



**Supporting
Israel for Life**

ANNUAL REPORT & ACCOUNTS 2019



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

SUPPORTING ISRAEL FOR LIFE

This Year and Every Year



The leading UK
charity for Israel

*“As Israel moves forward,
no one should be left behind”*

Samuel Hayek
Chairman of JNF UK

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CHAIRMAN'S REVIEW

Samuel Hayek, JNF UK Chairman



2019 marked another strong year for JNF UK, as we continue in our mission to transform the peripheral regions of Israel. The underdeveloped North and South represent the best solution to the challenge of overcrowding in the centre of Israel that the Jewish state will face in the years and decades to come.

Many of these towns, villages and cities suffer from a similar problem – attracting and keeping families. With aging infrastructure, inadequate facilities, low employment and the threat of rocket attacks, they are widely perceived to be an undesirable place to live. Therefore, residents often leave, particularly the younger ones, depriving these areas of the youthful vibrancy and essential skills they need to progress and develop.

That's why JNF UK focuses so heavily on investing strategically and holistically in these communities, upgrading every aspect of life, including education, welfare, employment and culture. Our belief is that anyone who lives there should have the same quality of opportunities and experiences as citizens in any other part of the country.

One thing that makes me particularly proud of our work is that you can easily see the real, tangible difference we are responsible for. There is nothing quite like seeing a newly refurbished kindergarten, filled with smiling children, carried out by JNF thanks to the generosity of donors right here in the UK.

This is especially true during times of conflict. Our Green Sunday Appeal at the start of 2019 was a direct response to the impact that countless rocket attacks from Gaza were having on the hundreds of thousands of civilians being targeted. JNF UK has always stood shoulder to shoulder with the communities under attack, supporting them in whatever way possible when they need it most.

Another key objective for us is the belief that as Israel moves forward, no one should be left behind. This means dedicating resources to protecting the most vulnerable. Our 2019 Rosh Hashanah appeal was an especially poignant example of this. Ahead of the 75th anniversary of the liberation of Auschwitz, we raised funds to help Holocaust survivors in Israel. Giving a helping hand to those who have experienced and sacrificed so much was a touching reminder of the life-changing impact we are making every day.

As ever, 2019 was a year full of such life-changing impact. Looking back over that year is not only an opportunity to recount our many achievements, but also to be reminded of the fragility of life across the world. While Covid-19 did not directly affect the work detailed in this year of account, it is inevitable that it will have some impact on our work in 2020 and the decisions we make on where we focus our support. Nonetheless, I am confident that even during these challenging times we will continue to meet our ambitious targets for the continued development of the land, state and people of Israel.

Samuel Hayek
Chairman

WHO WE ARE



HISTORY AND HERITAGE

The Jewish National Fund/Keren Kayemet LeYisrael (JNF/KKL) was founded at the fifth Zionist Congress in Basel, Switzerland, in 1901. JNF/KKL was a passion-project of Theodore Herzl, who had borne witness to the horrors of European anti-Semitism first-hand. Herzl's experience of oppression led him to propose the establishment of an organisation which aimed to purchase land for an independent Jewish state in Eretz Yisrael. JNF/KKL was founded on the principle of Jewish national self-determination and has spent the last century living up to this ideal.

Various Jewish National Funds sprung up across the world over the following decades. In 1939, JNF Charitable Trust was registered as a charity in England and Wales. We are also known as JNF UK and operate under this name for day-to-day operations. JNF UK has been for several decades an entirely independent organisation to JNF/KKL in Israel.

One of the most enduring symbols of JNF UK's dedication to supporting Israel's growth and development is our highly regarded Blue Box. This small metal tin has sat on Jewish mantelpieces across the world for over a century and has enabled every member of the diaspora to contribute towards the building of a Jewish homeland.

In the years following our inception, the original JNF was chiefly committed to laying the foundation stones for a functioning state. This early incarnation purchased land, drained swamps, boosted infrastructure and – perhaps most famously of all – planted trees. Over 250 million trees have been planted by JNF member organisations on Israeli soil over the past century. Alongside this, JNFs have also built over 210 reservoirs, created over 100 parks and developed over 250,000 acres of land.

As the world's oldest charity dedicated to developing the land of Israel, JNF UK has made considerable environmental contributions. Now, our focus is shifting more towards the social and economic issues facing the people now living on the land we have beautified and made habitable.

JNF UK TODAY

JNF UK's dedication to the future of Israel is an on-going commitment. Over the past century we have progressed into an organisation that maintains and supports communities - including some we helped establish - whilst continuing to build and develop new ones.

Compared to Israel's relatively well-developed centre, the country's peripheries are considerably less prosperous. The Negev region in Israel's south is where much of our recent focus has been. This vast desert region comprises 60% of Israel's total landmass yet is home to barely 10% of its population.

WHO WE ARE (CONT)



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. The land may be inhospitable, but the people and the communities most certainly are not. By partnering with local mayors, municipalities, communities and a plethora of grassroots organisations, JNF UK has been able to touch the lives of countless residents by developing and growing these communities. We have nurtured communities in the Negev through special projects that bring people together, fostering the inspirational pioneering spirit of modern Israel.

Our operations span four separate but related organisations. JNF UK continues to support Israel's development through direct fundraising activities, including appeals and events, as well as our beloved Blue Box. KKL Charity Accounts, operating under the trading name SmartGiving, provides a charity accounts, fundraising platform and payroll giving service. KKL Executor & Trustee Company Limited operates a will writing and executorship service and JNF UK's legacy administration. JNF UK Israel Limited is the executive branch in Israel responsible for identifying, executing and overseeing projects in Israel to the highest standards.



OUR VISION



JNF UK's original vision was the creation of a Jewish homeland in the Middle East. Following the fulfilment of that vision with the establishment of the modern state of Israel in 1948, JNF UK has played its part in the continued development of this nascent country, which has flourished into a tolerant, multicultural, liberal democracy.

Israel has established itself as a true pioneer in many different fields, not just regionally but also globally. That it has managed to do so despite the immense challenges it has faced is nothing less than extraordinary. And yet, Israel still faces an existential challenge that does not gain the recognition it requires: a lack of viable living space.

Today, the population of Israel is just under 9 million. With the fastest growth rate in the developed world, that figure is increasing rapidly. By 2048 it is set to hit 15 million. Last year alone, over 30,000 immigrated into the country - the highest annual figure in over a decade. If all these new Israelis are to thrive, then urgent action is required.

We are at the forefront of making sure that happens. Every day, donations from our supporters are rejuvenating the parts of the country that have largely been ignored. JNF UK projects provide education, healthcare, employment, culture and more. Our vision is that places like the Negev and the Galil will play a key role in the development of Israel in the 21st century.

The plan is as ambitious as it is vital. Israelis should be just as able to successfully raise a family in Yerucham as in Jerusalem, just as able to build a career in Mitzpe Ramon as in Tel Aviv. It might seem like another impossible dream – but every day, with the help of our supporters, JNF UK is making that dream a reality.



OUR STRATEGY



Our strategy is based on four main principles:

HOLISTIC VISION

JNF UK adopts a holistic approach to its strategy, developing the Negev town by town, in conjunction with local mayors and municipalities. By focusing on varied projects all within the same area over a long period of time, the progress we bring is more than the sum of its parts. An across-the-board effort in each town helps enhance life for different social groups, improving the overall quality of life for the entire town. For example, in Kiryat Malachi, where we are improving education by renovating all the kindergartens in the city and are now starting to renovate the schools, we are achieving our goal of increasing the standard of education and giving the same opportunities to children in this peripheral town as children in the centre of Israel have. We are investing in the town's young adults too by providing them with greater options when it comes to higher education, employment training, and social and cultural activities, by way of a new young adult centre. We are supporting welfare projects including improving the quality of life and restoring the dignity of some of the poorest families by renovating their homes. We are also increasing the sense of pride the residents have for their town by renovating the entrance to the town, developing the promenade and building a park. By planting trees, we are uplifting the environmental state of the town and bringing much needed beauty, shade and greenery.

PROJECT SELECTION

In the business world, investments look to make the greatest impact while achieving the best possible value for money. By adopting this principle, JNF UK is looking for projects that make the largest social and economic impact on the local community in the most efficient way. Every year we look at hundreds of applications from people and organisations who know better than anyone what the needs of their communities are. We rigorously assess the candidates in order to select the best projects, before supporting them from planning through to completion.

DIRECT INVOLVEMENT

JNF UK is more than just a grant giving organisation - we are directly involved in all stages of the project, ensuring it is running as efficiently and effectively as possible. 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 each pound donated to JNF UK go further.

