

Charity Registration No. 285533

Company Registration No. 01650188 (England and Wales)

TRUMROS LIMITED
(a company limited by guarantee)

ANNUAL REPORT AND CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

TRUMROS LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	H Hofbauer R Hofbauer
Secretary	H Hofbauer
Charity number	285533
Company number	01650188
Principal and Registered office	282 Finchley Road Hampstead London NW3 7AD
Auditors	Gerald Edelman 73 Cornhill London EC3V 3QQ
Bankers	Royal Bank of Scotland Piccadilly Circus Branch 48 Haymarket London SW1Y 4SE Lloyds Bank 25 Gresham Street London EC2V 7HN

TRUMROS LIMITED

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TRUMROS LIMITED

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their annual consolidated report and accounts for the year ended 31 December 2020 for the charity and its subsidiaries. This report meets the requirements of a directors' report for the purposes of the Companies Act.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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) (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

The aim of the charity is to advance religion in accordance with the Orthodox Jewish faith by providing charitable donations regarding welfare, education and medical requirements, more specifically the relief of poverty and supporting educational establishments. These aims are supported by the objects of the charity as set out in the memorandum and articles of association. In line with the objects the charity focuses its work in Israel and the UK, concentrating its strategy on the following programmes carried out for the public benefit:

- 1) The advancement of education.
- 2) The relief of those in need, by reason of youth, age, ill health, disability, financial hardship or other disadvantage.
- 3) Other purposes currently recognised as charitable.

The charity delivers its charitable aims as follows:

- 1) Identification of suitable projects and causes through the existing Trustees' contacts and by building new relationships with a range of charitable organisations and intermediaries.
- 2) The careful review of, with external advice where necessary, relevant applications taking account, inter alia, of the importance of the charitable work undertaken, the financial stability of the organisation and the competence of its management.
- 3) The monitoring of grants that have been made by the charity once in the hands of the recipient to try and ensure that these have been used for the purpose for which they were made in an efficient and cost effective way.
- 4) The active monitoring and management of the charity's investments with a view to maintaining and, wherever possible, improving the market value and income of the underlying assets.

The current grant policy of the charity is to distribute, subject to cashflow requirements, a maximum of the annual income (before investment returns) of the charity to beneficiaries and not to hold significant sums as reserves unless a special project emerges which deserves additional support.

The Trustees continue to express satisfaction with their policy of not accepting public funds and with their ability to minimise expenditure on external asset management consultants.

The criteria for assessing success in achieving the charity's various aims are by reference to its annual accounts and, in particular, its statement of financial activities.

The Trustees take an extremely active role in the management of the charity to ensure its aims are fulfilled. Regular contact is made with many beneficiaries in order to attempt to establish the needs of charities and the level of financial assistance that may be appropriate.

Public benefit

In setting its programmes going forward, the charity has regard to both the Charity Commission's general guidance on public benefit and prevention and relief of poverty for the public benefit. The Trustees always ensure that the programmes undertaken are in line with charity's objects and aims.

TRUMROS LIMITED

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

The public benefits that flow from aim (1) are:

- (a) an enhanced understanding and knowledge of the Orthodox Jewish Faith and contributing towards providing facilities to worship and study.

The public benefits that flow from aim (2) are:

- (a) the prevention or relief of poverty for those more disadvantaged, and aiding those of a particular ethnic or racial origin, age or disability, by enhancing quality of life and sense of well-being, leading to improvements in physical and emotional well-being, and a more stable and cohesive community

The public benefits that flow from aim (3) are those in accordance with any other charitable activities which are in accordance with the charity's aims.

Those that benefit from the public benefit are the general public and locally-based community and voluntary organisations, in particular children/young people, people of a particular ethnic or racial origin and other charities or voluntary bodies

Achievements and performance

During the year the charity distributed £939,637 (2019: £1,283,219) by way of grant in furtherance of its objectives and for the public benefit. It is the policy of the Trustees to continue to make charitable grants at a similar level in forthcoming years. The grants made were focused on the following areas in line with the stated aims:

- 1) The advancement of education. A total of £588,634 was paid to include:

Beit Hamidrash Abarbanel Ashdod £361,059, an educational charity based in Israel.

