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**Samuel Sebba  
Charitable Trust**

**Annual Report and Accounts**

5 April 2011

Charity Registration Number  
253351

ACCOUNTS  
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## Reference and administrative information

<b>Trustees</b>	The Lady Winston (Chair) Leigh Sebba Stanley Sebba Victor Klein Clive M. Marks OBE Sallie Tangir Yoav Tangir
<b>Chief Executive Officer</b>	David Lerner
<b>Principal address</b>	25-26 Enford Street London W1H 1DW
<b>Charity registration number</b>	253351
<b>Auditor</b>	Buzzacott LLP 130 Wood Street London EC2V 6DL
<b>Investment managers</b>	Smith & Williamson Investment Management Limited 25 Moorgate London EC2R 6AY
<b>Bankers</b>	Bank Hapoalim B.M. London Branch 25 Saville Row London W1S 2ES
<b>Solicitors</b>	Berwin Leighton Paisner Adelaide House London Bridge London EC4R 9HA

## Trustees' report Year to 5 April 2011

The trustees present their statutory report together with the accounts of the Samuel Sebba Charitable Trust (The Trust) for the year ended 5 April 2011.

The accounts have been prepared in accordance with the accounting policies set out on pages 15 to 16 and comply with the charity's trust deed, applicable law and the requirements of the Statement of Recommended Practice on "Accounting and Reporting by Charities" issued in March 2005 have been followed in the preparation of this report and accounts.

### GOVERNANCE, STRUCTURE AND MANAGEMENT

#### Constitution

The charity was created by a deed dated 16 March 1967 as a Trust exclusively for charitable purposes and was registered with the Charity Commissioners on 5 September 1967, Charity Registration No. 253351.

#### Trustees

During the year, there were seven trustees. Four trustees were resident in the United Kingdom and three were resident in Israel.

New trustees are appointed by those trustees in office at the time of appointment. The trust deed provides for a minimum of three trustees and by a further deed, this was increased to a maximum of seven trustees. The trustees extend their grateful thanks to Lady Winston for all her hard work and valuable support as Chair.

Trustees are required to disclose all relevant interests and register them with the Chief Executive Officer (CEO) and in accordance with the Trust's policy withdraw from decisions where a conflict of interest arises.

The following trustees were in office at 5 April 2011 and served throughout the year except where shown:

<b>Trustees</b>	<b>Appointed/retired</b>
The Lady Winston (Chair)	
Victor Klein	
Clive M. Marks OBE	
Leigh Sebba	
Professor Leslie Sebba	Retired 17 June 2010
Stanley Sebba	
Sallie Tangir	
Yoav Tangir	Appointed 17 June 2010

#### Statement of trustees' responsibilities

The trustees are responsible for preparing the trustees' report and accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

## **GOVERNANCE, STRUCTURE AND MANAGEMENT** (continued)

### Statement of trustees' responsibilities (continued)

The law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the for that period. In preparing these accounts, the trustees are required to:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP);
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- ◆ prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 1993, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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 trustees are responsible for the maintenance and integrity of financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.

### Governance

The Trust has three sub-committees that meet regularly: the Finance and Investment Committee, the British Grant Committee and the Israel Grant Committee. Tamsin Doyle, Victor Klein, Clive Marks, Leigh Sebba, Brian Parkinson, Roger Adelman and Lady Winston (as Chair) are members of the British Grant Committee. Clive Marks, Leigh Sebba, Roger Adelman, Victor Klein and Lady Winston are members of the Finance and Investment Committee. The Israel Grant Committee is made up of trustees Stanley Sebba, Sallie Tangir and Yoav Tangir and co-optees Professor Leslie Sebba, Odelia Sebba and Eran Tangir. All trustees are invitees to all sub-committees of the Trust. At the quarterly trustees' meetings, the trustees consider general strategy, the areas of grant making activities and reports from the Finance and Investment Committee, the British Grant Committee, the Israel Grant Committee, and the Chief Executive Officer (CEO). The reports show the outcome of such activities including expected performances and whether the Trust's policies are being fully implemented. The meetings also consider reports and plans of the sub-committees including investment and financial reserves.

## **GOVERNANCE, STRUCTURE AND MANAGEMENT** (continued)

### Governance (continued)

The trustees keep the skill requirements for the trustee body under review and in the event of the retirement of a trustee or the requirement for a replacement, the trustees set up a nomination sub-committee to recruit the new trustee(s).

Professor Leslie Sebba retired from as a trustee on 17 June 2010. However, he remains a member of the Israel Grant Committee. Trustees express their appreciation for his twenty two years of thoughtful service to the Trust. The Trust has in place plans for a gradual trustee succession. Yoav Tangir, a grandson of the late Samuel Sebba, accepted the invitation to become a trustee during the year. He will remain Chair of the Israel Grant Committee.