From architects and budgeting at the planning stages through to cutting the ribbon upon completion, JNF UK is there to offer professional advice and supervision to

OUR STRATEGY (CONT)



those we work with, to ensure the community gets the best possible results and that the funds entrusted to us by our donors are well spent.

SOCIAL INVESTING

As the modern world is changing, so too is the world of philanthropy. JNF UK is now looking at long term social impact projects (commonly referred to as “impact investing”) to ensure we can continue doing our life-changing work well into the future. At JNF UK we understand that infrastructure is more than just roads and power stations. If a new generation is to make its home in the Negev or Galilee it must feel it is possible to build a fulfilling life in Israel’s periphery.

JNF UK is at the forefront of achieving this.

At its core, JNF UK’s long-term social impact strategy looks at projects that will not only generate social, economic and cultural benefits, but will also, in the future, generate income that JNF UK can reinvest in more projects. For example, employment opportunities in Mitzpe Ramon were rare outside of the field of tourism and education. That was until JNF UK initiated the Business Valley – a modern and attractive office space to attract companies to open branches in Mitzpe Ramon. Following its opening in 2018, it has created high quality job opportunities for local residents in a variety of fields they would otherwise not have access to. The investment has already attracted a large advertising firm to the Business Valley that employs some 50 residents for the next ten years.



CURRENT PROJECTS



JNF UK supports a wide array of different projects, primarily in the Negev region of Israel. Without the support of our generous donors and volunteers, many of the projects we support would not exist. The diversity of Israeli ingenuity, innovation and resourcefulness are reflected in the many inspiring projects in which we are proudly involved.

These projects cover a broad range of fields and are often situated in the same location. This is part of our belief that citizens in the peripheral regions should have access to the same opportunities and experiences as those in the rest of the country. By holistically improving every aspect of life in certain towns and cities, we are also helping those places attract new residents and investment.

To showcase these different aspects of our work, we have categorised the following projects in two different ways: firstly, we have highlighted a pair of towns in order to show the quantity of work we have done there; secondly, we have placed the remaining projects into different types in order to demonstrate the sheer breadth of fields that we have an impact in.

Many of these projects have estimated times of completion, especially for complex, multi-year ventures. These estimations were made prior to the coronavirus outbreak, which will inevitably impact on their completion.

YERUCHAM

Founded in 1951, Yerucham is a development town south-east of Be'er Sheva with a population just shy of 11,000. This town is a perfect example of how JNF UK, working in tandem with local politicians, can help support positive change through long-term holistic investment. Yerucham is not short of challenges: there are high levels of social deprivation, much poverty and a lack of infrastructure. As well as this, it is a great distance from the centre of the country, making it harder to attract new residents. Nonetheless, JNF UK's investment has helped to grow the town by 1,000 in the last five years, whereas previously the population was actually decreasing. Below is a closer look at how we are helping to regenerate Yerucham:

Early Childhood Education

Yerucham is home to over 2,000 children aged between newborn and nine, mostly from low-income families. JNF UK identified that the basic needs of children were not being met due to a lack of early years infrastructure in the town.

In 2019, JNF UK began equipping a new day-care facility which is being built by the local municipality. – a construction project that would have been impossible without our backing. This new building is expected to be completed in 2020, with 15 babies already registered.

CURRENT PROJECTS (CONT)



This represents the latest addition to Yerucham's educational infrastructure that we have been involved in. Between 2017 and 2019, JNF UK renovated 15 kindergartens which are attended by around 500 children – roughly a quarter of all children in the town.

We have also opened and extended several day-care and early learning centres, with a particular focus on making sure that young children with learning difficulties and developmental challenges have specialist facilities to make sure that they are not left behind.

Expansion and Renovation of Yerucham Music Conservatory

Yerucham's Music Conservatory was old and too small to meet demand. It was run down and an unattractive place to study and play music. Jointly with the young and dynamic centre manager, JNF UK built a plan to expand and modernise the conservatory to bring it up to the 21st Century. The initial renovation work was completed in 2018 and the construction of the new wing is currently underway and due for opening in late 2020.

Playgrounds

As well as planting trees and flowers, as part of a pledge to improve the quality of life for residents in Yerucham's older neighbourhoods, JNF UK is building playgrounds and open-air exercise spaces to provide more outdoor activities for residents. In 2018, we finished four new major playgrounds and two smaller sized ones. Another major playground, which serves the ultra-orthodox community in the town, was completed in April 2019.

Development of the Entrances to the Town

As part of the long-term strategic plans for Yerucham, many new neighbourhoods are being built. JNF UK is also assisting the municipality to develop the entrances to the town and help beautify its public spaces to attract new families to live there and give the town's reputation a boost. JNF UK is supporting this project by building a park lined with trees and bushes. We are also installing an observation point, some cycle paths and new pavements. The development work started in 2016 but was held back due to the discovery of some significant archaeological findings. Work resumed at the end of 2018 and has continued throughout 2019. Despite delays due to the coronavirus, the entrances are expected to be completed in 2020.

Expanding the Senior and Special Needs Employment Centre

JNF UK's vision is that the development of Israel's peripheral regions should benefit everyone. One particularly powerful example of this is the unique Senior and Special Needs Employment Centre in Yerucham. This is a working factory that has been modified to provide employment specifically for the handicapped and

CURRENT PROJECTS (CONT)



the elderly. Not only does this help tackle the high unemployment rate in the town, but it also provides a variety of positive benefits such as a sense of self-worth and belonging to the workers, as well as enabling them to draw a salary.

However, the factory building has not been renovated since 1999. It no longer meets current standards and needs to be adapted to the latest requirements. The building is also too small and crowded, resulting in a waiting list of up to two years for potential new employees.

JNF UK is therefore assisting the local council in expanding and improving the building, including building an accompanying warehouse, a dining room and a reinforced bomb shelter. The increased size also means that the factory will be able to double the number of employees, up to around 100. All of this work is scheduled to be completed by December 2020.

KIRYAT MALACHI

Kiryat Malachi is a development town in the south of Israel with a rising population of 23,000, including many Olim from Ethiopia and the former Soviet Union. The town suffers from a severe lack of resources and infrastructure. As part of JNF UK's holistic approach, we have selected several projects to improve education and increase employment and business opportunities to give residents better prospects and encourage social mobility.

Development of the Entrances into the Town

The main entrance to Kiryat Malachi was dilapidated and shabby. Close to a major highway, the neglected area gives the impression that the town is rundown and impoverished. JNF UK is renovating the two main entrances to the town and building an adjoining promenade. As well as the aesthetic improvement, the new greenery will also have environmental benefits for this desert town. The work is set to be completed in the second half of 2020.

Renovation of Kindergartens

Giving children a good start in school gives them a good start in life. If a child's first experience of education is in a bright, happy and clean kindergarten, it helps them associate learning with comfort and happiness. Unfortunately, Kiryat Malachi's long-standing kindergartens have fallen into disrepair.

In 2015 JNF UK initiated an ambitious plan to renovate all 43 kindergartens in the town. We have completed 25 of them and, after a successful period of fundraising, are now in the process of renovating another ten.

CURRENT PROJECTS (CONT)



This renovation work is significant - we are not only painting and decorating, we are fitting air conditioning units, repairing roofs, fixing toilets and installing playground equipment. The process is also slowed by the fact that for most of the year the kindergartens are in use and therefore inaccessible.

Renovation of Amit High School

As well as working to improve Kiryat Malachi's kindergartens, JNF UK was also heavily involved in renovating Amit High School, the most run-down of the three high schools in Kiryat Malachi. Work included upgrading the high school's grounds by landscaping the outdoor space to create gardens and shaded areas, as well as installing new air conditioning units, plastering and improving large parts of the building. This last point included significant work on renovating classrooms, such as the creation of a modern tech lab fit for the 21st century.

Construction of a Young Adult Centre

Young adults aged 18-35 represent around 30% of the city's population. While this demographic should be the financial powerhouse of Kiryat Malachi, a lack of employment opportunities and a poor start in life has generally impeded their chances. Thanks to a generous legacy left by long-time JNF UK supporter Sheila Ottensooser, JNF UK was able to build a Young Adult Centre in Kiryat Malachi.

The Centre opened in 2018 and is now fully operational. Around 1,000 of Kiryat Malachi's young adults are regularly attending to receive career guidance, support with university and scholarship applications and help develop their leadership skills. The increase in social mobility encouraged by the Centre will help residents escape the cycle of poverty that many were born into.

