

Registered number: CE015612
Charity number: 1180696

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report	2 - 6
Independent auditor's report	7 - 8
Statement of financial activities	9
Balance sheet	10
Notes to the financial statements	11 - 15

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 JUNE 2020**

Trustees	Gennady Gazin German Khan Mikhail Fridman Petr Olegovich Aven
Company registered number	CE015612
Charity registered number	1180696
Registered office	499 7th Avenue New York NY 10018 United States of America
Key Management Personnel	Marina Yudborovsky, Chief Executive Officer
Independent auditor	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW
Bankers	Amsterdam Bank N.V. P.O. Box 16628 1001 RC Amsterdam The Netherlands
Lawyers	Maurice Turnor Gardner LLP 15 th Floor Milton House Milton Street London EC2Y 9BH

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

The Trustees present their annual report, together with the audited financial statements of the charity, for the year 01 July 2019 to 30 June 2020. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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) as amended by Update Bulletin 1 (effective 1 January 2015).

Objectives and Activities

a. Policies and objectives

The Charity's objectives are, for the public benefit, to advance such charitable purposes as the trustees in their discretion think fit, in particular but not exclusively by the provision of grants for the charitable benefit of the Jewish communities (and in particular the global Russian-speaking Jewish communities) in the UK and worldwide. Trustees have given due consideration to the Charity Commission's published guidance on the Public Benefit requirement under the Charities Act 2011.

b. Strategies for achieving objectives

The Charity will play a vital role in providing meaningful and innovative opportunities for Jewish engagement with children, young families and young adults living in the UK and elsewhere, and to develop and enhance a sense of Jewish identity among Russian-speaking Jews worldwide. The Organisation intends to make grants to support new and existing projects in the UK, Israel, the United States, Russia, Ukraine, Germany, Australia and former Soviet Union countries. Such projects will promote religious awareness, knowledge of and engagement with Jewish history and heritage among young Jews in those countries, including but not exclusively Russian-speaking Jews. These projects will also support research and art in connection with both Jewish and Russian-Jewish history and culture, and make the products of such funding available to the public.

The Organisation does not intend to deliver projects or provide education directly, but rather to support operational charities, museums and educational and artistic institutions that will do so.

Regarding education, the Organisation intends to provide grants to museums and institutions of higher education that conduct research, present exhibits, deliver lectures, hold symposia, publish books and make documentaries on Jewish history and culture. Especially, but not exclusively, Russian-Jewish history and culture. The products of such grants – exhibits, lectures, books and films – will be made available to the public wherever possible. Grants will also be made to schools to develop and run programs that engage young Jews, including Russian-speaking Jews, with their heritage and to teach others about that heritage.

As to the relief of those in need, the Organisation intends to support schools, institutions and programs that specifically assist and encourage those less fortunate to learn about and contribute to Jewish and Russian-Jewish culture. This includes those who may be disadvantaged due to financial circumstances or disability.

Regarding religion, the Trustees interpret Judaism as the accumulated culture and traditions of the Jewish people, and intend to support organisations that engage young Jews – especially Russian-speaking Jews – with their history and heritage. Grantees may range from formal educational institutions (such as universities and schools), to organisations of informal education (such as summer camps and organised trips to/programs in Israel).

The Organisation seeks to support and preserve the arts, culture and heritage of the Jewish people and Russian-speaking Jewry by making grants to universities, museums and artistic institutions such as theatres. For example, to aid research, produce scholarly lectures, books and documentaries for popular audiences and put on artistic performances for the wider public. These grants will be geared toward the inclusion of young Jews and Russian-speaking Jews in the production and/or application of such works, engaging Jews and Russian-speaking Jews with their heritage and publicising Jewish and Russian-Jewish history to the wider public. Since grants will be made to charitable organisations, it is intended that they will also have the effect of encouraging and developing the voluntary sector among young Jews and Russian-speaking Jews.

