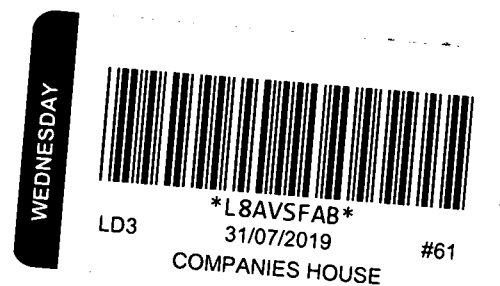


Charity Registration No. 1113038

Company Registration No. 05604295 (England and Wales)

THE MONTEFIORE ENDOWMENT
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2018



THE MONTEFIORE ENDOWMENT

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A R Bekhor	
	Mr L E Gubbay (Chairman)	
	Mrs C H Green	(Appointed 29 May 2018)
	Rabbi Dr A Levy OBE	
	Mr I Levy	
	Mr R Musry	
	Mrs P C N Sinyor	
	Mr R M Sopher	
Secretary	Ms G S Sinyor	
Charity number	1113038	
Company number	05604295	
Registered office	2 Ashworth Road London W9 1JY	
Auditor	RDP Newmans LLP Lynwood House 373-375 Station Road Harrow, Middlesex HA1 2AW	
Bankers	NatWest Bank City of London Office P.O. Box 12258 1 Princes Street London EC2R 8PA	
	HSBC Bank 50 - 52 Kilburn High Road Kilburn London NW6 4JH	
Investment advisors	Walker Crips Stockbrokers Limited Finsbury Tower 103 - 105 Bunhill Row London EC1Y 8LZ	

THE MONTEFIORE ENDOWMENT

CONTENTS

	Page
Trustees' report	1 - 6
Statement of Trustees' responsibilities	7
Independent auditor's report	8 - 10
Statement of financial activities	11
Summary income and expenditure account	12
Balance sheet	13 - 14
Notes to the financial statements	15 - 32

THE MONTEFIORE ENDOWMENT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 OCTOBER 2018

The Trustees present their report and financial statements for the year ended 31 October 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the the Companies Act 2006 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)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The trustees have complied with their duty in Section 17 of the Charities Act 2011 to have due regard to the guidance published by the Charity Commission. The benefit to the public is manifestly demonstrated by the achievements contained in this report.

On 2 April 2014, having received prior consent from the Charity Commission for the purposes of section 198 of the Charities Act 2011, the Directors unanimously passed a special resolution, updating the Charity's objects as follows:

1. The maintenance and support of the Synagogue and the maintenance of the mausoleum and cemetery belonging to the Charity;
2. The advancement of the education of the public by the maintenance and promotion for the public benefit of the moveable property of the Charity including Scrolls of the Law, bells, cloaks, silver plate, books, manuscripts and pictures in such ways as the Trustees of the Charity think fit, including:
 - a) The digitisation, translation and publication of books and manuscripts;
 - b) The display of artefacts.
3. The promotion of the advanced study of the Holy Law as revealed on Sinai and expounded by the revered sages of the Mishna and Talmud in one or more of the following ways:
 - a) In the training of Orthodox Jewish Teachers, Ministers and Rabbis, by awarding scholarships of such value and tenable at such institutions of further education as the Trustees think fit;
 - b) By making grants to any institution of further education which provides such education and is established for charitable purposes;
 - c) In such other ways as the Trustees think fit.
4. The advancement for the public benefit, of the education of young adults and lay leaders in the Orthodox Jewish community in such ways as the Trustees of the Charity think fit, including:
 - a) The promotion of study of the Holy Law as revealed on Sinai as expounded by the revered sages of the Mishna and Talmud and its application to contemporary life;
 - b) The provision of leadership training.
5. The promotion of religious harmony for the benefit of the public by:
 - a) Promoting mutual respect and understanding between those of different faiths and beliefs.
 - b) Teaching the benefit of tolerance, mutual understanding, social harmony and integration, in accordance with the teachings of the Holy Law as expounded by the revered sages of the Mishna and Talmud and as demonstrated in the life of Sir Moses Montefiore.

THE MONTEFIORE ENDOWMENT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

It is clear from Sir Moses Montefiore's life and works that he would have expected the Trustees to interpret the objects of the Charity in the light of the current realities of 'orthodox' Jewish life in the UK and elsewhere. Accordingly the Trustees have summarised high-level aims for the Endowment as follows:

1. To promote advanced Jewish scholarship based firmly on rabbinical tradition, coupled with the pursuit of tolerance, social harmony and constructive engagement with people of all shades of religious belief and non-belief.
2. To encourage and provide resources for higher religious educational training, lay leadership training and university-level research, likely to lead in time to the fulfilment of the endowment's primary goals, even though these activities may not always constitute advanced scholarship in themselves.
3. To maintain and protect the Montefiore Synagogue, Mausoleum and the Jewish cemetery at Ramsgate together with the rich collection of manuscripts and ritual objects owned by the Endowment
4. To disseminate knowledge of the Jewish intellectual heritage represented by the collections, records and buildings owned by the Endowment.