### Induction and training

The Samuel Sebba Charitable Trust has an induction pack and a comprehensive file submitted by Clive Marks and the UK trustees to the members of the Charity Commission outlining, inter alia, the continuing process of strategic planning.

As part of the induction process, anyone proposed as a trustee would meet the existing trustees and the CEO. The grant making processes, the powers and responsibilities of trustees, sub-committees and finance are all explained and discussed. The induction pack together with the Charity Commission's publications, copies of three years' annual reports and accounts and the trust deed and variations thereto, become the permanent possession of the new trustee.

### Management

The administration of approved grants and the careful consideration of written applications before they are put to the trustees for decision is delegated to the CEO who is supported by the grants/trust administrative officer. The Trust has two local grant officers in Israel who evaluate applications and provide reports on grants made to charities in Israel.

These reports are then submitted to the CEO and circulated to the trustees. Arising out of the extensive pre and post grant reports, trustees satisfy themselves that all grants awarded meet with public benefit requirements. A regular feature of the work of the trust is to receive reports from the grant receiving organisations which must formally adhere to all the terms and conditions initially set out.

### Monitoring

Because of the stringent requirements to conform to the terms set out in documents relating to a successful grant, progress reports and outcome reports are continually monitored. This enables the Trust to support efficient and effective charities giving them confidence for ongoing support. This monitoring of all grants is achieved both by the submission of self evaluative reports from the grantees and by visits from the CEO and grant officers in Israel.

## **GOVERNANCE, STRUCTURE AND MANAGEMENT** (continued)

### Monitoring (continued)

Staff members are often accompanied on these visits by members of the British and Israel grant committees. The staff evaluation reports on visits are submitted to the grant committees and in turn to the trustees for their consideration.

### Risk management

The trustees have assessed the major risks to which the charity is exposed, in particular those relating to the specific operational areas of the charity, its investments and its finances. The trustees believe that by ensuring controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

The trustees minimise investment risk through the use of investment advisers and general operating risk is minimised through regular review procedures of the Trust's activities by the trustees.

The trustees apply the total return approach to investments. This enables the Trust to continue to make a significant number of grants available each year.

## **ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES**

### Charitable objectives

The objects of the Trust are the enhancement of the quality of life of people across a very broad range of activities, based on the open nature of the founding trust deed. The Trust carries out these objects by carefully researched papers from its staff and identifying priorities over a three year cycle and on a year by year basis.

Grants were made during the year as listed under the Achievements and Performance section of this report in practical application of agreed policies by the trustees. When setting the objectives and deciding on the grant making activities of the charity, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

### Activities

Key areas for funding in the UK are palliative care, refugees, Jewish education, welfare and communal infrastructure. In Israel, the focus is on the environment, human rights and social justice, disability and youth at risk.

**ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES** (continued)

Activities (continued)

Trustees have specialist knowledge and expertise in areas covered by the grants. Each trustee receives well researched documentation for the fields in which grants are likely to be successful. At trustee and both the British and Israel Grant Committee meetings, there are presentations from external experts on medium and long-term developments on the issue areas of grant making. Strategic planning is also revisited on an annual basis.

Cementing partnerships with strategic alliances

The Trust continues to be a partner in the Green Environment Fund, which is dedicated to the enhancement of the environment in Israel. Yoav Tangir and Odelia Sebba sit as representatives of the Samuel Sebba Charitable Trust on the relevant executive and management committees of the Green Environment Fund. The CEO has been a member of an informal grouping of trusts and philanthropies, The Reubens Group. This provides opportunities to enhance learning about best practice in philanthropy and meet on an occasional basis with the trusts which are often co-funders with the Samuel Sebba Charitable Trust. The staff of the Samuel Sebba Charitable Trust encourages grantees to explore collaborative opportunities in order to avoid duplication of provision of services.

Grant making policy

The Trust has grown over the years. It has adopted grant-making policies and guidelines, alongside its governance structure to enable it to deal in a rigorous, thorough and expeditious manner with grant applications.

The Trust has established its grant-making policy to achieve its objects for the public benefit by making grants to charities whose objectives are clear, those who can demonstrate best practice and sustainability, whose operations are transparent and whose commitment to the public benefit is demonstrable.

The Trust has increased its support for refugee welfare and advocacy in both Israel and the United Kingdom. It continues to develop policies in issue areas. The focus in 2010/11 has been on disability in Israel and provision for refugees in the United Kingdom.

Investment policy

The Trust has investments in unlisted property companies and in listed investments. The trustees have asked their investment advisers, Smith & Williamson Investment Management, to adopt a relatively cautious approach to investment that would not place undue risk on the charity's funds. They are also asked to ensure that there is sufficient liquidity to give the trustees freedom to make grants in response to the annual grant making cycle.



## **ACHIEVEMENTS AND PERFORMANCE**

### Review of activities

During the year to 5 April 2011, the total grants (see also note 3) were £1,938,214 (2010 - £2,835,478). These were made up of grants of £15,000 or more to 52 institutions (2010 - 75), totalling £1,480,074 (2010 - £2,273,127) and grants of less than £15,000 to 56 institutions (2010 - 68) totalling £458,140 (2010 - £571,847).

