

Charity no. 269046

The Kreitman Foundation
Report and Unaudited Financial
Statements
5 April 2019

The Kreitman Foundation

Reference and administrative details

For the year ended 5 April 2019

Charity number	269046
Registered office	5th Floor Mariner House 62 Prince Street Bristol BS1 4QD
Trustees	The trustees are who served during the year and up to the date of this report were as follows: A Harford R Luck-Hille E Walker
Bankers	Rothschild Bank (CI) Limited St Julian's Court St Julian's Avenue St Peter Port Guernsey GY1 3BP
Investment advisors	Rothschild Private Management Limited 1 King William Street London EC4N 7AR
Independent examiner	Godfrey Wilson Limited Chartered accountants and statutory auditors 5th Floor Mariner House 62 Prince Street Bristol BS1 4QD

The Kreitman Foundation

Report of the trustees

For the year ended 5 April 2019

The trustees present their report and accounts for the year ended 5 April 2019.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Foundation's Deed of Settlement and the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2015).

Structure, governance and management

The Kreitman Foundation is a registered charity and was established under a Deed of Settlement dated 31 January 1975 (the Trust Deed). The Trust Deed provided that the charity be called The Jill Kreitman Charitable Trust. In 1998 the Foundation changed its name to The Luck-Hille Foundation and again, in 2009, to The Kreitman Foundation. It is governed by its Trust Deed (as amended) and by charity law, principally embodied in the Charities Act 2011.

The statutory power of appointing new or additional trustees is vested in Mr R. J. S. Luck-Hille. The Foundation currently has three trustees and one honorary advisor (voluntary). Under the Trust Deed, an additional trustee may be appointed at any time but the total number of the trustees shall be not less than two or more than five.

The Foundation's day-to-day investment activities are administered by its financial advisors. It employs no staff and engages no volunteers. Its trustees are responsible for the consideration and authorisation of the charitable donations made by the Foundation.

In the financial year ending April 2018 R Luck-Hille, A Harford and E Walker were appointed as trustees. During the year 2018-19: there were no trustee changes, and the Foundation welcomed Rowena Teall as honorary advisor.

Objectives and activities

The Trustees hold the capital and income of the Foundation upon trust to pay or apply the whole thereof to or towards or for the benefit or furtherance of such charitable purposes, charitable institutions or charitable foundations as they, from time to time, decide. In determining the activities that the Foundation should undertake, the Trustees have due regard to guidance issued by the Charity Commission and in particular the Charity Commission's guidance on public benefit.

These accounts record the Foundation's grantmaking under the current board, with the exception of three pledges inherited from the previous board (Myeloma UK, UK Friends of AWIS and the Duke of Edinburgh). At the time of writing, the only remaining pledge to be paid that was inherited from the previous board is to Myeloma UK, which is expected to run until May 2020.

During the year the Foundation made donations to five (2018: seven) different charitable organisations, amounting to £185,700 (2018: £454,237), which were made from the accumulated unrestricted fund, as is the usual policy of the Trustees.

Chief among these was a long-term funding project the previous board entered into in 2013 with Myeloma UK. Myeloma UK receives quarterly payments of £30,000 under the grant. In accordance with the Foundation's accounting policies and FRS 102 full provision for these grants was made when the obligations were established. Also in line with commitments of the previous board were one-off/final grants to the Duke of Edinburgh and UK Friends of AWIS.

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Report of the trustees

For the year ended 5 April 2019

The Trustees continue to adopt a largely strategic approach to funding, as opposed to relying on unsolicited enquiries.

The Foundation's website offers a description of the Foundation's values and strategy. Feedback from numerous organisations indicates the website is providing transparency about the Foundation's work.

To enable the (new) board to direct and maximise the impact of its grants, the trustees have chosen to focus research efforts on issues and organisations tackling the climate crisis and the defending the rights of LGBTI+ communities, particularly children and young people.

