial asset or financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

1.12 Employee benefits

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

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

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	400	20,000

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

4 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Rental income	110,534	103,471

5 Raising funds

	Unrestricted funds	Total
	2022	2021
	£	£
Investment management	22,129	19,356
	22,129	19,356

6 Charitable activities

	2022	2021
	£	£
Grant funding of activities (see note 7)	108,854	56,423
Share of support costs (see note 8)	665	712
	109,519	57,135

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

7 Grants payable

	2022 £	2021 £
Grants to institutions:		
Achisomoch	31,000	29,000
Beis Soroh Schnierer School	2,500	-
Friends of Galanta	12,500	-
Friends of Kupat Hakahal Kiryat Sefer	4,800	6,000
Friends of Mir	4,000	-
Friends of Ohr Yechiel	9,500	-
Friends of Yeshiva Brisk	5,250	5,000
G.G.B.H.	5,000	2,000
MGS Charitable Trust	5,000	-
North London Welfare and Educational Foundation	11,000	5,000
Project SEED Limited	7,500	-
Shaarei Orah Ltd	5,000	2,000
Other < £2,000	5,804	7,423
	<u>108,854</u>	<u>56,423</u>

During the year, grants totalling £108,854 (2021: £56,423) were paid to various institutions in accordance with the Charity's objectives.

8 Support costs

	Support costs £	2022 £	2021 £
Depreciation	305	305	407
Bank charges	360	360	305
	<u>665</u>	<u>665</u>	<u>712</u>
Analysed between Charitable activities	<u>665</u>	<u>665</u>	<u>712</u>

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration, reimbursement of expenses or benefits from the trust during the year.

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

10 Tangible fixed assets

	Furniture, Fixtures and fittings £
Cost	
At 6 April 2021	28,882
At 5 April 2022	28,882
Depreciation and impairment	
At 6 April 2021	27,661
Depreciation charged in the year	305
At 5 April 2022	27,966
Carrying amount	
At 5 April 2022	916
At 5 April 2021	1,220

11 Investment property

	2022 £
Fair value	
At 6 April 2021 and 5 April 2022	2,146,988

In the opinion of the trustees the investment property is stated at its open market value as at 5 April 2022.

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

12 Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 6 April 2021 & 5 April 2022	5,115,000
Carrying amount	
At 05 April 2022	5,115,000
At 05 April 2021	5,115,000

All investment shown above are held at valuation. At the year end, the Charity held the following unquoted investments. All investments are held within the UK:

13,450 Ordinary £1 shares in Twinmar Group Limited
15,000 Preference shares of 1p each in Twinmar Group Limited.

13,450 Ordinary £1 shares in Twinmar Investments Holdings Limited
15,000 Preference shares of 1p each in Twinmar Investments Holdings Limited.

Valued by the trustees using a combination of earnings and net assets based approach.

13 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Other debtors	22,173	57,519

14 Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	15,625	-

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

15 Endowment funds

Endowment funds represent assets which must be held permanently by the trust. Income arising on the endowment funds can be used in accordance with the objects of the trust and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

	Balance at 6 April 2020 £	Movement in funds Income/ Expenditure £	Balance at 6 April 2021 £	Movement in funds Income/ Expenditure £	Balance at 5 April 2022 £
Permanent endowments					
Permanent Endowment Fund	7,261,988	-	7,261,988	-	7,261,988
	<u>7,261,988</u>	<u>-</u>	<u>7,261,988</u>	<u>-</u>	<u>7,261,988</u>

16 Analysis of net assets between funds

	Unrestricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Fund balances at 5 April 2022 are represented by:						
Tangible assets	916	-	916	1,220	-	1,220
Investment properties	-	2,146,988	2,146,988	-	2,146,988	2,146,988
Investments	-	5,115,000	5,115,000	-	5,115,000	5,115,000
Current assets/(liabilities)	38,157	-	38,157	58,567	-	58,567
	<u>39,073</u>	<u>7,261,988</u>	<u>7,301,061</u>	<u>59,787</u>	<u>7,261,988</u>	<u>7,321,775</u>

17 Related party transactions

THE SALO BORDON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

17 Related party transactions

(Continued)

Transactions with related parties

During the year the charity received donations of £Nil (2021: £20,000) from Twinmar Investments Limited, a company in which the Trustees are also Directors.

During the year, the charity paid £7,500 (2021: £Nil) to Project SEED Limited, a charity in which Mr Marcel Bordon is a trustee.

At the year end £19,209 (2021: £26,269) was due from Astwood Securities Limited, a company in which grandchildren of Mrs Lilly Bordon and children of Mr Marcel Bordon are shareholders, in respect of rent collected on behalf of the charity.

During the year, rent totalling £106,375 (2021: £60,941) was receivable from Twinmar London Limited, a company in which Mr Marcel Bordon is a director.