

COMPANY REGISTRATION NUMBER: 03790215

CHARITY REGISTRATION NUMBER: 1077143

4 CHARITY FOUNDATION
Company Limited by Guarantee
FINANCIAL STATEMENTS
31 MARCH 2018

COHEN ARNOLD
Chartered Accountants & statutory auditor
New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

**4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2018**

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4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
YEAR ENDED 31 MARCH 2018

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2018.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	4 Charity Foundation
Charity registration number	1077143
Company registration number	03790215
Principal office and registered office	121 Princes Park Avenue London NW11 0JS

THE TRUSTEES

Mr J Schimmel
Mr J B Schimmel
Mrs V Schimmel

AUDITOR

Cohen Arnold
Chartered Accountants & statutory auditor
New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is constituted as a Company Limited by guarantee, and is therefore governed by its Memorandum and Articles of Association.

The day-to-day affairs of the Charity are administered by the council of Trustees. None of the Trustees who are also the Directors have any beneficial interest in the Company.

It is not currently the intention of the Trustees of the Charity to appoint new Trustees. Should the situation change in the future, the Trustees will apply suitable recruitment training and procedures.

OBJECTIVES AND ACTIVITIES

The Charity is established to further those purposes both in the United Kingdom and abroad recognised as charitable by English Law and in furtherance of the aforementioned objects. The Charity receives income mainly from its investments which it utilises in the provision and distribution of grants and donations.

The Charity's principal activity throughout the year was the provision and distribution of donations and grants to charities, and no change is envisaged in the immediate future.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

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COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)
YEAR ENDED 31 MARCH 2018

ACHIEVEMENTS AND PERFORMANCE

During the year the Charity continued its philanthropic activities in support of religious, education and other Charitable Institutions. Aggregate donations in the sum of £5,052,600 (2017: £7,999,297) were paid in the year to 31 March 2018 (see note 7).

The Charity was reliant on the income derived from its investments and reserves brought forward. During the year under review the gross income arising from its investments was £535,013 (2017: £433,949).

The net deficit on incoming resources is a result of the large number of donations made in this year.

The financial results of the Charity's activities for the year ended 31 March 2018 are fully reflected in the attached Financial Statements together with the Notes thereon.

FINANCIAL REVIEW

Reserve Policy

The Trustees consider it is essential to maintain a substantial level of reserves to ensure funds are always available to meet their charitable and other commitments.

Total reserves as reported on page 11 are £11,151,411. By excluding fixed assets, adjusted free reserves are £6,633,999. The charity is looking to develop a target level of free reserves during the next financial year.

Grant making policy

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

Investment Powers and Policy and Objectives

Under the Memorandum and Articles of Association, the charity has the power to make any investment which the Trustees see fit. The Trustees regularly review the Charity's position and needs in respect of the investment policy.

The Charity's Investment Policy was originally to make investments of its free funds which provide a secure stream of income with potential for increases in capital growth with particular preference for low risk secure property investments in which the Trustees have considerable experience and a successful track record.

Following the sale of the Charity's investment property, the trustees embarked on a cautious reinvestment program of part of the proceeds from the sale. The trustees decided to diversify their investments and take advice from professionals experts in their fields. During the previous year, the Charity invested in a property venture in the UK via its newly formed Subsidiary Undertaking.

The Trustees believe that the overall investments have performed well during the year generating a surplus which was applied to facilitate grant making.

The trustees have considered the risk profile of the investments held by the charity in view of their desire to make significant donations and to provide readily available funds in the furtherance of the Charity's activities. The trustees seek to invest in a mix of investments with varying levels of liquidity and monitor their returns on a regular basis.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)
YEAR ENDED 31 MARCH 2018

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.

PRINCIPAL RISKS AND UNCERTAINTIES

Risk Management

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. 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.

FIXED ASSETS INVESTMENTS

The movements in fixed asset investments are fully reflected in note 15 to the financial statements.

The Charity's unlisted investments are included at Trustees' valuations and the listed investments are included at market value at the balance sheet date.

