

COMPANY REGISTRATION NUMBER: 01152518
CHARITY REGISTRATION NUMBER: 275636

E. & E. KERNKRAUT CHARITIES LIMITED
Company Limited by Guarantee
FINANCIAL STATEMENTS
31 MARCH 2023

COHEN ARNOLD
Chartered accountants
New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

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E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
YEAR ENDED 31 MARCH 2023

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	E. & E. Kernkraut Charities Limited
Charity registration number	275636
Company registration number	01152518
Principal office and registered office	New Burlington House 1075 Finchley Road London NW11 0PU
The trustees	Mr E Kernkraut Mrs E Kernkraut Mr J Kernkraut Mr J Kernkraut
Company secretary	Mrs E Kernkraut
Auditor	Cohen Arnold Chartered accountants & statutory auditor New Burlington House 1075 Finchley Road LONDON NW11 0PU

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

E. & E. Kernkraut Charities Limited is a Company limited by guarantee governed by its Memorandum and Articles of Association. It is registered as a charity with the Charity Commission.

Organisation

The Charitable Company is administered by the Trustees. Every Trustee holds office until he/she shall die or shall cease to hold office by virtue of the Articles of Association.

The day-to-day affairs of the Charitable Company are administered by the Trustees whose Chairman is Mr E Kernkraut.

All Trustees give their time voluntarily and no benefit or expenses were paid to them in the year.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)

YEAR ENDED 31 MARCH 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT *(continued)*

Appointment of Trustees

Where there is a requirement for new Trustees, these would be identified and appointed by the remaining Trustees.

Trustee Induction and Training

The Chairman of the Trustees would be responsible for the induction of any new Trustee, which involves awareness of a Trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the Charity. A new Trustee would receive copies of the previous year's annual report and accounts with detailed explanation thereof.

Group Structure and Relationships

The Charity has the following non-charitable operating subsidiary:

<u>Company</u>	<u>Company Registration Number</u>	<u>Nature of Business</u>	<u>Percentage Shareholding</u>
Chartquote Limited	02725768	Property Investment	100%

The subsidiary undertaking is administered by the Directors of the company.

Related Parties

Details of transactions with Related Parties are disclosed in Note 19 to the Financial Statements.

Risk Management

The Trustees have identified and reviewed the major risks to which the Charity and its subsidiary undertaking are exposed, in particular those related to the operations and finance of the Charity, and are satisfied that systems are in place to manage those risks.

The principal risks to which the Charity and its subsidiary undertaking are exposed are:

- The availability of liquid funds to make grants and donations
- Uncertainty in connection with the UK exiting the European Union may impact the ability of donors to provide funding
- Liabilities arising from property investment activity
- Tenant defaults
- Damage to property from flood, fire or terrorist action
- The economic cycle generally

The Charity and its subsidiary undertaking seek to manage or mitigate such risks wherever possible through measures including insurance, tenant screening and monitoring, rigorous reviews of acquisition and investment opportunities, external expert advice, monitoring cash and regular monitoring of the economic outlook. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)
YEAR ENDED 31 MARCH 2023

OBJECTIVES AND ACTIVITIES

The Charitable Company is established to further those purposes recognised as charitable by English Law. In furtherance of these objects, the Charitable Company receives income from its subsidiary undertaking and voluntary income from companies connected with the Trustees which it utilises in the provision and distribution of grants and donations to organisations that fall within the objectives of the Charitable Company. It has concentrated its activities in promoting charitable activities of religious, educational and other charitable institutions.

The Trustees confirm their compliance with the duty to have due regard to the public benefit guidance published by the Charity Commission when reviewing the Charitable Company's aims and objectives and in planning future activities.

Grant Making Policy

The Trustees are approached for donations by a wide variety of charitable institutions. The Trustees consider all requests which they receive and make donations based on the level of funds available to charities whose purpose fall within the objects of the Charitable Company.

In making grants and donations, the Trustees use their personal knowledge of the relevant institutions, their representatives, operational efficiency and reputation. The Trustees monitor the application of the grants and donations by meeting with representatives of the institutions and obtaining information as to the utilisation of funds.

INVESTMENTS

The movements in Investments are fully reflected in Note 13 to the Financial Statements.

The Charitable Company's investment in the subsidiary undertaking is included in the Financial Statements at fair value, based on the value of its underlying assets less liabilities. The valuation of properties in the subsidiary undertaking has been carried out by the Trustees.

ACHIEVEMENTS AND PERFORMANCE

During the year the Charitable Company has continued its philanthropic activities and has maintained its support of religious, educational and other charitable institutions. The reserves remain available to organisations engaging in activities compatible with the aims and objectives of the Charitable Company. The Trustees expect such demands to increase in future years.

