

THE ESFANDI CHARITABLE FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2020

THE ESFANDI CHARITABLE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Joseph Esfandi Denise Esfandi Jonathan Esfandi David Esfandi Michael Esfandi
Charity number	1103095
Independent examiner	J Challis c/o HW Fisher Acre House 11-15 William Road London NW1 3ER
Bankers	Coutts & Co 440 Strand London WC2R 0QS United Kingdom
Solicitors	Howard Kennedy LLP No.1 London Bridge London SE1 9BG

THE ESFANDI CHARITABLE FOUNDATION

CONTENTS

	Page
Trustees' report	1 - 2
Independent examiner's report	3
Statement of financial activities	4
Balance sheet	5
Notes to the financial statements	6 - 9

THE ESFANDI CHARITABLE FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2020

The Trustees present their report and financial statements for the year ended 5 April 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)"

Objectives and activities

The charity's objects are to apply general funds for general charitable purposes. No policies have been adopted regarding the level of income reserves nor the selection of the recipients of grants from the Trust. There has been no change in these during the year.

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

Achievements and performance

During the year the charity received donations amounting to £500,000 (2019 - £817,356) and interest of £91 (2019 - £203). Grants awarded to charities amounted to £335,889 (2019 - £763,309) during the year whilst governance expenses totalled £2,700 (2019 - £2,920). Consequently the surplus for the year amounted to £164,349 (2019 - surplus £51,948). No important events have occurred since the end of the year which are likely to affect the activities of the Trust.

The donation income includes Gift Aid of £nil (2019 - £63,750) in respect of the current financial year.

Financial review

The financial statements set out on pages 4 to 8 summarise all the transactions of the charity for the year ended 5 April 2020.

It is the policy of the charity not to maintain unrestricted funds as free reserves as the administrative costs are negligible.

The charity operates only in a grant-making capacity and commitments are made in line with income and reserves. It is not the practice of the Trustees to make commitments in advance of resources being held by the charity.

The Trustees have wide investment powers to invest funds in any manner but to invest only after obtaining such advice from a financial expert as the Trustees consider necessary and having regard to the suitability of investments and the need for diversification.

The Trustees have considered the effect of the Covid-19 pandemic on the Foundation's activities. The Trustees are of the view that the pandemic will have little impact on the ability of the Foundation to continue its work.

Structure, governance and management

The charity was established by a charitable trust deed on 5 February 2004.

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

Joseph Esfandi

Denise Esfandi

The trust deed states that the charity should have a minimum of two and a maximum of five trustees. Trustees are appointed by a majority in accordance with the trust deed.

The current trustees are responsible for the induction of any new trustees which involves awareness of a trustees responsibilities, the governing document, administrative procedures and the history of the charity. A new trustee would receive a copy of the previous years report and accounts.

Subsequent to the year end, Jonathan Esfandi, Michael Esfandi and David Esfandi were appointed Trustees on 20th July 2020.

THE ESFANDI CHARITABLE FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

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

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



.....
Joseph Esfandi

Dated: 26th January 2021

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE ESFANDI CHARITABLE FOUNDATION

I report to the Trustees on my examination of the accounts of the charity for the year ended 5 April 2020, which are set out on pages 4 to 9.

Responsibilities and basis of report

As the charity trustees of the 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 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 with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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.



J S Challis FCA

Chartered Accountant
c/o H W Fisher
Chartered Accountants
Acre House
11-15 William Road
London
NW1 3ER

Dated: 27/1/2021

THE ESFANDI CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2020

		Unrestricted funds 2020 £	Unrestricted funds 2019 £
	Notes		
<u>Income from:</u>			
Donations	2	500,000	817,356
Investments		91	203
Total income		500,091	817,559
<u>Expenditure on:</u>			
Charitable activities	3	336,069	766,229
Net income for the year/ Net incoming resources		164,022	51,330
Other recognised gains and losses			
Other gains or losses	7	327	618
Net movement in funds		164,349	51,948
Fund balances at 6 April 2019		86,351	34,403
Fund balances at 5 April 2020		250,700	86,351

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


All income and expenditure derive from continuing activities.

