

**THE DELLAL FOUNDATION**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2016**

# THE DELLAL FOUNDATION

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	A Dellal E Azouz J Azouz G Dellal
<b>Charity number</b>	265506
<b>Principal address</b>	Second Floor 22 Cross Keys Close London W1U 2DW
<b>Independent auditor</b>	Gerald Edelman 73 Cornhill London EC3V 3QQ
<b>Bankers</b>	HSBC Private Bank (UK) Limited 78 St James' Street London SW1A 1JB

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# THE DELLAL FOUNDATION

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# THE DELLAL FOUNDATION

## TRUSTEES' REPORT

### **FOR THE YEAR ENDED 5 APRIL 2016**

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The Trustees present their annual report and accounts for the year ended 5 April 2016.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's 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 2015)"

#### **Objectives and activities**

The trust deed provides that the Trustees may pay or apply the capital and income of the trust for the benefit of such charitable purposes or institutions as they may at their discretion determine. The Trustees confirm that in their opinion, they have complied with their duty to have due regards to the guidance on public benefit published issued by the Charity Commission, in the exercise of their powers and responsibilities as detailed in the trust deed and under charity law.

It is the policy of the Trustees to support individual charities and institutions mainly on a single donation basis . The merit of each application are carefully considered and further research carried out, if required, prior to a grant being made. The Trustees have in the past and will continue to apply a significant proportion of the grants made towards charities whose aim is the welfare and benefit of the Jewish people.

#### **Achievements and performance**

During the year under review the charity made grants in the total sum of £142,135. The main grant of £97,365 was to the Brazil Foundation which supports community lead initiatives to improve social conditions in Brazil. The sum of £25,000 was also paid to Elisa Sednaoui Foundation which provides provides access to innovative, hands-on creative learning experiences, offering a variety of after-school programs to youth and children and professional development to adults in the UK.. A detailed list of all grants made is shown in note 6 to the accounts.

#### **Financial review**

The net expenditure for the year was £53,690 (2015: Income £5,363). The income received totalled £100,000 (2015: £300,000) represented by donations received from Allied Commercial Exporters Ltd to which the Trustees are connected. The expenditure in the year totalled £153,690 primarily comprised of charitable grants referred in the previous paragraph.

The reserves at the year end totalled £72,663. The trustees are aware that additional funding will be required in order to enable charitable expenditure at its current level. It is anticipated that such funding will be forthcoming as evidenced by the donations made in past two years.

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

The charitable trust is constituted under the terms of a deed dated 9th March 1973.

The Trustees, who are also the directors for the purpose of company law, and who served during the year were:

A Dellal

E Azouz

J Azouz

G Dellal

# THE DELLAL FOUNDATION

## TRUSTEES' REPORT

***FOR THE YEAR ENDED 5 APRIL 2016***

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The power of appointment of new Trustees vests in the Board of Trustees.

The Trustees meet regularly on an informal basis to review the charity's affairs and make decisions thereon. Such decisions are implemented by Mr M Waugh who deals with the charity's affairs on a day to day basis.

The Trust deed authorises the Trustees to make and hold such investments from the general funds of the charity as they as they in their discretion determine.

### **Disclosure of information to auditor**

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The report was approved by the Board of Trustees.

A Dellal

Dated: 30 January 2017

# THE DELLAL FOUNDATION

## STATEMENT OF TRUSTEES RESPONSIBILITIES

### *FOR THE YEAR ENDED 5 APRIL 2016*

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The Trustees are responsible for preparing the Report and the accounts 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 accounts for each financial year which give a true and fair view of the state of affairs of the and of the incoming resources and application of resources of the for that year.

In preparing these accounts, 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 accounts; and
- prepare the accounts 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 and enable them to ensure that the accounts 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 and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# THE DELLAL FOUNDATION

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF THE DELLAL FOUNDATION

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We have audited the financial statements of The Dellal Foundation for the year ended 5 April 2016 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of Trustees and auditor**

As explained more fully in the statement of responsibilities, the Trustees are responsible for the preparation of accounts which give a true and fair view.

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **Scope of the audit of the accounts**

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the accounts. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited accounts and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on accounts.**

In our opinion the accounts:

- give a true and fair view of the state of the charity's affairs as at 5 April 2016 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.

# THE DELLAL FOUNDATION

## INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF THE DELLAL FOUNDATION

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### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Report is inconsistent in any material respect with the accounts; or
- the accounts 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.

### **Other matter**

Your attention is drawn to the fact that the charity has prepared accounts 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) 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 accounts to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

**Stephen Coleman ACA (Senior Statutory Auditor)**  
**for and on behalf of Gerald Edelman**

30 January 2017

**Chartered Accountants**  
**Statutory Auditor**

73 Cornhill  
London  
EC3V 3QQ



# THE DELLAL FOUNDATION

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 5 APRIL 2016

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	Notes	2016 £	2015 £
<b><u>Income from:</u></b>			
Donations received	3	100,000	300,000
		<hr/>	<hr/>
<b><u>Expenditure on:</u></b>			
Charitable activities	4	143,743	294,637
Other expenditure	5	9,947	-
		<hr/>	<hr/>
<b>Total resources expended</b>		153,690	294,637
		<hr/>	<hr/>
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		(53,690)	5,363
Fund balances at 6 April 2015		126,353	120,990
		<hr/>	<hr/>
<b>Fund balances at 5 April 2016</b>		72,663	126,353
		<hr/> <hr/>	<hr/> <hr/>