The financial results of the Charitable Company for the year ended 31 March 2023 are fully reflected in the attached Financial Statements together with the Notes thereon.

Grants and donations in the year totalled £786,580 (2022: £748,960).

FINANCIAL REVIEW

Financial Position

The financial position of the Charitable Company and its subsidiary is satisfactory.

The Charitable Company's Statement of Financial Activities shows a net surplus before revaluation of £57,176 (2022: £103,976 deficit) and total reserves of £7,065,777 (2022: £7,084,226).

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)

YEAR ENDED 31 MARCH 2023

FINANCIAL REVIEW *(continued)*

Reserves Policy

The Reserves Policy of the Trustees is to maintain unrestricted funds, which are the free reserves of the Charitable Company, at a level they consider appropriate to the Charitable Company's needs taking into account likely future requirements. A proportion of the reserves is held in readily realisable form to cover on-going grant-making activities and contingencies arising from additional calls made upon the Charitable Company for the support of organisations in times of need. The Charitable Company's reserves are represented by unrestricted funds arising from past operating results. The Trustees are satisfied that the present balance of distributable reserves is sufficient to support anticipated expenditure.

Principal Funding Sources

The Charitable Company was principally funded in the year by donations received from its subsidiary undertaking and other related Companies.

Investment Policy and Objectives

Under the Memorandum and Articles of Association, the Charitable Company has the power to make any investment which the Trustees see fit provided any moneys are not immediately required for use in connection with any of its objects. The Charitable Company's investment policy is to maximise its income and gains so that its charitable objectives be maintained and expanded.

PLANS FOR FUTURE PERIODS

The Trustees plan to continue making distributions in accordance with their grant-making policy and to ensure that the ability to generate sufficient income is maintained to achieve that end.

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, 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 in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- 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 adequate accounting records that 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 Companies Act 2006. 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.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)
YEAR ENDED 31 MARCH 2023

AUDITOR

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 18.12.23 and signed on behalf of the board of trustees by:



Mrs E Kernkraut
Trustee

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF E. & E.
KERNKRAUT CHARITIES LIMITED
YEAR ENDED 31 MARCH 2023

OPINION

We have audited the financial statements of E. & E. Kernkraut Charities Limited (the 'charity') for the year ended 31 March 2023 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including 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 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;
- 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 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.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF E. & E.
KERNKRAUT CHARITIES LIMITED *(continued)*
YEAR ENDED 31 MARCH 2023

OTHER INFORMATION

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF E. & E.
KERNKRAUT CHARITIES LIMITED *(continued)*
YEAR ENDED 31 MARCH 2023

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors 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 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.

AUDITOR'S 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 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 an understanding of the legal and regulatory frameworks that are applicable to the company through discussion with the directors and senior management and identified which were most significant with respect to the financial statements. We identified Companies Act 2006 (including associated regulations), Charities Act 2011, Charities SORP (FRS 102), Financial Reporting Standard 102 and Taxation Laws and Regulations as being most significant to these financial statements. We communicated these identified frameworks throughout our audit team and remained alert to any indications of non-compliance throughout the audit. We ensured that the engagement team had sufficient competence and capability to identify or recognise non-compliance with laws and regulations.
- We discussed with the directors and senior management the policies and procedures regarding compliance with these legal and regulatory frameworks.
- We assessed the susceptibility of the company's financial statements to material misstatement due to non-compliance of legal and regulatory frameworks, including how fraud might occur, by enquiry with the directors and senior management during the planning and finalisation phases of our audit and using proprietary disclosure checklists. This was determined to be low.
- Based on this understanding we designed our audit procedures to identify non-compliance with the identified legal and regulatory framework, which were part of our procedures on the related financial statement items. Our procedures included reviewing the company's internal controls policies and procedures, reviewing the minutes of board meetings and correspondence with regulatory bodies including HMRC, testing transactions outside the normal course of the business and journal entries, and discussions with the directors and senior management.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF E. & E.
KERNKRAUT CHARITIES LIMITED *(continued)*
YEAR ENDED 31 MARCH 2023

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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.

USE OF OUR REPORT

This report is made solely to the charity'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 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.



