

CHARITY REGISTRATION NUMBER: 327846

**THORNE LODGE CHARITABLE TRUST
UNAUDITED FINANCIAL STATEMENTS
5 APRIL 2021**

COHEN ARNOLD
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THORNE LODGE CHARITABLE TRUST
FINANCIAL STATEMENTS
YEAR ENDED 5 APRIL 2021

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THORNE LODGE CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 5 APRIL 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name Thorne Lodge Charitable Trust

Charity registration number 327846

Principal office 41 Norrice Lea
Hampstead Garden Suburb
London
N2 0RD

THE TRUSTEES A Selby
R D Selby
P H Selby
E H Isaacson
Z R Brooks

INDEPENDENT EXAMINER Dov Harris FCA

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charitable trust was established by the Trust Deed dated 26 May 1988 and is an unincorporated charity registered with the Charity Commission (Registration no. 327846).

The day to day affairs of the charity are administered by the trustees.

The trustees were all appointed upon the formation of the charity. Future trustees will be recruited, appointed and trained by the existing trustees as they deem reasonable in furthering the charitable trust's objectives.

The investment powers of the trustees are described in the Trust Deed.

The Trust Deed allows the trustees to invest trust monies in any property and investment.

OBJECTIVES AND ACTIVITIES

The charitable trust's objectives are to make donations to charitable causes as determined by the trustees.

The trustees confirm their compliance with the duty to have due regard to the public benefit guidance published by the Charity Commission when reviewing the charity's aims and objectives and in planning future activities.

ACHIEVEMENTS AND PERFORMANCE

During the year the charity continued its activities and maintained its support of charitable institutions and aggregate donations were paid in the sum of £83,368 (2020: £84,209). The trustees are satisfied that donations made during the year and subsequently have achieved the charitable trust's objectives.

The financial results of the charity for the year ended 5 April 2021 are fully reflected in the attached financial statement together with the notes thereon.

THORNE LODGE CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 5 APRIL 2021

FINANCIAL REVIEW

Reserves policy

It is the policy of the charity to maintain free reserves at a level which the trustees think appropriate after considering the future commitments of the charity and the likely costs of the charity for the next year. The trustees have not undertaken any formal charitable commitments and consider that the charity will generate sufficient income from its investments and from donations to fund its ongoing activities.

As at 5 April 2021 the charity had £1,501,484 (2020: £1,346,890) of unrestricted funds.

Investment policy

Under the Trust Deed, the charity has the power to make investments which the trustees consider appropriate. The trustees seek investments which, over a medium term, are anticipated to generate a dependable flow of income coupled with capital growth.

The trustees consider the return on investments, in terms of both income and capital growth, to be satisfactory.

Grant making policy

Grants are made to charitable institutions and organisations which accord with the objects of the Charity.

The Trustees are approached for donations by a wide variety of charitable institutions principally operating all over England. The Trustees consider all requests which they receive and make donations based on the level of funds available.

PRINCIPAL RISKS AND UNCERTAINTIES

Risk management

The trustees have identified and reviewed the major risks to which the charity is exposed, in particular those related to the operations and finance of the charity, and are satisfied that systems are in place to manage those risks.

PLANS FOR FUTURE PERIODS

The trustees plan to continue to make distributions in accordance with their grant making policy and to ensure that an appropriate level of reserves is maintained.

POST BALANCE SHEET EVENTS AND GOING CONCERN

The outbreak of the Covid-19 during 2020 has presented the charity with some challenges regarding investment income which the trustees believe will continue for the foreseeable future. In addition, the uncertainty surrounding Brexit may also impact the UK economy and sources of income for the charity. These risks are beyond the control of the charity and represents uncertainty to the income of the charity. Notwithstanding the uncertainty, the financial statements have been prepared in accordance with the accounting principles appropriate to a going concern, as the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due, based on the net current asset position of the charity. The trustees recognise that they have the ability to exercise control over the charity's grant making charitable activities.