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees, who are also directors 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, 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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. 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.

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TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)
(continued)
YEAR ENDED 31 MARCH 2018

AUDITOR

Each of the persons who is a trustee at the date of approval of this report confirms that:


- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 20 December 2018 and signed on behalf of the board of trustees by:

.....
MR JACOB SCHIMMEL
TRUSTEE

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF 4 CHARITY
FOUNDATION
YEAR ENDED 31 MARCH 2018

OPINION

We have audited the financial statements of 4 Charity Foundation (the 'charity') for the year ended 31 March 2018 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 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 31 March 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

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.

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COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF 4 CHARITY
FOUNDATION *(continued)*
YEAR ENDED 31 MARCH 2018

OTHER INFORMATION

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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.

OPINIONS ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF 4 CHARITY
FOUNDATION *(continued)*
YEAR ENDED 31 MARCH 2018

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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

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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF 4 CHARITY
FOUNDATION *(continued)*
YEAR ENDED 31 MARCH 2018

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

USE OF OUR REPORT

This report is made solely to the company's members, as a body, in accordance with chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Goldberg (Senior Statutory Auditor)

For and on behalf of
Cohen Arnold
Chartered Accountants & statutory auditor
New Burlington House
1075 Finchley Road
LONDON
NW11 0PU

20 December 2018

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 31 MARCH 2018

		2018	2017
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Investment income	5	535,013	433,949
Total income		<u>535,013</u>	<u>433,949</u>
Expenditure			
Expenditure on raising funds:			
Investment management costs	6	(242,653)	(27,839)
Expenditure on charitable activities	7,8	(5,134,661)	(8,054,067)
Total expenditure		<u>(5,377,314)</u>	<u>(8,081,906)</u>
Net gains on investments	10	690,307	1,601,772
Net expenditure and net movement in funds		<u>(4,151,994)</u>	<u>(6,046,185)</u>
Reconciliation of funds			
Total funds brought forward		15,303,405	21,349,590
Total funds carried forward		<u>11,151,411</u>	<u>15,303,405</u>

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

**4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL POSITION
31 MARCH 2018**

	Note	2018 £	2017 £
FIXED ASSETS			
Investments	15	4,517,412	10,089,924
CURRENT ASSETS			
Debtors	16	5,458,693	4,358,213
Cash at bank and in hand		1,189,840	897,232
		<u>6,648,533</u>	<u>5,255,445</u>
CREDITORS: amounts falling due within one year	17	<u>(14,534)</u>	<u>(41,964)</u>
NET CURRENT ASSETS		<u>6,633,999</u>	<u>5,213,481</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>11,151,411</u>	<u>15,303,405</u>
NET ASSETS		<u>11,151,411</u>	<u>15,303,405</u>
FUNDS OF THE CHARITY			
Unrestricted funds		<u>11,151,411</u>	<u>15,303,405</u>
Total charity funds	18	<u>11,151,411</u>	<u>15,303,405</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 20 December 2018, and are signed on behalf of the board by:



MR JACOB SCHIMMEL
TRUSTEE

The notes on pages 12 to 21 form part of these financial statements.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
STATEMENT OF CASH FLOWS
YEAR ENDED 31 MARCH 2018

	2018 £	2017 £
CASH FLOWS FROM OPERATING ACTIVITIES		
Net expenditure	(4,151,994)	(6,046,185)
<i>Adjustments for:</i>		
Net gains on investments	(690,307)	(1,601,772)
Dividends and distributions from investments	(306,931)	(303,041)
Other interest receivable and similar income	(228,082)	(130,908)
Accrued income	(318,910)	(120,389)
Investments gifted	993,615	—
<i>Changes in:</i>		
Trade and other debtors	(781,570)	(2,835,119)
Trade and other creditors	(27,430)	13,116
Cash generated from operations	(5,511,609)	(11,024,298)
Interest received	228,082	130,908
Net cash used in operating activities	<u>(5,283,527)</u>	<u>(10,893,390)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends and distributions from investments	306,931	303,041
Acquisition of subsidiaries	—	(93)
Purchases of investments	(1,543,252)	(2,734,283)
Proceeds from sale of investments	6,812,456	1,759,460
Net cash from/(used in) investing activities	<u>5,576,135</u>	<u>(671,875)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	292,608	(11,565,265)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	897,232	12,462,497
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>1,189,840</u>	<u>897,232</u>

The notes on pages 12 to 21 form part of these financial statements.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2018

1. GENERAL INFORMATION

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 121 Princes Park Avenue, London, NW11 0JS.