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

c. Activities for achieving objectives

During the reporting period, the charity took actions to grow its charitable activities in the United Kingdom and abroad. In the reporting period, organization's grant portfolio has grown to six grants, including grants issued to Canadian organizations:

United Jewish Appeal of Greater Toronto received 222,546 CAD, supporting Greater Toronto's Russian-speaking Jewish community cultural, engagement, and educational initiatives. Federation CJA received a grant of 109,805 to engage members of Montreal's RSJ community, provide a community leadership development, and further expand its communal reach amongst members of the RSJ community of Montreal.

In the UK, GPG gave 250,830 GBP to JW3, the first Jewish Community Centre and arts venue of its kind to exist in London. This grant will be utilized to provide support to JW3's "A Home for Everyone Initiative". The program is supported by this grant in conjunction with other funding sources and participants' fees. The program includes Engaging New Jewish Audiences, Global Jewish Conversations, and Survivor Dialogue and Enrichment. Another UK grant is 104,950 GBP to Beth Shalom Ltd. This grant will be used to provide support to Beth Shalom Ltd, The National Holocaust Centre and Museum (NHCM), for the Forever Online and Stand Up Initiatives.

Edith and Carl Marks Jewish Community House of Bensonhurst, Inc. received a grant of 204,650 USD to be utilized to support Year-round Camp B'Yachad Engagement Activities, B'Yachad Leadership Institute, and its Kibbutznik Initiative.

Finally, 71,300 GBP of grant money is given to UJIA, to support their JAmS and Rshet programs. JAmS provides engaging, diverse informal education activities to Jewish students in non-Jewish secondary schools. Rshet is addressed to informal Jewish educators in synagogues, Jewish schools, youth movements, JCCs, and youth organizations across the UK Jewish community.

In the reporting period, to further facilitate its grant-making effort in the UK, Genesis Philanthropy Group opened a local bank account at HSBC and started the registration with HMRC.

d. Main activities undertaken to further the charity's purposes for the public benefit

The Organisation's grants are intended to strengthen the Jewish community and thereby enhance its contributions to society in the UK and elsewhere. The Trustees believe that informed and engaged Jews, including Russian-speaking Jews, will contribute to the cultural enrichment of the Anglo-Jewish community and communities overseas, strengthen the Jewish people worldwide and support the betterment of humanity. They further believe that the exploration and dissemination of both Jewish and Russian-Jewish history and culture will contribute to the diversity of mankind and to the mutual understanding between peoples.

Jewish identity and continuity has suffered dramatic lapses in the Russian-speaking communities of the former Soviet Union in particular; the legacy of a totalitarian past has left vast numbers of Russian-speaking Jews profoundly disengaged from their Jewish heritage. Part of the Organisation's mission is to correct that legacy by encouraging Russian-speaking Jews to reengage with their heritage by providing meaningful and innovative opportunities for Jewish engagement with children, young families and young adults in the UK and overseas.

Grants will also be made to ensure that those who may be in need due to financial disadvantage or disability (and there are many in the Russian-speaking community in particular who, due to the legacies of the past, are financially disadvantaged) have the same opportunities to engage with their heritage as other young Jews, and are included as equals in the Jewish community and in wider society.

Financial review

The Charity had income of \$1,103,809, made grants of \$1,020,247 and incurred additional costs of \$56,725. The year was closed with \$89,049 in reserves.

The Trustees were satisfied with the financial performance in the period.

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Financial risk management objectives and policies

Potential financial risks are mitigated by the fact that Trustees approve any expenses and grants only after funding for the financial year is fully secured. Organisational budgets are approved on an annual basis in advance of the beginning of the relevant financial year, ensuring that these budgets do not exceed secured funding for the same period. To mitigate risks arising from fluctuations in foreign currencies, the organisation actively utilises currency hedging. For grant agreements made in currencies other than the Charity's functional currency, the organisation purchases the full amount of the Grant agreement obligation, ensuring that GPG always have sufficient funds to complete its obligations.

d. Reserves policy

Trustees have considered that the Charity does not need to maintain reserves. This is because the budget of the organisation is based on annual funding, and any budgeted grants are approved only after funds for financial year are fully secured. At the same time, all GPG grants are provided on an "up to" basis. It means that the grantee's actual spending may be less than the gross amount of the Grant. As a result, at the financial year-end, CIO may have some unused funds. As of June 30, 2020, GPG CIO has a balance of 89K GBP, which grantees agreed to use for financing the budget of FY 2020-21.

e. Principal funding

Principal funding of organisation during reporting period came from the Letter One Finance, a company registered in the UK. The financing of FY 2019-20 and subsequent FY 2020-21 was not impacted by COVID events. At the same time GPG CIO is considering steps to assist Jewish charitable organizations in UK and world-wide, for whom sustainability was impacted by the pandemic

f. Material investments policy

The Organisation does not plan any material investments in the foreseeable future.

