

Charity Registration No. 306056

Company Registration No. 0680248 (England and Wales)

THE MACCABI FOUNDATION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 1999



NUP/RP

THE MACCABI FOUNDATION

INFORMATION

Trustees

F S Worms FCA
R Glatter FCA
E Rayman
K J Gradon
M L Phillips FCA
A P Ohrenstein FCA
J Barnett

Charity number

306056

Company number

0680248

Registered office

Regina House
124 Finchley Road
London
NW3 5JS

Auditors

Nyman Libson Paul
Regina House
124 Finchley Road
London
NW3 5JS

Bankers

Bank Leumi (UK) Plc
4-7 Woodstock Street
London
W1A 2AF

Solicitors

Paisner & Co
Bouverie House
154 Fleet Street
London
EC4A 2DQ

THE MACCABI FOUNDATION

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THE MACCABI FOUNDATION

REPORT OF THE MEMBERS OF THE COUNCIL OF MANAGEMENT FOR THE YEAR ENDED 30 JUNE 1999

The Trustees present their report and accounts for the year ended 30 June 1999.

Objects of the charity

The foundation is a company limited by guarantee and is registered as a charity with the Charity Commission. The foundation's affairs are governed by its Memorandum and Articles of Association.

The foundation promotes the educational, religious and social welfare of youth.

Review of activities

During the year the company continued to promote its objects through grants to the Maccabi Union, an affiliated body pursuing similar objectives. In the opinion of the council of management, the foundation has adequate resources available on a fund by fund basis to meet its foreseeable requirements.

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

F S Worms FCA

R Glatter FCA

E Rayman

K J Gradon

M L Phillips FCA

A P Ohrenstein FCA

J Barnett

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and in the event of a winding up the maximum amount which each member is likely to contribute is £0.50.

Review of financial position

The excess of income over expenditure for the year was £575,860 and this has been transferred to reserves.

Asset cover for funds

Note 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.

In the opinion of the trustees the freehold properties have a market value in excess of the amount shown in the financial statements. However, the Council of Management consider the cost of professional valuation would be greater than the benefit to the charity.

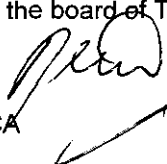
THE MACCABI FOUNDATION

REPORT OF THE MEMBERS OF THE COUNCIL OF MANAGEMENT FOR THE YEAR ENDED 30 JUNE 1999

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Nyman Libson Paul be reappointed as auditors of the company will be put to the Annual General Meeting.

On behalf of the board of Trustees



R Glatter FCA

Member of the council of management

Dated: 27 January 2000

THE MACCABI FOUNDATION

STATEMENT OF THE MEMBERS RESPONSIBILITIES

Company and Charity law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the charitable company's state of affairs at the end of the year and of its income and expenditure for that period.

In preparing those accounts, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the accounts comply with the Companies Act 1985 and the Charities SORP. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



Nyman Libson Paul

CHARTERED ACCOUNTANTS

Regina House, 124 Finchley Road, London NW3 5JS

THE MACCABI FOUNDATION

AUDITORS' REPORT TO THE MEMBERS OF THE MACCABI FOUNDATION

We have audited the accounts on pages 5 to 13 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of Trustees and auditors

As described on page 3 the Trustees, who are also the directors of The Maccabi Foundation for the purpose of company law, are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the accounts, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Qualified Opinion Arising From Disagreement In Accounting Treatment

As disclosed in note 1, freehold buildings have not been depreciated. This is not in accordance with the requirements of Statement of Standard Accounting Practice No 12 and Schedule 4 to the Companies Act 1985. There were no practicable means by which we could quantify the effect of this departure on the financial statements.