Beth Yosef Zvi £13,000, an educational charity based in USA.

Emuno £10,000, an educational charity based in Israel and the UK.

Haskel school £30,000, an education charity based in Gateshead, UK.

Mercaz Torah Vechesed £47,500, a London based education charity.

Torah Vochessed £72,646, a London based charity providing building facilities for educational institutions.

Yeshiva Chochmat Shlomo £15,909, an educational charity based in Israel.

Other small donations to charitable entities totalling £38,520

- 2) the relief of disadvantaged persons by provision of medical and welfare support. A total of £181,520 was paid to include:

AV Trust £12,000, a welfare charity based in the UK.

BEFORE Trust £12,500, a welfare charity based in the UK.

Chevrass Mo'oslodol £44,500, a welfare charity based in the UK.

Ezra U'Marpeh £27,000, a welfare charity based in the UK and Israel.

One Heart £30,000, a welfare charity based in the UK.

Other small donations to charitable entities totalling £29,520

- 3) Other charitable payments totalling £169,483.

A significant proportion of the amounts distributed in the year were in relation to a detailed educational project being undertaken in Israel, which is expected to be concluded within the next year.

TRUMROS LIMITED

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Financial review

The net income for the year amounted to £434,086 (Net expenditure in 2019: £1,661,218).

The principal funding source continued to be from rental income which in the year under review amounted to £1,122,003 (2019: £1,170,754) which is consistent with last year (2019: 4% decrease). Rental income has decreased slightly due to repairs works being carried out at various properties during the year.

Total expenditure amounted to £1,337,917 (2019: £1,688,223) of which charitable expenditure amounted to £939,637 (2019: £1,283,219). Property management costs were £398,280 (2019: £405,004) and included legal and professional fees of £33,463 (2019: £13,629). Finance costs decreased to £138,270 (2019: £139,799). Overall net property income decreased to £723,537 (2019: £765,750).

The strategy of the charity has been to pursue an investment policy which would result in continuing and sustainable growth whilst maximising the income funds available for charitable distribution. Over time this has been achieved and in the year a net return on revaluation and disposal accrued of £650,000.

The Trustees believe that despite the reduction in rental income, the Charity remains in a strong financial position with net assets totalling £10,110,428 (2019: £9,676,342).

The charity currently has no fixed reserves policy but is able to obtain additional cash flow if required via the sale of investment property to cover any unforeseen contingencies that may arise. The Trustees have adopted a prudent approach in the recent past to ensure as far as possible that its expenditure can be financed by its income. However, in respect of the two years ended 31 December 2020, the net income before investment returns was in deficit reflecting a substantial increase in the level of grants made.

The number of projects which can be supported by the Charity is, of necessity, limited to the amount of funds available for distribution in any year. The current grant policy of the charity is to distribute, subject to cashflow requirements, a maximum of the annual income (before investment returns) of the charity to beneficiaries and not to hold income as reserves unless a special project emerges which deserves additional support.

The charity's stated investment policy is to provide a low risk portfolio producing both income and capital growth. The Trustees, with the assistance of their property advisors, continue to review the group's property portfolio and the market place to identify further suitable opportunities to maximise the value of the assets held.

Risk assessment

In terms of the principal risks and uncertainties facing the charity, like other companies with investment portfolios, investments can go down as well as up. The charity has a prudent attitude to these risks and has objectives of long term investment in various asset classes but most notably real estate.

Accordingly, the charity operates a straight and tight management of its property portfolio having regard to the challenge to always find suitable investments which have the required income yield whilst ensuring as far as possible the protection of capital.

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finance of the charity, and have developed a risk management strategy which involves the following:

- an annual review of the principal risks and uncertainties that the charity and its subsidiaries face
- the establishment of policies, systems and procedures to mitigate risks identified
- the implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise

TRUMROS LIMITED

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Structure, governance and management

The Charitable company is a company limited by guarantee and governed by its Memorandum and Articles of Association dated 12th July 1982.