Further details of grants payable by activities are shown in note 2 of the attached accounts.

### Public benefit

In giving two case studies of the charity's grantees, the trustees would like to emphasise that they value the work of all their grantees. The charity has not singled the two case studies out as being in any way better than other possible examples, but illustrative of the Trust's commitment to choosing grantees which can demonstrate best practice and sustainability and have an impact beyond their immediate operation.

### *Law Clinics in Israel*

The Trust has made grants to the Tel Aviv University to support the Tel Aviv University Refugee Law Clinic. This grant has multiple benefits. The students in the law clinic are working on real cases and establishing new administrative practices and case law in regards to refugees in Israel. In addition to the benefit being provided to specific individuals, the establishment of legal precedents are of benefit to many other refugees who find themselves in Israel. Thirdly, the law students are participating voluntarily in pro-bono work. It is hoped that through this, they will develop a life-long passion for social justice in their personal legal practice and thus, a commitment to benefit the public in whichever area of law they end up practicing.

### *Cystic Fibrosis UK*

The Trust has been supporting the employment of the first specialist Paediatric Nutritionist for Cystic Fibrosis in the UK. The appointment is at the Royal Victoria Infirmary Newcastle. In addition to the benefits being provided to the CF sufferers and their families whose health is being supported at the Royal Victoria Infirmary, the training of the appointee is being recorded and turned into educational units which can be used on national paediatric nutrition courses. The knowledge and skills gained will therefore be available to nutritionists who may from time-to-time have to support children with CF but who will not have developed this as a specialism. It is hoped that the development of these modules will allow for a specialist course to be provided and further specialists to be trained so that there is national coverage of this important knowledge for children with CF in the UK.

It is worthy of note that a parallel grant is in operation in Israel for the employment of a CF specialist in Pharmacology. This specialist is looking at interactions between the many different drugs that CF sufferers have to take to help them with their nutrition. A criterion for the appointment was that the CF advisor should have expertise in Arabic, Hebrew and English, Israel's three national languages. Furthermore, as in England, courses for non-specialists are being developed so that the knowledge gained is not the exclusive preserve of one person.

## **ACHIEVEMENTS AND PERFORMANCE**

### Investment Performance

The investment managers continued to invest in accordance with the trustees' investment policy set out above.

The trustees are satisfied with the performance of the listed investments, given the difficult stock market conditions, and remain satisfied that their investment objectives are being met.

The unlisted investments performed well during the year resulting in increased dividends and significant unrealised gains. The charity disposed of its holding in one of the unlisted investments (Portman Square Property Holdings Limited) during 2010/11 giving rise to increased realised gains.

## **FINANCIAL REVIEW**

### Results for the year

A summary of the year's results can be found on page 12 of the accounts.

Total incoming resources in the year were £2,811,721 (2010 - £704,864) with income from investments totalling £2,804,540 (2010 - £704,864) as a result of the increased dividends from unlisted investments referred to above.

The total resources expended incurred in the year were £2,258,031 (2010 - £3,103,434). Expenditure on grant making activities, including support costs, totalled £2,171,057 (2010 - £3,025,313). Costs of generating funds comprised of investment management fees of £41,565 (2010 - 29,535). The remainder of the costs related to governance costs and amounted to £45,409 (2010 - £48,586).

### Financial position

The balance sheet shows total funds of £56,350,342 (2010 - £39,851,315) all of which are unrestricted. These include both listed and unlisted investments totalling £55,536,939 (2010 - £39,613,771). Movements in investments during the year are detailed in note 10.

### Post balance sheet events

In July 2011, the charity disposed of its shareholding in Wardrobe Holdings Limited for an initial consideration of £6.16million with a further £219,000 receivable in June 2012.

### Reserves policy

The trustees consider that the present level of reserves is satisfactory for the maintenance of the current level of grant making and for any future plans which may require a cautious increase of these present levels.

**FINANCIAL REVIEW** (continued)

Reserves policy (continued)

The Trust's financial advisers are in regular contact with the Finance and Investment Committee, and have pursued a successful policy of increasing the Trust's grant making resources and investments in a cautious manner minimising the risks to investments from sudden world market instability. The trustees hope to stabilise the present level of grant making until mid 2017.

The charity's capacity for medium term grant-making was enhanced in May 2010 when Portman Square Property Holdings Limited was sold. It has been further enhanced by the sale of Wardrobe Holdings Limited in July 2011. These disposals have led to a significant increase in liquidity.

**FUTURE PLANS**

The trustees regularly review their spending priorities, applying processes explained above, plan for the short, medium and long term. The trustees hope to maintain their areas of interest as follows:

- ◆ Welfare and social needs
- ◆ Palliative care
- ◆ Refugees
- ◆ Youth at risk
- ◆ Education
- ◆ Environment
- ◆ Human Rights advocacy

The Samuel Sebba Charitable Trust is a lasting testimony to the generosity and charitable concerns of the late Samuel Sebba.