Accordingly the trustees have agreed the following strategy to achieve these aims.

1. The Endowment's own long-term courses, such as the Semicha Course (repeating every 4 years), the Dayanut Course (repeating every 5 years) and the Gap-Year school leavers programme (1 year, repeated annually) will be fully supported on an ongoing basis, as will its support for similar courses at other institutions. Every opportunity will be taken to identify and support other worthy projects run by institutions with similar aims. In the UK's small orthodox Jewish community, there are relatively few opportunities to embark successfully on large-scale projects consistent with the governing instrument of the Charity; and its trustees endeavour to maintain sufficient funds for any opportunities that may arise.
2. The programme of grants to assist research at university level on subjects consistent with the aims of the Charity will be further promoted. The Charity currently funds four PhD students. Research publications on the Endowment's website and elsewhere are encouraged. It is planned to run week-long Leadership Training courses and other courses in Jerusalem for specially selected UK university graduates.
3. The Montefiore Synagogue and Mausoleum at Ramsgate and the Ramsgate Jewish Cemetery remain in need of continual maintenance and improvement. A five-year plan is being prepared for necessary repairs and improvements to the Synagogue, Mausoleum and Cemetery. Continuing efforts will be made to make the site more available and attractive to visitors, and especially to local school children.
4. Conservation work on the Special Collection of manuscripts is now coming to an end. It is hoped to lend restored Torah scrolls to synagogues and schools in need.
5. The Montefiore Endowment plans to continue its policy of staging special public events on important topics, even if they happen to be controversial, featuring internationally famous scholars, such as last year's Seminar on The Status of Women in Halacha (Jewish Law).

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

THE MONTEFIORE ENDOWMENT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

Achievements and performance

The strategic aims set out in the charity's strategy document have been achieved during the past year in the following ways.

The Synagogue, Mausoleum and Cemetery at Ramsgate, and their grounds are inspected, properly maintained on a regular basis and are in good condition. Restoration of the Synagogue's toilet block has been completed. The Synagogue is increasingly used by school groups seeking knowledge of the Jewish religion for their studies, and appropriate explanatory talks are delivered. Audio-visual presentations visitors are being planned. This heritage site continues to attract visitors throughout the year and access by appointment has been facilitated.

Most of the Charity's ritual silver is now on public display at the Victoria & Albert Museum and at the Fitzwilliam Museum. Conservation work has continued on the Montefiore manuscript collections; and a programme to utilise modern techniques to restore scrolls of the Torah, unfit for ritual use, is in progress.

The programme of Gap-Year Scholarships for male and female school leavers has now entered its sixth year with 12 students currently participating at colleges of advanced Torah learning in Jerusalem. Additional lectures are delivered directly by the Endowment to the students to broaden their knowledge in accordance with clauses 4 and 5 above of the Charity's aims.

The Montefiore Semicha Course continues successfully with seven students receiving their final diplomas in March 2019.

The Montefiore Dayanut Programme for senior rabbis in advanced Torah learning (Dayanut) now attracts world-wide attention some twenty-five rabbis participating, including ten from the UK. In addition, two rabbis are undergoing practical training with the Endowment.

Grants were given to promote advanced study of the Holy Law at the Montefiore Kollel in North Manchester and at the London School of Jewish Studies in London. Satisfactory reports were received concerning the achievement of the Charity's aims.

Grants were made to a number of smaller charities to promote particular courses of study complying with one or more of the Charity's aims. One Ph.D. student is being supported for research on 'inclusivity', in furtherance of several of the Charity's aims.

Assisted by a grant from the Endowment, the English translation of Dayan Basri's monumental study of Jewish Monetary Law has achieved wide circulation and a reprint is being arranged.

Work continues on projects for making the contents of the Endowment manuscript collections more widely available to the public, online and otherwise. The Institutions Census project is complete, which is a major accomplishment. Public interest has been amply demonstrated by the large number of "visitors" to the Endowment's website.

It should be clear from the above account that the resources of the Charity are being successfully employed to further its declared aims for public benefit.

Financial review

During the course of the year, in pursuit of the charitable objectives, total incoming resources amounted to £142,356 (2017: £114,088). Total resources expended were £567,603 (2017: £556,793). There were also net gains on investments in the year of £50,862 (2017: £582,033) and the net movement in funds in the year was an decrease of £374,385 (2017: £139,238 - increase).

