

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2020

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Michael V Sternberg QC KCFO Reverend Doctor Marcus Christopher Rossi Braybrooke MA MPhil Martin Arthur Malcom Slowe FRICS Noam Tamir Martin David Paisner CBE
Charity number	257950
Principal address	Star House 104/ 108 Grafton Road London NW5 4BA
Auditor	HW Fisher LLP Acre House 11-15 William Road London NW1 3ER United Kingdom
Bankers	Barclays Bank plc 1 Churchill Place London E14 5HP
Solicitors	Bryan Cave Leighton Paisner (BCLP) Adelaide House London Bridge London EC4R 9HA

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

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THE SIR SIGMUND STERNBERG 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 financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements 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)" (effective from 1 January 2019)

Objectives and activities

The Charitable Trust is constituted by Trust Deed and its public benefit objectives and aims are to apply the Trust Fund and Income thereof for general charitable purposes, in particular by the making of grants to charitable institutions, and the furtherance of the interfaith activities to promote racial and religious harmony, referred to below.

Charitable grants are made and interfaith activities promoted and supported as decided by the Trustees from time to time, Details of significant activities are given below.

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

Grant-Making Policy

The Trustees meet from time to time to consider the making of charitable grants to institutions and to review any applications for grants that have been received. During the year the charity made grants of £233,750 (2019: £265,144) for general and specific charitable purposes; details of grants are shown in the notes to the Financial Statements and these grants supported the public benefit activities of those institutions.

Safeguarding

Although the Foundation does not work directly with children or vulnerable adults, it may provide funding to other charities that work with these groups. As such the trustees seek to ensure, through proportionate and reasonable due diligence, that charities which they support take their responsibilities seriously and that they have adequate and appropriate safeguards in place. The trustees intend to review their safeguarding policy and procedures on an annual basis.

Achievements and performance

The trustees consider that the performance of the charity this year has been satisfactory.

During the year the Foundation made grants to charitable institutions for general charitable purposes. The Foundation also organised and hosted The Annual Times Sternberg Age Awards ceremony at 11 Downing Street. The trustees have continued the promotion and support of education in the field of racial and religious activities (interfaith activities), in particular, between the three Abrahamic faiths (Christian, Jewish and Muslim), and the education in and understanding of their fundamental tenets and beliefs. Events and activities in this respect included ongoing dialogue and meetings in relation to the unique Arab- Israeli-Christian health care co-operation project in Israel operated by the Faith and Belief Forum.

In the year, the Trustees presented the Sternberg Interfaith Gold Medallion to Mr David Dangoor DL. This is a prestigious award which recognises exceptional interfaith contributions.

In the year there was conferred on the Chair of the Trustees Board, by HE The German Ambassador in London, on the instruction of the President of the Federal Republic of Germany, the Cross of the Order of Merit of the Federal Republic of Germany (the German equivalent of an English Knighthood) in recognition of the excellent work of this Charitable Foundation and the Chair's interfaith charitable work over many years.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

Financial review

The main source of the charity's income is investment income in respect of rental income received from investment properties. The trustees consider that the income yield is considerably more attractive than might reasonably be obtained in other areas with a similar risk (minimum) profile and the investment property portfolio is considered to represent a good overall investment return.

Details of income and expenditure are shown in the Statement of Financial Activities and the notes to the Financial Statements give details of the expenditure which has supported the activities of the Charitable Foundation during the year in meeting its key objectives.

The charity's assets are held for general charitable purposes as specified in the Trust Deed dated 20 December 1968 and the Board of Trustees consider that the financial position of the charity at 5 April 2020 is satisfactory to enable it to continue its aforesaid activities.

The quoted investments and freehold, leasehold and ground rent investment properties held by the charity have been acquired in accordance with the powers available to the trustees. The trustees' estimate of current values of the investment properties and the current value of the quoted investments have been substituted for their historical cost and details are shown in the notes to the Financial Statements.

During the year there were realised gains of £nil (2019: £444,046) and estimated unrealised losses of £355,000 (2019: £145,010) on investment properties.

Reserves Policy

The Trustees have examined the requirement for free reserves which are those unrestricted funds not invested in Fixed Assets. It is the policy of the charity to maintain free reserves at a level considered adequate to provide sufficient funds to enable it to meet its charitable commitments as they fall due; the free reserves amounted to £496,038 (2019: £616,567). Designated funds have been created up to an amount equivalent to the value of fixed assets held as these represent funds not immediately available for making charitable grants or for making payments for general charitable purposes. Designated funds amounted to £3,531,179 (2019: £3,881,158).