Joshua Neumann (Senior Statutory Auditor)

For and on behalf of
Cohen Arnold
Chartered accountants & statutory auditor
New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

Date: ...18 DECEMBER..... 2023

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 31 MARCH 2023

		2023		2022
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	852,000	852,000	653,000
Total income		<u>852,000</u>	<u>852,000</u>	<u>653,000</u>
Expenditure				
Expenditure on charitable activities	6,7	(794,824)	(794,824)	(756,976)
Total expenditure		<u>(794,824)</u>	<u>(794,824)</u>	<u>(756,976)</u>
Net (losses)/gains on investments	10	(75,625)	(75,625)	162,303
Net (expenditure)/income and net movement in funds		<u>(18,449)</u>	<u>(18,449)</u>	<u>58,327</u>
Reconciliation of funds				
Total funds brought forward		7,084,226	7,084,226	7,025,899
Total funds carried forward		<u>7,065,777</u>	<u>7,065,777</u>	<u>7,084,226</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 13 to 19 form part of these financial statements.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL POSITION

31 MARCH 2023

	Note	2023 £	2022 £
Fixed assets			
Investments	13	7,015,952	7,091,577
Current assets			
Cash at bank and in hand		57,625	329
Creditors: amounts falling due within one year	14	(7,800)	(7,680)
Net current assets		<u>49,825</u>	<u>(7,351)</u>
Total assets less current liabilities		<u>7,065,777</u>	<u>7,084,226</u>
Funds of the charity			
Unrestricted funds		<u>7,065,777</u>	<u>7,084,226</u>
Total charity funds	15	<u>7,065,777</u>	<u>7,084,226</u>

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

These financial statements were approved by the board of trustees and authorised for issue on 18.12.23, and are signed on behalf of the board by:

E. Kernkraut

Mr E Kernkraut
Trustee

E. Kernkraut

Mrs E Kernkraut
Trustee

The notes on pages 13 to 19 form part of these financial statements.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
STATEMENT OF CASH FLOWS
YEAR ENDED 31 MARCH 2023

	2023	2022
	£	£
Cash flows from operating activities		
Net (expenditure)/income	(18,449)	58,327
<i>Adjustments for:</i>		
Net (losses)/gains on investments	75,625	(162,303)
<i>Changes in:</i>		
Trade and other debtors	–	4,000
Trade and other creditors	120	–
Cash generated from operations	57,296	(99,976)
Net cash from/(used in) operating activities	57,296	(99,976)
Net increase/(decrease) in cash and cash equivalents	57,296	(99,976)
Cash and cash equivalents at beginning of year	329	100,305
Cash and cash equivalents at end of year	57,625	329

The notes on pages 13 to 19 form part of these financial statements.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is New Burlington House, 1075 Finchley Road, London, NW11 0PU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Consolidation

The charity is not required to prepare consolidated accounts in accordance with the Charities Act 2011, and has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the charity and its subsidiary undertakings comprise a small group.

Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amounts 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The valuation of the subsidiary undertaking is largely dependent on the valuation of its investment properties. These valuations are inherently subjective, depending on many factors, including the individual nature of each property, its location and expected future net rental values, market yields and comparable market transactions. Therefore the valuations are subject to a degree of uncertainty and are made on the basis of assumptions which may not prove to be accurate, particularly in periods of difficult market or economic conditions.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

3. Accounting policies *(continued)*

Fund accounting

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

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

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.

Income

All donations are recognised in the Statement of Financial Activities (SOFA) of the Charitable Company when the charity has unconditional entitlement to the resources. Donations represent voluntary amounts received during the year.

All other income is recognised on a receivable basis.

Investment management costs

Investment management costs include costs relating to the investment properties on an accrual basis.

Governance Costs

Governance costs include costs of the preparation and audit of financial statements and cost of any legal advice to Trustees on governance or constitutional matters and is recognised on an accrual basis.

Liability Recognition

Creditors are recognised as soon as there is a present obligation committing the entity to pay out resources, it is probable that a transfer of economic benefits will be required in settlement and the amount can be measured or estimated reliably.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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

4. Limited by guarantee

The Charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations Received	<u>852,000</u>	<u>852,000</u>	<u>653,000</u>	<u>653,000</u>

No restrictions were attached to any donations received.

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Grant funding activities	786,580	786,580	748,960	748,960
Support costs	<u>8,244</u>	<u>8,244</u>	<u>8,016</u>	<u>8,016</u>
	<u>794,824</u>	<u>794,824</u>	<u>756,976</u>	<u>756,976</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Grant funding activities	<u>786,580</u>	<u>8,244</u>	<u>794,824</u>	<u>756,976</u>

E. & E. KERNKRAUT CHARITIES LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2023

8. Analysis of support costs

	Total 2023	Total 2022
	£	£
Auditor's remuneration	8,028	7,680
General expenses	187	200
Bank charges	29	136
	<u>8,244</u>	<u>8,016</u>

