

Charity registration number: 1119359

# The Aarons Charitable Trust

Annual Report and Financial Statements

for the Year Ended 31 May 2019

Brooks Green  
342 Regents Park Road  
London  
N3 2LJ

# **The Aarons Charitable Trust**

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# **The Aarons Charitable Trust**

## **Reference and Administrative Details**

<b>Trustees</b>	S Aarons M Aarons B de Vries B Holder R Aarons
<b>Principal Office</b>	342 Regents Park Road London N3 2LJ
<b>Charity Registration Number</b>	1119359
<b>Independent Examiner</b>	Brooks Green 342 Regents Park Road London N3 2LJ

# The Aarons Charitable Trust

## Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 May 2019.

### **Objectives and activities**

#### *Public benefit*

Grants are only paid to organisations that show clear public benefit in their work.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

### **Structure, governance and management**

#### *Nature of governing document*

The Trust is governed by a Trust Deed dated 8th May 2007.

### **Financial instruments**

#### *Objectives and policies*

The charity is managed in a way as to minimise any credit or other risk. The Charity does not use derivative financial instruments for speculative purposes.

#### *Cash flow risk*

The charity only pays our grants if it has sufficient liquid assets to do so.

#### *Credit risk*

The charity's principal financial assets are bank balances and cash and investments.

#### *Liquidity risk*

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations, the charity uses a mixture of bank and long term investments.

The annual report was approved by the trustees of the charity on 5 October 2020 and signed on its behalf by:

.....  
S Aarons  
Trustee

## **The Aarons Charitable Trust**

### **Statement of Trustees' Responsibilities**

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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.

Approved by the trustees of the charity on 5 October 2020 and signed on its behalf by:

.....  
S Aarons  
Trustee

## **The Aarons Charitable Trust**

### **Independent Examiner's Report to the trustees of The Aarons Charitable Trust**

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 May 2019 which are set out on pages 5 to 11.

#### **Respective responsibilities of trustees and examiner**

As the charity's trustees of The Aarons Charitable Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the The Aarons Charitable Trust's accounts 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 Aarons Charitable Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting 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.

.....  
David Harris  
Brooks Green

342 Regents Park Road  
London  
N3 2LJ

5 October 2020

## The Aarons Charitable Trust

### Statement of Financial Activities for the Year Ended 31 May 2019

	Note	Unrestricted funds £	Total 2019 £	Total 2018 £
<b>Income and Endowments from:</b>				
Donations and legacies		59,173	59,173	660,685
<b>Expenditure on:</b>				
Charitable activities		<u>(2,106)</u>	<u>(2,106)</u>	<u>(60,600)</u>
Total Expenditure		<u>(2,106)</u>	<u>(2,106)</u>	<u>(60,600)</u>
Net movement in funds		57,067	57,067	600,085
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>601,119</u>	<u>601,119</u>	<u>1,033</u>
Total funds carried forward	5	<u><u>658,186</u></u>	<u><u>658,186</u></u>	<u><u>601,118</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2018 is shown in note 5.

**The Aarons Charitable Trust**  
**(Registration number: 1119359)**  
**Balance Sheet as at 31 May 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Investments	4	654,173	600,000
<b>Current assets</b>			
Cash at bank and in hand		4,013	1,118
<b>Net assets</b>		658,186	601,118
<b>Funds of the charity:</b>			
<b>Unrestricted income funds</b>			
Unrestricted funds		658,186	601,118
<b>Total funds</b>	5	658,186	601,118

The financial statements on pages 5 to 11 were approved by the trustees, and authorised for issue on 5 October 2020 and signed on their behalf by:

.....  
S Aarons  
Trustee

# The Aarons Charitable Trust

## Notes to the Financial Statements for the Year Ended 31 May 2019

### 1 Accounting policies

#### Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

#### Basis of preparation

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

#### Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

#### Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

#### Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

#### *Donations and legacies*

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

#### Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### *Charitable activities*

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

## The Aarons Charitable Trust

### Notes to the Financial Statements for the Year Ended 31 May 2019

#### *Grant provisions*

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Fixed asset investments**

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Fund structure**

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

## 2 Income from donations and legacies

	<b>Unrestricted funds</b>		
	<b>General</b>	<b>Total</b>	<b>Total</b>
	<b>£</b>	<b>2019</b>	<b>2018</b>
		<b>£</b>	<b>£</b>
Donations and legacies;			
Donations from individuals	59,173	59,173	660,060
Gift aid reclaimed	-	-	625
	<u>59,173</u>	<u>59,173</u>	<u>660,685</u>