Approved by the trustees and signed on their behalf by:

*Lira H. Winston*

Trustee

Approved by the trustees on:

*27 October 2011*

## **Independent auditor's report** Year to 5 April 2011

### **Independent auditor's report to the trustees of The Samuel Sebba Charitable Trust**

We have audited the accounts of The Samuel Sebba Charitable Trust for the year ended 5 April 2011, which comprise the statement of financial activities, the balance sheet, the principal accounting policies and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the trustees, as a body, in accordance with Section 43 of the Charities Act 1993 and with regulations made under Section 44 of that Act. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the trustees as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of trustees and auditor**

As explained more fully in the statement of trustees' responsibilities as set out in the trustees' report, the trustees are responsible for the preparation of the accounts which give a true and fair view.

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

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

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

## **Independent auditor's report** Year to 5 April 2011

### **Opinion on the accounts**

In our opinion the accounts:

- ◆ give a true and fair view of the state of the charity's affairs as at 5 April 2011 and of its incoming resources and application of resources for the year then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ◆ have been prepared in accordance with the requirements of the Charities Act 1993.

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

We have nothing to report in respect of the following matters where the Charities Act 1993 requires us to report to you if, in our opinion:

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

Buzzacott LLP

Buzzacott LLP  
Statutory Auditor  
130 Wood Street  
London  
EC2V 6DL

15 November 2011

Buzzacott LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

## Statement of financial activities Year to 5 April 2011

	Notes	Unrestricted funds	
		Total funds 2011 £	Total funds 2010 £
<b>Incoming resources</b>			
Incoming resources from generated funds			
. Investment income	1	2,804,540	704,864
Other incoming resources		7,181	—
<b>Total incoming resources</b>		<b>2,811,721</b>	<b>704,864</b>
<b>Resources expended</b>			
Cost of generating funds			
. Investment manager's fees		41,565	29,535
Charitable activities			
. Enhancing peoples' lives through grantmaking	2	2,171,057	3,025,313
Governance costs	4	45,409	48,586
<b>Total resources expended</b>		<b>2,258,031</b>	<b>3,103,434</b>
<b>Net incoming (outgoing) resources before other recognised gains and losses</b>		<b>553,690</b>	<b>(2,398,570)</b>
<b>Other recognised gains and losses</b>			
Realised gains on investments	10	2,206,750	118,980
Unrealised gains on investments	10	13,738,587	348,480
<b>Net movement in funds</b>		<b>16,499,027</b>	<b>(1,931,110)</b>
<b>Fund balances brought forward at 6 April 2010</b>		<b>39,851,315</b>	<b>41,782,425</b>
<b>Fund balances carried forward at 5 April 2011</b>		<b>56,350,342</b>	<b>39,851,315</b>

All movements derive from continuing activities during the above two financial periods.

## Statement of financial activities Year to 5 April 2011

<b>Historical cost net movement in funds</b>	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Net movement in funds	<b>16,499,027</b>	(1,931,110)
Less: unrealised gains (see note 10)	<b>(13,738,587)</b>	(348,480)
Less: realised gains (see note 10)	<b>(2,206,750)</b>	(118,980)
Plus historic cost gains on disposals	<b>3,434,541</b>	1,296,320
	<b>3,988,668</b>	(1,102,250)

The charity has no recognised gains and losses other than those shown above and therefore no separate statement of total recognised gains and losses has been presented.

**Balance sheet** 5 April 2011

	Notes	2011 £	2011 £	2010 £	2010 £
<b>Fixed assets</b>					
Tangible assets	9		8,328		16,541
Investments	10		<u>55,536,939</u>		<u>39,613,771</u>
			<b>55,545,267</b>		<b>39,630,312</b>
<b>Current assets</b>					
Debtors	11	658,086		165,073	
Cash at bank and in hand		<u>190,830</u>		<u>89,772</u>	
		<b>848,916</b>		<b>254,845</b>	
<b>Creditors:</b> amounts falling due within one year	12	<u>(43,841)</u>		<u>(33,842)</u>	
<b>Net current assets</b>			<u>805,075</u>		<u>221,003</u>
<b>Total net assets</b>			<u>56,350,342</u>		<u>39,851,315</u>
<b>Represented by:</b>					
<b>Funds and reserves</b>					
Unrestricted general funds			<u>56,350,342</u>		<u>39,851,315</u>

Approved by the trustees  
and signed on their behalf by:

*Lira H. Winsky*

Trustee

Approved on: *27 October 2011*



## **Principal accounting policies** Year to 5 April 2011

### **Basis of accounting**

The accounts have been prepared under the historical cost convention, as modified by the inclusion of investments at market value, and in accordance with the requirements of the Charities Act 1993. Applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) have been followed in the preparation of these accounts.