Structure, governance and management

GPG CIO was established less than two years ago - in November 2018. However, thanks to the help of its sister organization in Israel - Genesis Philanthropy Group RA - it was able to develop and adopt a robust set of policies and procedures governing the organization.

It includes but is not limited to grant review policies and procedures and the risk management policy.

The organization's management personnel comprises well-established professionals in the area with extensive previous experience in the not-for-profit, consulting, and audit sectors.

All of the above helps GPG CIO maintain high operational and governance standards and keep up with the best industry standards in grant-making and overall efficiency of operations.

a. Constitution

The charity is registered as a Charitable Incorporated Organisation and was set up by a Trust deed. Genesis Philanthropy Group UK is a registered charity number 1180696. The charity was incorporated on 14 November 2018 and commenced trading on that date.

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

b. Method of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the constitution. New Trustees are appointed by the existing board. Suitable candidates are identified as being possible Trustees for the Board. After diligent screening, initial contact is made by the Chairman, Mr Gazin. A conversation between the two parties takes place and if the candidate is found to be suitable, and in agreement, a further meeting is arranged with the director and another Board member. On completion, the Chairman writes a report to the Board highlighting the candidate's merits before a final decision is made.

The trustees of GPG CIO do not receive any pay or remuneration for their services.

The key management personnel receives consulting fees for the services provided to the organization. Individuals being a part of the key management working on a part-time, consulting basis, being at the same time well-recognized professionals serving at the same time in several other reputable international charities and consulting companies. The key personnel's remuneration is established based on their time spent on providing services to GPG CIO. Their compensation is a subject of the annual review by the Chairman.

c. Policies adopted for the induction and training of Trustees

Each new Trustee will receive an induction. The charity trustees will make available to each new charity trustee on or before his or her first appointment:

- (a) a copy of the current version of the constitution; and
- (b) a copy of the CIO's latest Trustees' Annual Report and statement of accounts.

d. Organisational structure and decision making

Day to day activities are delegated to the Chief executive and, in the case of grant making, the Grant Review Committee. The Trustees retain overall responsibility for the actions of GPG and remain informed of key decisions taken.

e. Risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks:

To ensure that funds are properly utilised by the charity's grantees, each grant agreement provides for a rigorous and proportionate set of governance procedures which considers whether programmes and activities funded by charity are aligned with the charitable objectives outlined in GPG Charter.

During all stages of execution of these grant agreements, there are a series of performance reviews which checks, amongst other matters, that the funding paid to these recipients has been applied to programme outputs in line with the program description originally approved in the grant agreement.

Also, funding under the grant will be paid in tranches, with the final element withheld until satisfactory completion along with all financial documents being received.

During the reporting year, the Organization has adopted a robust risk management policy. Based on the policy management of the GPG CIO prepares a detailed risk management register that is reviewed at each Trustee meeting.

In particular, regularity and periodicity of the Trustee's meetings are ensured by the advanced planning provided by the Chairman of the Board.

The board's Chairman organizes regular meetings between trustees, the Chairman of the board, and the Chief executive to avoid any disconnect between the trustee board, management, and the delegated committees. At

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

these meetings, trustees also assess the work of the Grant review committee.

Potential conflicts of interest are effectively mitigated by the Organization's conflicts of interest policy.

Finally, the GPG's grantmaking efficiency is ensured by the Organization following its grant review committee policy. Trustees approve the Organization's grant portfolio regularly, and the Organization's Chief Executive provides close cooperation with the major Jewish Philanthropic organizations.

