

ANNUAL REPORT & ACCOUNTS 2014

**SUPPORTING
ISRAEL FOR LIFE
This Year & Every Year**

***The leading UK
charity for Israel***

**JNF Charitable Trust
Company Number 355248
Charity Number 225910**



“We build early childhood centres, invest in youth projects, educate underprivileged students and support farmers who need to protect their land. We are turning the Negev green and enriching people’s quality of life.”

-Samuel Hayek, Chairman of JNF UK

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Chairman's Review

Samuel Hayek, JNF UK Chairman

2014 was another successful year for JNF UK. As our accounts demonstrate, JNF UK is in robust health. We have continued to partner with the State of Israel and Israeli organisations to direct resources towards the Negev in order to build strong foundations for existing and new communities.

JNF UK has been at the forefront of Zionist activism for over a century. For the past decade we have worked almost exclusively in the Negev, the vast region in Israel's south that forms 60% of the country's landmass, yet is home to a mere 10% of the country's population.

Our projects are carefully chosen to maximise our impact on communities. We build early childhood centres, invest heavily in youth projects, enhance the education of underprivileged students and support farmers who face new challenges to protect their land. We are turning the Negev green, enriching the quality of life of its communities. We are continuously strengthening the link between people and the land of Israel.

From digital media centres in small desert towns, to centres for the treatment of Post-Traumatic Stress Disorder; from programmes facilitating the integration of Bedouin youth into Israeli society to clubs for Holocaust survivors; if JNF UK believes that a project has the potential to transform Israeli lives we will endeavour to supply the logistical and material support it needs.

Our project portfolio includes many initiatives that simply couldn't exist without the support of JNF UK. The assistance we provide is not merely monetary. We are proud of our added value - the support we bring to projects in the form of financial and strategic advice, raw materials and teams of enthusiastic volunteers.

It is an honour for me personally to serve as Chairman of this wonderful organisation. As we look ahead to the New Year, I'm excited for a new chapter to unfold.

I would like to take this opportunity to thank our generous donors for their continuous support, along with our committed staff and legion of dedicated volunteers.

Sincerely,



**Samuel Hayek,
Chairman**

Who we are

History and Heritage

In July 1939, JNF Charitable Trust was registered as a charity in England and Wales. JNF Charitable Trust is also known as JNF UK which it uses in order to avoid confusion. This is particularly important in Israel where 'Jewish National Funds' from all over the world undertake projects.

In 1901, at the Fifth Zionist Congress in Basle, the Jewish National Fund/Keren Kayemet LeYisrael (JNF/KKL) was founded. JNF/KKL was the vision of Theodore Herzl who, having witnessed incidents of anti-Semitism, proposed the establishment of an organisation to purchase land for an independent Jewish state in Eretz Yisrael. JNF/KKL was founded on Zionist principles and ideals: establishing and developing a Jewish state for the benefit of Jewish people.

JNF's iconic Blue Box was introduced at the same time as the Fund was established, as a vehicle for Jews across the world – rich and poor, young and old, from every community – to contribute towards the building of a Jewish homeland.

Since JNF UK's inception, we have been committed to enabling people to live fulfilled, independent lives on Israeli soil. We are the oldest and largest fundraising organisation in the world which is fully dedicated to supporting the growth and prosperity of Israel.

In its early years JNF focused on purchasing land, planting trees, draining swamps, boosting local infrastructure and laying the foundation blocks for a functioning state. The Jewish National Fund became an environmental trail-blazer and planted more than 240 million trees, built more than 210 reservoirs and dams, developed over 250,000 acres of land and created more than 100 parks.

JNF UK Today

Today JNF UK plays a vigorous role in securing the future of Israel, by developing the Negev region in the south, building new communities and nurturing existing ones. The Negev plays an integral role in the continuing story of Israel's success, and we actively support the vision of a thriving and flourishing desert.

With the help of our supporters, we have already dramatically enhanced the lives of countless people in the region, and continue to work tirelessly to transform the lives of many more. We achieve this through special projects that bring communities together, foster the inspirational pioneering spirit of modern Zionists and support all those who dare to dream.

Our operations span three separate but related organisations. JNF UK continues to support Israel's development through direct fundraising activities, including appeals and events, as well as the much-loved Blue Box; KKL Charity Accounts Limited operates under the operational name SmartGiving providing a charity accounts and payroll giving service and KKL Executor & Trustee Company Limited operates a will writing and executorship service and the JNF UK's legacy administration. In 2013 KKL Charity Accounts Limited was rebranded as SmartGiving, an online charity accounts and fundraising platform. In total there are some 24 staff and contractors covering all of these activities.

Our Vision

“If you will it, it is no dream...” – Theodore Herzl

Our vision for the Negev is for it to become a place where communities thrive and make a significant contribution to Israel’s economy. A Negev which young families will readily make their homes; where opportunity is brimming, education thriving and where residents get out as much as they put in. We at JNF UK envisage a Negev which is safe and secure, allowing families, young and old, to live the Zionist dream.

Since 1901 JNF has been integral to Israel’s growth and progress. Together with our partners, and working closely with the government of Israel, we have helped provide an infrastructure that has benefited many Negev communities, and contributed to the wider goal of providing a sustainable and viable future for Israel.

David Ben-Gurion, Israel’s first Prime Minister, famously stated that “it is in the Negev that the creativity and pioneer vigour of Israel shall be tested.” Today, JNF UK is meeting that challenge – realising the Zionist dream in the sands of the desert.

Our Mission: Project Negev

JNF UK’s core mission is **to help build, develop and strengthen the State of Israel** for all of its citizens.

In its earlier years, JNF focused on basic state-building projects such as buying land, draining malarial swamps and marshlands (achieved in great part through the planting of thousands of trees), building basic infrastructure, establishing farms and many other vital necessities for achieving and maintaining Jewish independence in Israel.

Since then our focus has shifted to that part of the State of Israel known as "the Negev". The Negev is a large desert region in the south of Israel which comprises around 60% of Israel's landmass and is largely unpopulated. It is home to less than 10% of Israel's population. The Negev region is incredibly poor and is in need of support.

JNF UK's support for the Negev dates back to the mid-1990s. The reasons for this support were twofold. First, the Negev was and remains an impoverished area, lacking basic infrastructure and community cohesion. Second, while the central and northern areas of Israel are and have been well supported by numerous charities and organisations for many years, the Negev has received significantly less support: JNF UK saw an opportunity to make a real difference.