A more detailed review of how the Trustees approached these areas (and their continued research on impact investing) can be found in the latest blog: <https://www.kreitmanfoundation.org.uk/blog>

Achievements and performance

Details of income and expenditure for the year are shown on page 8. Incoming resources, composed entirely of investment income receivable, amounted to £61,738 (2018: £42,260), an increase of £19,478 when compared to the previous year.

Total net gains, both realised and unrealised, from the investments held by the Foundation amounted to £184,094 (2018: £32,630).

Financial review

The balance sheet on page 9 shows the financial position of the Foundation as at 5 April 2019.

Total assets less liabilities amounted to £2,950,403 (2018: £2,916,083) which are represented by the accumulated balance on the expendable endowment fund. The net assets of the Foundation's expendable endowment fund are held to generate sustainable income in order to support the Foundation's activities and to meet a proportion of the management and distribution costs of the Foundation. A net deficit on the unrestricted income fund had arisen due to the large amount of grants made in the year. A transfer from the endowment fund was made at the year-end in order to restore the balance of the fund to nil.

The Foundation's entire portfolio of quoted securities is managed by Rothschild Private Management Limited. All quoted securities are held on behalf of the Trustees by custodians of Rothschild Private Management Limited in a pooled investment account. Changes in the Foundation's investments during the year are shown in note 8 on page 17.

The Trustees regularly review the major risks which the Foundation faces and believe that maintaining the free reserves at the levels stated, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the face of adverse conditions. The Trustees have also examined other operational risks which they face and confirm they have established systems to mitigate any significant risks.

Although an entirely acceptable practice, the Trustees continue to question whether the model in which 100% of a charity's assets are invested in traditional equities (even responsible investments with strong ESG ratings), purely for returns, is the most charitable use of funds, given that returns can be matched (and in some cases bettered) with impact or ethical investment alternatives. In such cases, the capital, not just the interest, achieves a charitable effect without materially compromising the Foundation's financial objectives.

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Report of the trustees

For the year ended 5 April 2019

The Trustees may also help charities raise further grants and remain open to making further grants from the Foundation's capital, subject to time-value calculations (i.e. if the value of making a grant sooner is greater than doing so would be at a future date).

The Trustees engage with the Foundation's asset managers with a view to exploring investments which are ethically and actively managed in line with its values, whilst still maximising the Foundation's financial strength and charitable impact and staying well within the parameters of responsible governance. At the time of writing these include discussions on complete fossil fuel divestment and reinvestment in ESG-explicit funds.

The Trustees also further diversified the Foundation's assets by reducing holdings where they felt the portfolio was over-exposed. They also restructured internal processes and created a dedicated grantmaking account to facilitate more efficient trading.

The reserves policy and liquid reserves for the year was kept under constant review as the capital required for the Myeloma UK pledge moves closer to termination.

The Trustees maintained its policy on trustee expenses.

In light of the inflated global markets and uncertain political landscape, the Trustees continue to keep in mind the potential for a range of worsened and improved financial positions.

Plans for future periods

Finances

The Trustees continue to work on their impact investment strategy, proactively exploring ways of responsibly investing some of the Foundation's capital in a more impactful way and aligning resources with grantmaking expertise; whether directly, in partnership with another experienced funder or by way of green independent financial advisor, ethical fund etc.

Whilst identifying the right investment vehicle is important (and tempting to focus on entirely), as with grantmaking, the Trustees are keen to first ensure that the Foundation understands the issues to be solved, which involves developing as nuanced an understanding of the landscape as possible.

In reviewing alternative options, the Trustee's will consider the ESG policy of the organisation's wider array of funds, not purely the ethical merits of the one 'sustainable' fund being considered.

The Trustees are also assessing the merits and moral arguments for holding their cash sums with 'green' banks such as Triodos or the Charity Bank. Also, given the Foundation's climate focus, whether there are any valid arguments for investing in companies that derive any percentage of their revenue from fossil fuels (often 5 or 10% when looking at some of the more typical exclusion wording).