### **Cash flow statement**

The accounts do not include a cash flow statement because the Trust, as a small entity, is exempt from the requirements to prepare such a statements under Financial Reporting Standard 1 "Cash flow statements".

### **Incoming resources**

Incoming resources are recognised in the statement of financial activities in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty.

### **Resources expended**

Expenditure is included in the statement of financial activities when incurred and includes irrecoverable VAT.

Resources expended comprise the following:

- a. The costs of generating funds include the fees paid to investment managers in connection with the management of the charity's listed investments.
- b. The costs of charitable activities comprise grants made and an apportionment of support costs:
  - ◆ Grants payable are included in the statement of financial activities when approved by the trustees and when the intended recipient has either received all the funds, or has been informed of the decision to make the grants and has satisfied all related conditions.
  - ◆ Grants approved and for which the recipient has satisfied all conditions, but which have not been paid at the end of the financial year, are included in creditors.
  - ◆ Grants where the beneficiary has not been informed or has yet to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.
- c. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of support costs.

## **Principal accounting policies** Year to 5 April 2011

### **Tangible fixed assets**

All assets costing more than £2,500 and with an expected useful economic life exceeding one year are capitalised. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Furniture and equipment	20% on net book value
Computer equipment	25% on net book value

### **Investments**

Listed investments are included in the accounts at their market value at the balance sheet date. Unlisted investments, which comprise of shares in property investment companies, are valued based on the audited net assets of the companies plus any adjustments which the directors of the companies consider are relevant to their valuation. Realised gains (losses) are credited (debited) to the statement of financial activities in the year in which they arise.

### **Fund accounting**

Unrestricted general funds represent those monies which are freely available for application towards achieving any charitable purpose that falls within the charity's objects.

### **Operating leases**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight line basis over the lease term.

### **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the net movement in funds and are classified as governance costs.

## Notes to the accounts Year to 5 April 2011

### 1 Investment income

	Unrestricted funds	
	2011 £	2010 £
Dividends from unlisted investments (see note 18)	<b>2,678,100</b>	578,105
Dividends from listed investments	<b>74,302</b>	107,710
Interest income from listed investments	<b>34,494</b>	16,506
Bank interest receivable	<b>17,644</b>	2,543
	<b>2,804,540</b>	704,864

### 2 Enhancing peoples' lives through grantmaking

	Grants funded 2011 (note 3) £	Support 2011 (note 5) £	Total funds 2011 £	Total funds 2010 £
Arts and culture	78,000	10,581	<b>88,581</b>	100,144
Community	204,417	27,518	<b>231,935</b>	273,008
Education	352,847	44,452	<b>397,299</b>	433,719
Environment	141,209	8,467	<b>149,676</b>	128,361
Health and medical	59,913	8,467	<b>68,380</b>	91,954
Human rights and social justice	409,654	46,569	<b>456,223</b>	482,523
Research	39,233	2,117	<b>41,350</b>	47,041
Welfare	214,145	21,168	<b>235,313</b>	1,101,871
Disability	243,860	35,985	<b>279,845</b>	64,975
Interfaith	7,500	2,117	<b>9,617</b>	32,395
Palliative care	53,471	10,584	<b>64,055</b>	74,744
Students	30,000	2,117	<b>32,117</b>	62,041
Youth at risk	103,965	12,701	<b>116,666</b>	142,033
	<b>1,938,214</b>	<b>232,843</b>	<b>2,171,057</b>	3,034,809
Refund of grants awarded in prior years	—	—	—	(9,496)
	<b>1,938,214</b>	<b>232,843</b>	<b>2,171,057</b>	<b>3,025,313</b>

**Notes to the accounts** Year to 5 April 2011

**3 Grants payable**

<b>Recipient</b>	<b>Purpose</b>	<b>Charity numbers (UK and overseas)</b>	<b>Amount of grant £</b>
<b>Arts and culture</b>			
London Philharmonic Orchestra	General operating support	238045	15,000
Wigmore Hall Trust	Wigmore Hall Schools programme	1024838	15,000
Music of Remembrance	General operating support	91-1923624	33,000
			<u>63,000</u>
<b>Community</b>			
Board of Deputies of British Jews	General operating support	1058107	25,000
Community Security Trust	General operating support	1042391	40,000
Interlink Foundation	General operating support	3852756	20,000
Yedid - The Association for Community Empowerment	General operating support	312171	19,455
Jewish Volunteering Network	To fund the appointment of a volunteer coordinator at the JVN	1130719	17,500
Yedid - The Association for Community Empowerment	To support the operation of the YEDID centre in Tel Mond and the implementation of special programmes	312171	27,452
			<u>149,407</u>
<b>Education</b>			
Jewish Learning Exchange	General operating support	292886	15,000
Limmud	General operating support	1083414	20,000
Noam Primary School	General operating support	1079593	15,000
Yeshivat Kerem B'Yavneh	General operating support	580009314	15,893
London Jewish Cultural Centre	Adult education programme	1081014	60,000
Edgware Jewish Primary School	To support the capital development that will permit this school to get state aid	1118619	25,000
Kisharon	To support the Asher Loftus Business Centre project	271519	25,000
Lihyt be Tel Mond	Funding towards the purchase of school books, two new computers, printer and scanner for the clubhouse	580347813	15,089
London School of Jewish Studies	To support the Adult Jewish Literacy project	310023	60,000
New Yeruham Fund	To support the development of teaching training and student attainment in mathematics in Yeruham	580455277	26,035
			<u>277,017</u>
Carried forward to page 19			<u>489,424</u>