Today, JNF UK is building new communities, developing existing ones and nurturing and sustaining the vulnerable front-line towns of southern Israel. We are building schools, parks, roads and community and medical centres. We are repairing reservoirs, planting forests and supporting local agriculture helping to make the desert more fertile. JNF UK is working with a new generation of pioneers, young Israeli volunteers who are leaving behind comfortable lives elsewhere in the country to develop the Negev. We are also forming dynamic partnerships with local NGOs and the Israeli government – which aims to achieve a 70% increase in the Negev’s population by 2020

Our Strategy

David Ben Gurion saw the development of the Negev as Israel's greatest challenge, a challenge that would define its future. Israel's destiny would only be secure, he foretold, when millions of Jews would call the desert home.

JNF UK shares this vision. Our strategy is to support projects that will not merely improve the lives of those who already call the Negev home but create reasons for people to settle and stay in the Negev. As such, bringing employment, education and better health care to the region is our priority.

Sitting in our homes, it is difficult for us to grasp what it means to live in a city, in the middle of the desert, which lacks infrastructure. Young people in Arad had nowhere to meet before we built a Youth Centre. There were few opportunities for employment in Mitzpe Ramon outside of tourism and agriculture before we began work on the Business Valley. Currently cancer patients and those who have suffered accidents or serious illness are forced to travel to the centre of Israel in order to obtain the care they need - this will soon no longer be the case, thanks to the Ruach Dromit cancer care centre in Be'er Sheva and the Ezra LeMarpeh rehabilitative facility in Sderot; the two projects that are benefitting from our most recent Rosh Hashanah Appeals.

Infrastructure is more than roads and power stations. If a new generation is to make its home in the Negev it must feel that it is able to build fulfilling lives in the desert. JNF UK is at the forefront of this mission.

Current Projects

Introduction:

JNF UK supports an extraordinary array of projects throughout southern Israel; the breadth of which reflects the breadth of Israeli ingenuity and resourcefulness.

From digital media centres in small desert towns, to centres for the treatment of Post-Traumatic Stress Disorder; from programmes facilitating the integration of Bedouin youth into Israeli society to clubs for Holocaust survivors; if JNF UK believes that a project has the potential to transform Israeli lives we will endeavour to supply the logistical and material support it needs.

Many of the projects we support would simply not exist without JNF UK and the generosity of our donors.

JNF UK does not merely provide funding. We are proud of our 'added value' – the support we bring to projects in the form of financial and strategic advice, raw materials and teams of enthusiastic volunteers, that make a pound donated to JNF UK go further.

Projects in the Spotlight

Bikurim, (Music School)

Located in Eshkol, a region which has suffered decades of conflict and neglect, Bikurim Music School provides residential music training to 150 high school students.

Bikurim began with Dr Jonathan Dekel-Chen, an American oleh who dreamt of sparking a cultural renaissance in Israel's south. With the help of JNF UK, Jonathan and his family began transforming a complex of abandoned kibbutz dormitories into a modern educational facility.

JNF UK foresees the training and tuition offered by Bikurim inspiring a new generation of outstanding musicians from Israel's geographic and socio-economic periphery, revolutionising the cultural life of the country's south.

JNF UK – Bikurim's main sponsor - is assisting the School in the renovation of its campus; building dormitories, a bomb shelter and a canteen.

Desert Stars (Bedouin Youth Leadership Programme)

JNF UK projects benefit Israelis of all backgrounds. Established by leading figures in the education and business fields, Desert Stars aims to provide mentoring and direction to young Bedouin with leadership potential and an interest in social engagement. Desert Stars is the only programme of its kind to work exclusively with the Bedouin community.

Desert Stars was founded by Negev native Matan Yaffe. Following an incident in which he was robbed by a group of Bedouin youth, Yaffe dedicated himself to promoting social responsibility among young members of the Negev's Bedouin minority. The programme has the twin goals of facilitating the integration of Bedouin into Israeli society and breaking down tribal barriers within the Bedouin community.

JNF UK has supported Desert Stars since its inception. We have purchased cars and equipment for Desert Stars, and are helping the organisation renovate its Nitzana campus – the support provided by JNF UK has been instrumental to the programme's success.

Derech Eretz (Youth Programme)

Established in 2011, Derech Eretz provides support to youth before military enlistment, ongoing guidance during service, and mentoring following their eventual discharge.

The aim of Derech Eretz is to develop the capabilities of high-potential teenagers from Israel's social and geographic periphery, whose circumstances - such as academic failure, family instability or financial difficulty - have affected their prospects of entering military service.

Working closely with the organisation's founders, JNF UK has provided essential support to Derech Eretz from its early days – funding the establishment of its two existing campuses. JNF UK are currently helping the organisation establish a new campus in Nevatim.

Ruach Dromit (Cancer Care Centre)

JNF UK has assisted Ruach Dromit in establishing an outpatient cancer centre near the Soroka Hospital in Be'er Sheva. The Centre provides cancer patients and their families with a range of alternative treatments, workshops and counselling services to relieve physical, emotional and mental suffering in their centre and at the oncology ward of Soroka hospital.

JNF UK played an instrumental role in establishing the Centre, purchasing equipment and covering running costs.

Initially the Centre struggled to establish itself and balance its books. JNF UK provided the strategic advice that enabled the organisation to emerge from a difficult first year and flourish. JNF UK continues to provide support to Ruach Dromit, who now administer upwards of 220 treatments per month.

Business Valley

With the vision of creating job opportunities in the Negev, JNF UK is constructing a state-of-the-art business hub – the Business Valley - in the development town of Mitzpe Ramon.

Traditionally the Negev's best and brightest have left southern Israel for the country's centre on graduating high school. By encouraging companies to relocate to the south, we are helping the Negev become a centre for high tech innovation, development and investment.

The construction of the hub will have an economic and social knock-on effect; encouraging other firms to settle in the region, bringing high-paying jobs and disposable income.

The Valley will provide office space for firms active in digital marketing and new media. It is expected that the lower costs of setting up in the Negev will make the location attractive both to start-ups who would struggle to secure office space in Tel Aviv or Jerusalem; and to employees who stand to benefit from reduced rents and a lower cost of living.