Grantmaking and Partnerships

At the time of writing the Trustees are considering becoming signatories of a number of movements.

The Funder Commitment on Climate Change consists of a group of funders who pledge to commit to a handful of key actions, on which they must report publicly, in an effort to incorporate the climate crisis into (or 'climatise') their work and encourage others to act likewise.

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For the year ended 5 April 2019

Divest Invest is a movement which encourages withdrawing investments from fossil fuel companies in an effort to raise awareness and encourage said companies to speed up green energy plans. It is also hoped that if fossil fuel companies have less of a 'hold' on politicians, governments may then have a greater basis for action, being able to act more easily on climate issues. Ideally the funds divested would then be reinvested in enterprises that mitigate the climate crisis; the challenge here being number, quality and accessibility of assets and evidence of viability (e.g. of green tech). As divestment grows, so in theory should options and the Trustees will continue to review. Though this remains an area of some debate, the Trustees are inclined to believe that if pressure is placed upon Western oil companies then there ought to be a faster shift towards clean energy, not least to avoid dependence on other countries for vital energy sources.

The Bates Wells coalition seeks to create debate around the question of whether charities' investments have an obligation to align with their objects.

The Foundation's objective is to continue making charitable grants as resources allow, in accordance with the Foundation's objects. The Trustees have historically favoured a longer-term perspective and are keeping the closing window of irreversible climate change under close review.

The Trustees encourage a relational approach to grantmaking in which emphasis is placed on listening to partners.

A strategic approach involving multi-funder coordination is also likely necessary if foundations wish to be greater than the sum of their parts. Conferences, events and networking continue to provide an excellent source of understanding of the landscapes the Foundation wishes to act in.

The Trustees are exploring where the impact of their grants will be felt most and recognise that smaller philanthropic funders are able to (and arguably should) address issues in ways that larger institutions perhaps don't have the capacity to. For example, as a small organisation, one of the Foundation's strengths lies in its ability to act quickly.

The Foundation's approach continues to evolve: a sustained effort is made to balance the risk of failure with being ambitious and striving for results.

Statement of responsibilities of the trustees

The trustees (who are also directors of the charity 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, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, including the net income or expenditure, of the charity for the year. In preparing those financial statements the trustees are required to:

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Report of the trustees

For the year ended 5 April 2019

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The trustees are members of the charity but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

Independent examiners

Godfrey Wilson Limited were appointed as independent examiners to the charity during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 13 December 2019 and signed on their behalf by

Richard Luck-Hille, trustee

Independent examiner's report

To the trustees of

The Kreitman Foundation

I report to the trustees on my examination of the accounts of The Kreitman Foundation (the Trust) for the year ended 5 April 2019, which are set out on pages 8 to 19.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts 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 Trust as required by section 130 of the Act; or
- (2) the accounts do not accord with those records; or
- (3) the accounts 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.

Date: 13 December 2019

Rob Wilson FCA

Member of the ICAEW

For and on behalf of:

Godfrey Wilson Limited

Chartered accountants and statutory auditors

5th Floor Mariner House

62 Prince Street

Bristol

BS1 4QD

The Kreitman Foundation

Statement of financial activities

For the year ended 5 April 2019

	Note	Unrestricted £	Endowment £	2019 Total £	2018 Total £
Income from:					
Investments	3	61,738	-	61,738	42,260
Expenditure on:					
Raising funds		9,438	-	9,438	10,260
Charitable activities					
<i>Educational activities</i>		5,441	-	5,441	121,373
<i>Health and welfare</i>		152,345	-	152,345	335,162
<i>Human rights</i>		44,288	-	44,288	-
Total expenditure	4	211,512	-	211,512	466,795
Net gains on investments		-	184,094	184,094	32,630
Net income / (expenditure)		(149,774)	184,094	34,320	(391,905)
Transfers between funds		149,774	(149,774)	-	-
Net movement in funds	6	-	34,320	34,320	(391,905)
Reconciliation of funds:					
Total funds brought forward		-	2,916,083	2,916,083	3,307,988
Total funds carried forward		-	2,950,403	2,950,403	2,916,083

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in note 13 to the accounts.