Risk Management

The trustees continually review the affairs of the charity to identify any major risks which the charity faces. In order to lessen such risks, the trustees previously appointed Property Management Agents to manage all of the charity's investment properties and report to the trustees with their recommendations in regard thereto; the trustees consider that this appointment, combined with the policy of maintaining Free Reserves and Designated Funds at the levels set out above, will ensure that the charity has sufficient resources in the event of adverse conditions arising. The trustees consider that the charity does not face any other business or operational risks.

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.

Future Plans

The charity will continue its current activities for public benefit.

Structure, governance and management

Appointment of trustees is governed by the Trust Deed of the charity. The trustees are responsible for the day to day administration of the charity and hold periodic trustees' meetings.

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

Michael V Sternberg QC KCFO

Reverend Doctor Marcus Christopher Rossi Braybrooke MA MPhil

Martin Arthur Malcom Slowe FRICS

Noam Tamir

Martin David Paisner CBE

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

The Board of Trustees is authorised to appoint new trustees to fill vacancies arising through resignation or death of an existing trustee. The Board of Trustees ensures that the skill requirements of trustees are kept under review. New trustees, if required, are sought by recommendation from existing trustees and are given a synopsis of the history of the charity, its development, current activities and future plans, and the required training is given by existing trustees

The Sir Sigmund Sternberg Charitable Foundation wishes to express its appreciation of the efforts of its trustees and of the hard work of its staff over the last year.

Details of the related party transactions are shown in note 22 of the Notes to the Financial Statements.

Investment Powers

The Trust Deed authorises the trustees to make and hold investments using the general funds of the charity.

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

Michael V Sternberg QC KCFO

Trustee

Dated: 9 March 2021

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2020

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

The law applicable to charities in England and Wales 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 year.

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 operation.

The Trustees are responsible for keeping sufficient 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

Opinion

We have audited the financial statements of The Sir Sigmund Sternberg Charitable Foundation (the 'Charity') for the year ended 5 April 2020 which comprise the statement of financial activities, the balance sheet 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 charity's affairs as at 5 April 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 Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 Charity'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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

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.

Other matter

Your attention is drawn to the fact that the charity has prepared financial statements 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)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

HW Fisher LLP

Chartered Accountants

Statutory Auditor

Acre House
11-15 William Road
London
NW1 3ER
United Kingdom

7 April 2021

HW Fisher LLP is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2020

		Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Total 2020 £	Unrestricted funds general 2019 £	Unrestricted funds designated 2019 £	Total 2019 £
	Notes						
Income from:							
Donations and legacies	3	-	-	-	3,256	-	3,256
Investments	4	268,214	-	268,214	309,553	-	309,553
Total income		268,214	-	268,214	312,809	-	312,809
Expenditure on:							
Property management	5	45,213	-	45,213	57,638	-	57,638
Charitable activities	6	338,509	-	338,509	373,198	-	373,198
Total resources expended		383,722	-	383,722	430,836	-	430,836
Net gains/(losses) on investments	11	(355,000)	-	(355,000)	299,066	-	299,066
Net (outgoing)/incoming resources before transfers		(470,508)	-	(470,508)	181,039	-	181,039
Gross transfers between funds	12	349,979	(349,979)	-	370,788	(370,788)	-
Net (expenditure)/income for the year/ Net movement in funds		(120,529)	(349,979)	(470,508)	551,827	(370,788)	181,039
Fund balances at 6 April 2019		616,567	3,881,158	4,497,725	64,740	4,251,946	4,316,686
Fund balances at 5 April 2020		496,038	3,531,179	4,027,217	616,567	3,881,158	4,497,725

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

All income and expenditure derive from continuing activities.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

BALANCE SHEET

AS AT 5 APRIL 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	13		9,089		4,068
Investment properties	14		3,521,060		3,876,060
Investments	15		1,030		1,030
			<u>3,531,179</u>		<u>3,881,158</u>
Current assets					
Debtors	16	45,121		33,526	
Cash at bank and in hand		497,663		658,030	
		<u>542,784</u>		<u>691,556</u>	
Creditors: amounts falling due within one year	17	(46,746)		(74,989)	
Net current assets			496,038		616,567
Total assets less current liabilities			<u>4,027,217</u>		<u>4,497,725</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	19	3,531,179		3,881,158	
General unrestricted funds		496,038		616,567	
		<u>4,027,217</u>		<u>4,497,725</u>	
			<u>4,027,217</u>		<u>4,497,725</u>

The financial statements were approved by the Trustees on 9 March 2021

Michael V Sternberg QC KCFO
Trustee

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2020

1 Accounting policies

Charity information

The Sir Sigmund Sternberg Charitable Foundation is an unincorporated charity registered with the Charity Commission for England and Wales.