House of Opportunity

The 'House of Opportunity' is a new model of educational support that seeks to support Israeli teenagers who are at risk of dropping out of the education system without reaching their full potential or even meeting basic scholastic standards. Each House is a state-of-the-art facility, featuring not only the latest technology, but also a team of dedicated tutors, mentors, and professionals from not-for-profit organisations.

Israeli teenagers can access the House after school hours, free of charge, for additional help in core subjects such as English, Mathematics and Science. As well as academic subjects, each House also offers a variety of technological courses, such as cyber security, website building, programming and graphic design, in order to best prepare them for the future.

The first House of Opportunity opened its doors in Upper Nazareth/Nof Hagalil in 2018 and has already proven a success: the percentage of students eligible for matriculation certificates in the area increased significantly from 67.4% in the

CURRENT PROJECTS (CONT)



2017-2018 academic year to 77.9% in 2018-2019. The Upper Nazareth municipality credits the House for this boost. JNF UK is involved in the creation of a similar House of Opportunity in Kiryat Malachi, with this project scheduled to be completed by October 2020.

MEDICAL

Ezra Le'Marpeh Rehabilitation Centre in Sderot

A lack of medical services in the Negev meant that many residents had to travel long distances to the centre of Israel to receive rehabilitative care following an accident or illness. To address the severe shortage of health and rehabilitation services in the region, JNF UK helped the highly regarded medical organisation Ezra Le'Marpeh to establish a state-of-the-art rehabilitation centre in Sderot, a city in the western Negev.

Construction of the centre was completed in October 2017 and it is providing vital medical rehabilitation services to thousands of residents across southern Israel. Currently 1,200 patients receive 2,750 treatments a month.

Since opening, JNF UK has continued to support the operation of the centre by running fundraising campaigns in the Jewish community.

Refua Vesimcha (Health and Happiness)

Refua Vesimcha is a charity providing services to improve the conditions of patients in need. The services on offer include a free ambulance service to help transport people requiring ongoing treatment such as dialysis, rehabilitation and chemotherapy, respite care for disabled children, activities for hospital patients and residents of care homes and weekly food parcels for low-income families.

Thanks to JNF UK's generous donors, we have been able to provide continued support to Refua Vesimcha so they can offer their services to more people.

Marianne's Early Childhood and Family Centre

Marianne's Early Childhood and Family Centre is an NGO that operates all the early childhood services in the city Kiryat Gat, including day care centres as well as specialised services for children with ADHD, autism and other similar conditions.

This portfolio includes the Therapeutic Unit, where paramedical treatments are provided in the fields of language and communication therapy, occupational therapy, emotional therapy and physiotherapy. The unit provides over 4,000 treatments annually to over 300 children from Kiryat Gat and the wider region. With six different treatment rooms, it is the only facility of its kind in the area.

CURRENT PROJECTS (CONT)



With high demand, and a significant waiting list, JNF UK is assisting in expanding the Therapeutic Unit by building a second floor. The plan is to triple the number of treatment rooms by adding 13 additional rooms, as well as build a therapeutic outdoor playground. The work is intended to be completed by December 2021.

Yad Tamar

Established in 2009, Yad Tamar aims to assist cancer patients and their families by helping strengthen their emotional wellbeing and economic stability. Their HUG Model (Help. Understand. Give.) for patients suffering long-term illness, draws upon the goodwill of the community to provide support. It empowers the extended community to become the front line of support, in a way that is kind, effective and non-intrusive. The model aims to reach thousands of communities over the next decade. JNF UK has continued its on-going support to help Yad Tamar extend their model to six new communities in the Negev region as part of a long-term commitment to keep expanding the reach of the organisation.

EDUCATION

Ahuzat Ya'akov

Ahuzat Ya'akov is an organisation helping integrate ultra-Orthodox Israelis into wider society and the workforce by providing programmes of academic studies tailored to suit their needs. JNF UK completed the renovation of the campus dining room and grounds at the start of 2019. We have also constructed an auditorium and are now focusing on external landscaping. All this work has brought the campus up to modern standards in order to attract new students and raise the college to the next level.

Or Me'Ophir

Over the years, Ethiopian Jews have gradually become part of the mainstream Israeli society, yet the majority continue to live in Israel's peripheries. The socio-economic gaps between Ethiopian Israelis and the general population continue to exist, as well as wide cultural differences. Ethiopian Israelis have lower educational attainment and employment levels than the rest of Israeli society.

To help improve the situation, JNF UK is supporting Or Me'Ophir, an educational leadership programme that works with young adults from the Ethiopian Israeli community in the south of Israel. JNF UK is renovating the dormitories and outside spaces that the programme uses, in order to provide a more pleasant living and working environment for the participants.

CURRENT PROJECTS (CONT)



The programme focuses on several different areas in order to improve integration into wider Israeli society. It gives educational tutoring to help the participants pass their matriculation exams, reaches them professional skills so they can gain employment, and teaches them more about Israeli and Jewish culture, tradition and heritage so they can better connect with wider society.

JNF UK has already started renovating the dormitories and outside spaces, with most of the dorms completed by September 2019.

Sderot Secure School

Despite being a peripheral town, Sderot is growing in size and JNF UK is committed to helping it manage this growth. The Sderot Municipality and the Ministry of Education therefore approached us to help with an ambitious plan to significantly upgrade the educational opportunities available in the town. JNF UK has agreed to help build a new campus, which will provide education for 1,200 pupils.

WELFARE

Tenufa Bakehila (Building Hope)

Tenufa Bakehila transforms the lives of people living in some of the most socio-economically challenged towns in Israel. It assists families and individuals living in appalling conditions, in dangerously dilapidated homes, and helps them overcome their difficulties. The project's professional tradesmen and volunteers fix any problems in the home, while dedicated social workers address the wider issues preventing families from standing on their own two feet.

JNF UK has been supporting this project since 2017, with the service being provided in Kiryat Gat, Kiryat Malachi and Ashkelon. In 2019, we enabled Tenufa Bakehila to assist 158 families.

Moadoniot (after-school clubs) in Hatzor Haglilit

Moadoniot are a nationally proven alternative to removing children from their family home when they come from at-risk families.

In Hatzor Haglilit, JNF UK is supporting two clubs. Each, a safe and welcoming 'home' for up to twelve children, aged six to eleven, five days a week. All children receive hot meals, help with homework and partake in stimulating leisure activities - all in a protected environment. Such activities are hugely important for these children, who thrive from the interaction and stimulation it provides. JNF UK has committed to renovating and upgrading both club buildings. The work includes the renovation of the kitchens and bathrooms, decorating and installing a fire exit and fire detection systems.

CURRENT PROJECTS (CONT)



Renovation of the first club is almost complete, with plans to purchase new equipment in motion. Once the renovation is finished, work will commence on the second club.

Elderly Day-care and Treatment Centre

The town of Sderot currently has around 2,500 elderly citizens, many of whom benefit from access to the Elderly Day-care and Treatment Centre. The Elderly Citizen Day-care Centres constitute daytime frameworks for senior citizens residing at home who require personal assistance. The centre enables the senior citizens and the members of their families to receive support services, while preventing (or at least postponing) transfer from their home to a retirement home.

The Sderot Centre provides a wide range of services, from assistance with personal care to group activities designed to stimulate the clients. It is housed in a dual-purpose building, used in the morning as the centre, and in the evening as a senior citizens' club.

Despite the exceptional care the centre provides, the building itself is small, old and not particularly well-suited for this role. Because of the building's small size, the Ministry of Social Affairs has limited the license to 50 clients per day. The place is at full capacity and there is a long waiting list. Also, Sderot does not currently have facilities for mentally frail patients such as sufferers of Alzheimer's disease, dementia, etc. Such people have to stay at home with no acceptable support.

The local municipality is going to construct a new centre, which will not only be able to accommodate 80 senior citizens per day but will also have a new section to provide specialised treatment to 15 patients with severe mental disabilities. This new centre will also include many new rooms which will enable it to provide new activities for Sderot's senior citizens. JNF UK will assist in the construction, which should be finished in time for the start of 2021.

HOLOCAUST SURVIVORS

Project 'Connect'

Israel is home to the world's largest Holocaust survivor community. Still scarred by the horrors they experienced over 70 years ago, sadly many now face financial hardship and extreme solitude. Through Project Connect, JNF UK is working hard to tackle the problem of loneliness by bringing teenagers and survivors together.

The first part of this has been JNF UK purchasing more than 50 computers for survivors, as well as covering the cost of internet connection for two years for each

CURRENT PROJECTS (CONT)



one. Alongside this, we have arranged for young teenage volunteers to visit their homes to teach them how to use the computer and navigate the internet. The volunteers show them how to use different programmes including Word, Google and Facebook.