One of our first partners in this venture is McCann Erickson, a global leader in the advertising industry. McCann aims to bring 100 families to Mitzpe - a sleepy town traditionally dependent on tourism and agriculture. Already 40 employees and their families have moved to the area – another 80 are expected to follow in the next few years. The demographic shift this influx will bring promises to transform the economy of this underdeveloped corner of southern Israel.

Business

TheHive

JNF UK, working with the City of Ashdod, is helping Gvahim run a third year of its TheHive programme in Ashdod. TheHive Ashdod acts as a launchpad for new businesses, assisting entrepreneurs in establishing successful startups. TheHive provides expert commercial advice and guidance, helping ambitious olim transform their business plans into reality. In addition, the programme opens doors to potential investors, allowing entrepreneurs to secure the funding their projects need.

In the two years since it began, TheHive Ashdod has helped entrepreneurs launch successful mobile apps, 3D printing programmes, irrigation solutions and aerospace technologies. JNF UK is working to build a Negev whose people do not have to leave their hometowns for Tel Aviv and Jerusalem in order to pursue meaningful careers.

Gvahim is drawing a new generation of ambitious young olim away from Israel's overcrowded centre and into the country's south, transforming the economic fortunes of the Negev.

Social Welfare

Beit HaOleh (Support for Immigrants)

Established in 1972, Beit HaOleh (The Immigrants' House) is a community centre for young olim from disadvantaged backgrounds.

Based in the Old City district of Be'er Sheva, Beit HaOleh works to integrate new olim into Israeli society. The organisation provides young migrants with Hebrew classes and tuition in maths and English. In addition, Beit HaOleh distributes food to immigrants living below the poverty line. Like so many of the projects we support, Beit HeOleh could not perform their vital work without the assistance of JNF UK.

In addition to providing essential running costs, JNF UK is financing the purchase of a bomb shelter for Beit HaOleh's offices – a sad necessity in the south of Israel.

Café Britannia (Holocaust Survivors' Club)

Israel is home to approximately 190,000 Holocaust survivors, of whom around 40% live in poverty; many in turn suffer from social isolation and poor health. Café Britannia clubs provide survivors with psychological assistance and the opportunity to meet others who have shared their experiences. Clubs are operated by the Foundation for the Benefit of Holocaust Survivors and the Ministry of Welfare and Social Services.

Members participate in a variety of club activities including excursions, lectures, drama therapy and other events. JNF UK is providing the main club, based in the Eshkol region, with operational costs, ensuring that the Negev's Holocaust survivors are cared for in their old age.

Orr Shalom (Foster Homes)

Orr Shalom cares for around 1,400 Israeli children in a variety of homes; giving children the structure and emotional support that most lacked in their domestic lives. The project introduces foster kids to the daily rhythms of a functional household – children attend regular schools, meet friends and eat dinner with other family members. Each foster home cares for up to twelve children.

Foster homes are expensive to maintain. JNF UK is providing essential help to Orr Shalom, renovating and refurbishing three foster homes in Be'er Sheva, replacing old appliances and repairing wear and tear.

Parents are aided by a team of qualified assistants. The assistance provided by these teams of professionals helps children manage the trauma that led to being removed from their biological parents, and provides host parents with advice and support.

Har Amasa

Home to around forty families, Har Amasa sits on the Israel/West Bank border east of Be'er Sheva. Har Amasa is a colourful place, home to many artists, musicians and filmmakers. In common with many smaller communities in Israel's south, Har Amasa's population has declined in recent years. JNF UK is working with the community to arrest this decline, and has sponsored a number of local initiatives.

JNF UK recently renovated the village's community centre, providing a venue for community meetings and a home for Har Amasa youth organisations.

Environment

Earth's Promise, Community Garden

An urban farm situated in one of the poorer corners of Be'er Sheva, Totzeret Gimel provides the predominately Ethiopian residents of the district's Absorption Centre with a social outlet and the opportunity to perform service for the benefit of the community in which they live.

Be'er Sheva is home to a large Ethiopian community. Newly resident in a country very unlike their land of origin, Israelis of Ethiopian origin face a variety of social problems. The poorer corners of Be'er Sheva offer few outlets for young people. Earth's Promise offers teenagers an alternative to gang culture and drugs. Importantly, much of the farm's produce is sold on, teaching participants about business and the opportunities available to those with entrepreneurial drive.

JNF UK is helping Earth's Promise expand Totzeret Gimel further, funding the construction of a multi-functional ecological park and orchard; a project that promises to transform lives in this disadvantaged corner of the Negev.

HaShomer HaChadash (Land Protection and Youth Leadership)

Established in 2007 HaShomer HaChadash (The New Guardians) helps farmers in the Negev and Galilee protect their land and livestock from the vandalism, theft and arson that plague rural communities in Israel's periphery.

From forty volunteers at its foundation HaShomer HaChadash has grown to become a force many thousands strong. The organisation could not have achieved this success without the help of JNF UK.

JNF UK has provided essential support to HaShomer HaChadash – helping the organisation expand from the Galilee into the south. JNF UK has provided fully-equipped caravans for the use of volunteers; enabling the organisation to maintain a presence in remote areas; and purchased all-terrain vehicles to help Guardians negotiate the rugged Negev landscape. Currently JNF UK is helping the organisation as it works to establish a new youth leadership programme to promote shared values of environmental awareness and Zionism.

Community and Edible Gardens

JNF UK has built a network of Community Gardens and Edible Gardens throughout southern Israel. Community Gardens have been especially successful in the desert communities of the Negev.

Based in Dimona, Ashkelon and Ofakim, among other locations, the Gardens beautify neglected areas and provide communities with safe and attractive places to meet and play. In addition, the Gardens provide children with opportunities to engage with their environment; functioning as living classrooms for lessons on nutrition, agriculture and ecological awareness.

JNF UK is Britain's oldest Israel environmental charity. Through initiatives like the Community Gardens we are carrying this proud legacy into the 21st century.

Health and Medicine

Soroka Medical Research Initiative

The Soroka JNF UK Clinical Research Scholars Programme is a joint effort of JNF UK and the Soroka Clinical Research Centre. The programme provides support – including training and mentoring – to young doctors interested in pursuing careers in clinical research. The sponsorship provided by JNF UK is providing young doctors with the opportunity to perform groundbreaking clinical research.

Within the past year, awards were made to Dr Vered Klaitman, for her study 'measurement of thrombin generation in high-risk pregnancies', and to a team of three, headed by Dr Inbal Golan-Tripto for their study on the effects of Vitamin D administration to premature infants.