The Trustees, who are also the directors for the purpose of company law and who served during the year, were:

H Hofbauer

R Hofbauer

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

The Trustees meet regularly to manage the charity's assets and to determine the allocation of charitable distributions. They also deal with the day to day management of the charity.

The Trustees are currently reviewing the internal systems and processes of the charity with a view to implementing updated policies and procedures to enhance the charity's governance and regulatory compliance, whilst continuing to achieve the charity's objectives. After an extensive review of the grant making process of the charity, the Trustees have decided that they will instigate the formation of an Independent Advisory Board in order to improve governance in this area. The terms of reference are now being agreed and it is expected that the Board will commence to operate in the near future.

The Trustees as a body have the power to appoint new Trustees at their discretion. It is the policy of the charity to provide any new Trustees appointed with background information regarding its affairs, including accounts, in order that they can obtain a sufficient level of knowledge to enable them to perform their roles effectively. Further training will be provided as this is considered appropriate.

The charity has two wholly owned subsidiaries, Emdastates Limited and J Manning Properties (West End) Limited. The subsidiaries are property dealing and investment companies, which gift their profits to the charity under gift aid. Please refer to note 9 to the accounts for further information including the results for the year under review.

The Trustees have the power, given to them by the Memorandum and Articles of Association, to make any investment which they determine is in the best interests of the charity at their absolute discretion.

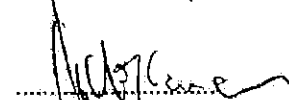
Auditor

In accordance with the company's articles, a resolution proposing that Gerald Edelman be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor are aware of such information.

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



R Hofbauer

Trustee

Dated: 26/7/2021

TRUMROS LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees, who are also the directors of Trumros Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Charitable company and its subsidiaries and of the incoming resources and application of resources, including the income and expenditure, of the Charitable company and its subsidiaries for that year.

In preparing these accounts, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Charitable company will continue in operation.

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

TRUMROS LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF TRUMROS LIMITED

Opinion

We have audited the financial statements of Trumros Limited (the 'Charitable company') for the year ended 31 December 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group and the Charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the 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 Charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, 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.

TRUMROS LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF TRUMROS LIMITED

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within 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 Charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within 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 Trustees' report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charitable company for the purpose 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 group and the Charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Charitable company or to cease operations, or have no realistic alternative but to do so.

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.

TRUMROS LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF TRUMROS LIMITED

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

Use of our report

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



Stephen Coleman (Senior Statutory Auditor)
for and on behalf of Gerald Edelman

Chartered Accountants
Statutory Auditor

26/07/2021

73 Cornhill
London
EC3V 3QQ

TRUMROS LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
<u>Income from:</u>			
Investments	3	1,122,003	1,171,467
Total Income		1,122,003	1,171,467
<u>Expenditure on:</u>			
<u>Raising funds</u>			
Property management costs	4	398,280	405,004
Charitable activities	5	939,637	1,283,219
Total expenditure		1,337,917	1,688,223
Net expenditure before Investment returns		(215,914)	(516,756)
Net gains/(losses) on investments	13	650,000	(1,144,462)
Net Income/(expenditure)/Net movement in funds for the year		434,086	(1,661,218)
Reconciliation of funds			
Fund balances at 1 January 2020		9,676,342	11,337,560
Fund balances at 31 December 2020	23	10,110,428	9,676,342