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 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 not to prepare a Statement of Cash Flows.

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

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 financial statements, 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 financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

1.4 Incoming resources

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 Resources expended

Support Costs are charged on an accruals basis. Grants are charged in the year when paid or when funds for future grants are committed; they comprise payments to third party institutions in accordance with the charitable objects of the charity and its public benefit objectives.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	15% Reducing Balance
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

1 Accounting policies (Continued)

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 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.

1.9 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.

1.10 Financial instruments

The Charity 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.

The Charity has financial assets and financial liabilities only of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2 Critical accounting estimates and judgements

In the application of the Charity'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

Valuation of investment properties

Investment properties have been revalued at the year end date by one of the Trustees, Martin Slowe FRICS, at an estimate of fair value.

3 Donations and legacies

	Total	Unrestricted funds general
	2020	2019
	£	£
Donations and gifts	-	3,256

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

4 Investments

	Unrestricted funds general 2020 £	Unrestricted funds general 2019 £
Rental income	266,504	308,466
Interest receivable	1,710	1,087
	<u>268,214</u>	<u>309,553</u>

5 Property management

	Unrestricted funds general 2020 £	Unrestricted funds general 2019 £
<u>Property management expenses</u>	45,213	57,638
	<u>45,213</u>	<u>57,638</u>

Property management expenses above include managing agents' commissions on the collection of rents, the day to day management of the property portfolio, including issues relating to rent arrears, advice on lease renewals and sales also any agent's commissions on sales.

6 Charitable activities

	General purposes 2020 £	Interfaith Activities 2020 £	Total 2020 £	General purposes 2019 £	Interfaith Activities 2019 £	Total 2019 £
Event costs	11,515	-	11,515	11,014	-	11,014
Grant funding of activities (see note 7)	58,486	175,264	233,750	68,212	196,932	265,144
Share of support costs (see note 8)	16,213	59,213	75,426	11,885	66,655	78,540
Share of governance costs (see note 8)	3,125	14,693	17,818	2,220	16,280	18,500
	<u>89,339</u>	<u>249,170</u>	<u>338,509</u>	<u>93,331</u>	<u>279,867</u>	<u>373,198</u>

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

7 Grants payable

	General purposes 2020 £	Interfaith Activities 2020 £	Total 2020 £	General purposes 2019 £	Interfaith Activities 2019 £	Total 2019 £
Grants to institutions:						
The Faith and Belief Forum (formerly The Three Faiths Forum)	-	175,264	175,264	-	196,932	196,932
Faith and Belief Forum - donation towards office costs	23,141	-	23,141	20,887	-	20,887
Woolf Institute	10,000	-	10,000	10,000	-	10,000
World Congress of Faiths	3,530	-	3,530	3,530	-	3,530
Queens' College Cambridge	-	-	-	13,000	-	13,000
New Israel Fund	5,000	-	5,000	5,000	-	5,000
Royal College of Speech and Language Therapists	1,000	-	1,000	1,000	-	1,000
Liberal Jewish Synagogue	-	-	-	2,000	-	2,000
The Honourable Society of Gray's Inn Trust Fund	-	-	-	5,000	-	5,000
People's History Museum	-	-	-	3,000	-	3,000
Board of Deputies of British Jews	-	-	-	1,250	-	1,250
Community Security Trust	-	-	-	1,000	-	1,000
Asylum Seeker Project	1,000	-	1,000	-	-	-
Alexander Haus	10,000	-	10,000	-	-	-
Other	4,815	-	4,815	2,545	-	2,545
	<u>58,486</u>	<u>175,264</u>	<u>233,750</u>	<u>68,212</u>	<u>196,932</u>	<u>265,144</u>

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THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

8 Support costs

	Support costs	Governance costs	2020	Support costs	Governance costs	2019
	£	£	£	£	£	£
Staff costs	29,185	-	29,185	26,611	-	26,611
Depreciation	1,415	-	1,415	718	-	718
Office service charges and rates	19,973	-	19,973	20,887	-	20,887
Office Rent	4,000	-	4,000	4,000	-	4,000
Cleaning	3,168	-	3,168	-	-	-
Insurance	1,515	-	1,515	-	-	-
Travel	-	-	-	390	-	390
Sundry Expenses	3,591	-	3,591	17,602	-	17,602
Printing and Stationery	4,294	-	4,294	1,497	-	1,497
Telephone and Fax	8,285	-	8,285	6,835	-	6,835
Audit fees	-	7,800	7,800	-	5,500	5,500
Accountancy	-	6,300	6,300	-	10,000	10,000
Legal and professional	-	3,718	3,718	-	3,000	3,000
	<u>75,426</u>	<u>17,818</u>	<u>93,244</u>	<u>78,540</u>	<u>18,500</u>	<u>97,040</u>
Analysed between						
Charitable activities	<u>75,426</u>	<u>17,818</u>	<u>93,244</u>	<u>78,540</u>	<u>18,500</u>	<u>97,040</u>