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 Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investments measured at fair value through income or expenditure.

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

Public Benefit Entity

The charity 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.

Consolidation

The entity has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the entity and its subsidiary undertaking comprise a small group.

Judgements and key sources of estimation uncertainty

Judgements made by the directors in the application of these accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are as follows:

(i) Investment Valuation

The valuation of unlisted investments at trustees' valuation is subjective and depends on many factors including the nature of the investment and its expected future returns and capital appreciation. Therefore, the valuation is subject to a degree of uncertainty and is made on the basis of assumptions which may not prove to be accurate particularly in periods of difficult market or economic conditions.

(ii) Debtors

Management use details of the age of loan debtors and the status of any disputes together with external existence of the credit status of the counterparty in making judgements concerning any need to impair the carrying value.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

3. ACCOUNTING POLICIES *(continued)*

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

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

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

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.

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 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.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

3. ACCOUNTING POLICIES *(continued)*

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.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

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.

4. LIMITED BY GUARANTEE

The Charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

5. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Income from investments assets in UK	–	–	24,713	24,713
Income from investments assets outside the UK	306,931	306,931	278,328	278,328
Bank interest receivable	129	129	10,722	10,722
Other interest receivable	227,953	227,953	120,186	120,186
	<u>535,013</u>	<u>535,013</u>	<u>433,949</u>	<u>433,949</u>

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

6. INVESTMENT MANAGEMENT COSTS

	Unrestricted Funds	Total Funds 2018	Unrestricted Funds	Total Funds 2017
	£	£	£	£
Legal and Consultancy fees	38,074	38,074	27,839	27,839
Foreign exchange losses	204,579	204,579	—	—
	<u>242,653</u>	<u>242,653</u>	<u>27,839</u>	<u>27,839</u>

7. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Total Funds 2018	Unrestricted Funds	Total Funds 2017
	£	£	£	£
Charitable donations	5,052,600	5,052,600	7,999,297	7,999,297
Support costs	82,061	82,061	54,770	54,770
	<u>5,134,661</u>	<u>5,134,661</u>	<u>8,054,067</u>	<u>8,054,067</u>

8. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Grant funding of activities	Support costs	Total funds 2018	Total fund 2017
	£	£	£	£
Charitable donations	5,052,600	53,755	5,106,355	8,066,647
Governance costs	—	28,306	28,306	(12,580)
	<u>5,052,600</u>	<u>82,061</u>	<u>5,134,661</u>	<u>8,054,067</u>

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

GRANTS PAYABLE

The Charity did not undertake any activity directly, but met its charitable purposes by making grants to institutions.

	2018 £
Advancement of Education	2,519,614
Advancement of Health or the saving of lives	199,398
Prevention or relief of poverty	439,472
Grant making activities & others	1,894,116
	<u>5,052,600</u>

The above analysis of donations into the four main charitable purposes is an approximation of the overall donations given, as grant making activities are generally given for multiple causes.