The Charity's investment activity resulted in a gain for the year. The trustees regularly monitor the performance of its investment policy and consider it to be satisfactory.

THE MONTEFIORE ENDOWMENT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

The Trustees have an ongoing commitment to maintain the Synagogue, mausoleum and cemetery in Ramsgate along with a significant amount of moveable property. The Charity's present and planned educational and leadership programmes will involve significant expenditure over the coming years.

Reserves policy

The reserves policy is reviewed annually to reassess risk and reflect any changes to the Endowment's income, capital, financial obligations and long term plans for charitable expenditure. The minimum amount of reserves necessary to meet the Charity's obligations for a year in case of emergency is between £0.5 million to £0.75 million, which is more than adequately covered at present.

Unrestricted Funds (not designated for other purposes) at the year end amounted to £709,273 (2017: £711,493) comprising those funds which the Trustees are free to use in accordance with the charitable objectives of the Endowment.

Designated funds consists of several individual funds such like the Special Projects Fund, set aside by the Board of Trustees to meet the cost of the charity's educational and other special projects as and when they occur, at the Trustees' discretion. Additionally, the Building Fund Account alongside with the Tombstone and Burial Ground Reserves Fund provide for the purchase and maintenance of the Synagogue and Mausoleum and the maintenance of the burial grounds and tombstones. Other Bequest Funds provide for the general maintenance of the property of the charity. The value of Designated funds is currently £3,967,426 (2017: £4,468,269).

The Montefiore Endowment is a self-funding charity. The trustees do not consider that at present it would be prudent or efficient for the Charity to spend money on additional fund-raising initiatives. It therefore relies on internal resources to fund its work.

Investment returns have been satisfactory; and the Charity now spends most of its income and capital gains on its increasing range of activities. The funding of the Charity's present work depends very much on satisfactory results from its investment portfolio.

In the UK's small orthodox Jewish community, there are not many opportunities to embark successfully on large-scale projects for public benefit consistent with the governing instrument of the Charity. As the Montefiore Endowment is one of the few Jewish educational charities with funds at its disposal, its trustees consider it essential to maintain a special reserve fund in order to be able to furnish the funds necessary to embark on such opportunities that may present themselves in the future.

The Semicha Course, to train future rabbis and teachers for the UK, one major project already made possible by this special reserve fund is now well established. This consists of a series of repeating 4-5 year programmes.

Another example of a special project is the Dayanut Course, consisting of advanced training in Jewish family law for senior rabbis from the UK, Germany, Holland, Turkey, Israel, the U.S.A., Hong Kong and Australia. This was successfully launched by the Endowment in November 2016. This unique 5 year programme was made possible because of the financial resources of the Charity and the creative thinking of its trustees.

The Endowment's trustees hope to be able to follow in due course with other worthwhile major projects for public benefit as and when suitable opportunities arise or can be created.

At present the special reserve fund is fully utilised to provide the income and capital gains necessary to enable the Charity to continue funding its extensive and increasing programme of maintenance of buildings and collections, publications, programmes to promote advanced Torah learning, and leadership training programmes.

This arrangement, though appropriate at the present time and in the medium term, is not necessarily a long-term strategy. Fresh thinking will be needed to re-define the Charity's priorities if and when the starting of new projects risks making significant inroads into the special reserve fund, and so diminishing the income and capital gains deriving from it.

THE MONTEFIORE ENDOWMENT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

The charity's endowment funds represents assets which must be held permanently by the charity. Previously, any income arising on the endowments funds could be used in accordance with the objects of the charity and were included in unrestricted income but any capital gains or losses arising on the assets formed a part of the fund.

Following specialist legal advice, a special resolution was passed on 3 December 2018 pursuant to section 104A of the Charities Act 2011 as amended by Trust (Capital and Income) Act 2013 that a total return approach be adopted in respect of the permanent endowment held by the charity. By passing the resolution the trustees formally ratified the decision in previous years to adopt a total return approach. This approach was reflected as of 1 November 2017 where the original endowment was £984,874 with the unapplied total return being £1,664,625. The original endowment amount being the value of the permanently endowed investment funds as at 31 October 2004. This value was chosen being the most historic value available.

Under the total returns approach any income and capital gains or losses arising on the assets are classed as the unapplied total return which can be transferred to unrestricted income at the discretion of the trustees. The unapplied total return as at the year-end amounted to £1,793,304 (2017: £nil). The amount transferred during the year from the unapplied total return to unrestricted funds was £nil (2017: £nil).

The policy adopted by the trustees in determining how the unapplied total return is to be allocated to income will shortly be decided by the trustees.