The consolidated statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

TRUMROS LIMITED

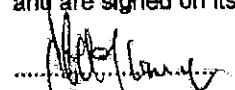
CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Fixed assets					
Investment properties	14	12,313,335	14,273,153	11,463,335	13,423,153
Investments	15	75,600	75,600	81,700	81,700
		<u>12,388,935</u>	<u>14,348,753</u>	<u>11,545,035</u>	<u>13,504,853</u>
Current assets					
Debtors	17	275,738	75,108	989,634	804,816
Cash at bank and in hand		155,966	214,084	127,937	183,975
		<u>431,704</u>	<u>289,192</u>	<u>1,117,571</u>	<u>988,591</u>
Creditors: amounts falling due within one year	19	<u>(763,719)</u>	<u>(704,235)</u>	<u>(713,317)</u>	<u>(661,880)</u>
Net current assets/ (liabilities)		<u>(332,015)</u>	<u>(415,043)</u>	<u>404,254</u>	<u>326,711</u>
Total assets less current liabilities		<u>12,056,920</u>	<u>13,933,710</u>	<u>11,949,289</u>	<u>13,831,564</u>
Creditors: amounts falling due after more than one year	20	<u>(1,946,492)</u>	<u>(4,257,368)</u>	<u>(1,749,298)</u>	<u>(4,062,368)</u>
Net assets		<u>10,110,428</u>	<u>9,676,342</u>	<u>10,199,991</u>	<u>9,769,196</u>
Income funds					
Unrestricted funds					
General unrestricted funds	23	10,110,428	9,676,342	10,199,991	9,769,196
Revaluation reserve	23	-	-	-	-
		<u>10,110,428</u>	<u>9,676,342</u>	<u>10,199,991</u>	<u>9,769,196</u>

The Trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the board of directors and authorised for issue on 26/1/2021 and are signed on its behalf by:


R Hoffbauer
Trustee

Company Registration No. 01650188

TRUMROS LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash absorbed by operations	27	(189,928)		(367,198)	
Interest paid		(154,000)		(139,799)	
Net cash outflow from operating activities		(343,928)		(506,997)	
Investing activities					
Purchase of investment property		(490,182)		(542,515)	
Proceeds of sale of investment property		3,100,000		-	
Net cash used in investing activities		2,609,818		(542,515)	
Financing activities					
Proceeds of new bank loans		475,125		456,047	
Repayment of bank loans		(2,690,038)		(256,662)	
Net cash generated from/(absorbed by) financing activities		(2,214,913)		199,385	
Net Increase/(decrease) in cash and cash equivalents		50,977		(850,127)	
Cash and cash equivalents at beginning of year		104,989		955,116	
Cash and cash equivalents at end of year		155,966		104,989	
Relating to:					
Bank balances and short-term deposits		155,966		214,084	
Bank overdrafts	18	-		(109,095)	
		155,966		104,989	

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Company Information

Trumros Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 282 Finchley Road, Hampstead, London, NW3 7AD.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charitable company's Memorandum and Articles of Association, the Companies Act 2006 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)" (as amended for accounting periods commencing from 1 January 2016). The Charitable company is a Public Benefit Entity as defined by FRS 102.

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 Charitable company. 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 investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The charity is a company limited by guarantee registered in England and Wales.

Group financial statements

The financial statements consolidate the results of the charity and its wholly owned subsidiaries Emdastates Limited and J Manning Properties (West End) Limited on a line-by-line basis. The subsidiaries have the same accounting reference date.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the group and the Charitable company has adequate resources to continue in operational existence for the foreseeable future.

In light of the ongoing Covid-19 outbreak in the UK and the economic disruption that this has caused, the Trustees have considered the impact that this could have on the company's and group's future prospects. Like many businesses the result of the company and group is impacted by the health of the economy. Having considered this, and taking into account government support and the implications for the industry in general, the Trustees expect the impact on the company and group to be limited to the short-term and therefore do not believe it to pose a significant risk to the long-term trading and profitability of the group.

Accordingly, the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements for the year ended 31 December 2020.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.4 Incoming resources

Income is recognised when the Charitable company 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.

Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

All other income is included on an accruals basis.

1.5 Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All resources expended are accounted for on an accruals basis. Irrecoverable vat is charged to the expense to which it relates.

Charitable expenditure includes grants made to individuals and institutions which are included in the accounts when paid or when a firm commitment is given to a charity prior to the balance sheet date which is a constructive obligation.

The costs of raising funds are represented by expenses attributable to the management and letting of the property interests owned as well as bank interest on loans utilised for their acquisition.

1.6 Investment properties

Investment properties, which comprise freehold and leasehold properties held to earn rentals and/or for capital appreciation, are measured using the fair value model and stated at their fair value as the reporting end date. The surplus or deficit on revaluation is recognised in net income/(expenditure) for the year.

1.7 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.