Plans for future periods

a. Future developments

Over the next year, the Charity plans to continue activities in accordance with its charitable purposes. The Grants and supporting activities budget are projected to sustain at \$1.1M, with the special attention to be paid to the global pandemic situation and the related emergency needs of the Jewish communities around the Globe. The Charity is also planning to complete the process of registering with HMRC.

Information on fundraising practices

The charity does not raise funds from the general public.

Employee involvement and employment of the disabled

The Charity does not have, and is not planning to have, any employees. All work is performed by individuals engaged on the basis of temporary consulting agreements.

Trustees' responsibilities statement

The Trustees (who are also directors of Genesis Philanthropy Group UK for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources (including the income and expenditure, of the charitable company 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 prudent judgments and accounting estimates;
- prepare the financial statements 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 sufficiently show and explain the charitable company's transactions. Also, for disclosing with reasonable accuracy at any time, the financial position of the charitable company, enabling them to ensure that the financial statements 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.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:


- so far as each of the Trustee's is aware, there is no relevant audit information of which the charitable

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

- company's auditor is unaware, and that each of the Trustees has taken all of the steps that they ought to have been taken as a Trustee in order to be aware of any relevant audit information, and to establish that the charitable company's auditor is aware of that information.

This report was approved by the Trustees on December 1 2020 and signed on their behalf by:



Gennady Gazin

Opinion

We have audited the financial statements of Genesis Philanthropy Group for the period ended 30 June 2020 which comprise the Statement of Financial Activities, Balance Sheet and 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 30 June 2020 and of its incoming resources and application of resources, including its income and expenditure for the period 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 and returns; or
- we have not received all the information and explanations we require for our audit

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement [set out on page ...], 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

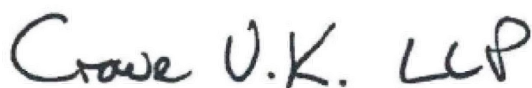
We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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: 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 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Crowe U.K. LLP
Statutory Auditor
London

18 March 2021

Crowe U.K. LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2020

	Note	Unrestricted funds 2020 \$	Total funds 2020 \$	Total funds 2019 \$
Income from:				
Donations	2	1,100,000	1,100,000	450,000
Other	2	3,809	3,809	-
Total income		<u>1,103,809</u>	<u>1,103,809</u>	<u>450,000</u>
Expenditure on:				
Charitable activities	3	(1,076,973)	(1,076,973)	(387,787)
Other		-	-	-
Total expenditure		<u>(1,076,973)</u>	<u>(1,076,973)</u>	<u>(387,787)</u>
Net income before other recognised gains and losses	6	26,836	26,836	62,213
Net movement in funds		<u>26,836</u>	<u>26,836</u>	<u>62,213</u>
Reconciliation of funds:				
Total funds brought forward		<u>62,213</u>	<u>62,213</u>	-
Total funds carried forward		<u>89,049</u>	<u>89,049</u>	<u>62,213</u>

The notes form part of these financial statements.

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

BALANCE SHEET
AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
Current assets			
Debtors	7	21,846	160,000
Cash at bank and in hand		<u>1,248,085</u>	<u>267,408</u>
		1,269,932	427,408
Creditors: amounts falling due within one year	8	<u>(1,180,882)</u>	(365,195)
Net current assets		<u>89,049</u>	<u>62,213</u>
Net assets		<u>89,049</u>	<u>62,213</u>
Charity Funds			
Unrestricted funds	9	<u>89,049</u>	<u>62,213</u>
Total funds		<u>89,049</u>	<u>62,213</u>

The financial statements were approved and authorised for issue by the Trustees on 12 December 2020 and signed on their behalf, by:



 Gennady Gazin

The notes form part of these financial statements.

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

1. Accounting Policies

Genesis Philanthropy Group UK is a Charitable Incorporated Organisation (registered number CE015612) which is incorporated and domiciled in the UK. The address of the registered office is 499 7th Avenue, New York, NY 10018, United States of America

1.1 Basis of preparation of financial statements

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.

Genesis Philanthropy Group UK 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.