**Notes to the accounts** Year to 5 April 2011

**3 Grants payable (continued)**

<b>Recipient</b>	<b>Purpose</b>	<b>Charity numbers (UK and overseas)</b>	<b>Amount of grant £</b>
Brought forward from page 18			<b>489,424</b>
<b>Environment</b>			
Green Course - Students for the environment	Building capacity for the environment	580383909	<b>15,976</b>
Green Environment Fund	Partnership grant	1060081	<b>96,622</b>
Merchav - Movement for Israeli Urbanism	Mayors Institute for Sustainable Urban Design	580429256	<b>17,913</b>
			<b>130,511</b>
<b>Health and medical</b>			
EYAL Israel Epilepsy Association	General operating support	580091072	<b>15,866</b>
Cystic Fibrosis Trust	To support the Food for Thought project at the Royal Victoria Infirmary, Newcastle	1079049	<b>30,000</b>
			<b>45,866</b>
<b>Human rights and social justice</b>			
Association for Civil Rights in Israel (ACRI)	General operating support	580011567	<b>58,210</b>
B'Tselem	General operating support	580146256	<b>27,130</b>
Hotline for Migrant Workers	General operating support	580333094	<b>26,393</b>
Kav LaOved	General operating support	580175545	<b>17,787</b>
Machsom Watch	General operating support	513573139	<b>16,319</b>
Medical Foundation for the Care of Victims of Torture	General operating support	1000340	<b>40,000</b>
Brighton Voices in Exile	To help BViE enhance its fundraising and communication capacity and increase its capacity by becoming accredited immigration advisers to help with legal cases	1130363	<b>15,000</b>
Hebrew University of Jerusalem	Funding towards the Community Law Clinic	209691	<b>25,000</b>
Nazareth Nurseries Institute - Al-Tufula Center	Empowerment of disabled Arab women to advocate for their rights	580131498	<b>20,734</b>
New Israel Fund	To support the core activities of SHATIL and the general operation of the NIF UK office	1060081	<b>17,500</b>
New North London Synagogue Destitute Asylum Seekers' Drop-in Project	NNLS Destitute Asylum Seeker Drop in project	1094668	<b>15,000</b>
Physicians for Human Rights - Israel	To support the "Ensuring Equal Access to Health Care Inside Israel" project	580142214	<b>12,500</b>
			<b>291,573</b>
Carried forward to page 20			<b>957,374</b>

**Notes to the accounts** Year to 5 April 2011

**3 Grants payable (continued)**

Recipient	Purpose	Charity numbers (UK and overseas)	Amount of grant £
Brought forward from page 19			<u>957,374</u>
<b>Human rights and social justice (continued)</b>			
Tel Aviv University Trust	To continue support of the work of the clinic in protecting the rights of refugees and developing Israel law and practice	314179	25,000
Women Against Violence (WAV)	To support the 'high school awareness programme in regards to sexual abuse' project	582027199	<u>16,118</u>
			<u>41,118</u>
<b>Research</b>			
Van Leer Jerusalem Institute Total	Ongoing support for research into the impact of privatisation on social welfare and benefit	510691983	<u>39,233</u>
			<u>39,233</u>
<b>Welfare</b>			
Alzheimer's Association of Israel	General operating support	580130714	55,922
Jewish Care	General operating support	802559	50,000
Nightingale House	General operating support	207316	15,000
Norwood	General operating support	1059050	50,000
Jewish Women's Aid	Community support for Jewish Women affected by Domestic Violence project	1047045	<u>15,000</u>
			<u>185,922</u>
<b>Disability</b>			
Beit Noam	General operating support	580024057	21,133
Ferring Country Centre	General operating support	297286	20,000
Milbat	General operating support	580000339	21,183
Al-Manarah Association for the Advancement of the Blind in the Arab Society in Israel	To support the Social Awareness and Empowerment project	580442697	21,701
Kesher - connecting special families	To support the parent advice project	580235125	31,458
Langdon Foundation	To support the post of an Employment Officer to find and support work placements for the learning disabled adults in the community	1086393	<u>25,000</u>
			<u>140,475</u>
Carried forward to page 21			<u>1,364,122</u>