Early Childhood Centre, Yerucham

JNF UK is proud to be developing an Early Childhood Centre in Yerucham, an economically depressed town in the central Negev. The Centre will cater for babies and children up to the age of six by providing subsidised day care, a wellbeing clinic and an after-school programme. The Centre will also cater for children with physical or psychological issues. Furthermore, the Centre will enable low-income parents to return to work with confidence, knowing that their children are in safe hands.

The chief beneficiary of JNF UK's most recent Green Sunday Appeal, the Yerucham ECC is just one of many JNF UK projects transforming the lives of Negev children.

This vital project will make a positive impact on Yerucham, a town lacking in infrastructure. Through early investment in children, the Centre will target the root of poverty and create opportunities for a brighter future for Yerucham's residents.

Education

Dror Israel (Educators' Organistaion)

Established by alumni of the the No'al youth organisation, Dror Yisrael is a movement of some 1,200 teachers working in all sectors of education.

Dror's membership is bound together by a shared faith in the power of education to drive social change; members teach lessons in schools, youth clubs, museums and at the No'al youth organisation. The organisation operates an Education Centre in Be'er Sheva, where around 200 educators from communities throughout the Negev teach classes, conduct meetings and lead training sessions.

JNF UK is providing Dror with the money it needs to renovate its Be'er Sheva Education Centre, the organisation's base in the Negev.

Sapir Music College, Sderot

With 7,500 students, Sderot's Sapir College is the largest public 'Michlala' (vocational university) in Israel. JNF UK is working in partnership with Sapir to establish a new music faculty, providing a first-rate musical education for talented youngsters supplemented by a diverse multi-disciplinary academic programme. The Sapir College Music School will boost cultural development in the region, while simultaneously stimulating local employment and encouraging fresh migration to the area.

Shiur Acher

Founded in 2012, Shiur Acher ('a different lesson') introduces students from underprivileged backgrounds to high-flying professionals in a variety of fields – providing role models to children who might otherwise never encounter lawyers, economists, engineers or journalists; transforming young people's sense of what they can achieve in life.

Shiur Acher encourages civic engagement in the Israeli public education system, working with an array of high-profile firms to provide instruction and guidance. Bank Hapoalim, Unilever and Intel

are just some of the household names who have chosen to volunteer with the organisation.

Shiur Acher coordinates classes with the firms who participate in its programmes. Classes aim to broaden students' horizons and ambitions, providing young people with an insight into what is possible through drive and hard work.

This project would not be taking place were it not for the help of JNF UK.

Thousands of children at hundreds of schools throughout Israel have benefitted from Shiur Acher programmes. Thanks to the assistance of JNF UK – who are funding a new Classes Coordinator for the southern region - Shiur Acher has expanded its programme into the Negev for the first time.

Employment

Gvahim (Career Accelerator Programme and Startup Accelerator Programme)

The Gvahim Career Accelerator Programme helps highly skilled olim adapt to the Israeli job market and find quality positions in their field.

The programme begins with a month of workshops, followed by individual career consultation, mentoring, placement assistance and networking events. Participants remain within the programme until they find employment. 85% of participants find quality positions within a year of entering the programme.

JNF UK is providing Gvahim with funds to run ten cycles of its career accelerator - ensuring that the organisation can continue running this essential programme for several years to come.

Young Adults' Centre, Kiryat Malakhi

Kiryat Malakhi is a development town in the northern Negev. The town's population increased by 40% to 22,000 during the 90's, when a stream of new olim from Ethiopia and the former Soviet Union settled in the community. The effects of this rapid increase in population; and the strain it placed on resources and infrastructure; are still being felt today.

If the Negev is to flourish, young people must feel that they are able to build lives in the communities in which they were raised. JNF UK is helping Kiryat Malakhi build a brighter future by constructing a centre for the community's young adults. The Centre will encourage higher education and help young members of the community find employment; teaching life skills and promoting community initiative.

Ayalim (Student Volunteering Centre)

Founded in 2002, the Ayalim Association runs a network of communal 'villages' for students in Israel's peripheries, drawing young people away from the country's crowded centre to the frontier towns of its deep south.

Ayalim's members perform 500 hours of voluntary work for the benefit of the communities in which they live every year. Upon completing their studies, around 85% of Ayalim's graduates choose to remain in their adopted towns. The presence of Ayalim alumni - well-educated community members with a strong sense of civic responsibility – brings many benefits to the towns in which they reside.

Today, Ayalim operates fourteen student villages and twenty villages for alumni in the Negev and the Galilee, home to 800 young people. JNF UK has worked with Ayalim in establishing student villages in Yerucham and Ofakim.

STRUCTURE, GOVERNANCE, MANAGEMENT & FINANCIAL REVIEW

Governing document

The company is a registered charity and a company limited by guarantee, without share capital originally incorporated on 21st July 1939. It is governed by its Memorandum and Articles of Association, the most recent version of which was adopted on 11th February 2008.

Appointment of Trustees

As set out in the Articles of Association the President, Chairman and up to 2 Vice-Chairmen are elected by the members for a term of up to 3 years. Up to 2 Treasurers are appointed by resolution of the Trustees for a similar period. The foregoing (together with the Chairman of the Charity's subsidiary KKL Executor & Trustee Company Limited) comprises the Honorary Officers of the Charity. They, together with up to 12 further Trustees, comprise the Board of Trustees of the Charity. One third of them must offer themselves for re-election each year.

The Trustees retiring by rotation are M.Sinclair, B.Perl and G.Mond who, being eligible, offer themselves for re-election.

Trustee induction and training

New Trustees undergo an orientation day to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the charity. During the induction process they meet key employees and other Trustees.

Organisation

The Board of Trustees, which can have up to 19 members, administers the Charity. The Board meets not less than quarterly and there are sub-committees which meet more regularly. A Chief Executive is appointed by the Trustees to manage the day to day operations of the charity.

Related parties

KKL Charity Accounts Limited is a connected party as a majority of the board members of that charity are on the board of JNF Charitable Trust. Their results are consolidated into JNF Charitable Trust's results. KKL Executor & Trustee Company Limited is a wholly owned subsidiary of the Charity and operates a will writing and executorship

service (in its capacity as a Trust Corporation), and the Charity's legacy administration.