## The Aarons Charitable Trust

### Notes to the Financial Statements for the Year Ended 31 May 2019

#### 3 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 4 Fixed asset investments

	2019	2018
	£	£
Other investments	<u>654,173</u>	<u>600,000</u>

## The Aarons Charitable Trust

### Notes to the Financial Statements for the Year Ended 31 May 2019

#### Other investments

	<b>Unlisted investments £</b>	<b>Total £</b>
<b>Cost or Valuation</b>		
Additions	654,173	654,173
At 31 May 2019	<u>654,173</u>	<u>654,173</u>
<b>Net book value</b>		
At 31 May 2019	<u><u>654,173</u></u>	<u><u>654,173</u></u>

#### 5 Funds

	<b>Balance at 1 June 2018 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Balance at 31 May 2019 £</b>
<b>Unrestricted funds</b>				
General	<u>(601,119)</u>	<u>(59,173)</u>	<u>2,106</u>	<u>(658,186)</u>

	<b>Balance at 1 June 2017 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Balance at 31 May 2018 £</b>
<b>Unrestricted funds</b>				
General	<u>(1,033)</u>	<u>(660,685)</u>	<u>60,600</u>	<u>(601,118)</u>

#### 6 Analysis of net assets between funds

	<b>Unrestricted funds General £</b>	<b>Total funds £</b>
Fixed asset investments	654,173	654,173
Current assets	<u>4,013</u>	<u>4,013</u>
Total net assets	<u><u>658,186</u></u>	<u><u>658,186</u></u>
	<b>Unrestricted funds General £</b>	<b>Total funds £</b>
Fixed asset investments	600,000	600,000
Current assets	<u>1,118</u>	<u>1,118</u>
Total net assets	<u><u>601,118</u></u>	<u><u>601,118</u></u>

## The Aarons Charitable Trust

### Notes to the Financial Statements for the Year Ended 31 May 2019

#### 7 Analysis of net funds

	<b>At 1 June 2018</b> <b>£</b>	<b>Cash flow</b> <b>£</b>	<b>At 31 May 2019</b> <b>£</b>
Cash at bank and in hand	1,118	2,895	4,013
	<u>1,118</u>	<u>2,895</u>	<u>4,013</u>
	<u><u>1,118</u></u>	<u><u>2,895</u></u>	<u><u>4,013</u></u>
	<b>At 1 June 2017</b> <b>£</b>	<b>Cash flow</b> <b>£</b>	<b>At 31 May 2018</b> <b>£</b>
Cash at bank and in hand	1,033	85	1,118
	<u>1,033</u>	<u>85</u>	<u>1,118</u>
	<u><u>1,033</u></u>	<u><u>85</u></u>	<u><u>1,118</u></u>

## The Aarons Charitable Trust

### Statement of Financial Activities by fund for the Year Ended 31 May 2019

	<b>Total Unrestricted funds 2019 £</b>	<b>Unrestricted funds 2018 £</b>
<b>Income and Endowments from:</b>		
Donations and legacies	<u>59,173</u>	<u>660,685</u>
Total income	<u>59,173</u>	<u>660,685</u>
<b>Expenditure on:</b>		
Charitable activities	<u>(2,106)</u>	<u>(60,600)</u>
Total expenditure	<u>(2,106)</u>	<u>(60,600)</u>
Net income	<u>57,067</u>	<u>600,085</u>
Net movement in funds	57,067	600,085
<b>Reconciliation of funds</b>		
Total funds brought forward	<u>601,119</u>	<u>1,033</u>
Total funds carried forward	<u><u>658,186</u></u>	<u><u>601,118</u></u>

## The Aarons Charitable Trust

### Detailed Statement of Financial Activities for the Year Ended 31 May 2019

	<b>Total 2019 £</b>	<b>Total 2018 £</b>
<b>Income and Endowments from:</b>		
Donations and legacies (analysed below)	<u>59,173</u>	<u>660,685</u>
Total income	<u>59,173</u>	<u>660,685</u>
<b>Expenditure on:</b>		
Charitable activities (analysed below)	<u>(2,106)</u>	<u>(60,600)</u>
Total expenditure	<u>(2,106)</u>	<u>(60,600)</u>
Net income	<u>57,067</u>	<u>600,085</u>
Net movement in funds	57,067	600,085
<b>Reconciliation of funds</b>		
Total funds brought forward	<u>601,119</u>	<u>1,033</u>
Total funds carried forward	<u><u>658,186</u></u>	<u><u>601,118</u></u>

## The Aarons Charitable Trust

### Detailed Statement of Financial Activities for the Year Ended 31 May 2019

	<b>Total 2019 £</b>	<b>Total 2018 £</b>
<i>Donations and legacies</i>		
Appeals and donations	59,173	660,060
Gift Aid tax reclaimed	-	625
	<u>59,173</u>	<u>660,685</u>
<i>Charitable activities</i>		
Grants payable - institutions	<u>(2,106)</u>	<u>(60,600)</u>
	<u>(2,106)</u>	<u>(60,600)</u>