9. Analysis of grants

	2023
	£
Grants to institutions	
Rookwood Foundation Ltd	125,000
Collel Chibath Yerushalayim	72,000
Vyoel Moshe Charitable Trust	68,000
Mosdos Hatorah Pnei Menachem Ltd	50,000
Cong. Vyoel Moshe D'satmer	48,000
UTA	45,000
Bnos Zion D'Bobov Ltd	30,000
Friends of Yeshiva Luzern Ohel Yitzchok	26,500
Chevrass Machzikei Mesivta	24,000
Eizer Mikodish Foundation	24,000
Beis Ahron Trust	20,000
YGS Yeshiva Gedola Seminar	20,000
Ezer Viznitz Foundation	18,280
Satmar Kolel	17,500
Amud Hatzdokoh Trust	15,000
Beis Ruchel D'satmar London Ltd	15,000
Heichalei Hakodesh	15,000
Kahal Chaassidim Bobov	12,000
Bederech Kovod	10,000
Cong. Yetev Lev D'satmer - Manchester	10,000
The Friends Of Alexander Institutions Trust	10,000
Wlodowa Charity & Rehabilitation Trust	10,000
ZSV Trust	10,000
Other grants (below £10,000)	91,300
	<u>786,580</u>
 Total grants	 <u>786,580</u>

All grants were paid to charitable institutions whose objects are in line with the objects of the charity which include the relief of poverty, the advancement of education and the furtherance of religion. All grants were paid from unrestricted funds.

E. & E. KERNKRAUT CHARITIES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS *(continued)*
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10. Net (losses)/gains on investments

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Revaluation of Shares in Subsidiary	(75,625)	(75,625)	162,303	162,303

11. Staff costs

There were no employees during the year.

12. Trustee remuneration and expenses

No trustees have been paid any remuneration or received any other benefits from the Charity. No Trustee expenses have been incurred.

13. Investments

	Shares in group undertakings £
Fair value	
At 1 April 2022	7,091,577
Additions	—
Fair value movements	(75,625)
At 31 March 2023	7,015,952
Impairment	
At 1 April 2022 and 31 March 2023	—
Carrying amount	
At 31 March 2023	7,015,952
At 31 March 2022	7,091,577

All investments shown above are held at valuation.

E. & E. KERNKRAUT CHARITIES LIMITED
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13. Investments *(continued)*

The Charity directly held 100% of the issued share capital in Chartquote Limited which is incorporated in Great Britain and registered in England. The capital and reserves and profit and loss of the Subsidiary undertaking for which Group Accounts have not been prepared under the exemption conferred by Section 398 Companies Act 2006 are as follows:

Aggregate capital and reserves

	Assets	Liabilities	Capital and Reserves
	£	£	£
Chartquote Limited	<u>8,492,848</u>	<u>(1,476,896)</u>	<u>7,015,952</u>

Profit/Loss for the year

	Turnover	Expenditure	Other adjustments	Donations to Parent Charity	Net retained Profit
	£	£	£	£	£
Chartquote Limited	<u>769,832</u>	<u>(135,457)</u>	<u>-</u>	<u>(710,000)</u>	<u>(75,625)</u>

14. Creditors: amounts falling due within one year

	2023	2022
	£	£
Other creditors	<u>7,800</u>	<u>7,680</u>

15. Analysis of charitable funds

Unrestricted funds

	At			Gains and losses	At 31 March
	1 April 2022	Income	Expenditure		2023
	£	£	£	£	£
Unrestricted Funds	<u>7,084,226</u>	<u>852,000</u>	<u>(794,824)</u>	<u>(75,625)</u>	<u>7,065,777</u>

	At			Gains and losses	At 31 March
	1 April 2021	Income	Expenditure		2022
	£	£	£	£	£
Unrestricted Funds	<u>7,025,899</u>	<u>653,000</u>	<u>(756,976)</u>	<u>162,303</u>	<u>7,084,226</u>

E. & E. KERNKRAUT CHARITIES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS *(continued)*
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16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Investments	7,015,952	7,015,952
Current assets	57,625	57,625
Creditors less than 1 year	(7,800)	(7,800)
Net assets	<u>7,065,777</u>	<u>7,065,777</u>

	Unrestricted Funds £	Total Funds 2022 £
Investments	7,091,577	7,091,577
Current assets	329	329
Creditors less than 1 year	(7,680)	(7,680)
Net assets	<u>7,084,226</u>	<u>7,084,226</u>

17. Analysis of changes in net debt

	At 1 Apr 2022 £	Cash flows £	At 31 Mar 2023 £
Cash at bank and in hand	<u>329</u>	<u>57,296</u>	<u>57,625</u>

18. Related parties

Donations totalling £142,000 were received from companies connected with the Trustees, and donations totalling £710,000 were received from the subsidiary undertaking, Chartquote Limited. No conditions were attached to any of the donations.