THORNE LODGE CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 5 APRIL 2021

The trustees' annual report was approved on 14 January 2022 and signed on behalf of the board of trustees by:

A Selby
Trustee

A handwritten signature in black ink, appearing to read 'A Selby', written in a cursive style.

R D Selby
Trustee

A handwritten signature in blue ink, appearing to read 'R D Selby', written in a cursive style.

THORNE LODGE CHARITABLE TRUST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THORNE
LODGE CHARITABLE TRUST
YEAR ENDED 5 APRIL 2021

I report to the trustees on my examination of the financial statements of Thorne Lodge Charitable Trust ('the charity') for the year ended 5 April 2021.

RESPONSIBILITIES AND BASIS OF REPORT

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

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

INDEPENDENT EXAMINER'S STATEMENT

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Dov Harris FCA
Independent Examiner

Cohen Arnold
Chartered Accountants
New Burlington House
1075 Finchley Road
London
NW11 0PU

14 January 2022

THORNE LODGE CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 5 APRIL 2021

| | | 2021 | | 2020 |
|---|------------|------------------|-------------------------|------------------|
| | | Unrestricted | | |
| | Note | funds | Total funds | Total funds |
| | | £ | £ | £ |
| Income and endowments | | | | |
| Donations and legacies | 4 | – | – | 10,000 |
| Investment income | 5 | 28,066 | 28,066 | 41,175 |
| Total income | | <u>28,066</u> | <u>28,066</u> | <u>51,175</u> |
| Expenditure | | | | |
| Expenditure on raising funds: | | | | |
| Investment management costs | 6 | (14,026) | (14,026) | (15,620) |
| Expenditure on charitable activities | 7,8 | (87,910) | (87,910) | (88,098) |
| Total expenditure | | <u>(101,936)</u> | <u>(101,936)</u> | <u>(103,718)</u> |
| Net gains/(losses) on investments | 10 | 228,464 | 228,464 | (89,741) |
| Net income/(expenditure) and net movement in funds | | <u>154,594</u> | <u>154,594</u> | <u>(142,284)</u> |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 1,346,890 | 1,346,890 | 1,489,174 |
| Total funds carried forward | | <u>1,501,484</u> | <u>1,501,484</u> | <u>1,346,890</u> |

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 7 to 12 form part of these financial statements.

THORNE LODGE CHARITABLE TRUST
STATEMENT OF FINANCIAL POSITION

5 APRIL 2021

| | | 2021 | | 2020 | |
|---|----|----------------|------------------|----------------|------------------|
| Note | £ | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Investments | 14 | | 1,456,647 | | 1,322,442 |
| CURRENT ASSETS | | | | | |
| Debtors | 15 | 2,201 | | 2,053 | |
| Cash at bank and in hand | | <u>46,476</u> | | <u>26,235</u> | |
| | | | <u>48,677</u> | | <u>28,288</u> |
| CREDITORS: amounts falling due within one year | 16 | <u>(3,840)</u> | | <u>(3,840)</u> | |
| NET CURRENT ASSETS | | | <u>44,837</u> | | <u>24,448</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>1,501,484</u> | | <u>1,346,890</u> |
| NET ASSETS | | | <u>1,501,484</u> | | <u>1,346,890</u> |
| FUNDS OF THE CHARITY | | | | | |
| Unrestricted funds | | | <u>1,501,484</u> | | <u>1,346,890</u> |
| Total charity funds | 17 | | <u>1,501,484</u> | | <u>1,346,890</u> |

These financial statements were approved by the board of trustees and authorised for issue on 14 January 2022, and are signed on behalf of the board by:

Mr A Selby
Trustee

Charity Registration No. 327846

Mrs R D Selby
Trustee

The notes on pages 7 to 12 form part of these financial statements.

THORNE LODGE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 5 APRIL 2021

1. GENERAL INFORMATION

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 41 Norrice Lea, Hampstead Garden Suburb, London, N2 0RD.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared on the historical cost basis, modified to include listed and other investments at fair value.