1.2 Charity status

The charity is a Charitable Incorporated Organisation

1.3 Going concern

At the time of approving the financial statements, the trustees noted that the budget of the CIO is based on the annual funding and any budgeted grants are approved only after funds for the financial year are secured. The Trustees noted that the operating costs of CIO are relatively low and are also budgeted for a part of the annual funding. The Trustees agreed that the income resources of the CIO are stable and that it is reasonable for them to assume that the CIO's funding needs will continue to be met in the long-term. The trustees noted that they were satisfied that, in the event of unplanned expenses, the CIO would be sufficiently financially resilient to continue to function properly. Thus the trustees have adopted the going concern basis of accounting in preparing the financial statements.

1.4 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Direct costs are attributed directly to the charitable activity to which they relate.

Support costs are those costs incurred in support of expenditure on the objects of the charity.

Grants payable are charged in the period when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the period end are noted as a commitment, but not accrued as expenditure.

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

Accounting policies (continued)

1.6 Debtors

Trade and other debtors are recognised at the settlement amount after any discount offered.

1.7 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.9 Financial instruments

The charity only has financial assets and financial liabilities 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.

1.10 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

2. Income from donations

	Unrestricted funds 2020 \$	Total funds 2020 \$	Total funds 2019 \$
Donations	1,100,000	1,100,000	450,000
Other income	3,809	3,809	-
Total donations	<u>1,103,809</u>	<u>1,103,809</u>	<u>450,000</u>

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2020

3. Expenditure on Charitable Activities

	2020	2019
	\$	\$
Grants Payable (Note 4)	1,020,247	284,649
Direct Costs of Grant Making	10,000	10,000
Support Costs (Note 5)	46,726	93,138
	<u>1,076,973</u>	<u>387,787</u>

4. Grants Payable

	2020	2019
	\$	\$
JW3 – A Home for Everyone	331,048	284,649
JCH – Kibbutznik and Byachad	204,650	-
Federation CJA – RSJ Community Engagement	82,903	-
UJA – JAMS+Reshet	91,870	-
Beth Shalom – Stand Up and Forever Initiative	138,524	-
	<u>1,020,247</u>	<u>284,649</u>

5. Support costs

	2020	2019
	\$	\$
Consultancy	20,000	40,000
Bank charges	458	33
Governance:		
Legal	36,421	24,579
Audit and accountancy	30,729	28,526
Other	2,551	-
Exchange gain/(loss)	(43,433)	-
	<u>46,726</u>	<u>93,138</u>

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2020

6. Net income/(expenditure)

This is stated after charging:

	2020 \$	2019 \$
Auditor's remuneration	26,568	28,526

None of the Trustees received any remuneration for their role in the period. None of the Trustees had any expenses paid or reimbursed in the period

7. Debtors

	2020 \$	2019 \$
Grants receivable	20,000	160,000
Prepayments	1,846	-
	<u>21,846</u>	<u>160,000</u>

8. Creditors: Amounts falling due within one year

	2020 \$	2019 \$
Trade creditors	40,344	50,000
Grant payable	1,111,745	284,649
Accruals	28,794	30,546
	<u>1,180,883</u>	<u>365,195</u>

9. Statement of funds

	Balance at 01 July 2019 \$	Income \$	Expenditure \$	Balance at 30 June 2020 \$
Unrestricted funds				
General Funds - all funds	<u>62,213</u>	<u>1,103,809</u>	<u>(1,076,973)</u>	<u>89,049</u>

GENESIS PHILANTHROPY GROUP UK
(A Charitable Incorporated Organisation)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2020

10. Related party transactions

During the year donations of \$1.1m were received from Letter One, an organisation controlled by Mikhail Fridman, a trustee of GPG (UK) (2019: \$0).

During the prior period a grant of \$450,000 was made by Genesis Philanthropy Group RA, an Israeli Amuta with registration number 580474393. The entities are connected by common Trustees, with all of the Trustees of GPG UK being Trustees of GPG RA. At the 2019 period end, \$160,000 of this donation remained as a grant receivable within debtors. At the current year end, \$20,000 remained outstanding.

During the year \$10,000 was paid under consultancy agreements to key management personnel (2019: \$20,000).