Risk management and internal control

The Charity is committed to a policy of identifying, monitoring and managing the risks that might adversely affect the activities in which it is involved. In this context, risk is defined as the potential for loss, financial and reputational, inherent in the environment in which the Charity operates and in the nature of the transactions undertaken. The Trustees believe that an appropriate review of risks is necessary, that risks are ranked and periodically reviewed, and that appropriate action is identified to mitigate the consequences of the risks.

The organisation is run on a day-to-day basis by the Chief Executive who is supported by a Senior Management Team consisting of Financial Controller, Head of Marketing and Events, Operations and Projects Manager and the Director of KKL Executor & Trustee Company Ltd.

The Trustees and Senior Management Team are supported by a number of committees which are as follows:

Management Committee

The Management Committee comprises a number of Trustees and members of the Senior Management Team, which meets more regularly than the main Board and to which the Board has delegated certain decision-making powers.

Finance Committee

The Finance Committee meets on a monthly basis to discuss all financial matters relating to the Charity. The Committee is chaired by the Chairman and consists of selected members of the Board together with selected members of the Senior Management Team.

Projects Committee

This Committee receives and considers requests for funding projects, deciding how the application fits in with the medium to long term plan of JNF UK, and how much to allocate from both existing funds and potential future funds.

Criteria for the assessment of projects is summarised as follows:

- projects should be in Israel and preferably in the Negev
- the contribution and support of JNF UK will make a significant difference to the success of the project
- the project and any partners organisation must satisfy JNF UK's requirements regarding

transparency and accountability

- the project must be charitable under UK law and adhere to any legal restraints

- the project should not be in receipt of funds from any other UK charity

Risk Management

The Trustees have overall responsibility for the Charity's systems of internal control that are designed by Senior Management to ensure effective and efficient operations, including financial reporting, and compliance with laws and regulations. In establishing and reviewing the system of internal control, the Trustees and Senior Management have regard to the materiality of relevant risks, the likelihood of loss being incurred and the cost of control.

The Trustees believe that the principal risk faced by the Charity is the effect of the recent economic downturn on our donors.

Volunteers

JNF UK is grateful for the considerable contribution made by volunteers to its activities. As well as the expertise provided by lay experts on the Charity's Board and Committees which is hugely beneficial to the professional management of the organisation, JNF UK's fundraising and operational activities are substantially enhanced by our loyal team of volunteers, which we hope to expand in future years.

Financial Review

The full results for the year to 31st December 2014 are shown in the attached Financial Statements.

The Consolidated Statement of Financial Activities set out on page 20 reflects all incoming resources.

Our total income decreased by 3% in 2014 to £13,431,000, compared to £13,855,000 for the previous year. Donations have increased from £1,410,000 to £1,739,000, an increase of 23%. Legacies decreased by £3,315,000 to £1,176,000, but KKL Charity Accounts income increased by £2,473,000 as a result of some clients making large additions to their accounts in 2014.

Remittances to Israel decreased marginally to £4,978,000 from £5,670,000 in line with funds being available to support our projects.

Fundraising activity during 2014 remained challenging given the general economic environment however. In 2015 the charity intends to continue to build on the regular fundraising opportunities such as Green Sunday, Rosh Hashanah and Yom Ha'atzmaut which are an established part of the community's calendar. 2014's Green Sunday appeal has exceeded the previous year's income.

Unrestricted Fund balances carried forward at year end showed a decrease of £994,000 to £6,018,000 and remain at a level which the trustees consider acceptable.

bequeathed some properties where there is a life tenant.

Reserves Policy

It is the policy of the Trustees of the charity to hold reserves against its obligations. The Trustees believe that a reserve equivalent to not less than 3 months operating expenditure should be held. The unrestricted reserves at 31 December 2014 comfortably exceeded this level.

Operating expenditure is defined as unrestricted expenditure less remittances to Israel net of support costs.

Investment Powers and Policy

The Memorandum and Articles of Association empower the charity to invest monies not immediately required for its purposes in such investments, securities or properties as may be thought fit. As monies received are normally sent to Israel in accordance with the objects of the charity as soon as possible after receipt, no significant investments other than bank deposits are held by the charity, although JNF UK have in the past been

Auditors

A resolution proposing the re-appointment of the RPG Crouch Chapman LLP as Auditors of the charity will be put to members at the Annual General Meeting.

By Order of the Board

Samuel Hayek
Chairman

September 2015

Independent Auditor's Report to the Members of JNF Charitable Trust

We have audited the financial statements of JNF Charitable Trust and its group for the year ended 31 December 2014 which comprise the Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet 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 charitable company's members, as a body, in accordance with Chapter 3 of Part of the Companies Act 2006 regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees' and auditors

As explained more fully in the Trustees' Responsibilities Statement set out on page 1, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly we have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements 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 financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/auditscopeukprivate.

Opinion of financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable group's and company's affairs as at 31 December 2014 and of its incoming resources and application resources, including its income and expenditure, for the year 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- the company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Paul Randall
(Senior Statutory Auditor)
for and on behalf of RPG
Crouch Chapman LLP
Chartered Accountants

Senior Statutory Auditor

September 2015
62 Wilson Street
London
EC2A 2BU

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its net incoming resources for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to operate.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any

time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as each of the Trustees is aware, there is no relevant audit information of which the charitable company's auditors are unaware. Each Trustee has taken all the steps that he/she ought to have taken as a Trustee in order to make himself / herself aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED DECEMBER 2014

	NOTE	Restricted Funds £'000	Unrestricted Funds £'000	Total 2014 £'000	Total 2013 £'000
Incoming Resources					
Donations		384	1,355	1,739	1,410
Legacies		-	1,176	1,176	4,491
Investment Income and Interest Receivable		-	396	396	307
KKL Charity Accounts Income		9,842	278	10,120	7,647
Total Incoming Resources		10,227	3,204	13,431	13,855
Resources Expended					
Fundraising Costs of Donations and Legacies		-	697	697	692
Charitable Activities					
Remittances to Israel	2	692	4,286	4,978	5,670
Remittances to UK Charities	3	8,866	53	8,918	7,721
Legal Expenses		-	68	68	29
Governance Costs	4	-	93	93	65
Total Resources Expended	5,6	9,558	5,196	14,754	13,485
Net Incoming /(Outgoing) Resources					
Impairment Credit/(Charge) on Assets for Charity's own use		669	(1,992)	(1,323)	370
		-	335	335	150
Net Movement In Funds		669	(1,656)	(988)	520
Fund Balances Brought Forward		7,224	7,012	14,236	13,716
Fund Balances at Year End		7,893	5,356	13,248	14,236

The Charity has no recognised gains or losses other than the results for the year as set out as above. All activities of the charity are classed as continuing.