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

The charitable trust meets the definition of a public benefit entity under FRS 102.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. There were no significant judgements or estimates made in the preparation of these financial statements.

Taxation

The charity is not liable to direct taxation on its income or gains, whether realised or not, as it falls within the various exemptions liable to registered charities. Accordingly, the charity does not recognise any deferred tax liability on revaluations of investments as no tax would be due in the event of a disposal as the charity would benefit from the relevant exemptions, as it will apply all funds for qualifying charitable purposes.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured.

THORNE LODGE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 5 APRIL 2021

3. ACCOUNTING POLICIES *(continued)*

Resources expended

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

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

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

Grants payable

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remains in the control of the charity.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

For all equity instruments regardless of significance, these are assessed individually for impairment.

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

THORNE LODGE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 5 APRIL 2021

4. DONATIONS AND LEGACIES

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|--------------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| DONATIONS | | | | |
| Donations received | — | — | 10,000 | 10,000 |

5. INVESTMENT INCOME

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|-------------------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| Interest receivable | 4,320 | 4,320 | 5,098 | 5,098 |
| Dividends receivable | 12,365 | 12,365 | 22,926 | 22,926 |
| Other investment income | 11,381 | 11,381 | 13,151 | 13,151 |
| | <u>28,066</u> | <u>28,066</u> | <u>41,175</u> | <u>41,175</u> |

6. INVESTMENT MANAGEMENT COSTS

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|----------------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| Portfolio management | 14,026 | 14,026 | 15,620 | 15,620 |

7. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|---------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| Grants paid | 83,368 | 83,368 | 84,209 | 84,209 |
| Support costs | 4,542 | 4,542 | 3,889 | 3,889 |
| | <u>87,910</u> | <u>87,910</u> | <u>88,098</u> | <u>88,098</u> |

8. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

| | Grant funding of activities £ | Support costs £ | Total funds 2021 £ | Total fund 2020 £ |
|------------------|-------------------------------------|--------------------|-----------------------------------|-------------------------|
| Grants paid | 83,368 | — | 83,368 | 84,209 |
| Governance costs | — | 4,542 | 4,542 | 3,889 |
| | <u>83,368</u> | <u>4,542</u> | <u>87,910</u> | <u>88,098</u> |

THORNE LODGE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 5 APRIL 2021

9. ANALYSIS OF GRANTS

| | 2021 | 2020 |
|---|----------------------|---------------|
| | £ | £ |
| GRANTS TO INSTITUTIONS | | |
| Support of education, advancement of health and relief of poverty | 83,598 | 84,209 |
| Total grants | <u>83,598</u> | <u>84,209</u> |

The composition of donations is shown below.

| | £ |
|--|----------------------|
| British Emunah Fund | 20,250 |
| Hasmonean High School Charitable Trust | 15,000 |
| Camp Simcha | 10,000 |
| Laniado Hospital UK | 7,850 |
| University Jewish Chaplaincy | 3,000 |
| Federation of Jewish Services | 3,000 |
| Gift | 2,500 |
| Tikvah UK LTD | 2,500 |
| Sundry donations | 19,268 |
| | <u>83,368</u> |

10. NET GAINS/(LOSSES) ON INVESTMENTS

| | Unrestricted Funds | Total Funds 2021 | Unrestricted Funds | Total Funds 2020 |
|---|-----------------------|-----------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Gains/(losses) on investments | 211,174 | 211,174 | (101,218) | (101,218) |
| Realised Gains/(losses) on disposal of investment assets | 17,290 | 17,290 | 11,477 | 11,477 |
| | <u>228,464</u> | <u>228,464</u> | <u>(89,741)</u> | <u>(89,741)</u> |

11. INDEPENDENT EXAMINATION FEES

| | 2021 | 2020 |
|--|---------------------|--------------|
| | £ | £ |
| Fees payable to the independent examiner for: Independent examination of the financial statements | <u>3,840</u> | <u>3,840</u> |

12. EMPLOYEE NUMBERS

The average headcount of employees during the year was nil (2020: nil).