The project helps them to learn new skills but more importantly helps connect them to the outside world and the wealth of information and entertainment the internet can provide. In addition, the Holocaust survivors form special and lasting relationships with the teenagers.

Living in Dignity

Since 2011, the Foundation for the Benefit of Holocaust Victims in Israel has renovated more than 1,750 flats for Holocaust survivors in need. These renovations of privately-owned flats make them suitable for elderly survivors who are not as physically capable as they used to be.

These renovations, which usually take between three days and two weeks, include: making the flats wheelchair accessible; installing safety accessories; transforming baths into walk-in showers; and fixing plumbing and electrical hazards.

JNF UK committed to assist in funding the renovation of 90 flats, to be completed by the end of 2020.

Immediate Assistance Fund

Despite Israel's government offering financial aid to Holocaust survivors who live below the poverty line, around a quarter of survivors are still struggling with having a low income. This means that their monthly pensions and other welfare payments are unable to cover any unexpected costs. Therefore, the Foundation for the Benefit of Holocaust Victims operates an Immediate Assistance Fund that can step in to provide financial help when needed.

This help can be: providing basic household equipment such as radiators, blankets, electrical appliances, beds, refrigerators, washing machines and air-conditioners; purchasing medicine; making payments for water or electricity bills; and helping with daily expenses during times of hardship.

JNF UK made a commitment in December 2019 to help the fund assist 100 vulnerable survivors.

Monthly Food Basket

JNF UK is working in partnership with the charity SAHI to combat food poverty in Israel, including amongst Holocaust survivors. The two organisations are working

CURRENT PROJECTS (CONT)



together on a pilot scheme to locate 150 vulnerable Holocaust survivors in the south of the country who would benefit from a regular monthly food package.

The SAHI model is built around engaging teenagers from challenging backgrounds who take responsibility for their lives while also helping others by volunteering.

Several groups of these teenagers are responsible for collecting and delivering food packages to those in need, including the elderly, and this new pilot scheme would therefore be part of this existing mission.

ENVIRONMENT

Urban Forests

Over the past century, JNF organisations have planted over a quarter of a billion trees across Israel, turning barren wastelands into thriving forests. JNF UK recently switched our attention to 'urban forests' – the planting of mature trees in towns, cities and communities across Israel's Negev (desert). Each urban forest project is unique and often involves more than just planting. Often, we will also irrigate the land, lay grass, landscape and add seating areas. Urban forest projects provide an abundance of benefits. They help purify the air, beautify an area and provide much needed shade and shelter from the sweltering desert sun across public pathways, parks and schools.

In 2019, JNF UK added to our urban forests in Yerucham, Kiryat Malakhi, Mitzpe Ramon and Bnei Dekalimin, continuing to improve the living conditions in these locations.

Public Park in Beit Jann

The Druze village on Mount Meron in northern Israel suffers from a lack of public spaces such as parks and playgrounds. The closest recreational space is reachable only by car; however, many of the female residents do not drive which means they lack the facilities for their children and the ability to meet other mothers. JNF UK is funding the development of a new park which will include playgrounds and picnic tables. It will be a place where families can connect, and children can play. The project has commenced and is scheduled to be finished in the second half of 2020.



LONG TERM SOCIAL IMPACT

The Valley (JNF UK Roburn Business Centre)

Encouraging companies to relocate to the south is a key aspect of JNF UK's vision for the Negev. An influx of new businesses, new opportunities and new talent is key to reinvigorating this flagging region. The Valley has already attracted a Fortune 500 company in the shape of global advertising agency McCann. The presence of such a prestigious company will encourage other firms to see the potential in Mitzpe Ramon and settle in the region, bringing high-paying jobs and disposable income.

With the vision of creating job opportunities in the Negev, JNF UK constructed a state-of-the-art business valley in Mitzpe Ramon named after John Roburn, a JNF UK donor. The centre, which opened in early 2018, now provides office space for firms active in digital marketing and new media.

In 2019 JNF UK installed solar panels on the Business Valley building. This impact investment not only contributes to the clean energy efforts of Israel by generating solar power for the building, but it also generates surplus energy which gets fed back into the grid and earns JNF UK profit to invest into future projects.

Flats for New Olim

The development of the state of Israel relies heavily on new immigrants ('Olim' in Hebrew). Their contribution to the social, economic and demographic welfare of Israeli society is paramount to ensuring the state of Israel continues to flourish and succeed.

Settling in a new country is challenging and often after a few years many Olim return to where they came from. JNF UK identified that offering accommodation at subsidised rates would ease the process of establishing oneself in a new country and to this end we purchased a number of flats to rent for this purpose. The income generated will be invested back into JNF UK's projects, making it a win-win solution for JNF UK, the new Olim and the development of the state of Israel.

Orr Shalom House

Orr Shalom is a not-for-profit organisation that provides foster homes for neglected or at-risk children. The standard model is that a family will take in several children for fostering at a time, which means that they will require a large house renovated specifically for the task. In most cases the family will be in rented accommodation, which leaves them vulnerable to rent rises or being asked to leave by the landlord - which results in them then having to find a new property large enough to accommodate the extended foster family.

CURRENT PROJECTS (CONT)



JNF UK helped to alleviate this issue by purchasing and renovating a foster home in Ashkelon in July 2019. This building, fitted with 8 bedrooms, now houses the parents, two children, and 10 foster children between the ages of 10 and 16. The family no longer has to worry about rent rises or evictions and can concentrate on providing the foster children with the loving, stable upbringing which they deserve. The rent JNF UK receives from them is then invested into other projects, furthering the social impact.

MindCET flats

MindCET is a hub of innovation and development in the field of education technology (EdTech), pioneering the use of the latest technology to benefit the world of teaching. One of the ways that MindCET fosters creativity is by running an intensive programme for EdTech entrepreneurs, who work on a specific project at the campus for 6-8 months. Based in Yerucham, the presence of MindCET has helped the town to grow, as it attracts entrepreneurs and practitioners to the area. JNF UK's purchase of apartments is facilitating this positive trend - by renting these out at a subsidised price, we are not only helping MindCET to attract more students to the periphery, but also generating rent that is then invested into other projects in Israel.

OTHER

JNF UK works in so many different fields that some of the projects are not easily categorized. They are included here to further emphasize the range and scope of JNF UK impact.

HaShomer HaChadash (The New Guardians)

Communities on Israel's periphery have long suffered from attacks on targets like farms. These attacks involve serious vandalism, theft and arson. HaShomer HaChadash was established in 2007 as a neighbourhood watch initiative to protect livestock and land in rural communities. The organisation has ballooned from having only 40 volunteers at its inception to currently boasting a force many thousands strong. JNF UK has been key to the success of HaShomer HaChadash, by assisting with operational and capital costs that have enabled the organisation to maintain a presence in isolated farms in the Negev and the Galilee and run a number of educational and leadership programmes.

Derech Eretz (Youth Programme)

Derech Eretz is a leadership programme aimed at developing the capabilities of teenagers from Israel's social and geographic periphery. The programme inspires participants to take responsibility for their lives, laying the groundwork for a life of

CURRENT PROJECTS (CONT)



personal fulfilment, success and giving to the community. JNF UK has an ongoing commitment to the operational and capital costs of the organisation.

Since its establishment in 2011 and with the support of JNF UK, Derech Eretz has gone from strength to strength. There are now four campuses operating in the Negev, with each one responsible for around 40 participants. In 2019, 140 students graduated from the programme – the largest annual number since our support began. Derech Eretz is now able to also build an alumni support network, benefitting from the ever-increasing numbers of individuals who have been involved and can now give back.

DIY Volunteering Programme

Volunteers have played an integral role in the building of Israel and are a key component in the success of JNF UK's work and the future of the Jewish state.

As a result, JNF UK is promoting a professional volunteering programme across Israel. This innovative scheme enlists volunteers to work on JNF UK projects and often involves the project beneficiaries as volunteers themselves.

The programme provides a means for young people to make an immediate and lasting contribution to Israel's success, strengthens their connection to the land and helps develop their teamwork skills. In addition, it enables JNF UK to make each pound donated go further by making great savings on labour costs.

In 2019 volunteers worked at 12 different locations. Each location would have around 25 volunteers working for several days, making a significant contribution to the local community.

Disaster Relief Units

While Israel has considerable experience facing terrorism and small-scale military incursions, experts remain concerned that the country might not be prepared for a larger war or natural disaster. In particular, the fear is that peripheral communities bearing the brunt of any catastrophe would find themselves isolated.