The notes on pages 24 to 33 form an integral part of these accounts.

CONSOLIDATED AND CHARITY BALANCE SHEETS

AS AT 31st DECEMBER 2014

(Company Number 355248)

(CHARITY Number 225910)

	NOTE	GROUP £'000	2013 GROUP £'000	2014 CHARITY £'000	2013 CHARITY £'000
Fixed Assets					
Tangible Assets	8	1,567	1,277	1,552	1,250
Investments	9	563	891	649	976
		2,130	2,168	2,201	2,226
Current Assets					
Debtors: amounts due in less than one year	10	3,217	6,587	3,404	6,695
Debtors: amounts due in greater than one year	10	155	235	155	235
Cash at Bank and in Hand		18,461	12,832	10,652	6,613
		21,833	19,654	14,211	14,211
Creditors less than One Year	11	(10,687)	(7,586)	(10,203)	(7,480)
Net Current Assets		11,146	12,068	4,008	6,063
Total Assets Less Current Liabilities		13,276	14,236	6,209	8,289
NET ASSETS		13,276	14,236	6,209	8,289
Represented By					
Unrestricted Funds		5,384	7,012	5,245	7,016
Restricted Funds	12,13	7,892	7,224	965	1,273
TOTAL CHARITY FUNDS		13,276	14,236	6,209	8,289

Approved and authorised for issue by the Trustees on the of September 2015 and signed on their behalf by

Samuel Hayek
Trustee

Gary Mond
Trustee

The notes on pages 24 to 33 form an integral part of these accounts.

CONSOLIDATED STATEMENT OF CASH FLOW

FOR THE YEAR ENDED 31st DECEMBER 2014

	NOTE	2014 GROUP £'000	2013 GROUP £'000
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES		4,891	916
Return on Investments and servicing of Finance			
- Investment Income		396	307
Capital Expenditure and Financial Investment			
- Disposal of Shorter Term Investments		553	250
- Acquisition of Tangible Assets		(14)	(40)
- Acquisition of Longer Term Investments		(225)	(4)
Financing			
- Decrease in Debt		-	(59)
NET CASH INFLOW/(OUTFLOW) FOR YEAR	15	5,601	1,370
RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES			
Statement of financial activities			
- Net Movement in Funds		(988)	520
Investment Income		(396)	(307)
Depreciation		59	59
Impairment (Credit)/Charge		(335)	(150)
Increase in Creditors		3,101	2,163
Decrease in Debtors		3,450	(1,369)
NET CASH INFLOW FROM OPERATING ACTIVITIES		4,891	916
Cash at Bank and in hand at the end of the year		18,461	12,832
Cash at Bank and in hand at the beginning of the year		(12,832)	(11,462)
CHANGE IN CASH BALANCES FOR THE YEAR		5,629	1,370
Cash outflow from the decrease in debt	14	-	59
Change in Net funds resulting from cash flows		5,629	1,429
Net Funds as at 1st January		12,832	11,403
Net Funds as at 31st December	14	18,461	12,832

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL

STATEMENTS

AS AT 31st DECEMBER 2014

I. ACCOUNTING CONVENTION AND POLICIES

a) Accounting Conventions

The accounts are prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP 2005) and applicable accounting standards.

b) Group Financial Statements

These financial statements consolidate the results of the charity and its wholly owned subsidiaries KKL Executor and Trustee Company Limited and KKL Charity Accounts Limited. A separate statement of financial activities (SOFA) is not presented because the charity has taken advantage of paragraph 397 of SORP 2005. The Charity had incoming resources of £2,784,000 (2013: £6,228,000) and expenditure of £5,120,000 (2013: £4,616,000) and net outgoing resources of £2,081,000 for the year (2013: Net incoming resources of £1,762,000).

c) Incoming resources

Donations, legacies and receipts from functions are accounted for when received or notified. Donated services are included at their fair value to the charity.

Gift Aid recoverable in respect of income is accounted for on a receivable basis.

Income from shares in subsidiary undertakings is accounted for on a received basis.

Other interest receivable and similar income is accounted for on a receivable basis.

d) 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 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.

Remittances to Israel includes all funds remitted to Israel by the charity in direct pursuit of its charitable objectives.

Remittances to UK Charities - in accordance with instructions received for donors' individual accounts within KKL Charity Accounts Limited.

Support costs - expenditure incurred in providing administrative and financial services in support of the charitable expenditure above. Support costs are generally allocated over charitable expenditure headings in a similar proportion to existing expenditure under those headings.

Governance costs - costs that are incurred in compliance with constitutional, legal and statutory requirements related to the general running of the Charity.

Irrecoverable VAT is included under the relevant expense headings.

NOTES TO THE FINANCIAL STATEMENTS

AS AT 31st DECEMBER 2014 (continued)

e) Capitalisation and depreciation of tangible fixed assets

Tangible fixed assets are stated in the balance sheet at cost less depreciation.

Depreciation is provided to write off the cost of fixed assets over their estimated useful lives.

Rates of depreciation:

Freehold property - 2% of cost at the year end

Furniture and Equipment - 10% of the net book value.

Computer Equipment - 33 1/3% of the net book value.

Motor Vehicles - 25% of the net book value.

Tangible fixed assets costing more than £1,000 are capitalised and included at cost including any incidental expenses of acquisition.

f) Pension Scheme

Payments to defined contributions schemes are written off as incurred.

g) Funds

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charitable objects.