# THE DELLAL FOUNDATION

## BALANCE SHEET

AS AT 5 APRIL 2016

	Notes	2016 £	£	2015 £	£
<b>Fixed assets</b>					
Investments	9		-		2
<b>Current assets</b>					
Debtors	11	-		9,467	
Cash at bank and in hand		74,343		118,564	
		<u>74,343</u>		<u>128,031</u>	
<b>Creditors: amounts falling due within one year</b>	12	(1,680)		(1,680)	
Net current assets			72,663		126,351
<b>Total assets less current liabilities</b>			<u>72,663</u>		<u>126,353</u>
<b>Represented by:</b>					
<b>Income funds</b>					
Unrestricted funds			72,663		126,353
			<u>72,663</u>		<u>126,353</u>

The accounts were approved by the Board of Trustees and authorised for issue on 30 January 2017 and were signed on their behalf by:-

A  
Dellal

**Trustee**

# THE DELLAL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 5 APRIL 2016

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#### 1 Accounting policies

##### 1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The is a Public Benefit Entity as defined by FRS 102.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The accounts for the year ended 05 April 2016 are the first accounts of The Dellal Foundation prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2014. The reported financial position and financial performance for both the current and previous years are not affected by the transition to FRS102.

##### 1.2 Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the has adequate resources to continue in operational existence for the foreseeable future. Thus the continue to adopt the going concern basis of accounting in preparing the accounts.

##### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

##### 1.4 Incoming resources

Income is recognised when the 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.

Investment income is recognised on an accruals basis.

##### 1.5 Resources expended

Expenditure is recognised when a liability is incurred. Irrecoverable VAT is charged to the expense category to which it relates.

Charitable expenditure is represented by grants made to institutions which are included in in the accounts when paid or legal or constructive obligation exists.

Also included in charitable expenditure are governance costs represented by expenditure incurred primarily in meeting with constitutional and statutory requirements such as audit and legal fees.

# THE DELLAL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 5 APRIL 2016**

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### **1 Accounting policies**

**(Continued)**

#### **1.6 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, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### **1.7 Financial instruments**

The 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.

Financial instruments are recognised in the charity's balance sheet when the becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### ***Basic financial assets***

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### ***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the 's contractual obligations expire or are discharged or cancelled.

#### **1.8 Taxation**

As a registered charity the Society is exempt from taxation on its activities which fall within the scope of part 10 ITA 2007 and section 256 of the Taxation of Chargeable Gains Act 1992.

# THE DELLAL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 5 APRIL 2016**

### 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.

### 3 Donations and legacies

	2016 £	2015 £
Donations received	100,000	300,000

The above donations were received from Allied Commercial Exporters Ltd, a company with which A Dellal is connected.

### 4 Charitable expenditure

	2016 £	2015 £
Grant funding of activities (see note 6)	142,135	292,793
Share of governance costs	1,608	1,844
	143,743	294,637

### 5 Other expenditure

	2016 £	2015 £
Other expenditure	9,947	-

Other expenditure is represented by costs associated with the winding up of the subsidiary company Hendry Ltd.

# THE DELLAL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2016

### 6 Grants payable

	2016 £	2015 £
Grants to institutions:		
Elisa Sednaoui Foundation	25,000	-
Brazil Foundation	97,635	4,208
Unicef	2,000	-
Chai Lifeline Cancer	-	1,000
Community Security Trust	5,000	-
Norwood Ravenswood	12,500	-
Suzanne Dellal Centre	-	287,585
	<u>142,135</u>	<u>292,793</u>
-		

### 7 Trustees

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

### 8 Employees

There were no employees during the year.

### 9 Fixed asset investments

	2016 £	2015 £
Unlisted investments	<u>-</u>	<u>2</u>

# THE DELLAL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2016

### 9 Fixed asset investments (Continued)

#### Movements in fixed asset investments

	Shares £
<b>Cost or valuation</b>	
At 5 April 2016	2
Disposals	(2)
	<hr/>
At 5 April 2016	-
	<hr/>
<b>Carrying amount</b>	
At 05 April 2016	-
	<hr/>
At 05 April 2015	2
	<hr/>

The investment in Hendry Ltd was written off in the year as the company was wound up.

### 10 Financial instruments

	<b>2016</b>	<b>2015</b>
	£	£

#### Carrying amount of financial assets

Debt instruments measured at amortised cost	-	9,467
Equity instruments measured at cost less impairment	-	2
	<hr/>	<hr/>

### 11 Debtors

#### Amounts falling due within one year:

	<b>2016</b>	<b>2015</b>
	£	£

Hendry Limited	-	9,467
	<hr/>	<hr/>

### 12 Creditors: amounts falling due within one year

	<b>2016</b>	<b>2015</b>
	£	£

Accruals and deferred income	1,680	1,680
	<hr/>	<hr/>

### 13 Related party transactions

During the year the Foundation made donations totalling £25,000 (2015: £Nil) to Elisa Sednaoui Foundation, in which A Dellal is also a Trustee.