Investment policy

The assets of the Endowment are invested in a balanced way, having regard to the ongoing commitment to maintain the Synagogue, mausoleum and cemetery at Ramsgate and having regard to the operational commitments and expected costs of the Endowment, also as the Trustees rely only on internal resources to fund its work. After having regard to the above, the objective is to invest the assets of the Endowment in pursuit of capital growth. The trustees regularly monitor the performance of its investments against the stated policy.

Risk management

The trustees have considered the major risks to which the charity is exposed, have reviewed these risks, have established systems and procedures to manage them as set out in its Risks Register. They are satisfied that systems are in place or are being put into place to mitigate exposure.

Structure, governance and management

The charity is a company limited by guarantee and is governed by its Memorandum and Articles of Association which were incorporated on 26th October 2005. The net assets of The Montefiore Endowment at Ramsgate (Charity No. 230919) were transferred to The Montefiore Endowment (Charity No. 1113038, Company No. 05604295) on the 20 November 2007. On 2 April 2014, having received prior consent from the Charity Commission for the purposes of section 198 of the Charities Act 2011, the Directors unanimously passed a resolution, updating the Charity's objects.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A R Bekhor

Mr L E Gubbay (Chairman)

Mrs C H Green

(Appointed 29 May 2018)

Rabbi Dr A Levy OBE

Mr I Levy

Mr R Musry

Mrs P C N Sinyor

Mr R M Sopher

Trustees are currently recruited by word of mouth, or by personal approach. Special knowledge of at least one of the charity's activities is generally required.

THE MONTEFIORE ENDOWMENT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2018

Trustees undergo regular training in accordance with agreed policy. New Trustees are furnished with recent minutes of relevant meetings, and encouraged to discuss any matters with other Trustees and with the Secretary.

The Board of Trustees recognise that the responsibilities of a Trustee are considerable and is continuing to so inform all Trustees.

During the period, the day to day running of the Charity was undertaken by the above Trustees, the Education Director Rabbi A Mittelman and Rabbi Amnon Nemeth, and by the following Honorary Consultants:

Mr. R Biboul

Mr. J Taylor

Mrs. C Green

Mrs Giselle Sinyor is employed as part-time (4 days a week) Administrator and Company Secretary, assisted by Mrs Joanne Reich for one morning a week.

Mr Ben Kelly is employed as part-time Superintendent for the Ramsgate properties and is assisted by other part-time helpers on a casual basis.

Associated organisations

The Montefiore Endowment is an independently constituted entity. It does occasionally invite Elders and/or former Elders of the Spanish and Portuguese Jewish Synagogue to sit on its Board of Trustees and Advisory Council as appropriate; and many members of its Board of Trustees and Advisory Council are also members of the S&P Synagogue. In addition, the Endowment occupies office space within the Spanish and Portuguese Jewish Synagogue's premises for which it pays rent at an agreed market rate. The charity also supports a programme of advanced Torah learning organised by the Synagogue.

Asset cover for funds

Note 24 sets out an analysis of the assets attributable to the various funds and a description of the trusts. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

Auditor

A resolution confirming the re-appointment of RDP Newmans LLP as auditors of the charity was agreed by the trustees at the AGM.

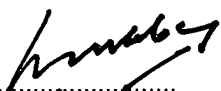
Disclosure of information to auditor

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.

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

The Trustees' report was approved by the Board of Trustees.

On behalf of the board of trustees



Mr L E Gubbay

Trustee

Dated: 29/07/2019

THE MONTEFIORE ENDOWMENT

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 OCTOBER 2018

The Trustees, who are also the directors of The Montefiore Endowment for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards 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 adequate accounting records that 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.

THE MONTEFIORE ENDOWMENT

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE MONTEFIORE ENDOWMENT

Opinion

We have audited the financial statements of The Montefiore Endowment (the 'charity') for the year ended 31 October 2018 which comprise the statement of financial activities, the summary income and expenditure account, the balance sheet and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 October 2018 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 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 accounts 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 accounts is not appropriate; or
- the Trustees has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Trustees is responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

THE MONTEFIORE ENDOWMENT

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE MONTEFIORE ENDOWMENT

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees, who are also the directors of the charity for the purpose 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.


THE MONTEFIORE ENDOWMENT

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE MONTEFIORE ENDOWMENT

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.