Restricted funds are funds which have been given for particular purposes and projects.

h) Investments

Investments are valued at market value at the balance sheet date. Realised gains and losses on investments are calculated by comparing the sale proceeds with the market value at the end of the previous financial year. Unrealised gains and losses represent the difference between the market value of investments held at the end of the financial year with their value at the beginning of the year or with their cost if purchased subsequently.

i) Foreign Currencies

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

2. REMITTANCES TO ISRAEL

DONATIONS TO CHARITIES/PROJECTS

	2014	2013
	£'000	£'000
Education / Training		
Derech Eretz programmes, Nitzana/Yerucham	216	87
Arad Early Childhood Centre*	-	349
Sports Hall and Empowerment Centre, Be'er Sheva	-	35
HaShomer HaChadash	146	114
Bikurim Youth Village	89	-
Young Adults Centre, Kiryat Malakhi	138	-
Marianne's Early Childhood Centre, Kiryat Gat	52	-
Reut Sderot Association – three projects	34	-
Beit HaOleh (Fund for Needy Immigrants)	35	-
Arava Preschool Education Centre	29	-
Yerucham Early Childhood Centre	69	-
	808	585
Advancement of Health		
Ezra LeMarpeh Rehabilitation Centre, Sderot*	195	1,848
Beit Uri	32	35
Medical research – Soroka Hospital, Be'er Sheva	-	70
Ruach Dromit Outpatient Centre, Be'er Sheva	27	-
Hashomer HaChadash caravans unit	73	-
	327	1,953
Youth		
Yerucham Youth Leadership Centre	-	38
Sderot Young Adult Centre	-	35
Kiryat Gat Young Adults Centre*	-	44
Lakia Youth at Risk: centre and van	26	-
Desert Stars - leadership programme for Bedouin youth	45	-
Sderot Young Adults Centre	35	-
Arad Youth Centre	81	-
	187	117
Economic/Community		
Ayalim Student Villages*	1,624	35
Community Gardens Project	-	-
Benji Hillman	-	32
Nachshon, Sderot	-	97
Community Playgrounds, Ofakim	-	78
Café Britannia in southern Israel	487	-
Gvahim training centre	65	-
Ayalim, Arad	41	-
Har Amasa Community Centre	44	-
	2,261	242
Environment		
Sensory Garden for the Blind, Segev Shalom	-	32
Bicycle trail, Sderot	325	-
Park and playground, Ofakim	325	-
Northern entrance and lake camping site, Yerucham	568	-
Arad	244	-
Earth's Promise - productive ecological park, Be'er Sheva	49	-
Skate park and central park, Mitzpe Ramon	162	-
	1,673	0

NOTES TO THE FINANCIAL STATEMENTS AS AT 31ST DECEMBER 2014 (continued)

Development/Employment

Gvahim accelerator programmes	37	30
Kibbutz Erez and Shaar Hanegev - Opus TV	28	-
Absorption of 15 families, Arava	406	-
	471	30

Emergency

Bomb shelters, Rahat	29	-
Tzuk Eitan Gaza war effort	114	-
	143	-

Welfare

Refua Vesimcha – ambulance for the Negev	73	-
Day centre for senior citizens, Ofakim	122	-
Orr Shalom - cluster of family group homes, Be'er Sheva	30	-
	225	-

Donation less than £25,000

	355	204
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TOTAL DONATIONS TO CHARITIES/PROJECTS

	6,450	3,163
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Release of prior year project commitments*	(2,519)	(366)
Currency exchange adjustments	(336)	115

PAYMENTS ON BEHALF OF SMARTGIVING CLIENTS

	43	1,149
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Support Costs – Direct	1,266	815
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Support Costs – Indirect	73	102
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	4,978	4,978
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*The majority of the amount released was re-allocated to the Ayalim Student villages.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31st DECEMBER 2014 (continued)

3. REMITTANCES TO UK CHARITIES

Remittances to charities represent payments from KKL Charity Accounts through individual and corporate KKL Charity sub-accounts. Details of these payments are not disclosed as they are made in accordance with specific restrictions imposed by the donors and are not necessarily representative of the Charity's own grant making policies

4. GOVERNANCE

Governance costs includes those costs that are incurred in compliance with constitutional, legal and statutory requirements related to the general running of the Charity.

5. TOTAL RESOURCES EXPENDED

The resources expended figures are stated after charging:

	2014 £'000	2013 £'000
Depreciation	59	59
Impairment (credit)/charge	(335)	(150)
Payment to auditors for audit services	11	11
Payment to auditors for non-audit services	5	1

6. SUPPORT COSTS

	Fundraising & Publicity	Remittances to Israel	Remittances to UK Charities	Governance Costs	Total 2014	Total 2013
	£'000	£'000	£'000	£'000	£'000	£'000
Staff & Contractor Costs	84	36	36	16	172	187
General Overheads	86	37	37	46	206	309
	170	73	73	62	378	496

NOTES TO THE FINANCIAL STATEMENTS AS AT 31st DECEMBER 2014 (continued)

7. STAFF COSTS AND TRUSTEE REMUNERATION

Trustees are not remunerated. No reimbursements were made to Trustees in 2014 or 2013 for expenses.

	2014 £'000	2013 £'000
Staff Costs		
Wages & Salaries	735	717
Social Security	80	77
Pension Costs	19	22
	833	816

Number of Employees

The average number of employees during the year was:

Fundraising	4	3
Bequest Department	3	3
Charity Accounts	3	2
Finance	3	3
Marketing	3	2
Management, HR & Administration	3	3
	19	16

The number of employees whose emoluments (including benefits) as defined for taxation purposes amounted to over £60,000 in the year was as follows:

£60,000 - £70,000	1	2
£70,000 - £80,000	2	1
£90,000 - £100,000	-	1
> £100,000	1	-

Contributions were made to defined contribution schemes for two higher paid employees (2013: two employees) and contributions amounted to £6,000 (2013: £13,000). The total is disclosed above.

NOTES TO THE FINANCIAL STATEMENTS

AS AT 31st DECEMBER 2014 (continued)

8. FIXED ASSETS

	Freehold Property £'000	Furniture, Computer & Equipment £'000	Motor Vehicles £'000	Total £'000
GROUP				
Costs				
At 1 st January 2014	1,554	415	25	1,994
Additions	-	9	5	14
Revaluation	(54)	-	-	(54)
At 31st December 2014	1,500	424	30	1,954
Depreciation				
At 1 st January 2014	358	348	11	717
Charge for Year	31	23	5	59
Revaluation	(389)	-	-	(389)
At 31st December 2014	-	371	16	386
Net Book Values				
At 31 st December 2013	1,196	67	14	1,277
At 31st December 2014	1,500	53	14	1,567
CHARITY				
Costs				
At 1 st January 2014	1,554	284	25	1,863
Additions	-	8	5	13
Revaluation	(54)	-	-	(54)
At 31st December 2014	1,500	292	30	1,822
Depreciation				
At 1 st January 2014	358	244	11	613
Charge for Year	31	10	5	46
Revaluation	(389)	-	-	(389)
At 31st December 2014	-	254	16	270
Net Book Values				
At 31 st December 2013	1,196	40	14	1,250
At 31st December 2014	1,500	37	14	1,552

The freehold property is the Charity's Head Office based in Edgware, Middlesex. The property was valued in 2015 by local estate agents.