Governance costs includes payments to the auditors of £7,800 (2019: £5,500) for audit fees and £6,300 for VAT and accountancy (2019: £10,000).

9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year. One trustee was reimbursed travel expenses of £nil (2019: £390) during the year.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

10 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Administration	2	2

Employment costs

	2020 £	2019 £
Wages and salaries	27,738	25,223
Social security costs	1,447	1,388
	29,185	26,611

There were no employees whose emoluments exceeded £60,000 (2019: nil).

11 Net gains/(losses) on investments

	Unrestricted funds general 2020 £	Unrestricted funds general 2019 £
Revaluation of investment properties	(355,000)	(145,010)
Gain/(loss) on sale of investment properties	-	444,076
	(355,000)	299,066

12 Transfers

Transfers represent the adjustment to designated funds to reflect the fixed asset fund balances.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

13 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 6 April 2019	88,475
Additions	6,436
	<hr/>
At 5 April 2020	94,911
	<hr/>
Depreciation and impairment	
At 6 April 2019	84,407
Depreciation charged in the year	1,415
	<hr/>
At 5 April 2020	85,822
	<hr/>
Carrying amount	
At 5 April 2020	9,089
	<hr/>
At 5 April 2019	4,068
	<hr/>

14 Investment property

	2020 £
Fair value	
At 6 April 2019	3,876,060
Net gains or losses through fair value adjustments	(355,000)
	<hr/>
At 5 April 2020	3,521,060
	<hr/>

Investment properties comprise the following:

Freehold Properties

2,4,6 & 8 The Bridge, Chippenham, Wilts
10 & 12 The Bridge, Chippenham, Wilts
14 & 16 The Bridge, Chippenham, Wilts
18 The Bridge, Chippenham, Wilts
20/22 The Bridge, Chippenham, Wilts

47 Union Street, Aldershot, Hants

Long Leasehold Properties

Supermarket, 41 St John's Way, Corringham, Essex

Short Leasehold Properties

Ground and First Floors of Star House, 104/108 Grafton Road, London, NW5

Market Value represents the trustees' best estimate of the values of the investment properties at the year end. In addition, ground rents of £1,060 are included above.

Historical acquisition value £2,417,165

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

14	Investment property		(Continued)
		2020	2019
		£	£
	Freehold	2,820,000	3,070,000
	Long leasehold	400,000	450,000
	Short leasehold	300,000	355,000
		<u>3,520,000</u>	<u>3,875,000</u>
15	Fixed asset investments		
			Quoted Securities
			£
	Cost or valuation		
	At 6 April 2019 & 5 April 2020		1,030
			<u>1,030</u>
	Carrying amount		
	At 05 April 2020		1,030
			<u>1,030</u>
	At 05 April 2019		1,030
			<u>1,030</u>
16	Debtors	2020	2019
		£	£
	Amounts falling due within one year:		
	Other debtors	2,056	594
	Prepayments and accrued income	43,065	32,932
		<u>45,121</u>	<u>33,526</u>
17	Creditors: amounts falling due within one year	2020	2019
		£	£
	Other taxation and social security	611	4,020
	Deferred income	37,098	49,906
	Other creditors	1,983	5,563
	Accruals and deferred income	7,054	15,500
		<u>46,746</u>	<u>74,989</u>

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

18 Deferred income

	2020 £	2019 £
Arising from rental income	37,098	49,906
	<u> </u>	<u> </u>

The income deferred in the current year is £37,098 (2019: £49,906) with amounts released in the year of £49,906. This is deferred as rental income was received relating to a period post 5 April 2020.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 6 April 2018 £	Transfers £	Revaluations, gains and losses £	Balance at 6 April 2019 £	Transfers £	Revaluations, gains and losses £	Balance at 5 April 2020 £
Tangible fixed assets	4,786	(718)	-	4,068	5,021	-	9,089
Fixed asset investments	1,030	-	-	1,030	-	-	1,030
Investment property	4,246,130	(225,060)	(145,010)	3,876,060	-	(355,000)	3,521,060
	<u>4,251,946</u>	<u>(225,778)</u>	<u>(145,010)</u>	<u>3,881,158</u>	<u>5,021</u>	<u>(355,000)</u>	<u>3,531,179</u>