JNF UK's unique response to this are the Disaster Relief Units, unique trailer units designed in partnership with relevant experts. During previous, smaller-scale incidents, one of the key challenges has been the large numbers of uncoordinated volunteers attempting to help in an inherently chaotic environment. Therefore, each of these trailer units has been constructed to contain all the information and materials needed to organise a communal response to the crisis. Easily connected to a vehicle, each unit will become a central nexus for those on the ground.

The Disaster Relief Units will be operated by trained volunteers from several leadership development programmes across Israel. This means that if and when

CURRENT PROJECTS (CONT)



the next disaster strikes, there will be around 500 volunteers ready to assist around 20,000 households. With each trailer easily connected to a vehicle, the long-term vision is to construct hundreds of these units, so every community can have the means to tackle any upcoming scenario.

CONNECTING UK JEWISH COMMUNITIES TO ISRAEL

Jewish communities in the UK are at the heart of JNF UK's work and a key part of our mission is fostering the strong relationship between these communities and Israel. In particular, we focus on showcasing the remarkable impact that their contributions to our campaigns and projects make.

Trips and Missions

Our day trips to the Negev take people to see a different side of Israel. JNF UK introduces them to grassroots organisations, shows them the impact donations are having on local communities and gives them the opportunity to enjoy the beautiful scenery and visit historical sites.

Israel Education Grants Programme

In 2018, JNF UK launched a four-year £1.2m grant campaign to boost Israel education programmes in Jewish schools across the UK, to help strengthen young students' Jewish identity and connection to Israel.

Jewish schools across the UK were invited to apply for the programme, by outlining how they would use the grant, and following a selection process, 18 primary and secondary schools were chosen with over 12,000 students set to benefit. The four-year programme will see primary schools receive grants of up to £10,000 a year and secondary schools up to £50,000 a year to expand their Israel education programmes.

The grant programme is unique as it gives the schools the ability to shape the programmes in line with their curriculum and ethos and decide how the money is spent. The grants ensure that the schools deliver a diverse range of projects and activities to deepen young people's association to Israel and show the important role they can play in the country's future.

During 2019, one of JNF UK's major programmes was the "Festival of Spoken Ivrit," which brought Israeli actors over to give performances in age-appropriate Hebrew and English at several of the schools. Alongside the performances, JNF UK also provided accompanying materials to help teachers prepare their pupils. This touring festival was a huge success, helping to promote Hebrew in the schools in a fun and effective manner.



Governing Document

The company is a registered charity and a company limited by guarantee, without share capital, originally incorporated on 21 July 1939. It is governed by its Memorandum and Articles of Association, the most recent version of which was adopted on 21 July 2015.

Appointment of Trustees

As set out in the Articles of Association the 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 normally offer themselves for re-election each year.

The Trustees retiring by rotation are S Hayek, G Falter, M Lee, M Waisman and H Wayne, who, being eligible, offer themselves up for re-election. B Perl retired as Trustee on 27 February 2019. E Gorji resigned as Trustee on 24 October 2019. G Avshalom resigned as Trustee on 24 March 2020. L Julius was appointed as Trustee on 24 March 2020. A Kimche resigned as Trustee on 23 June 2020. T Kendal was appointed as Trustee on 23 June 2020.

Trustee Induction and Training

New Trustees undergo an orientation process 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 period 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 most 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 in facilitating a will writing and executorship service (in its capacity as a Trust Corporation) and the Charity's legacy administration. JNF UK Israel Limited is a wholly owned subsidiary, which sources and manages the projects in Israel.



Internal Control and 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. A risk assessment report and register of risks are produced and reviewed by the Trustees at least annually and key managers and staff have been consulted to ensure that all areas of risk are identified and managed appropriately.

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 Trustees believe that the principal risk faced by the Charity is the effect an economic downturn might have on our donors.

The Trustees have considered the potential impact of the Covid-19 pandemic, which has been spreading since early 2020, on the Charity's activities. Like many other charities, the outbreak has caused and is going to cause some disruption to the Charity, including the adaptation to virtual events, cancelling certain events, staff working from home and some staff being furloughed. The Trustees understand that these issues are having and will have a detrimental effect on the Charity's finances and have taken appropriate action on expenditure to mitigate the effects. The Trustees are confident that the Charity has adequate reserves and resources to continue its operations both in the UK and Israel for the foreseeable future.

The Trustees have resolved that project commitments are booked in Sterling to mitigate exchange risk with the Israeli Shekel.

The organisation is run on a day-to-day basis by the Chief Executive who is supported by a Senior Management Team consisting of the Executive Vice-Chairman, the Finance Director, the Head of Marketing, the Director of KKL Executor & Trustee Company Limited and the Head of the team based in Israel.

The Trustees and Senior Management Team are supported by the following committees:

- **Finance and Management Committee.** The Finance and Management Committee comprises several Trustees and selected members of the Senior Management Team. The Committee meets six to eight times per year and has been delegated by the Board certain decision-making powers. It also discusses all financial matters relating to the Group.



- **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 are summarised as follows:

- projects should be in Israel and preferably in the Negev or Galil
- the contribution and support of JNF UK should make a significant difference to the success of the project
- the project and any partner organisations 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 can only be for charitable purposes as set out in the Charity's Articles of Association.

In setting its programme of funding each year, the Charity takes into consideration the Charity Commission's general guidance on public benefit. The Trustees always ensure that the funding JNF UK undertakes is in line with its charitable objectives and aims.

- **Education Committee.** This Committee, consisting of Trustees and senior management, monitors the Israel Educational Grants Programme that is operated by KKL Charity Accounts (SmartGiving) on behalf of JNF UK.

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.

Financial Review

The full results for the year to 31 December 2019 are shown in the attached Financial Statements.

The financial comparatives for the year to 31 December 2018 have been restated since they were originally approved on 10 September 2019 to show a reclassification of a grant made to a UK charity previously shown under UK Charitable Projects and now included under Fundraising (note 2). This restatement has no impact on the net movement in funds or on the net assets of the Charity.

STRUCTURE, GOVERNANCE, MANAGEMENT AND FINANCIAL REVIEW (CONT)



The Consolidated Statement of Financial Activities set out on page 34 reflects all incoming resources.

Our total income reduced by 27% from the previous year to £16,505,000 (2018: £22,255,000). Donations have reduced to £1,800,000 (2018: £2,476,000), a fall of 27%. Legacies reduced to £6,603,000 (2018: £10,152,000), a fall of 35%. KKL Charity Accounts income reduced to £7,627,000 (2018: £9,296,000), a reduction of 18%. These were partially offset by an increase in £212,000 for rental income from long term social impact projects.

The funding of project commitments in Israel increased to £7,107,000 (2018: £2,875,000). This was the result, as shown in note 3 on page 42, of the Charity approving new project commitments of £6,206,000 (2018: 2,108,000). Following the Covid 19 pandemic, the Trustees have reviewed certain project commitments and are considering cancelling or postponing some. However, the intention is that all commitments made in 2019 will either be met or reallocated to Covid 19-related charitable projects in Israel.

As a result, a deficit was generated of £902,000 (2018: surplus £8,971,000).

Fundraising

The Charity is actively involved in fundraising activities either through legacies, regular donations from individuals and corporations or fundraising events. Potential donors are approached by email, post, telephone or newsletter and are given the opportunity to opt out from receiving any fundraising communication from the charity. For this purpose, the Charity is regulated by the Fundraising Regulator.

During the year ended 31 December 2019, the Charity did not receive any complaints about its fundraising activities and practices. In February 2019 the Trustees of JNF Charitable Trust were informed by the Fundraising Regulator that they had received a complaint about KKL Executor and Trustee Company Limited's procedures. The complaint was investigated by the Fundraising Regulator, which decided to take no action but made several recommendations regarding the model under which the will-writing service should operate. We are working with the Charity Commission, as the statutory regulator, to implement these changes.

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 2019 comfortably exceeded this level.

Operating expenditure is defined as unrestricted expenditure less donations to projects in 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. JNF UK holds its assets in long term social impact projects in Israel in order to earn rental income and provide an associated level of social and economic impact, bank deposits so that monies can be quickly sent to projects in Israel in accordance with the objects of the charity and some investments, including, in the past, where it has been bequeathed some properties where there is a life tenant.

Statement of Trustees' Responsibilities

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

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The Trustees are responsible for keeping proper accounting records that 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 and the Charities Act 2011. 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.