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Balance sheet

As at 5 April 2019

	Note	£	2019 £	2018 £
Fixed assets				
Investments	8		<u>2,777,268</u>	<u>2,806,484</u>
Current assets				
Debtors	10	2,160		11,374
Cash at bank and in hand		<u>207,007</u>		<u>131,573</u>
		209,167		142,947
Liabilities				
Creditors: amounts falling due within 1 year	11	<u>(36,032)</u>		<u>(33,348)</u>
Net current assets			<u>173,135</u>	<u>109,599</u>
Net assets	12		<u>2,950,403</u>	<u>2,916,083</u>
Funds				
Endowment funds				
Expendable endowment fund	13		<u>2,950,403</u>	<u>2,916,083</u>
Total charity funds			<u>2,950,403</u>	<u>2,916,083</u>

Approved by the trustees on 13 December 2019 and signed on their behalf by

Richard Luck-Hille, trustee

The Kreitman Foundation

Notes to the financial statements

For the year ended 5 April 2019

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in 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).

The Kreitman Foundation 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 note(s).

b) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern, which the trustees consider appropriate having regard to the current level of unrestricted reserves. There are no material uncertainties about the charity's ability to continue as a going concern.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

d) 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.

The restricted capital fund comprises an expendable endowment fund. The income generated by the funds held on this endowment are unrestricted and are, therefore, included as part of the unrestricted income funds for the year

The unrestricted income funds consist of funds to be used for the purposes of the Foundation's objectives at the discretion of its board of trustees and to meet ongoing overheads and administration expenses

e) Expenditure and irrecoverable VAT

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

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

f) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. These costs have been allocated in full to charitable activities, as this comprises the majority of the charity's expenditure.

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Notes to the financial statements

For the year ended 5 April 2019

g) Fixed assets investments

Fixed assets investments are measured initially at cost. They are subsequently revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

h) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

i) Cash at bank and in hand

Cash at bank and cash 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.

j) Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

k) Financial instruments

The Foundation has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS102 to all of its financial instruments.

Financial instruments are recognised in the Foundation's balance sheet when the Foundation 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 trade and other receivables 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 trade and other payables 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 payments 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.

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Notes to the financial statements

For the year ended 5 April 2019

l) Derivatives

Derivatives, including forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in income / (expenditure) for the year.

A derivative with a positive fair value is recognised as a financial asset, whereas a derivative with a negative fair value is recognised as a financial liability

m) Foreign currency transactions

Transactions in foreign currencies are translated at rates prevailing at the date of the transaction. Balances denominated in foreign currencies are translated at the rate of exchange prevailing at the year end.

n) Grants payable

Grants payable are charged in the year in which the offer is conveyed to the recipient except in those cases where the offer is conditional.

2. Prior period comparatives

	Unrestricted funds £	Endowment funds £	2018 Total £
Income from:			
Investments	<u>42,260</u>	<u>-</u>	<u>42,260</u>
Expenditure on:			
Raising funds	10,260	-	10,260
Charitable activities			
<i>Educational activities</i>	121,373	-	121,373
<i>Health and welfare</i>	<u>335,162</u>	<u>-</u>	<u>335,162</u>
Total expenditure	<u>466,795</u>	<u>-</u>	<u>466,795</u>
Net gains on investments	-	32,630	32,630
Net income / (expenditure)	<u>(424,535)</u>	<u>32,630</u>	<u>(391,905)</u>
Transfers between funds	<u>424,535</u>	<u>(424,535)</u>	<u>-</u>
Net movement in funds	<u>-</u>	<u>(391,905)</u>	<u>(391,905)</u>

3. Investment income

	Unrestricted funds £	Endowment funds £	2019 Total £
Income from listed investments	<u>61,738</u>	<u>-</u>	<u>61,738</u>