**Notes to the accounts** Year to 5 April 2011

**3 Grants payable (continued)**

Recipient	Purpose	Charity numbers (UK and overseas)	Amount of grant £
Brought forward from page 20			<u>1,364,122</u>
<b>Palliative Care</b>			
Prostate Cancer Charity	Funding towards the Information Services Team	1005541	<u>15,000</u>
			<u>15,000</u>
<b>Students</b>			
Union of Jewish Students Hillel	UJS Urban Backpacking/UJS Director of Education & Development	313503	<u>30,000</u>
			<u>30,000</u>
<b>Youth at Risk</b>			
Summit Institute	General operating support	580031813	<u>26,414</u>
Elem - Youth in Distress	General operating support	580036945	<u>20,861</u>
Friends of Bait Ham	To support a Charedi youth at risk project in Jerusalem with staffing costs and some capital improvements	580037570	<u>23,677</u>
			<u>70,952</u>
Total of grants < £15,000 (to 56 organisations)			<u>458,140</u>
<b>Total grants</b>			<u><b>1,938,214</b></u>

**4 Governance costs**

	2011 £	2010 £
Auditor's remuneration		
· Audit fees – current year	5,940	5,175
· Audit fees – previous year	113	1,603
Trustees' meetings and expenses	672	1,415
Legal and professional fees	5,828	14,131
Support costs (note 5)	<u>32,856</u>	<u>26,262</u>
	<u>45,409</u>	<u>48,586</u>

Included within support costs is £4,624 (2010 - £4,416) in relation to non-audit fees payable to auditors; and £519 (2010 - £nil) in relation to travel expenses paid on behalf of two trustees (2010 - nil).

**Notes to the accounts** Year to 5 April 2011

**5 Support costs**

	Charitable activities 2011 (note 2) £	Governance 2011 (note 4) £	Total 2011 £	Total 2010 £
Staff costs (note 6)	114,953	20,286	<b>135,239</b>	96,036
Accountancy and management fees	10,951	4,693	<b>15,644</b>	18,135
Premises costs	14,508	2,560	<b>17,068</b>	17,386
Grant research and consultancy costs	62,308	—	<b>62,308</b>	59,151
Computer expenses	9,413	1,662	<b>11,075</b>	7,611
Depreciation (note 9)	6,981	1,232	<b>8,213</b>	5,285
Other expenses	13,729	2,423	<b>16,152</b>	12,493
<b>Total</b>	<b>232,843</b>	<b>32,856</b>	<b>265,699</b>	216,097

Premises costs, computer expenses, depreciation and other expenses are allocated on the basis of usage; grant research and consultancy costs are allocated directly to charitable activities; and staff costs and accountancy and management fees are allocated on basis of time spent.

**6 Staff costs**

Staff costs during the year were as follows:

	2011 £	2010 £
Wages and salaries	<b>119,496</b>	83,254
Social security costs	<b>13,746</b>	9,194
Other pension costs	<b>1,997</b>	3,588
	<b>135,239</b>	96,036

The average number of employees during the year, calculated on a full time equivalent basis, analysed by function, was as follows:

	2011	2010
Charitable activities	<b>1.7</b>	1.4
Governance	<b>0.3</b>	0.3
	<b>2.0</b>	1.7

One employee earned £60,000 or more (including taxable benefits) during the year (2010 – none).



## Notes to the accounts Year to 5 April 2011

### 7 Related party transactions

No trustee received any remuneration in respect of services provided during the year (2010 – Nil).

No trustees (2010 – Nil) were reimbursed for expenses incurred during the course of their duties during the year (2010 – nil). Two trustees' (2010 – nil) travel expenses were paid directly by the charity during the year totalling £519 (2010 £nil).

During the year ended 5 April 2011, the charity paid grants of £60,000 to the London School of Jewish Studies and £10,000 to the Chief Rabbinate Trust, organisations of which Lady Winston is a trustee; and £60,000 to the London Jewish Cultural Centre of which Clive Marks is a president; and £15,000 to the London Philharmonic Orchestra and £10,000 to the Jewish Association for Business Ethics, organisations of which Clive Marks is a trustee.

The charity received dividends in the year from the following companies in which Leigh Sebba, a trustee, acts as a director; and along with trustees Sallie Tangir and Stanley Sebba, has significant shareholdings in:

	2011	2010
	£	£
5,519 Parwick Holdings Limited Ordinary £1 Shares	211,377	200,892
5,519 Salisbury House Holdings Limited Ordinary £1 Shares	1,094,418	200,892
4,844 Warnford Investment Holdings Limited Ordinary £1 Shares	1,372,305	176,321
	<u>2,678,100</u>	<u>578,105</u>

### 8 Taxation

The Samuel Sebba Charitable Trust is a registered charity and, therefore, is not liable to income tax or corporate tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