The designated fund represent the net book value of fixed assets and have been created as these represent funds not immediately available for charitable grants or for the promotion and support of education in the field of racial harmony (interfaith activities). Each year an amount is transferred to or from these funds which represents the movements in the net book value of fixed assets in the year.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

20 Analysis of net assets between funds

	General Reserves	Designated funds- Fixed Assets	Total	General Reserves	Designated funds- Fixed Assets	Total
	2020	2020	2020	2019	2019	2019
	£	£	£	£	£	£
Fund balances at 5 April 2020 are represented by:						
Tangible assets	-	9,089	9,089	-	4,068	4,068
Investment properties	-	3,521,060	3,521,060	-	3,876,060	3,876,060
Investments	-	1,030	1,030	-	1,030	1,030
Current assets/(liabilities)	496,038	-	496,038	616,567	-	616,567
	<u>496,038</u>	<u>3,531,179</u>	<u>4,027,217</u>	<u>616,567</u>	<u>3,881,158</u>	<u>4,497,725</u>

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

21 Operating lease commitments

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

	2020 £	2019 £
Within one year	4,000	4,000
Between two and five years	5,940	9,940
	<u>9,940</u>	<u>13,940</u>

During the year the charity leased premises at a commercial rental of £4,000 (2019: £4,000) per annum all of which is recognised as an expense. The lease is for a period of 42 years from 29 September 2012 subject to the charity's right to determine the lease on expiry of the tenth, twentieth, thirtieth or fortieth years of the term of the lease. Accordingly, the future rental payable if the lease is determined on 29 September 2022 is as stated above.

22 Related party transactions

Finer Homes Ltd

The Charity leased office premises from Finer Homes Ltd, a company of which Martin Slowe and Noam Tamir are directors, at a rent of £4,000 per annum for the year to 5 April 2020 (2019: £4,000). Finer Homes Ltd was entitled to receive £35,428 (2019: £37,795) from the charity relating to service charges.

Martin Slowe Property Services Limited (MSPS)

Martin Slowe Property Services Ltd (MSPS) is property manager of the charity. Martin Slowe, a chartered surveyor, is neither a director nor an employee nor a shareholder of MSPS and has not received any remuneration from MSPS. A consultancy fee of £36,000 (2019: £30,000) was paid by MSPS to Martin Slowe Consultancy Limited of which Martin Slowe is a director and shares of which are held by trustees on behalf of him and his family.

Bryan Cave Leighton Paisner LLP

Professional fees of £nil (2019: £3,000) for legal advice were paid to Bryan Cave Leighton Paisner LLP of which Martin Paisner CBE is a partner.

Faith and Belief Forum

The Charity made a grant to the Faith and Belief Forum of £175,264 (2019: £196,932) a charity of which Michael Sternberg QC and Noam Tamir are trustees. A donation towards the office costs of £23,141 (2019: £20,887) was also made.

New Israel Fund

£5,000 (2019: £5,000) was granted to the New Israel Fund a charity of which Noam Tamir and Martin Paisner CBE.

THE SIR SIGMUND STERNBERG CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2020

23 Contingent asset - legacy receivable

The balance of the residuary estate of the late Sir Sigmund Sternberg, whatever that eventually may amount to, is held for the trustees of the charitable foundation.

Under the will of the late Sir Sigmund Sternberg, who died on 18 October 2016, this charity was left whatever might be left within the residuary estate of the deceased, after inter alia (1) All the costs of the administration of the estate had been discharged; (2) The payment of all inheritance tax and all other taxes had been completed; (3) The payment of all specific bequests; and (4) the exercise by the Executors of the Estate of powers expressly conferred upon them under the will of the testator.

When the estate is wound up, the residuary estate is likely to comprise a significant number of "A" ordinary shares in Starmount (Securities) Ltd. This is an unquoted property investment company. The value of this bequest of the residuary estate is not currently ascertainable, inter alia because the administration of the estate is continuing. Whilst there is clarity over the description of the gift under the terms of the will, reasonably it has not been brought into account in these financial statements of this Charity for the year ended 5 April 2020, principally because its ultimate extent and its value when it vests is currently unknown.

Michael Sternberg QC and Noam Tamir are Executors of the Estate of the late Sir Sigmund Sternberg; they are also together with Martin Slowe, Directors of Starmount (Securities) Limited