RDP Newmans LLP

Chartered Accountants
Statutory Auditor

30 JUL 2019

Lynwood House
373-375 Station Road
Harrow, Middlesex
HA1 2AW

RDP Newmans LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006

THE MONTEFIORE ENDOWMENT

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 OCTOBER 2018

	Notes	Unrestricted funds 2018 £	Endowment funds 2018 £	Total 2018 £	Total 2017 £
<u>Income from:</u>					
Donations and legacies	3	12,129	-	12,129	10,349
Charitable activities	4	-	-	-	970
Investments	5	33,320	96,907	130,227	102,769
Total income and endowments		45,449	96,907	142,356	114,088
<u>Expenditure on:</u>					
Raising funds	6	720	19,090	19,810	20,228
Charitable activities	7	547,792	-	547,792	536,565
Total resources expended		548,512	19,090	567,602	556,793
Net gains/(losses) on investments	12	-	50,862	50,862	582,033
Net movement in funds		(503,063)	128,679	(374,384)	139,328
Fund balances at 1 November 2017		5,179,762	2,649,499	7,829,261	7,689,933
Fund balances at 31 October 2018		4,676,699	2,778,178	7,454,877	7,829,261

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE MONTEFIORE ENDOWMENT

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2018

	All income funds 2018 £	All income funds 2017 £
Gross income	45,449	114,088
Total expenditure from income funds	548,512	539,201
Net expenditure for the year	<u>(503,063)</u>	<u>(425,113)</u>

THE MONTEFIORE ENDOWMENT

BALANCE SHEET

AS AT 31 OCTOBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	14	172,408		177,324	
Investments	15	4,463,449		5,972,542	
		<u>4,635,857</u>		<u>6,149,866</u>	
Current assets					
Stocks	17	256		256	
Debtors	18	1,500		-	
Cash at bank and in hand		2,846,648		1,707,487	
		<u>2,848,404</u>		<u>1,707,743</u>	
Creditors: amounts falling due within one year	19	(29,384)		(28,348)	
Net current assets		<u>2,819,020</u>		<u>1,679,395</u>	
Total assets less current liabilities		<u>7,454,877</u>		<u>7,829,261</u>	
Capital funds					
Endowment funds	20	2,778,178		2,649,499	
Income funds					
<u>Unrestricted funds</u>					
Designated funds	22	3,967,426		4,468,269	
General unrestricted funds	22	709,273		711,493	
		<u>4,676,699</u>		<u>5,179,762</u>	
		<u>7,454,877</u>		<u>7,829,261</u>	

THE MONTEFIORE ENDOWMENT

BALANCE SHEET (CONTINUED)

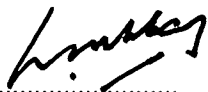
AS AT 31 OCTOBER 2018

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 October 2018, although an audit has been carried out under section 144 of the Charities Act 2011. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

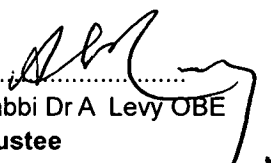
The Trustees acknowledges their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the Trustees on 29/07/2019



Mr L E Gubbay
Trustee



Rabbi Dr A Levy OBE
Trustee

Company Registration No. 05604295

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

Charity information

The Montefiore Endowment is a private company limited by guarantee incorporated in England and Wales. The registered office is 2 Ashworth Road, London, W9 1JY. The charity is registered at the Charities Commission with the registration number 1113038.

All of the trustees are members of the charitable company and guarantee to contribute such sum (not exceeding £1) in the event of winding up.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements 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 certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

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. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

Endowment funds represent assets which must be held permanently by the charity. The charity has adopted a total returns approach in respect of its permanent endowment under section 104A(2) of the Trust (Capital and Income) Act 2013. Any income and capital gains or losses arising on the assets are classed as the unapplied total return which can be transferred to unrestricted income at the discretion of the trustees.

1.4 Incoming resources

Income is recognised when the charity 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.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Investment income is accounted for on a receivable basis.

1.5 Resources expended

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

Charitable expenditure comprises all expenditure directly relating to the objectives of the Charity. It also includes an allocation of support and governance costs.

Governance costs include expenses associated with constitutional and statutory requirements, such as audit fees and the cost of legal advice taken by the trustees. Governance costs have been allocated in full to Religious and Cemetery running expenses. This allocation has been made on the basis of time spent.

Support costs are those costs that are not directly attributable to a single activity but provide the necessary organisational support for all the charity's activities. The support costs have been allocated based on the proportion of total direct costs attributable to each charitable activity to total resources expended.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Items of equipment are capitalised when the purchase price exceeds £1000.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	2% straight line
Plant and equipment	20% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

1.7 Heritage assets

These assets are integral to the activities of the Congregation and are unique in terms of their religious and historic significance. Conventional valuation techniques cannot be applied because of their uniqueness and any valuation would be misleading. The heritage assets held are as follows:

a) Freehold Properties and Content

The cost of properties as listed below held for religious, burial and administrative purposes has previously been written off against reserves. Their current value is not shown as the properties are inalienable and historic.

i) Land comprising 0.095 hectares being the Synagogue and the Mausoleum thereon.

ii) Land comprising 0.29 hectares being the Burial Ground.