### 9 Tangible fixed assets

	Furniture and equipment £	Computer equipment £	Total £
<b>Cost</b>			
At 6 April 2010 and 5 April 2011	6,700	28,248	34,948
<b>Depreciation</b>			
At 6 April 2010	3,956	14,451	18,407
Charge for the year	2,744	5,469	8,213
At 5 April 2011	6,700	19,920	26,620
<b>Net book value</b>			
At 5 April 2011	—	8,328	8,328
At 6 April 2010	2,744	13,797	16,541

**Notes to the accounts** Year to 5 April 2011

**10 Investments**

	2011 £	2010 £
Investment assets comprise investments:		
Held within the UK		
. Listed	5,924,333	4,033,676
. Unlisted	45,811,720	34,311,074
Held outside the UK		
. Listed	1,696,583	957,049
Cash held with investment managers	2,104,303	311,972
	<b>55,536,939</b>	<b>39,613,771</b>

Movements in investments during the year were as follows:

	2011 £	2010 £
Market value at the beginning of the year	39,301,799	42,144,701
Add: Purchases at cost during the year	5,178,119	1,357,319
Less: Disposal proceeds	(6,992,619)	(4,667,681)
Realised gains	2,206,750	118,980
Unrealised gains	13,738,587	348,480
Market value at end of the year	53,432,636	39,301,799
Cash held with investment managers	2,104,303	311,972
	<b>55,536,939</b>	<b>39,613,771</b>
Historic cost	14,269,158	12,649,117

Reconciliation of movements in accumulated unrealised gains

	2011 £	2010 £
Accumulated unrealised gains at beginning of the year	26,652,682	27,481,542
Less: unrealised gains in respect of share disposals in year	(1,227,791)	(1,177,340)
Add: Net gains arising on revaluation at end of the year	13,738,587	348,480
Accumulated unrealised gains at the end of the year	<b>39,163,478</b>	<b>26,652,682</b>

Listed investments

Listed investments at 5 April 2011 comprise the following:

	2011 £	2010 £
UK Gilts and loan stock	3,965,814	1,684,315
UK Unit and Investment Trusts	517,370	522,140
UK Equities	1,441,149	1,827,221
Overseas Equities	1,520,425	39,800
Overseas Unit & Investment Trusts	176,158	917,249
	<b>7,620,916</b>	<b>4,990,725</b>

10 Investments (continued)

At 5 April 2011, listed investments included the following individual holdings deemed material when compared with the overall listed investment portfolio:

	Value of holding £	Percentage of total market value %
Treasury 2.5% VL Stock 2020	1,218,122	15.98
Treasury 2.5% VL Stock 2024	1,000,551	13.13
Treasury 2.5% VL Stock 2017	755,495	9.91

Unlisted investments

The Trust had the following unlisted shareholdings at 5 April 2011:

	Value of holding £	Percentage of total market value %	2011 number of £1 shares	2010 number of £1 shares
Warnford Investment Holdings Limited	10,070,676	19.79	4,844	4,844
Parwick Holdings Limited	23,201,876	19.24	5,519	5,519
Salisbury House Holdings Limited	8,019,107	22.72	5,519	5,519
Wardrobe Holdings Limited	4,520,061	22.36	5,519	5,519
Portman Square Properties Holdings Limited	—	—	—	5,519

In July 2011, the charity disposed of its shareholding in Wardrobe Holdings Limited for an initial consideration of £6.16 million with a further £219,000 receivable in June 2012.

11 Debtors

	2011 £	2010 £
Other debtors (see below)	658,086	—
Grant repayable (see note 13)	—	161,034
Sundry debtors and prepayments	—	4,039
	<b>658,086</b>	<b>165,073</b>

Other debtors of £658,086 relates to the retained consideration from the disposal of the shareholding in Portman Square Properties Holding Limited during the year. £329,043 was received in July 2011 and the remaining £329,043 is receivable in June 2012 on the basis that no claims are made against the amounts retained by the purchaser of the shareholding.

**Notes to the accounts** Year to 5 April 2011

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

	2011	2010
	£	£
Accruals and other creditors	39,626	33,842
Social security and other taxes	4,215	—
	<b>43,841</b>	<b>33,842</b>

**13 Reconciliation of grants payable**

	2011	2010
	£	£
Grant (repayable) commitments at beginning of the year	(161,034)	500,000
Grants payable in the year	1,938,214	2,174,444
Grants repaid in the year	161,034	—
Grants paid in the year	<b>(1,938,214)</b>	<b>(2,835,478)</b>
Grant commitments (repayable) at end of the year	—	(161,034)

In addition to the amount of grants payable accrued in the accounts, the trustees have also made grant offers totalling £1,805,021 (2010 - £1,807,266). As the payment of these grants is subject to specific conditions, they have not been accrued in the accounts.

**14 Lease commitments**

Operating leases

At 5 April 2011, the charity had annual commitments under non-cancellable operating leases as follow:

	Buildings	
	2011	2010
	£	£
Operating leases which expire:		
Within 5 years	<b>16,700</b>	16,700