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



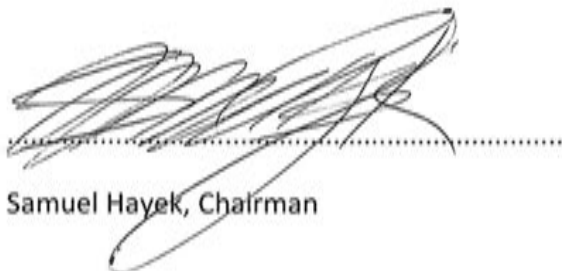
Statement as to Disclosure of Information to the Auditors

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

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.

This report was approved by the board on 18 August 2020.



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Samuel Hayek, Chairman

INDEPENDENT AUDITORS REPORT



JNF CHARITABLE TRUST

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF JNF CHARITABLE TRUST

Opinion

We have audited the financial statements of JNF Charitable Trust (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 December 2019 set out on pages 34 to 51. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 December 2019 and of the group's incoming resources and application of resources, including its income and expenditure for the year then ended
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

INDEPENDENT AUDITORS REPORT (CONT)



- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate, or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' report for which the financial statements are prepared is consistent with the financial statements and
- the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

INDEPENDENT AUDITORS REPORT (CONT)



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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of Trustees' remunerations specified by law not made or
- we have not received all the information and explanations we require for our audit or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a Group strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, 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, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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

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

INDEPENDENT AUDITORS REPORT (CONT)



Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

RPG Crouch Chapman LLP

PAUL RANDALL BA ACA

Senior Statutory Auditor

RPG Crouch Chapman LLP

Chartered Accountants and Statutory Auditors

62 Wilson Street

London

EC2A 2BU

Date 18 August 2020

RPG Crouch Chapman LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

JNF CHARITABLE TRUST

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	Unrestricted Funds £'000	Restricted Funds £'000	2019 Total £'000	Unrestricted Funds As restated £'000	Restricted Funds As restated £'000	2018 Total As restated £'000
INCOME							
Donations		728	1,072	1,800	1,701	775	2,476
Legacies		6,327	276	6,603	9,593	559	10,152
Investment income - rental income		290	-	290	78	-	78
Investment income - interest and dividends receivable		176	-	176	149	-	149
KKL Charity Accounts income		321	7,306	7,627	301	8,995	9,296
Other income		9	-	9	104	-	104
Total Income		7,851	8,654	16,505	11,926	10,329	22,255
EXPENDITURE							
Fundraising costs of donations and legacies	2	1,762	-	1,762	1,603	-	1,603
Charitable activities							
Funding project commitments in Israel	2 & 3	5,827	1,280	7,107	1,224	1,651	2,875
UK Charitable projects	2 & 4	690	7,802	8,492	525	8,209	8,734
Governance costs	2	55	-	55	43	-	43
Total Expenditure	2, 5 & 13	8,334	9,082	17,416	3,395	9,860	13,255
Net Incoming/(Outgoing) Resources		(483)	(428)	(911)	8,531	469	9,000
Increase in fair value of property assets and investments		9	-	9	(29)	-	(29)
NET MOVEMENT IN FUNDS		(474)	(428)	(902)	8,502	469	8,971
RECONCILIATION OF FUNDS							
Total funds brought forward		24,720	6,852	31,572	16,218	6,383	22,601
TOTAL FUNDS CARRIED FORWARD		24,246	6,424	30,670	24,720	6,852	31,572

The Charity has no recognised gains or losses other than the results for the year, as set out above.
All the above incoming resources and resources expended were generated from continuing operations.

The notes on pages 37 to 51 form part of these financial statements.

JNF CHARITABLE TRUST

BALANCE SHEETS AS AT 31 DECEMBER 2019

Registered Company Number: 355248

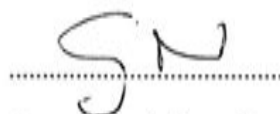
Registered Charity Number: 225910

	Notes	2019 Group £'000	2018 Group £'000	2019 Charity £'000	2018 Charity £'000
FIXED ASSETS					
Tangible Assets	8	167	163	98	87
Investments	9	18,781	8,186	17,435	7,126
		18,948	8,349	17,533	7,213
CURRENT ASSETS					
Debtors falling due within one year	10	5,167	3,043	7,946	5,306
Cash at bank and in hand		20,504	29,001	13,381	21,342
		25,671	32,044	21,327	26,648
Creditors falling due within one year	11	(9,430)	(3,701)	(9,185)	(3,500)
NET CURRENT ASSETS		16,241	28,343	12,142	23,148
Creditors falling due after one year	12	(4,519)	(5,120)	(4,559)	(5,237)
NET ASSETS		30,670	31,572	25,116	25,124
FUNDS					
Unrestricted funds		24,246	24,720	24,808	24,889
Restricted funds	13 & 14	6,424	6,852	307	235
TOTAL FUNDS		30,670	31,572	25,116	25,124

The financial statements were approved and authorised by the Board of Trustees on 18 August 2020 and were signed on its behalf by:



Samuel Hayek, Chairman



Gary Mond, Hon. Treasurer

The notes on pages 37 to 51 form part of these financial statements.

JNF CHARITABLE TRUST

CONSOLIDATED CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019 Group £'000	2018 Group £'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash provided by operating activities	16	1,668	12,959
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income		466	227
Acquisition of tangible assets		(10,631)	(6,222)
Net cash provided by investing assets		(10,165)	(5,995)
Change in cash and cash equivalents in the reporting period		(8,497)	6,964
Cash and cash equivalents at the beginning of the reporting period		29,001	22,037
Cash and cash equivalents at the end of the reporting period		20,504	29,001

The notes on pages 37 to 51 form part of these financial statements.

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

I. ACCOUNTING CONVENTION AND POLICIES

JNF Charitable Trust is registered under the Companies Act 2006 no 355248 and is registered with the Charity Commission no 225910.

a. Accounting Conventions

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FR102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The reporting currency is GBP and the figures in the accounts are rounded to the nearest thousand pounds. JNF Charitable Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b. Group Financial Statements

These financial statements consolidate the results of the Charity and its wholly owned subsidiaries KKL Executor and Trustee Company Limited, JNF UK Israel 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 FRS102. The Charity had incoming resources of £8,516,000 (2018: £12,735,000) and expenditure of £8,533,000 (2018: £4,151,000) and net outflowing resources of £17,000 for the year (2018: net incoming resources of £8,584,000).

c. Incoming Resources

Donations and receipts from functions are accounted for when received. Legacies are accounted for either when received or when the Charity is notified of the legacy and receipt of the legacy is considered by the Trustees to be both probable and measurable. 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. Rental income from long term social impact projects 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, which are subject to conditions that have not been met at the year end, are noted as a commitment, but are not accrued as expenditure in the financial statements. Project commitments in Israel includes all funds remitted to Israel by the charity in direct pursuit of its charitable objectives and their associated support costs and governance costs. Remittances to UK Charities consist of (i) those made in accordance with instructions received for donors' individual accounts within KKL Charity Accounts Limited and include their associated support costs and governance costs, (ii) grants made to UK

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

schools under the KKL Charity Accounts educational grants programme, and (iii) payments to other UK charities. Support costs is 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 are incurred in compliance with constitutional, legal and statutory requirements related to the general running of the Charity and are incurred in support on the charitable expenditure above. Governance costs are generally allocated over charitable expenditure. Irrecoverable VAT is included under the relevant expense headings.

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:

- Leasehold improvements are amortised over the period of the lease.
- 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. Impairment

Property and investments are assessed for impairment indicators. Where indicators are identified an assessment for impairment is undertaken comparing the asset's carrying amount to its recoverable amount. Where the carrying amount of an asset is deemed to exceed its recoverable amount, the asset is written down to its recoverable amount, this is likely to be the value in use of the asset based on its service potential. The resulting impairment loss is recognised as expenditure in the Statement of Financial Activities.

g. Pension Scheme

Payments to defined contributions schemes are written off as incurred.

h. 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.

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

i. Investments

Investments (other than long term social impact projects) 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.

j. Long term social impact projects

Long term social impact projects are long-term investments made into Israeli properties with the intention to generate social and economic impact alongside a financial return. They are valued at cost less any impairment.

k. Debtors

Debtors include amounts owed to the Charity for the provision of goods and services or amounts the Charity has paid in advance for the goods and services it will receive. Debtors also include amounts receivable on grant funding and legacies to which the charity is entitled. Debtors are measured at their recoverable amounts (the amount the charity anticipates it will receive from a debt or the amount it has paid in advance for goods or services). An amount recoverable more than a year after the end of the reporting date is measured at its present value at the balance sheet date if the time value of money is material and the settlement terms constitute a financing transaction.

l. Liabilities

Liabilities are amounts due to creditors and any provision made as a result of an obligation to transfer economic benefits, usually in the form of a cash payment, to a third party. Liabilities are measured at their settlement amount except for certain types of financial liabilities. A liability is recognised for the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as an advance payment for goods or services it must provide.

m. Financial Instruments

The Charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

n. 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.