A subsidiary is an entity controlled by the Charitable company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Cash and cash equivalents

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

1.9 Financial instruments

The Charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the Charitable company becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in income and expenditure.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in income and expenditure.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the Charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.10 Operating leases

Rentals payable under operating leases are charged against income on a straight line basis over the term of the lease.

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.11 Joint arrangements not entities

Where the Charitable company enters into arrangements for carrying out of its trade with another party through a shared arrangement, the company accounts for its own share of the assets, liabilities and cash flows in the joint arrangement measured according to the terms of the arrangement.

1.12 Taxation

As a registered charity the Charitable company is exempt from taxation on its activities which fall within the scope of section 505(1) of the Taxes Act 1988 and section 252 of the Taxation of Chargeable Gains Act 1992.

The policy of the subsidiary companies is to donate the whole of any net profits arising to the Charitable company and therefore not to suffer any charge to corporation tax.

2 Critical accounting estimates and judgements

In the application of the Charitable company'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.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Investment properties

The group's investment properties, which are properties held to earn rentals and/or capital appreciation, are measured using the fair value model and stated at their fair value as at the reporting date. The Trustees have used their experience of the property market and with reference to informal advice from Chartered Surveyors and market evidence of transaction prices of similar properties, have assessed an appropriate value as at the reporting date, which they feel is reliable and on a conservative basis.

3 Investments

	2020 £	2019 £
Rental income	1,082,170	1,170,754
Insurance reimbursed	39,646	-
Interest receivable	187	713
	<u>1,122,003</u>	<u>1,171,467</u>

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

4 Raising funds

	2020 £	2019 £
<u>Property management costs</u>		
Other costs	330,376	355,307
Support costs (including governance)	34,441	36,068
Legal and professional	33,463	13,629
	<u>398,280</u>	<u>405,004</u>

5 Charitable activities

	2020 £	2019 £
Grants payable (see note 7)	<u>939,637</u>	<u>1,283,219</u>

6 Support costs

	2020 £	2019 £
Audit fees	21,000	16,750
Accountancy fees	13,441	19,318
	<u>34,441</u>	<u>36,068</u>

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

7 Grants payable

	2020 £	2019 £
AV Trust	12,000	7,500
BEFORE Trust	12,500	18,600
Bels Abanbaruch	-	83,000
Beis Avrohom Synagogue	650	350
Belt Hamidrash Abarbanel Ashdod	361,059	80,000
Bels Medrash VeKollel	-	23,000
British Friends of Chavel Hevron	-	3,600
CEN Trust	23,000	-
Chevrass Ezras Nizrochim	-	17,500
Chevrass Mo'oslodol	44,500	-
CML	5,000	21,200
CMZ	-	16,000
Ezra U'Marpeh	27,000	18,600
Emuno	10,000	81,750
Friends of Beis Chinuch Lebonos	-	40,000
Gesher Charitable Trust	-	10,000
Haskel school	30,000	-
Ichud Mosdos Gur	-	74,000
Keren Abanbanel	5,000	10,000
Keren Habiyyan	10,000	20,000
Kollel Beis Yisroel	-	31,000
KTV Trust	-	16,000
Kupas Tzedoko V'chesed	26,000	10,000
Lolev Charitable Trust	360	360
Mercas Torah Vechesed	47,500	-
Mercas HaTorah Belz Machnovka	-	57,740
Mercas Le Haftzah	-	42,000
Mifalei Gevurah	14,542	-
One Heart Lev Echod	30,000	105,600
Pri Gidolim	10,000	10,000
SOFT	23,860	23,860
Shir Chesed Beis	20,000	-
Torah Lishmah	10,000	50,000
Torah Vochessed	72,646	118,460
YAM	20,000	20,000
Yeshivat Chochmat Shlomo	15,909	16,800
Various others - with individual value below £16,000	108,111	256,299
	939,637	1,283,219

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

8 Charity SOFA Summary

In accordance with the requirements of the Statement of Recommended Practice (SORP) a separate summary of the results of the Charitable company Trumros Limited is presented below:

	Total 2020 £	Total 2019 £
Total incoming resources	1,071,238	1,090,414
Costs of generating funds	(350,806)	(323,606)
Total charitable expenditure	(939,637)	(1,283,219)
Net expenditure before investment returns	(219,205)	(516,411)
Revaluation of investment properties	(413,061)	(1,144,462)
Gain on sale of investment property	1,063,061	-
Net movement in funds	430,795	(1,660,873)
Fund balances at 1 January 2020	9,769,196	11,430,069
Fund balances at 31 December 2020	10,199,991	9,769,196

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Subsidiary companies activities

The results of the charity's subsidiary, Emdastates Limited, as extracted from its audited financial statements, are as follows:

	Total 2020 £	Total 2019 £
<u>Profit and Loss Account</u>		
Turnover	98,184	109,547
Administrative expenses	(43,779)	(73,203)
Interest receivable	49	69
Interest payable	(6,722)	(7,848)
Revaluation of investment properties	-	-
Profit for the year before charitable donations	47,732	28,565
Donations paid to parent undertaking	(45,103)	(28,565)
Retained profit	2,629	-
<u>Assets and Liabilities</u>		
Fixed assets	850,000	850,000
Current assets	32,510	33,564
Current liabilities	(769,102)	(774,979)
Liabilities falling due after more than one year	(197,194)	(195,000)
Net Liabilities	(83,786)	(86,415)
Represented by:		
Share Capital	100	100
Profit and loss reserves	(83,886)	(86,515)
	(83,786)	(86,415)

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Subsidiary companies activities

(Continued)

The results of the charity's subsidiary, J Manning Properties (West End) Limited, as extracted from its audited financial statements, are as follows:

	Total 2020	Total 2019
<u>Profit and Loss Account</u>		
Administrative expenses	(343)	(344)
Loss for the year	(343)	(344)
Retained loss	(343)	(344)
<u>Assets and Liabilities</u>		
Current assets	607	667
Current liabilities	(33,975)	(33,692)
Net Liabilities	(33,368)	(33,025)
Represented by:		
Share Capital	6,000	6,000
Profit and loss reserves	(39,368)	(39,025)
	(33,368)	(33,025)

10 Net expenditure for the year

2020
£

2019
£

This is stated after charging:

Fees payable to the company's auditors for the audit
of the group's annual accounts
Bank interest payable

21,000
138,270

16,750
139,799

11 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits during the year. No expenses were paid to the Trustees in the year.

12 Employees

There were no employees during the year.

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

13 Net gains/(losses) on Investments

	2020 £	2019 £
Revaluation of investment properties	(413,061)	(1,144,462)
Gain on sale of investment property	1,063,061	-
	<u>650,000</u>	<u>(1,144,462)</u>

14 Investment Properties Group

	Freehold Land and buildings £	Leasehold property £	Total £
Cost			
At 1 January 2020	11,294,672	2,978,481	14,273,153
Additional works	490,182	-	490,182
Disposals	(2,225,000)	-	(2,225,000)
Revaluations	-	(225,000)	(225,000)
	<u>9,559,854</u>	<u>2,753,481</u>	<u>12,313,335</u>
At 31 December 2020			
Depreciation and Impairment			
At 1 January 2020 and at 31 December 2020	-	-	-
Carrying amount			
At 31 December 2020	<u>9,559,854</u>	<u>2,753,481</u>	<u>12,313,335</u>
At 31 December 2019	<u>11,294,672</u>	<u>2,978,481</u>	<u>14,273,153</u>

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

Charity	Freehold Land and buildings £	Leasehold property £	Total £
Cost			
At 1 January 2020	10,849,672	2,573,481	13,423,153
Additional works	490,182	-	490,182
Disposals	(2,225,000)	-	(2,225,000)
Revaluations	-	(225,000)	(225,000)
At 31 December 2020	9,114,854	2,348,481	11,463,335
Depreciation and impairment			
At 1 January 2020 and at 31 December 2020	-	-	-
Carrying amount			
At 31 December 2020	9,114,854	2,234,481	11,463,335
At 31 December 2019	10,849,672	2,573,481	13,423,153
14 Investment Properties			(Continued)

The fair value of the investment properties has been arrived at on the basis of a valuation carried out at 31 December 2020 by the Trustees, with reference to informal advice taken from a firm of Chartered Surveyors, who are not connected with the Charitable company. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

If investment properties were stated on an historical cost basis rather than a fair value basis, the carrying amounts would have been included as £13,354.496 (2019: £14,373,067).