Except for the failure to provide depreciation on the freehold buildings, in our opinion the financial statements give a true and fair view of the company's affairs at 30 June 1999 and of its results for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

Nyman Libson Paul

Chartered Accountants

Registered Auditor

Regina House

124 Finchley Road

London

NW3 5JS

Dated: 27 January 2000

THE MACCABI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 1999

	Notes	1999 £	1998 (As restated) £
Incoming resources			
Donations and gifts	2	10,883	37,300
Investment income	3	38,782	10,111
Interest receivable		32,078	33,089
Net gain on disposal of fixed assets		593,357	-
Total incoming resources		675,100	80,500
Resources expended			
Direct charitable expenditure:			
Grants payable	4	80,000	84,000
		-	-
Other expenditure:			
Management and administration		22,812	4,169
Total resources expended	5	102,812	88,169
Net incoming resources		572,288	(7,669)
Realised gains on investment assets		3,835	-
Unrealised gains on investment assets		(263)	(5,036)
Net movement in funds		575,860	(12,705)
Fund balances at 1 July 1998		1,676,197	1,688,902
Fund balances at 30 June 1999		2,252,057	1,676,197

All profits and losses recognised in the year are reflected in the Statement of Financial Activities and arise from continuing activities.

The notes on pages 8 to 13 form part of these financial statements

THE MACCABI FOUNDATION

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 1999

	Year ended 30 June 1999 £	Year ended 30 June 1998 (As restated) £
Gross income from charitable operations	675,100	80,500
Non charitable trading activities	-	-
Total income	675,100	80,500
Total expenditure	102,812	88,169
Net income/(expenditure) for the year before transfers and investment asset disposals	572,288	(7,669)
Transfer to endowment funds	-	-
Net income/(expenditure) before investment asset disposals	572,288	(7,669)
Gain on disposal of fixed asset investments	3,835	-
Net income/(expenditure) for the year	576,123	(7,669)


The summary income and expenditure account is derived from the statement of financial activities on page 5 which, together with the notes on pages 8 to 13, provides full information on the movements during the year on all funds of the charity.

THE MACCABI FOUNDATION

BALANCE SHEET AS AT 30 JUNE 1999

		1999		1998 (As restated)	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	9		578,305		900,552
Investments	10		477,296		475,539
			<u>1,055,601</u>		<u>1,376,091</u>
Current assets					
Debtors	12	15,381		57,460	
Cash at bank and in hand		1,249,514		301,222	
		<u>1,264,895</u>		<u>358,682</u>	
Creditors: amounts falling due within one year	13	(2,676)		(1,806)	
Net current assets			<u>1,262,219</u>		<u>356,876</u>
Total assets less current liabilities			<u>2,317,820</u>		<u>1,732,967</u>
Creditors: amounts falling due after more than one year	14		(65,763)		(56,770)
Net assets			<u>2,252,057</u>		<u>1,676,197</u>
Income funds					
Unrestricted funds			<u>2,252,057</u>		<u>1,676,197</u>
			<u>2,252,057</u>		<u>1,676,197</u>

Approved by the Council of Management and signed on its behalf by


R Glatter FCA


E Rayman

Members of the Council of Management

27 January 2000

THE MACCABI FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 1999

1 Accounting policies

1.1 Basis of preparation

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets.

The accounts have been prepared in accordance with the provisions of the Companies Act 1985 and the Charities SORP.

1.2 Incoming resources

Income is received by way of donations, legacies and investment income from fixed asset investments. These are included in full in the income and expenditure account on a receivable basis.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold buildings are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Office equipment	10% on cost
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No depreciation is provided in respect of freehold buildings. The freehold buildings are kept in a constant state of upkeep and repair and in the opinion of the Council of Management any depreciation charge would be immaterial.

1.4 Investments

Fixed asset investments are stated at market value.

1.5 Foreign currency translation

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All differences are included in net incoming resources.