THE ESFANDI CHARITABLE FOUNDATION

BALANCE SHEET

AS AT 5 APRIL 2020

	Notes	2020 £	£	2019 £	£
Current assets					
Debtors	8	173,669		13,000	
Cash at bank and in hand		80,461		76,601	
		<u>254,130</u>		<u>89,601</u>	
Creditors: amounts falling due within one year	9	<u>(3,430)</u>		<u>(3,250)</u>	
Net current assets			250,700		86,351
Income funds					
Unrestricted funds			250,700		86,351
			<u>250,700</u>		<u>86,351</u>


 The accounts were approved by the Trustees on 26th January 2021
 J Esfandi
 Trustee

THE ESFANDI CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2020

1 Accounting policies

Charity information

The Esfandi Charitable Foundation is a charity established by trust deed.

1.1 Accounting convention

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

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The Trustees have considered the effect of the Covid-19 pandemic on the Foundation's activities. The Trustees are of the view that the pandemic will have little impact on the ability of the Foundation to continue its work. Therefore at the time of approving the accounts, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continues to adopt the going concern basis of accounting in preparing the accounts

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.

1.4 Income

Income is recognised when the charity 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.

1.5 Expenditure

Expenditure is accounted on an accruals basis and has been classified under headings that aggregate all the costs related to a category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources.

Expenditure is recognised once there is an obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grants payable are payments made to third party charities in the furtherance of the charitable objects of the Charity. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The Foundation does not accrue for multi-year commitments as the Trustees exercise the discretion to review each award annually and determine whether future instalments will be paid if applicable.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

1.7 Debtors

Debtors are included in the Balance Sheet at the amount due.

THE ESFANDI CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

1 Accounting policies **(Continued)**

1.8 Creditors

Creditors are recognised when goods or services have been delivered or provided prior to the financial year end but the invoice has not yet been received or paid. Creditors are measured on the basis of either the invoice or order value.

2 Donations

	2020	2019
	£	£
Donations and gifts	500,000	753,606
Gift aid receivable	-	63,750
	<u>500,000</u>	<u>817,356</u>

3 Charitable activities

	2020	2019
	£	£
Grant funding of activities (see note 4)	333,369	763,309
Share of governance costs (see note 5)	2,700	2,920
	<u>336,069</u>	<u>766,229</u>

THE ESFANDI CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

4 Grants payable

	2020 £	2019 £
Grants to institutions:		
Chazak	75,000	55,000
Colel Chabad	43,900	85,783
Community Security Trust	-	25,000
Dror for the Wounded	-	20,000
Hand to Hand	36,500	35,000
Jewish Care	20,000	50,000
Migdal Ohr	-	263,821
Norwood	22,000	22,000
NSPCC	10,000	20,000
Pledge Charity	25,000	28,000
The S&P Sephardi Community	15,264	30,330
The ABC Trust	-	25,000
UJIA	-	25,000
Beverley Hills Jewish Community	21,038	-
Noahs Ark	10,000	-
Other	54,667	78,375
	<u>333,369</u>	<u>763,309</u>

5 Support costs

	Support costs £	Governance costs £	2020 £	2019 £	Basis of allocation
Accountancy and Independent Examination	-	2,700	2,700	2,920	Governance
	<u>-</u>	<u>2,700</u>	<u>2,700</u>	<u>2,920</u>	
Analysed between Charitable activities	-	2,700	2,700	2,920	
	<u>-</u>	<u>2,700</u>	<u>2,700</u>	<u>2,920</u>	

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

THE ESFANDI CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

7 Other gains or losses

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Foreign exchange gains	(327)	(618)

8 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Donations and Gift Aid recoverable	173,669	13,000

9 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	3,430	3,250

10 Events after the reporting date

The Trustees have considered the effect of the Covid-19 pandemic on the Foundation's activities. The Trustees are of the view that the pandemic will have little impact on the ability of the Foundation to continue its work.

11 Related Party Transactions

During the year donations received without conditions were £500,000 (2019 - £753,606) including £nil (£255,000) from Mr Joseph Esfandi. Gift Aid recoverable by the Foundation was nil (2019 - £63,750).

Joseph Esfandi is Trustee of The British Friends of Migdal Ohr which received £263,821 in 2019. Michael Esfandi is a Trustee of Dror for the Wounded Foundation UK which received £20,000 in 2019.