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Notes to the financial statements

For the year ended 5 April 2019

Prior period comparative

	Unrestricted funds £	Endowment funds £	2018 Total £
Income from listed investments	<u>42,260</u>	<u>-</u>	<u>42,260</u>

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Notes to the financial statements

For the year ended 5 April 2019

4. Total expenditure

	Charitable activities					2019 Total £
	Raising funds £	Educational activities £	Health and welfare £	Human rights £	Support and governance £	
Grants payable (note 5)	-	5,000	140,000	40,700	-	185,700
Investment management fees	9,438	-	-	-	-	9,438
Legal fees	-	-	-	-	1,815	1,815
Subscriptions	-	-	-	-	165	165
Accountancy fees	-	-	-	-	3,980	3,980
Foreign exchange (gains) / losses	-	-	-	-	6,587	6,587
Independent examination fees	-	-	-	-	3,120	3,120
Travel expenses	-	-	-	-	124	124
Miscellaneous costs	-	-	-	-	583	583
Sub-total	9,438	5,000	140,000	40,700	16,374	211,512
Allocation of support and governance costs	-	441	12,345	3,588	(16,374)	-
Total expenditure	9,438	5,441	152,345	44,288	-	211,512

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Notes to the financial statements

For the year ended 5 April 2019

4. Total expenditure

Prior year comparative

	Raising funds £	Charitable activities		Support and governance £	2018 Total £
		<i>Educational activities</i> £	<i>Health and welfare</i> £		
Grants payable (note 5)	-	120,762	333,475	-	454,237
Investment management fees	10,260	-	-	-	10,260
Legal fees	-	-	-	11,178	11,178
Accountancy fees	-	-	-	1,540	1,540
Foreign exchange (gains) / losses	-	-	-	(21,526)	(21,526)
Independent examination fees	-	-	-	3,000	3,000
Travel expenses	-	-	-	7,923	7,923
Miscellaneous costs	-	-	-	183	183
Sub-total	10,260	120,762	333,475	2,298	466,795
Allocation of support and governance costs	-	611	1,687	(2,298)	-
Total expenditure	10,260	121,373	335,162	-	466,795

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Notes to the financial statements

For the year ended 5 April 2019

5. Grants payable to institutions

	Educational activities £	Health and welfare £	Human rights £	2019 Total £
Duke of Edinburgh Awards	5,000	-	-	5,000
Global Dialogue	-	-	700	700
Lifting Limits	-	-	40,000	40,000
Myeloma UK	-	120,000	-	120,000
UK Friends of AWIS	-	20,000	-	20,000
	<u>5,000</u>	<u>140,000</u>	<u>40,700</u>	<u>185,700</u>

5. Prior period comparative

	Educational activities £	Health and welfare £	Human rights £	2018 Total £
Dedanist Foundation	10,000	-	-	10,000
Institute of Cancer Research	-	40,000	-	40,000
Maccabi GB	10,000	-	-	10,000
Myeloma UK	-	120,000	-	120,000
The Tennis & Racket Associations Limited	762	-	-	762
UK Friends of AWIS	-	173,475	-	173,475
Wellington College	100,000	-	-	100,000
	<u>120,762</u>	<u>333,475</u>	<u>-</u>	<u>454,237</u>

6. Net movement in funds

This is stated after charging:

	2019 £	2018 £
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	707	8,106
Independent examiner's remuneration (incl. VAT)	<u>3,120</u>	<u>3,000</u>

Trustees' reimbursed expenses relate to travel expenses for 3 trustees (2018: 3 trustees).

7. Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable

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Notes to the financial statements

For the year ended 5 April 2019

8. Fixed asset investments

	2019 £	2018 £
Market value at 6 April 2018	2,806,484	3,198,922
Additions	741,184	1,061,385
Disposals proceeds	(885,090)	(1,505,362)
Realised gains / (losses)	20,500	114,147
Unrealised gains / (losses)	94,190	(62,608)
Market value at 5 April 2019	<u>2,777,268</u>	<u>2,806,484</u>
Historical cost at 5 April 2019	<u>1,870,980</u>	<u>1,994,386</u>

Investments consist of quoted shares, trading bonds and similar investments.