15 Fixed asset Investments	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
At cost					
Investments in subsidiaries	26	-	-	6,100	6,100
Other investments		75,600	75,600	75,600	75,600
		75,600	75,600	81,700	81,700

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

16 Financial Instruments	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Carrying amount of financial assets				
Debt Instruments measured at amortised cost	257,108	51,523	938,678	783,119
Equity instruments measured at cost less impairment	-	-	6,100	6,100
	<u>257,108</u>	<u>51,523</u>	<u>944,778</u>	<u>789,219</u>
 Carrying amount of financial liabilities				
Measured at amortised cost	<u>2,464,223</u>	<u>4,708,913</u>	<u>2,140,614</u>	<u>4,155,035</u>
 17 Debtors	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Amounts falling due within one year:				
Trade debtors	148,835	30,317	145,835	28,617
Amounts due from subsidiary undertakings	-	-	718,985	733,630
Other debtors	108,274	21,206	108,274	20,873
Prepayments and accrued income	18,629	23,585	16,540	21,496
	<u>275,738</u>	<u>75,108</u>	<u>989,634</u>	<u>804,616</u>
 18 Loans and overdrafts	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Bank overdrafts	-	109,095	-	106,878
Bank loans	2,258,205	4,473,119	2,038,080	4,258,119
	<u>2,258,205</u>	<u>4,582,214</u>	<u>2,038,080</u>	<u>4,364,997</u>
 Payable within one year	311,713	324,846	288,782	302,629
Payable after one year	<u>1,946,492</u>	<u>4,257,368</u>	<u>1,749,298</u>	<u>4,062,368</u>

The bank loans are secured by fixed charges over the investment properties owned by the charity and its subsidiaries.

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

19 Creditors: amounts falling due within one year

	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Loans and overdrafts	18	311,713	324,846	288,782	302,629
Other taxation and social security		32,937	-	31,816	-
Trade creditors		54,940	28,588	49,050	28,538
Other creditors		126,127	83,539	126,126	83,539
Accruals and deferred income		238,002	267,262	217,543	247,174
		<u>763,719</u>	<u>704,235</u>	<u>713,317</u>	<u>661,880</u>

20 Creditors: amounts falling due after more than one year

	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Loans and overdrafts	18	<u>1,946,492</u>	<u>4,257,368</u>	<u>1,749,298</u>	<u>4,062,368</u>

21 Deferred income

	2020 £	2019 £
Rental and insurance income	195,874	247,690
	<u>195,874</u>	<u>247,690</u>
Deferred income is included in the financial statements as follows:		
Current liabilities	195,874	247,690
	<u>195,874</u>	<u>247,690</u>

22 Share capital

The Charitable company is limited by guarantee and has no share capital. Each member guarantees to contribute £1 in the event of a winding up.

TRUMROS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

23 Funds

Below shows the movement of the unrestricted funds which include the revaluation reserve.

	Balance at 1 January 2020	Movement In funds			Transfers	Balance at 31 December 2020
	£	Income	Expenditure	Revaluations, gains and losses	£	£
General Funds	9,676,342	1,122,003	(1,337,917)	650,000	-	10,110,428
Revaluation reserve	-	-	-	-	-	-
	<u>9,676,342</u>	<u>1,122,003</u>	<u>(1,337,917)</u>	<u>650,000</u>	<u>-</u>	<u>10,110,428</u>

24 Operating lease commitments

At the reporting end date the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2020 £	2019 £
Within one year	13,500	13,500
Between two and five years	54,000	54,000
In over five years	33,750	47,250
	<u>101,250</u>	<u>114,750</u>

24 Operating lease commitments

Lessor

At the reporting end date the Charitable company had contracted with tenants for the following minimum lease payments:

	2020 £	2019 £
Within one year	864,563	1,188,137
Between two and five years	2,586,283	3,929,078
In over five years	1,823,166	2,427,932
	<u>5,274,012</u>	<u>7,545,147</u>