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

o. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the Charity's accounting policies, the members are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. During the year, there were no judgments in applying accounting policies and key sources of estimation uncertainty which materially affected the financial statements.

p. Restatement of financial results for year ended 31 December 2018

The financial comparatives for the year to 31 December 2018 have been restated since they were originally approved on 10 September 2019 to show a reclassification of a grant made to a UK charity previously shown under UK Charitable Projects and now included under Fundraising (note 2). This restatement has no impact on the net movement in funds or on the net assets of the Charity.

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

2. TOTAL RESOURCES EXPENDED

	Fundraising £'000	Project Funding in Israel £'000	UK Charitable Projects £'000	Governance £'000	2019 Total £'000	2018 As restated £'000
Staff costs	403	367	198	-	968	665
Direct costs	819	6,605	7,966	55	15,445	11,734
	1,222	6,972	8,164	55	16,413	12,399
Share of support costs	540	135	328	-	1,003	856
	1,762	7,107	8,492	55	17,416	13,255

Included in fundraising direct costs of £819k (2018: £792k) is expenditure of £180k (2018: £170k) for grants provided to a UK charity, which has a trustee who is also a Trustee of JNF Charitable Trust.

The analysis by fund is:

	Fundraising £'000	Project Funding in Israel £'000	UK Charitable Projects £'000	Governance £'000	2019 Total £'000	2018 As restated £'000
Unrestricted fund	1,762	5,827	690	55	8,334	3,395
Restricted fund	-	1,280	7,802	-	9,082	9,860
	1,762	7,107	8,492	55	17,416	13,255

The resources expended are stated after charging:

	2019 £'000	2018 £'000
Depreciation	41	43
Payments to auditors for audit services	16	15
Payments to auditors for non-audit services	3	3

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

3. FUNDING PROJECT COMMITMENTS IN ISRAEL

	2019	2018
	£'000	£'000
Education/Training	2,969	369
Advancement of Health	231	763
Youth	405	231
Economic/Community	824	52
Environment	300	63
Emergency	-	420
Welfare	1,375	195
Projects less than £25,000	102	15
Total funding committed to new projects	6,206	2,108
Adjustment to prior year project commitments	99	169
Currency exchange adjustments	177	45
Direct staff and other costs and share of allocated costs	625	553
	7,107	2,875

A full list of the projects approved is set out on pages 52 and 53.

4. DONATIONS TO UK CHARITIES

	2019	2018
	£'000	As restated £'000
KKL Charity Accounts through individual and corporate sub-accounts (a)	7,802	8,209
KKL Charity Accounts educational programme (b)	362	303
Other UK charities (c)	-	32
	8,164	8,544
Share of support costs	328	190
	8,492	8,734

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

Payments to UK charities principally represent:

- (a) 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.
- (b) Educational grants. KKL Charity Accounts used its free reserves to make educational grants of £362k (2018: £303k) to UK primary and secondary schools. Included in this amount was a grant of £35k (2018: £35k) to a school, which has a trustee who is also a Trustee of JNF Charitable Trust.
- (c) Payments to other UK charities. JNF Charitable Trust supported several UK charities, primarily for educational grants £nil (2018: £32k). Included in this amount was a grant of £nil (2018: £25k) to a school which has a trustee who is also a Trustee of JNF Charitable Trust.

5. SUPPORT COSTS

An analysis of the major support costs in note 2 is as follows:

	2019	2018
		As
		restated
	£'000	£'000
Staff costs	398	410
Direct costs	605	446
	1,003	856
Analysed between:		
Fundraising	540	533
Funding project commitments in Israel	135	133
UK charitable projects	328	190
	1,003	856

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or benefits for the years ended 31 December 2019 and 31 December 2018.

The only Trustees' expenses paid in the year were for the Project Committee's review of potential and ongoing projects in Israel: £14k (2018: £14k).

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

7. STAFF COSTS

	2019 £'000	2018 £'000
Salaries	1,176	927
Social security costs	109	86
Pension costs	81	62
	1,366	1,075

The average monthly number of employees during the year was as follows:

	2019	2018
Fundraising	5	5
Israel Project Team	6	5
Finance, Management, Administration, Legacy & Education	13	11
	24	21

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

	2019	2018
£80,000 - £90,000	1	1
£150,000 - £160,000	1	1

Contributions were made to defined contribution schemes for two high paid employees (2018: two employees) and contributions amounted to £9,100 (2018: £7,678). The total is disclosed in the above.

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

8. TANGIBLE FIXED ASSETS

GROUP	Leasehold Improvements £'000	Furniture, Computer and Equipment £'000	Motor Vehicles £'000	Total £'000
COST				
At 1 January 2019	71	447	109	627
Additions	20	25	-	45
Disposals	-	-	(22)	(22)
At 31 December 2019	91	472	87	650
DEPRECIATION				
At 1 January 2019	15	413	36	464
Charge for year	10	13	18	41
Disposals	-	-	(22)	(22)
At 31 December 2019	25	426	32	483
NET BOOK VALUE				
At 31 December 2019	66	46	55	167
At 31 December 2018	56	35	73	163

CHARITY	Leasehold Improvements £'000	Furniture, Computer and Equipment £'000	Motor Vehicles £'000	Total £'000
COST				
At 1 January 2019	71	316	-	387
Additions	20	8	-	28
Disposals	-	-	-	-
At 31 December 2019	91	324	-	415
DEPRECIATION				
At 1 January 2019	15	285	-	300
Charge for year	10	7	-	17
Disposals	-	-	-	-
At 31 December 2019	25	292	-	317
NET BOOK VALUE				
At 31 December 2019	66	32	-	98
At 31 December 2018	56	31	-	87

The leasehold property is the Charity's Head Office, based in Hendon, London.

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

9. INVESTMENTS

	Group 2019 £'000	Group 2018 £'000	Charity 2019 £'000	Charity 2018 £'000
Property investments	3,083	3,083	3,083	3,083
Long term social impact projects	15,567	4,981	14,132	3,832
Investment in subsidiary undertakings	-	-	89	89
Quoted investments	131	122	131	122
	18,781	8,186	17,435	7,126

Long term social impact projects relate to commitments in Israel, where the Group owns properties and receives rental income and where there is an associated high level of social and economic impact. These are shown at cost.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2019 £'000	Group 2018 £'000	Charity 2019 £'000	Charity 2018 £'000
Donations and legacies receivable	5,023	2,358	5,023	2,358
Debtors, prepayments and accrued income	144	685	75	590
Due from subsidiary undertakings	-	-	2,848	2,358
	5,167	3,043	7,946	5,306

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2019 £'000	Group 2018 £'000	Charity 2019 £'000	Charity 2018 £'000
Trade creditors	31	90	14	46
Other creditors	1,601	-	1,502	-
Accruals and deferred income	1,033	1,046	782	771
Taxation and social security	25	25	25	24
Project commitments	6,740	2,540	6,740	2,540
Due to subsidiary undertakings	-	-	122	119
	9,430	3,701	9,185	3,500

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

12. CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

	Group 2019 £'000	Group 2018 £'000	Charity 2019 £'000	Charity 2018 £'000
Project commitments	4,519	5,120	4,559	5,237

13. RESTRICTED FUNDS

	Balance at 1 January 2019 £'000	Incoming resources £'000	Resources expended £'000	Balance at 31 December 2019 £'000
KKL Charity Accounts	6,616	7,306	7,802	6,120
Belt Uri	27	17	27	17
Benji Hillman	4	67	67	4
Environmental projects	52	31	52	31
ESRA	77	-	-	77
Refua Vesimcha	6	317	310	13
Amit High School	-	70	70	-
Be'er Sova	-	10	-	10
Bet Hashitin	-	15	-	15
Derech Eretz	-	32	3	29
Ezra LeMarpeh	-	2	2	-
Garin Harel in Tzohar	-	15	11	4
Hof Ahskelon community centre	-	20	20	-
Israel Is	-	13	9	4
Kerem Shalom	-	15	4	11
Kiryat Melachi Kindergartens	-	20	20	-
Meitarim Lachish	-	10	10	-
Ramat Hanegev YAFE	70	-	-	70
Rachashei Lev	-	260	260	-
Ruach Dromit	-	1	1	-
Simcha Layeled	-	43	42	1
Tenufa Bakehila	-	30	20	10
Yad Tamar	-	53	53	-
YBA – Bnei Akiva	-	21	21	-
Nitzan Lanoar therapeutic farm for youth at risk	-	10	2	8
Legacies	-	276	276	-
	6,852	8,654	9,082	6,424