The above were valued for insurance in 2012 and are insured for £867,285.

b) Movable Assets

Movable assets, primarily silver, manuscripts and books are not included in the accounts at any value. This is in accordance with the Statement of Recommended Practice which specifies that assets held as the objects of the charity for long term retention and to which it is difficult to reliably estimate their value can be excluded from the balance sheet.

1.8 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.9 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.10 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.11 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.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

1.12 Financial instruments

The charity 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 charity 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 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.

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 charity's contractual obligations expire or are discharged or cancelled.

1.13 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

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

	Unrestricted funds	Total
	2018 £	2017 £
Donations and gifts	12,129	10,349
For the year ended 31 October 2017	10,349	10,349

4 Charitable activities

	Unrestricted funds	
	2018 £	2017 £
Sales within charitable activities	-	970

5 Investments

	Unrestricted funds	Endowment funds general	Total	Total
	2018 £	2018 £	2018 £	2017 £
Income from listed investments	-	96,907	96,907	87,220
Rental Income	17,573	-	17,573	12,853
Interest receivable	15,747	-	15,747	2,696
	33,320	96,907	130,227	102,769
For the year ended 31 October 2017	102,769	-		102,769

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

6 Raising funds

	Unrestricted funds	Endowment funds general	Total	Total
	2018	2018	2018	2017
	£	£	£	£
<u>Investment management</u>	720	19,090	19,810	20,228
	<u>720</u>	<u>19,090</u>	<u>19,810</u>	<u>20,228</u>
For the year ended 31 October 2017				
Investment management	2,636	17,592		20,228
	<u>2,636</u>	<u>17,592</u>		<u>20,228</u>

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

7 Charitable activities

	Religious and cemetery running expenses £	Educational £	Maintenance and conserving assets £	Total 2018 £	Total 2017 £
Staff costs	5,530	35,583	-	41,113	-
Building costs	26,738	-	-	26,738	53,788
Semicha course provision	-	73,113	-	73,113	52,538
Expenses incurred in support of Semicha courses	-	17,040	-	17,040	20,147
Conservation programme	-	-	2,320	2,320	6,717
Manuscripts	-	-	6,916	6,916	8,572
Testimonial projects	-	-	9,427	9,427	8,652
	<u>32,268</u>	<u>125,736</u>	<u>18,663</u>	<u>176,667</u>	<u>150,414</u>
Grant funding of activities (see note 8)	-	276,524	-	276,524	288,100
Share of support costs (see note 9)	5,763	76,755	3,333	85,851	89,679
Share of governance costs (see note 9)	623	7,767	360	8,750	8,372
	<u>38,654</u>	<u>486,782</u>	<u>22,356</u>	<u>547,792</u>	<u>536,565</u>
Analysis by fund					
Unrestricted funds	38,654	486,782	22,356	547,792	
	<u>38,654</u>	<u>486,782</u>	<u>22,356</u>	<u>547,792</u>	
For the year ended 31 October 2017					
Unrestricted funds	65,212	442,327	29,026		536,565
	<u>65,212</u>	<u>442,327</u>	<u>29,026</u>		<u>536,565</u>

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2018

8 Grants payable

	2018 £	2017 £
Grants to institutions:		
Morenu	12,225	-
Manchester Kollel	31,275	25,000
Eretz Hemdah	-	26,732
Nishmat	12,000	-
Spanish and Portuguese Congregation	10,000	2,500
Yeshivat Eretz Hatzvi	30,516	13,500
Midreshet Harova	45,501	19,333
Dayanut Course	-	16,347
London School of Jewish Studies	25,000	28,699
Secular Yeshiva	7,512	30,000
Dayan Basri Yeshiva	-	10,672
Cambridge Union of Jewish Students	-	1,150
Jewish Chaplaincy	10,000	10,000
University Scholarships	16,700	-
Other	13,025	12,449
	<u>213,754</u>	<u>196,382</u>
Grants to individuals	62,770	91,718
	<u>276,524</u>	<u>288,100</u>

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

9 Support costs

	Support costs	Governance costs	2018	2017	Basis of allocation
	£	£	£	£	
Staff costs	39,294	-	39,294	23,739	See note b)
Depreciation	4,916	-	4,916	4,916	See note a)
Legal & Professional	-	-	-	7,836	See note b)
IT costs	4,431	-	4,431	11,828	See note b)
Sundry expenses	10,464	-	10,464	9,735	See note b)
Accountancy and secretarial	13,166	-	13,166	31,625	See note b)
Rent and security costs	13,580	-	13,580	-	See note b)
Audit fees	-	8,750	8,750	8,372	Governance
	<u>85,851</u>	<u>8,750</u>	<u>94,601</u>	<u>98,051</u>	
Analysed between					
Charitable activities	<u>85,851</u>	<u>8,750</u>	<u>94,601</u>	<u>98,051</u>	

a) Depreciation has been fully allocated to the Educational charitable activity as the building is purely used for the students on the Semicha course.

b) All other supports costs have been split based on the percentage of total charitable expenditure directly attributable to each charitable activity.