NOTES TO THE FINANCIAL STATEMENTS

AS AT 31st DECEMBER 2014 (continued)

9. LONGER TERM INVESTMENTS

	Group 2014	Group 2013	Charity 2014	Charity 2013
	£'000	£'000	£'000	£'000
Property Investments	467	397	467	397
Investment in Subsidiary Undertakings	-	-	89	89
Quoted Investments	93	490	93	490
Investment held for SG clients	3	4	-	-
	563	891	649	977

The company owns all of the issued share capital of its subsidiary undertakings, which are incorporated in the United Kingdom and registered in England and Wales. The quoted investments were acquired as part of a bequest.

10. DEBTORS

	Group 2014	Group 2013	Charity 2014	Charity 2013
	£'000	£'000	£'000	£'000
Donations and Legacies Receivable	2,139	5,732	2,130	5,732
Prepayments and Accrued Income	630	571	507	464
Keren Kayemet Lelsrael	603	519	602	519
Due from Group Undertakings	-	-	321	215
	3,372	6,822	3,559	6,930

Prepayments and accrued income includes an amount greater than 1 year of £155,000 (2013: £235,000)

11. CREDITORS LESS THAN ONE YEAR

	Group 2014	Group 2013	Charity 2014	Charity 2013
	£'000	£'000	£'000	£'000
Trade Creditors	596	195	122	89
Accruals and deferred income	38	-	28	-
Taxation and Social Security	30	34	30	34
Project Commitments	10,023	7,357	10,023	7,357
	10,687	7,586	10,203	7,480

NOTES TO THE FINANCIAL STATEMENTS AS AT 31st DECEMBER 2014 (continued)

12. RESTRICTED FUNDS

	Brought Forward 1 st January 2014 £'000	Incoming Resources resources expended £'000		Carried Forward 31 st December 2014 £'000
KKL Charity Accounts	5,951	9,842	(8,866)	6,928
Yerucham	56	60	-	116
Environmental	181	29	(22)	188
Reservoirs	629	-	(480)	149
Soroka Medical Research	89	-	(7)	82
Arava pre-school	16	-	(16)	0
OR Movement	151	-	(58)	92
Benji Hillman	9	-	(9)	-
Tel Sheva playground	14	2	-	16
Alpha Project	31	-	(31)	-
Beit Uri	41	-	-	41
Emergency	-	134	134	134
Holocaust centre	-	30	(10)	20
Ezra LeMarpeh	-	50	-	50
Other	55	80	(59)	76
	7,224	10,227	9,692	7,893

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £'000	Restricted Funds £'000	Total 2014 £'000	Total 2013 £'000
Fixed Assets	2,130	-	2,130	2,168
Current Assets	13,941	7,892	21,833	19,654
Current Liabilities	(10,687)	-	(10,687)	(7,586)
Net Assets	5,384	7,892	13,276	14,236

NOTES TO THE FINANCIAL STATEMENTS AS AT 31st DECEMBER 2014 (continued)

14. SUBSIDIARY COMPANIES

The Charity owns the subsidiary KKL Executor and Trustee Company Limited which acts as Executors and Trustees.

A summary of its results are shown below:

	2014 £'000	2013 £'000
Total Income	469	465
Total Expenditure	(459)	(454)
Net Results	<u>10</u>	<u>11</u>

The aggregate of the assets, liabilities and funds were:

	2014 £'000	2013 £'000
Assets	16	105
Liabilities	63	(35)
Funds	<u>80</u>	<u>70</u>

The Charity also owns the following dormant subsidiaries:

- a. KKL Limited
- b. Jewish National Fund Limited
- c. JNF Limited
- d. Jewish National Fund for Israel Limited
- e. JNF UK Limited
- f. JNF Executor & Trustee Company Limited

15. ANALYSIS OF CHANGES IN NET FUNDS

	At 1 st January 2014 £'000	Cash Flows £'000	At 31 st December 2014 £'000
Cash at Bank in hand	12,832	5,629	18,461
Debt Due within One Year	-	-	-
	<u>12,832</u>	<u>5,629</u>	<u>18,461</u>
Net funds	<u>12,832</u>	<u>5,629</u>	<u>18,461</u>

NOTES TO THE FINANCIAL STATEMENTS AS AT 31st DECEMBER 2014 (continued)

16. CONNECTED CHARITY

KKL Charity Accounts Limited is a connected charity (Charity No 1105998) which operates from the same address as the company. The majority of the Trustees of KKL Charity Accounts are also Trustees of this charity and it is therefore treated as a subsidiary of the company. A summary of its results are shown below.

Income Statement:

	Restricted Funds £'000	Unrestricted Funds £'000	Totals 2014 £'000	Totals 2013 £'000
Total Income	9,842	335	10,178	7,736
Total Expenses	(8,866)	(201)	(9,067)	(8,988)
Net Results	977	134	1,110	(1,252)

The aggregate of the assets, liabilities and funds were:

	2014 £'000	2013 £'000
Assets	7,960	6,318
Liabilities	(883)	(352)
Net Assets	7,077	5,966
Unrestricted Funds	149	16
Restricted Funds	6,927	5,950
Total Funds	7,077	5,966

REFERENCE & ADMINISTRATIVE DETAILS

Company No.	355248
Registered Charity No.	225910
Registered Office	JNF House, Spring Villa Park, Spring Villa Road Edgware, Middlesex HA8 7ED
Directors and Trustees	S. Hayek - Chairman Dr M. Sinclair - Vice Chairman S. Aaron D. Berens P. Charney Rabbi A. Kimche E. Gorji M. Lee G. Mond B. Perl MBE D. Seal M. Waisman M. Mansour
Company Secretary	D. Berens
Auditors	RPG Crouch Chapman LLP 62 Wilson Street, London, EC2A 2BU
Solicitors	Mishcon de Reya Summit House, 12 Red Lion Square, London, WC1R 4QD
Bankers	Barclays Bank plc 1 Churchill Place, London E14 5HP