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £'000	Restricted Funds £'000	Total 2019 £'000	Total 2018 £'000
Fixed assets	167		167	163
Investments	18,781	-	18,781	8,186
Current assets	19,247	6,424	25,671	32,044
Current liabilities	(9,430)	-	(9,430)	(1,162)
Creditors more than 1 year	(4,519)	-	(4,519)	(7,659)
	24,246	6,424	30,670	31,572

15. SUBSIDIARY COMPANIES

The Charity owns two active subsidiaries, KKL Executor and Trustee Company Limited and JNF UK Israel Limited. A summary of their results is shown below:

	Total Income £'000	Total Expenditure £'000	Total 2019 £'000	Total 2018 £'000
KKL Executor and Trustee Limited	516	512	4	4
JNF UK Israel Limited	632	626	6	7
	1,148	1,138	10	11

The aggregate of the assets, liabilities and funds were:

	Assets £'000	Liabilities £'000	Funds 2019 £'000	Funds 2018 £'000
KKL Executor and Trustee Limited	117	15	102	98
JNF UK Israel Limited	1,376	1,357	19	13
	1,493	1,372	121	111

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

The Charity also owns the following dormant subsidiaries:

JNF Limited
 Jewish National Fund Limited
 Jewish National Fund for Israel Limited
 JNF UK Limited
 JNF Executor and Trustee Company
 Limited
 KKL Limited

16. RECONCILIATION OF NET INCOME TO NET CASHFLOW FROM OPERATING ACTIVITIES

	2019 £'000	2018 £'000
Net Income for the year, as per the Statement of Financial Activities	(902)	8,971
Adjustments for:		
Investment income	(466)	(227)
Depreciation	41	43
Decrease/(Increase) in fair value of investments	(9)	29
Increase/(decrease) in creditors	5,128	(1,833)
(Increase)/decrease in debtors	(2,124)	5,976
Net cash flow from Operating Activities	1,668	12,959

17. CONNECTED CHARITIES

KKL Charity Accounts is a connected charity (Charity Number 1105998), which operates from the same address as the Charity. All but one of the Trustees of KKL Charity Accounts are also Trustees of this Charity and it is therefore treated as a subsidiary. A summary of its results is shown below:

	Restricted Funds £'000	Unrestricted Funds £'000	Total 2019 £'000	Total 2018 £'000
Total income	7,306	384	7,690	9,338
Total expenditure	(7,802)	(569)	(8,371)	(8,672)
Net result	(496)	(185)	(681)	666

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

The aggregate of its assets, liabilities and funds were:

	2019 £'000	2018 £'000
Assets	7,156	7,661
Liabilities	(760)	(584)
Net assets	6,396	7,077
Unrestricted funds	276	461
Restricted funds	6,120	6,616
Total funds	6,396	7,077

18. FINANCIAL ASSETS AND LIABILITIES

	Group 2019 £'000	Group 2018 £'000	Charity 2019 £'000	Charity 2018 £'000
Financial assets measured at fair value through the Statement of Financial Activities	39,284	37,187	13,381	28,468
Financial assets measured at amortised cost	5,023	2,358	17,435	2,358
	44,307	39,545	30,816	30,826
Financial liabilities measured at amortised cost	(11,290)	(7,749)	(11,314)	(7,823)

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

19. FINANCIAL COMMITMENTS

The Board of Trustees has authorised commitments relating to further long term social impact projects which are not included as liabilities in the accounts:

	Group 2019 £'000	Group 2018 £'000	Charity 2019 £'000	Charity 2018 £'000
Authorised and committed	8,200	13,500	8,200	13,500
	8,200	13,500	8,200	13,500

As disclosed in Note 8 the Charity has a leasehold property being the Charity head office in Hendon. The rental is £84,942 per annum and the lease expires on 9 August 2026. This means that the Charity has operating lease obligations of £567,000 (2018: £652,000) not included on the balance sheet.

20. RELATED PARTIES

Details of the related party transactions are set out in notes 2 and 4.

21. POST BALANCE SHEET EVENTS

Following the Covid 19 pandemic, the Trustees have reviewed certain project commitments and are considering cancelling or postponing some. However, the intention is that the commitments released will be reallocated to Covid 19-related projects in Israel.

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

FULL LIST OF PROJECT COMMITMENTS IN ISRAEL

	2019 £'000	2018 £'000
Education/Training		
Arad Children's Day-care Centre	54	-
Ben Hashitin - leadership programme	30	-
Karmiel – Kerem Gfanim school for children with autism	133	-
Ma'or Hadarom – Or Layeled – learning centres	102	-
House of Excellence - opportunities for youth in Kiryat Malachi	1,111	-
ORT ISRAEL - Empowerment and gymnastics classes for Bedouin girls	56	-
Petachia Day-care Treatment Centre - for kids with disabilities in Beit Shemesh	350	-
Sderot - Establishing a New Protected High School	1,133	-
Bedouin Academy scholarships	-	32
HaShomer HaChadash	-	95
Holocaust Survivors classes	-	42
Netivot Olam – night classes for Olim	-	32
Zefad Academic College	-	168
	2,969	369
Advancement of Health		
Ezra LeMarpe	120	-
Kiryat Gat - Marianne - Expanding the Therapeutic Unit for children	111	-
Israel Cancer Research Fund	-	171
Rachashei Lev	-	267
Refuah VeSimcha	-	325
	231	763
Youth		
Derech Eretz Youth Programme	181	126
Student Villages - student village in Kibbutz Misgav Am	138	-
Nitzan Lanoar therapeutic farm for youth at risk	44	-
Simcha Layeled - programmes for children with disabilities	42	-
Crowd funding campaign – leadership programme	-	105
	405	231

JNF CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

	2019 £'000	2018 £'000
Economic/Community		
Avshalom Community Centre	78	-
Bnei Hamenashe community club in Nof Galil	39	-
Hub in Ashdod - Establishing Business Hub for the Ultra-Orthodox community	200	-
JNF UK DIY volunteering project	44	52
Kerem Shalom community project	30	-
 Kiryat Gat - Equipping the New 'Carmei Gat' Community Centre	 100	 -
Sderot - Senior's Day-care and Treatment Centre	200	-
Yerucham - Expanding the Senior and Special Needs Employment Centre	133	-
	824	52
Environment		
Kibbutz Holit - Renovation of the Sports Court	67	-
Kiryat Malachi - Renovating and Equipping 3 Sports Halls	189	-
Urban Forest - Planting trees in the newly settled village - Carmit	44	-
Mitzpe Ramon - water playground	-	63
	300	63
Emergency		
Disaster Relief Units	-	420
	-	420
Welfare		
Afike Orot Ofakim	302	-
Benji Hillman	82	-
Rachel Fund and Kasner Foundation - Supplying Food Vouchers to Families in Need	178	-
SAHI - Supplying Elderly and Holocaust Survivors with a Monthly Food Basket	32	-
Shaldag Veteran - Holocaust	453	-
The Foundation for the Benefit of Holocaust Victims - Immediate Assistance Fund	45	-
The Foundation for the Benefit of Holocaust Victims - Living with Dignity	44	-
The Foundation for the Benefit of Holocaust Victims - Project Connected	46	-
Tnufa Bakehila – renovation of low-income family homes	73	75
Yad Tamar	120	120
	1,375	195
Projects less than £25,000	102	15
Total donations to charities/projects	6,206	2,108
Net adjustment to prior year project commitments	99	169
Currency exchange adjustments	177	45
Direct staff and other costs and share of allocated costs	625	553
	7,107	2,875

JNF CHARITABLE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number	355248 (England and Wales)
Registered Charity number	225910
Registered office	Mountcliff House 154 Brent Street London NW4 2BF
Trustees	S Hayek – Chairman G Avshalom (resigned 24 March 2020) D Berens G Falter E Gorji (resigned 24 October 2019) L Julius (appointed 24 March 2020) Rabbi A Kimche (resigned 23 June 2020) M Lee A Mendoza G Mond B Perl (resigned 27 February 2019) M Waisman H Wayne T Kendal (appointed 23 June 2020)
Company Secretary	D Berens
Auditors	RPG Crouch Chapman LLP 62 Wilson Street London EC2A 2BU
Solicitors	Mischon de Reya LLP Africa House 70 Kingsway London WC2B 6AH
Bankers	Barclays Bank plc 1 Churchill Place London E14 5HP

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