The following grant payments were made during the year ended 31 March 2018:

	2018 £
Farmwood Charitable Foundation	1,618,615
Achisomoch Aid Company Ltd	897,000
Moreshet Hatorah Ltd	500,000
Tikva UK	313,174
The Marque Foundation	250,000
American Jewish Joint Distribution Committee UK Trust	204,311
Friends of Sanz Institutions	155,000
Shaare Zedek UK	151,693
Keren Chochmas Shloma Trust	151,693
Keren Hatzolas Doros Alei Siach	128,000
The ABC Trust	100,000
Keren Yehoshua V'Yisroel Inc	96,757
The Kemach Foundation	91,016
Chevras Mo'oz Ladol	80,000
UK Friends of Yale University Limited	56,885
Baba Sali Trust	50,000
UK Friends of AWIS	40,105
Amounts below £25,000	168,351
Total Grants Payable	<u>5,052,600</u>

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

9. ANALYSIS OF SUPPORT COSTS

	2018	2017
	£	£
Legal and professional fees	46,026	36,870
Travel expenses	35,530	49,561
Foreign exchange losses/(gains)	204,579	(33,378)
Bank charges	505	829
Sundry expenses	—	888
	<u>286,640</u>	<u>54,770</u>

10. NET GAINS ON INVESTMENTS

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Gains (losses) on revaluation of investments	(573,717)	(573,717)	1,185,348	1,185,348
Gains on disposal of listed investments	254,159	254,159	416,424	416,424
Gains on disposal of other investment assets	1,009,865	1,009,865	—	—
	<u>690,307</u>	<u>690,307</u>	<u>1,601,772</u>	<u>1,601,772</u>

11. NET EXPENDITURE

Net expenditure is stated after charging/(crediting):

	2018	2017
	£	£
Foreign exchange differences	<u>—</u>	<u>(33,378)</u>

12. AUDITORS REMUNERATION

	2018	2017
	£	£
Fees payable for the audit of the financial statements	<u>18,800</u>	<u>15,600</u>

13. STAFF COSTS

The average head count of employees during the year was nil (2017: nil).

14. TRUSTEE REMUNERATION AND EXPENSES

There were three Trustees who served during the year.

The Trustees did not receive any remuneration for their services (2017: £nil).

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

15. INVESTMENTS

	Non-UK Quoted Shares £	UK Quoted Shares £	Shares in group undertakings £	Non-UK Investments £	Total £
Cost or valuation					
At 1 April 2017	1,897,508	1	93	8,192,322	10,089,924
Additions	—	—	—	1,543,252	1,543,252
Disposals	(1,044,528)	(1)	—	(5,497,518)	(6,542,047)
Fair value movements	(573,717)	—	—	—	(573,717)
At 31 March 2018	279,263	—	93	4,238,056	4,517,412
Impairment					
At 1 April 2017 and 31 March 2018			—	—	—
Carrying amount					
At 31 March 2018	279,263	—	93	4,238,056	4,517,412
At 31 March 2017	1,897,508	1	93	8,192,322	10,089,924

All investments shown above are held at valuation.

Financial assets held at fair value

The shares in the group undertaking are held at cost. All other investments are held at fair value.

The Listed investments are listed on recognised Stock Exchange markets and are valued according to the market value at 31 March 2018.

The historical cost of investments at 31 March 2018 is £4,791,381 (2017: £8,781,932).

The trustees have no participating interests in the Charity's investments and have no influence over the strategic policies in those investments.

No provision has been made for any deferred tax liability on unrealised surpluses on revaluation of the charity's investments as it is anticipated that all realised surpluses will be applied for the benefit of this Company's charitable purposes and that no tax liability will arise.

Investment in Subsidiary

The Charity owns 100% of the issued share capital of 4 Brentwood Limited, a company incorporated in Great Britain and registered in England and Wales.

The results of 4 Brentwood Limited for the year ended 31 March 2018 as per draft accounts are:

	2018 £	2017 £
Aggregate capital and reserves	(226,149)	(88,585)
Profit and (loss) for the year	(137,564)	(88,685)

Consolidated financial statements have not been prepared as the Charity has taken advantage of the exemptions conferred by section 398 of the Companies Act 2006 and section 139 of the Charities Act 2011.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

16. DEBTORS

	2018	2017
	£	£
Amounts owed by group undertakings	3,416,725	2,525,125
Prepayments and accrued income	491,968	173,058
Charitable loans	1,550,000	1,300,000
Other debtors	—	360,030
	<u>5,458,693</u>	<u>4,358,213</u>

Amounts owed by group undertakings relate to amounts due from the Charity's Subsidiary Undertaking, 4 Brentwood Limited. The loan bears interest at Barclays Base rate plus 5% per annum and is secured by a floating charge on the assets of the company. A further temporary bridging loan amounting to £891,600 was advanced during the year to its Subsidiary, at an interest rate of 20% per annum. The bridging loan was repaid with interest on the 13th April 2018. In addition, £522,037 was repaid after the due date towards the original loan.