9. Financial instruments

	2019 £	2018 £
<i>Carrying amount of financial assets</i>		
Instruments measured at amortised cost	2,160	4,133
Instruments measured at fair value	2,777,268	2,806,484
Instruments measured at fair value through profit or loss	<u>(1,267)</u>	<u>7,241</u>
<i>Carrying amount of financial liabilities</i>		
Instruments measured at amortised cost	<u>34,058</u>	<u>33,348</u>

Derivatives are made up of foreign currency forward contracts in place at the year end. They are revalued to market value at the year end, based on the movement of the target currency in relation to the forward rate in the contract.

10. Debtors

	2019 £	2018 £
Derivative financial instruments	-	7,241
Other debtors	<u>2,160</u>	<u>4,133</u>
	<u>2,160</u>	<u>11,374</u>

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Notes to the financial statements

For the year ended 5 April 2019

11. Creditors : amounts due within 1 year

	2019 £	2018 £
Accruals	3,850	3,140
Grants payable	30,000	30,000
Derivative financial instruments	1,267	-
Other creditors	915	208
	<u>36,032</u>	<u>33,348</u>

12. Analysis of net assets between funds

	Unrestricted funds £	Endowment funds £	Total funds £
Investments	-	2,777,268	2,777,268
Current assets	-	209,167	209,167
Current liabilities	-	(36,032)	(36,032)
Net assets at 5 April 2019	<u>-</u>	<u>2,950,403</u>	<u>2,950,403</u>
Prior year comparative			
Investments	-	2,806,484	2,806,484
Current assets	-	142,947	142,947
Current liabilities	-	(33,348)	(33,348)
Net assets at 5 April 2018	<u>-</u>	<u>2,916,083</u>	<u>2,916,083</u>

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Notes to the financial statements

For the year ended 5 April 2019

13. Movements in funds

	At 6 April 2018 £	Income £	Expenditure £	Transfers between funds £	Investment gains £	At 5 April 2019 £
Endowment funds						
Expendable endowment	<u>2,916,083</u>	<u>-</u>	<u>-</u>	<u>(149,774)</u>	<u>184,094</u>	<u>2,950,403</u>
Unrestricted funds						
General funds	<u>-</u>	<u>61,738</u>	<u>(211,512)</u>	<u>149,774</u>	<u>-</u>	<u>-</u>
Total funds	<u>2,916,083</u>	<u>61,738</u>	<u>(211,512)</u>	<u>-</u>	<u>184,094</u>	<u>2,950,403</u>

The Foundation's expendable endowment fund is attributable to the original amount settled on the charity, subsequent settlements and the accumulated realised and unrealised gains (less losses) thereon. Under the terms of the deed of settlement, the endowment is expendable at the discretion of the trustees on expenditure which meets the charitable objectives of the Foundation.

	At 6 April 2017 £	Income £	Expenditure £	Transfers between funds £	Investment gains £	At 5 April 2018 £
Prior year comparative						
Endowment funds						
Expendable endowment	<u>3,307,988</u>	<u>-</u>	<u>-</u>	<u>(424,535)</u>	<u>32,630</u>	<u>2,916,083</u>
Unrestricted funds						
General funds	<u>-</u>	<u>42,260</u>	<u>(466,795)</u>	<u>424,535</u>	<u>-</u>	<u>-</u>
Total funds	<u>3,307,988</u>	<u>42,260</u>	<u>(466,795)</u>	<u>-</u>	<u>32,630</u>	<u>2,916,083</u>

14. Related party transactions

There were no related party expenses in the current or the prior year, other than trustees' reimbursed expenses disclosed in note 6 of the accounts.