Governance costs have been split based on the percentage of total charitable expenditure directly attributable to each charitable activity.

10 Trustees

During the year travel and accommodation expenses were paid by the charity for a trustee amounting to £1,780 (2017: nil).

No other Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2018

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2018 Number	2017 Number
	4	2
	<u>4</u>	<u>2</u>
Employment costs	2018	2017
	£	£
Wages and salaries	75,863	55,815
Social security costs	3,779	-
Other pension costs	765	-
	<u>80,407</u>	<u>55,815</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Net gains/(losses) on investments

	Endowment funds general 2018 £	Total 2017 £
Revaluation of investments	75,771	433,284
Gain/(loss) on sale of investments	(24,909)	148,749
	<u>50,862</u>	<u>582,033</u>

13 Taxation

The Charity is exempt from tax on income and gains falling within section 505 of Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

14 Tangible fixed assets

	Leasehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 November 2017	232,045	1,375	233,420
At 31 October 2018	232,045	1,375	233,420
Depreciation and impairment			
At 1 November 2017	55,684	412	56,096
Depreciation charged in the year	4,641	275	4,916
At 31 October 2018	60,325	687	61,012
Carrying amount			
At 31 October 2018	171,720	688	172,408
At 31 October 2017	176,361	963	177,324

15 Fixed asset investments

	Listed investments £	Cash held by investment managers £	Other investments £	Total £
Cost or valuation				
At 1 November 2017	5,444,654	27,888	500,000	5,972,542
Additions	283,585	-	-	283,585
Valuation changes	75,771	-	-	75,771
Movement in cash	-	116,646	-	116,646
Investment management fees	-	(19,090)	-	(19,090)
Disposals	(1,466,005)	-	(500,000)	(1,966,005)
At 31 October 2018	4,338,005	125,444	-	4,463,449
Carrying amount				
At 31 October 2018	4,338,005	125,444	-	4,463,449
At 31 October 2017	5,444,654	27,888	500,000	5,972,542

Fixed asset investments revalued

The market value of the listed investment as at 31 October 2018 is £4,338,005 (2017: £5,444,654).

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2018

16	Financial instruments	2018	2017
		£	£
	Carrying amount of financial assets		
	Instruments measured at amortised cost	1,500	-
	Instruments measured at fair value through profit or loss	4,463,449	5,972,542
		<u> </u>	<u> </u>
	Carrying amount of financial liabilities		
	Measured at amortised cost	29,384	27,032
		<u> </u>	<u> </u>
17	Stocks	2018	2017
		£	£
	Finished goods and goods for resale	256	256
		<u> </u>	<u> </u>
18	Debtors	2018	2017
		£	£
	Amounts falling due within one year:		
	Trade debtors	1,500	-
		<u> </u>	<u> </u>
19	Creditors: amounts falling due within one year	2018	2017
		£	£
	Other taxation and social security	-	1,316
	Trade creditors	21,526	15,349
	Other creditors	358	398
	Accruals and deferred income	7,500	11,285
		<u> </u>	<u> </u>
		29,384	28,348
		<u> </u>	<u> </u>

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

20 Endowment funds

Endowment funds represent assets which must be held permanently by the charity. The charity has adopted a total returns approach in respect of its permanent endowment under section 104A of the Charities Act 2011 as amended by the Trust (Capital and Income) Act 2013. Any income and capital gains or losses arising on the assets are classed as unapplied total return which can be transferred to unrestricted income at the discretion of the trustees. This approach was reflected as of 1 November 2017 where the original endowment was valued at £984,874 with the unapplied total return being £1,664,625. The value of the original endowment being the value of the permanently endowed investment funds as at 31 October 2004. This value was chosen being the most historic value available.

	Trust for investment £	Unapplied total return £	Total £
Permanent endowment			
As at 1 November 2017			
Permanent endowment as at 31 October 2017	2,649,499		2,649,499
Gift component of the permanent endowment	-	-	-
Unapplied total return	-	-	-
Transfer on adoption of total returns approach	(1,664,625)	1,664,625	-
	<u>984,874</u>	<u>1,664,625</u>	<u>2,649,499</u>
Balance as at 1 November 2017			
Movements in the reporting period			
Investment return: dividends and interest	-	96,907	96,907
Investment return: realised and unrealised gains/(losses)	-	50,862	50,862
Investment management costs		(19,090)	(19,090)
	<u>-</u>	<u>128,679</u>	<u>128,679</u>
Unapplied total return allocated to income in the reporting period		-	-
Net movements in the reporting period	<u>-</u>	<u>128,679</u>	<u>128,679</u>
As at 31 October 2018			
Gift component of the permanent endowment	984,874	-	984,874
Unapplied total return	-	1,793,304	1,793,304
	<u>984,874</u>	<u>1,793,304</u>	<u>2,778,178</u>
Balance as at 31 October 2018			