2 Donations

	Total Funds 1999 £	Total Funds 1998 (As restated) £
Rothschild Trust Guernsey Ltd	-	18,000
S Rubin	-	5,000
A Beckman	-	10,000
Maccabiah Organising Committee	-	3,100
Other	10,883	1,200
	<u>10,883</u>	<u>37,300</u>

THE MACCABI FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 1999

3 Investment income

	1999 £	1998 (As restated) £
Income from listed investments	38,782	10,111
	<u>38,782</u>	<u>10,111</u>

4 Grants payable

	1999 £	1998 (As restated) £
Grants to institutions: Maccabi Union	80,000	84,000
	<u>80,000</u>	<u>84,000</u>

5 Total resources expended

	Depreciation £	Other costs £	Total 1999 £	Total 1998 (As restated) £
Direct charitable expenditure:				
Grants payable	-	80,000	80,000	84,000
Other expenditure:				
Management and administration	2,152	20,660	22,812	4,169
	<u>2,152</u>	<u>100,660</u>	<u>102,812</u>	<u>88,169</u>

Management and administration costs includes payments to the auditors of £2,025 (1998 - £1500) for audit fees and £326 (1998 - £306) for other services.

6 Trustees

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

THE MACCABI FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 1999

7 Employees

Number of employees

There were no employees during the year.

8 Taxation

The Foundation has charitable status for tax purposes and, consequently, there is no liability to UK Corporation Tax.

9 Tangible fixed assets

	Land and buildings	Office equipment	Total
	£	£	£
Cost			
At 1 July 1998	885,493	21,515	907,008
Disposals	(320,095)	-	(320,095)
At 30 June 1999	565,398	21,515	586,913
Depreciation			
At 1 July 1998	-	6,456	6,456
Charge for the year	-	2,152	2,152
At 30 June 1999	-	8,608	8,608
Net book value			
At 30 June 1999	565,398	12,907	578,305
At 30 June 1998	885,493	15,059	900,552

All assets are used in the furtherance of the charity's objectives.

THE MACCABI FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 1999

10 Fixed asset investments

	Other investments other than loans	Investments on a recognised stock exchange	Total
	£	£	£
Market value at 1 July 1998	1	475,538	475,539
Disposals at opening book value	-	(89,100)	(89,100)
Acquisitions at cost	-	91,120	91,120
Change in value in the year	-	(263)	(263)
Market value at 30 June 1999	1	477,295	477,296
Historical cost:			
At 30 June 1999	1	480,342	480,343
At 30 June 1998	1	480,574	480,575

In 1993, the company's 1% holding in Kfar Hammacabiah, a company incorporated in Israel, was valued at £1 by the Members of the Council of Management. The historical cost of the holding is £54,650.

11 Portfolio Structure

Investments representing more than 5% of more of the market value of the portfolio.

		Portfolio %
Alliance & Leicester	7.125%	21%
HSBC	8.625%	18%
Lloyds Bank	7.375%	21%
Sainsbury	7.25%	20%
Welsh Water	7.125%	20%

THE MACCABI FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 1999

12 Debtors	1999 £	1998 (As restated) £
Other debtors	800	51,560
Prepayments and accrued income	14,581	5,900
	<u>15,381</u>	<u>57,460</u>

13 Creditors: amounts falling due within one year	1999 £	1998 (As restated) £
Accruals and deferred income	2,676	1,806

14 Creditors: amounts falling due after more than one year	1999 £	1998 (As restated) £
Unsecured interest free loans within one to two years	65,763	56,770

15 Restricted funds

There were no restricted funds.

16 Commitments under operating leases

At 30 June 1999 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	1999 £	1998 (As restated) £
Expiry date:		
Within two to five years	12,500	-

17 Directors

The Members of the Council of Management are also the directors of the company and any reference to members is therefore also to directors.

THE MACCABI FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 1999

18 Related parties

Grants of £80,000 (1997: £84,000) were paid to Maccabi Union in the year. Maccabi Union can be contacted at Prestige House, Station Road, Borehamwood, Herts. WD6 1DF.

There is no binding legal commitment to make this grant.

Rent of £6,250 was paid on behalf of Maccabi Union for use of accommodation during the period.

All the directors and members of the Council of Management apart from A P Ohrenstein are officers of Maccabi Union.

19 Prior year adjustment

In order to comply with Financial Reporting Standard 12 'Provisions, Contingent Liabilities and Contingent Assets', which has become mandatory since the last balance sheet date, the comparative figures have been adjusted and restated where appropriate to reflect the change in accounting policy necessitated by the introduction of the new standard.

The designated building fund, the balance of which stood at £885,493 has been transferred to the general fund.