13. TRUSTEE REMUNERATION AND EXPENSES

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

The charity did not meet any individual expenses incurred by the trustees for services provided to the charity.

THORNE LODGE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 5 APRIL 2021

14. INVESTMENTS

| | Listed investments £ | Other investments £ | Total £ |
|----------------------------------|----------------------------|---------------------------|-------------------------|
| Fair value | | | |
| At 6 April 2020 | 1,034,236 | 288,206 | 1,322,442 |
| Additions | 264,964 | – | 264,964 |
| Disposals | (341,933) | – | (341,933) |
| Fair value movements | 218,624 | (7,450) | 211,174 |
| At 5 April 2021 | <u>1,175,891</u> | <u>280,756</u> | <u>1,456,647</u> |
| Impairment | | | |
| At 6 April 2020 and 5 April 2021 | | – | – |
| Carrying amount | | | |
| At 5 April 2021 | <u>1,175,891</u> | <u>280,756</u> | <u>1,456,647</u> |
| At 5 April 2020 | <u>1,034,236</u> | <u>288,206</u> | <u>1,322,442</u> |

All investments shown above are held at valuation.

Financial assets held at fair value

The investments are held at fair value based on the available market data at the year end. Any movements in fair value are recognised in the profit and loss.

The historical cost of the investments is £1,174,984.

15. DEBTORS

| | 2021 £ | 2020 £ |
|---------------|--------------|--------------|
| Other debtors | <u>2,201</u> | <u>2,053</u> |

16. CREDITORS: amounts falling due within one year

| | 2021 £ | 2020 £ |
|------------------------------|--------------|--------------|
| Accruals and deferred income | <u>3,840</u> | <u>3,840</u> |

17. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

| | At 6 April 2020 £ | Income £ | Expenditure £ | Gains and losses £ | At 5 April 2021 £ |
|---------------|-------------------------|---------------|------------------|--------------------------|-------------------------|
| General funds | <u>1,346,890</u> | <u>28,066</u> | <u>(101,936)</u> | <u>228,464</u> | <u>1,501,484</u> |
| | At 6 April 2019 £ | Income £ | Expenditure £ | Gains and losses £ | At 5 April 2020 £ |
| General funds | <u>1,489,174</u> | <u>51,175</u> | <u>(103,718)</u> | <u>(89,741)</u> | <u>1,346,890</u> |

THORNE LODGE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 5 APRIL 2021

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Unrestricted Funds | Total Funds 2021 |
|----------------------------|-----------------------|-------------------------|
| | £ | £ |
| Tangible fixed assets | 1,456,647 | 1,456,647 |
| Current assets | 48,677 | 48,677 |
| Creditors less than 1 year | (3,840) | (3,840) |
| Net assets | <u>1,501,484</u> | <u>1,501,484</u> |
| | Unrestricted Funds | Total Funds 2020 |
| | £ | £ |
| Tangible fixed assets | 1,322,442 | 1,322,442 |
| Current assets | 28,288 | 28,288 |
| Creditors less than 1 year | (3,840) | (3,840) |
| Net assets | <u>1,346,890</u> | <u>1,346,890</u> |

19. FINANCIAL INSTRUMENTS

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

| | 2021 | 2020 |
|---|------------------|------------------|
| | £ | £ |
| Financial assets measured at fair value through income and expenditure | | |
| Financial assets measured at fair value through income and expenditure | <u>1,456,647</u> | <u>1,322,442</u> |
| Financial assets that are debt instruments measured at amortised cost | | |
| Financial assets that are debt instruments measured at amortised cost | <u>2,201</u> | <u>2,053</u> |
| Financial liabilities measured at amortised cost | | |
| Financial liabilities measured at amortised cost | <u>3,840</u> | <u>3,840</u> |

20. RELATED PARTY TRANSACTIONS

Grants paid include an amount of £20,250 paid to British Emunah Fund, a charity a trustee in common with this charity.