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

20 Endowments funds (continued)

	Balance at 1 November 2016	Incoming resources	Resources expended	Revaluations, gains and losses	Balance at 31 October 2017
	£	£	£	£	£
Permanent endowments	2,085,058	-	(17,592)	582,033	2,649,499
	<u>2,085,058</u>	<u>-</u>	<u>(17,592)</u>	<u>582,033</u>	<u>2,649,499</u>

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

21 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Balance at 31 October 2018 £
	Balance at 1 November 2016 £	Incoming resources £	Resources expended £	Transfers £	Balance at 1 November 2017 £
Building Fund Account	539,293	-	-	(539,293)	-
Tombstone and Burial Ground Reserves Fund	2,170	-	-	(2,170)	-
Other Bequest Funds	103,393	-	-	(103,393)	-
	<u>644,856</u>	<u>-</u>	<u>-</u>	<u>(644,856)</u>	<u>-</u>

In the year-ended 31 October 2017 upon review of the fund balance, the Trustees confirmed that all monies held in restricted funds brought forward are no longer restricted. Restricted funds of £644,856 were transferred to designated funds and have been set aside by the trustees for the same purpose. During the year there were no movements in the restricted funds.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

22 Unrestricted funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes and general unrestricted funds:

	Movement in funds				Movement in funds			
	Balance at 1 November 2016	Incoming resources	Resources expended	Transfers	Balance at 1 November 2017	Incoming resources	Resources expended	Balance at 31 October 2018
	£	£	£	£	£	£	£	£
Designated - Special Funds Project	4,293,774	64,311	(443,473)	-	3,914,612	39,516	(486,782)	3,467,346
Designated - Building Fund Account	-	997	(64,047)	539,293	476,243	-	(30,105)	446,138
Designated - Tombstone and Burial Ground Reserves Fund	-	2,214	(1,310)	2,170	3,074	7,433	(8,549)	1,958
Designated - Other Bequest Funds	-	-	(29,053)	103,393	74,340	-	(22,356)	51,984
General unrestricted funds	666,245	46,566	(1,318)	-	711,493	-	(2,220)	709,273
	<u>4,960,019</u>	<u>114,088</u>	<u>(539,201)</u>	<u>644,856</u>	<u>5,179,762</u>	<u>46,949</u>	<u>(550,012)</u>	<u>4,676,699</u>

The Special Projects Fund was set aside by the trustees to meet the cost of special projects as and when they occur at the Trustees' discretion.

Building Fund Account - this provides for the purchase and maintenance of the Synagogue and Mausoleum.

Tombstone and Burial Ground Reserves Fund - this provides for the maintenance of the burial grounds and tombstones.

Other Bequests Funds - this provides for the maintenance of the property of the charity.

The trustees are satisfied that sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any designations.

Total designated funds at the year-end amounted to £3,967,426 (2017: £4,468,269). General unrestricted funds at the year-end amounted to £709,273 (2017: £711,493). These funds are available for use at the discretion of the trustees for particular purposes.

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

23 Analysis of net assets between funds

	Unrestricted funds 2018 £	Endowment funds 2018 £	Total 2018 £	Unrestricted funds 2017 £	Endowment funds 2017 £	Total 2017 £
Fund balances at 31 October 2018 are represented by:						
Tangible assets	172,408	-	172,408	177,324	-	177,324
Investments	1,685,271	2,778,178	4,463,449	3,323,043	2,649,499	5,972,542
Current assets/(liabilities)	2,819,020	-	2,819,020	1,679,395	-	1,679,395
	<u>4,676,699</u>	<u>2,778,178</u>	<u>7,454,877</u>	<u>5,179,762</u>	<u>2,649,499</u>	<u>7,829,261</u>

THE MONTEFIORE ENDOWMENT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

24 Related party transactions

Remuneration of key management personnel

The charity's key management personnel consists of the Board of Trustees only. The trustees received no remuneration in the year.

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

During the year the endowment paid rent and security costs of £13,580 (2017: £16,667) and a grant of £10,000 (2017: £2,500) to the Spanish and Portuguese Jews Synagogue, an associated charity as detailed in the trustees report.

During the year the endowment paid a grant of £25,000 (2017: £28,699) to Jews' College T/A the London School of Jewish Studies, a charity in which there are common trustees.