

**The Isaac and Freda Frankel Memorial Charitable
Trust**

Unaudited Financial Statements

31 January 2021

A J BRACEINER FCA

Chartered Accountant
Park House
Russell Gardens
London
NW11 9NJ

The Isaac and Freda Frankel Memorial Charitable Trust

Financial Statements

Year ended 31 January 2021

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The Isaac and Freda Frankel Memorial Charitable Trust

Trustees' Annual Report

Year ended 31 January 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 January 2021.

Reference and administrative details

Registered charity name The Isaac and Freda Frankel Memorial Charitable Trust

Charity registration number 1003732

Principal office

The trustees

Mrs G Frankel
Mr J Steinhaus
Mr M D Frankel
Mr J Silkin

Independent examiner Abraham J Braceiner FCA
Park House
Russell Gardens
London
NW11 9NJ

Structure, governance and management

Structure

The charity is governed by a Trust Deed dated on 9th July 1991.

Governance and management

The Trust Deed provides for a minimum of three trustees. Were there a requirement for new trustees, these would be identified and appointed by the remaining trustees.

Objectives and activities

Objectives

The advancement of religion in accordance with the Orthodox Jewish faith and the relief of poverty.

Activities

The charity makes grants to various institutions both in the UK and overseas which are identified by the trustees as advancing the objectives of the charity.

Public benefit

The trustees have considered the Charity Commission's guidance on public benefit and consider that the charity conforms with them.

Achievements and performance

During the year the charity made grants to over fifty organisations and institutions.

The Isaac and Freda Frankel Memorial Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 31 January 2021

Financial review

Financial review and investment policy

The trustees have set a policy that the expendable endowment should be invested so as to maximise the total return with a low level of risk. The trustees annually review the risks that the charity faces. To date these have mainly related to investment management and risks associated with making grants to bond file institutions.

Reserves policy

The charity attempts to maintain sufficient reserves to meet the ever increasing demand on its funds from various charitable institutions.

The trustees' annual report was approved on 11 November 2021 and signed on behalf of the board of trustees by:

Mr M D Frankel
Trustee

The Isaac and Freda Frankel Memorial Charitable Trust

Independent Examiner's Report to the Trustees of The Isaac and Freda Frankel Memorial Charitable Trust

Year ended 31 January 2021

I report to the trustees on my examination of the financial statements of The Isaac and Freda Frankel Memorial Charitable Trust ('the charity') for the year ended 31 January 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I confirm that no material 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 charity as required by section 130 of the 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 accounts to be reached.

Abraham J Braceiner FCA
Independent Examiner

Park House
Russell Gardens
London
NW11 9NJ

11 November 2021

The Isaac and Freda Frankel Memorial Charitable Trust

Statement of Financial Activities

Year ended 31 January 2021

		Unrestricted funds	2021 Restricted funds	Total funds	2020 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	46,000	–	46,000	45,000
Investment income	5	21,806	–	21,806	21,874
Other income	6	3,242	–	3,242	5,788
Total income		<u>71,048</u>	<u>–</u>	<u>71,048</u>	<u>72,662</u>
Expenditure					
Expenditure on charitable activities		<u>51,411</u>	<u>–</u>	<u>51,411</u>	<u>67,777</u>
Total expenditure		<u>51,411</u>	<u>–</u>	<u>51,411</u>	<u>67,777</u>
Net gains on investments	8	4,496	–	4,496	–
Net income		<u>24,133</u>	<u>–</u>	<u>24,133</u>	<u>4,885</u>
Other recognised gains and losses					
Fair value movements		(31,756)	–	(31,756)	5,519
Net movement in funds		<u>(7,623)</u>	<u>–</u>	<u>(7,623)</u>	<u>10,404</u>
Reconciliation of funds					
Total funds brought forward		<u>427,707</u>	<u>100</u>	<u>427,807</u>	<u>417,403</u>
Total funds carried forward		<u>420,084</u>	<u>100</u>	<u>420,184</u>	<u>427,807</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 6 to 10 form part of these financial statements.

The Isaac and Freda Frankel Memorial Charitable Trust

Statement of Financial Position

31 January 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	11	172,069	199,709
Current assets			
Debtors	12	244,841	227,211
Cash at bank and in hand		<u>3,874</u>	<u>2,000</u>
		248,715	229,211
Creditors: amounts falling due within one year	13	<u>600</u>	<u>1,113</u>
Net current assets		<u>248,115</u>	<u>228,098</u>
Total assets less current liabilities		<u>420,184</u>	<u>427,807</u>
Net assets		<u>420,184</u>	<u>427,807</u>
Funds of the charity			
Restricted funds		100	100
Unrestricted funds		<u>420,084</u>	<u>427,707</u>
Total charity funds		<u>420,184</u>	<u>427,807</u>

These financial statements were approved by the board of trustees and authorised for issue on 11 November 2021, and are signed on behalf of the board by:

Mr M D Frankel
Trustee

The notes on pages 6 to 10 form part of these financial statements.

The Isaac and Freda Frankel Memorial Charitable Trust

Notes to the Financial Statements

Year ended 31 January 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 101 Wigmore Street, London, W1U 1FA.

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 Charities Act 2011.

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.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of (enter name of group financial statements) which can be obtained from (enter detail). As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: (a) No cash flow statement has been presented for the company.

(b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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.

The Isaac and Freda Frankel Memorial Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

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.

The Isaac and Freda Frankel Memorial Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a 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.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	<u>46,000</u>	<u>46,000</u>	<u>45,000</u>	<u>45,000</u>

The Isaac and Freda Frankel Memorial Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

5. Investment income

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Income from listed investments	6,546	6,546	9,519	9,519
Other interest receivable	15,260	15,260	12,355	12,355
	<u>21,806</u>	<u>21,806</u>	<u>21,874</u>	<u>21,874</u>

6. Other income

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Tax refunds	<u>3,242</u>	<u>3,242</u>	<u>5,788</u>	<u>5,788</u>

7. Analysis of grants

	2021 £
Achisomoch Aid Company Limited	15,000
North West Sephardish Synagogue	6,650
Be'er Avrohom UK Trust	5,500
Sundry grants (under £5,000)	23,660
	<u>50,810</u>

All the grants were made to charitable institutions in the fields of education and the relief of poverty.

8. Net gains on investments

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Gains/(losses) on listed investments	<u>4,496</u>	<u>4,496</u>	<u>—</u>	<u>—</u>

9. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>600</u>	<u>600</u>

10. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The Isaac and Freda Frankel Memorial Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2021

11. Investments

	Listed investments £
Cost or valuation	
At 1 February 2020	199,709
Additions	19,983
Disposals	(15,867)
Fair value movements	(31,756)
At 31 January 2021	<u>172,069</u>
Impairment	
At 1 February 2020 and 31 January 2021	
Carrying amount	
At 31 January 2021	<u>172,069</u>
At 31 January 2020	<u>199,709</u>

All investments shown above are held at valuation.

Financial assets held at fair value

Listed investments are measured at fair value based on the quoted mid-market values at the year end.

12. Debtors

	2021 £	2020 £
Prepayments and accrued income	26,288	22,324
Other debtors	218,553	204,887
	<u>244,841</u>	<u>227,211</u>

13. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	600	600
Other creditors	—	513
	<u>600</u>	<u>1,113</u>

14. Financial instruments

The carrying amount for each category of financial instrument is as follows:

	2021 £	2020 £
Financial assets measured at fair value through income and expenditure		
Financial assets measured at fair value through income and expenditure	<u>172,069</u>	<u>199,709</u>