Included in Debtors is an interest free loan of £1.3m made to a charity whose activities are in line with the objectives of this charity. The loan is secured by a personal guarantee from a high net worth individual.

Also included in Debtors is an interest free loan of £250,000 made to a charity whose activities are in line with the objectives of this charity.

17. CREDITORS: amounts falling due within one year

	2018	2017
	£	£
Accruals and deferred income	12,100	12,100
Other creditors	2,434	29,864
	<u>14,534</u>	<u>41,964</u>

Others Creditors comprise a loan of £2,434 (2016: £29,864) advanced by UKI Ltd, a Company of which Mr Jacob Schimmel is also a director.

The above loan is interest free and repayable on demand.

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

18. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

	At 1 April 2017	Income	Expenditure	Gains and losses	At 31 March 2018
	£	£	£	£	£
General funds	<u>15,303,405</u>	<u>535,013</u>	<u>(5,377,314)</u>	<u>690,307</u>	<u>11,151,411</u>

	At 1 April 2016	Income	Expenditure	Gains and losses	At 31 March 2017
	£	£	£	£	£
General funds	<u>21,349,590</u>	<u>433,949</u>	<u>(8,081,906)</u>	<u>1,601,772</u>	<u>15,303,405</u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Total Funds 2018 £
Investments	4,517,412	4,517,412
Current assets	6,648,533	6,648,533
Creditors less than 1 year	<u>(14,534)</u>	<u>(14,534)</u>
Net assets	<u>11,151,411</u>	<u>11,151,411</u>

	Unrestricted Funds £	Total Funds 2017 £
Investments	10,089,924	10,089,924
Current assets	5,255,445	5,255,445
Creditors less than 1 year	<u>(41,964)</u>	<u>(41,964)</u>
Net assets	<u>15,303,405</u>	<u>15,303,405</u>

20. FINANCIAL INSTRUMENTS

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

	2018 £	2017 £
Financial assets measured at fair value through income and expenditure		
Financial assets measured at fair value through income and expenditure	<u>4,517,319</u>	<u>10,089,831</u>
Financial assets that are debt instruments measured at amortised cost		
Financial assets that are debt instruments measured at amortised cost	<u>5,458,693</u>	<u>4,358,213</u>

4 CHARITY FOUNDATION
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2018

20. FINANCIAL INSTRUMENTS *(continued)*

	2018	2017
	£	£
Financial liabilities measured at amortised cost		
Financial liabilities measured at amortised cost	<u>14,534</u>	<u>41,964</u>

21. RELATED PARTIES

- (i) 4 Charity Foundation is incorporated for charitable purposes and has no controlling party.
- (ii) Grants paid includes donations made to the following institutions of which Mr Jacob Schimmel is amongst the Directors/Trustees:-
- | | |
|-------------------------|----------------|
| | £ |
| American Joint Jewish | |
| Dist.Committee UK Trust | 204,311 |
| Imaginations | <u>7,110</u> |
| | <u>211,421</u> |
- (iii) Grants paid include cash donations of £625,000 and shares with a value of £993,615 to Farmwood Charitable Foundation of which Mr J B Schimmel is also a trustee.
- (iv) Included in the financial statements is a donation of £250,000 made to The Marque Foundation, a charity whose trustees are close family members of the trustees of this Charity.
- (v) Included in the Financial Statements are amounts totalling £236,164 (2017: £85,685) receivable as loan interest from 4 Brentwood Limited, its Subsidiary Undertaking.