

**THE GERALD RONSON FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

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CREATIVITY ENTHUSIASM ENERGY VISION

THE GERALD RONSON FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees



Secretary



Charity number

1111728

Principal address

Acre House
11-15 William Road
London
NW1 3ER
United Kingdom

Auditors

H W Fisher & Company
Acre House
11-15 William Road
London
NW1 3ER
United Kingdom

Bankers

Narwest Bank Plc
1 Princes Street
London
EC2R 8BP

Solicitors

Forsters LLP
31 Hill Street
London
W1J 5LS

THE GERALD RONSON FOUNDATION

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THE GERALD RONSON FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

The trustees present their report and accounts for the year ended 31 December 2014.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Foundation's Trust Deed, the Charities Act 2011 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Structure, governance and management

The Foundation is registered with the Charity Commission (No. 1111728) and constituted by Deed of Trust dated 29 September 2005.

The trustees who served during the year were:

[REDACTED]

The power of appointing new or additional trustees is vested in [REDACTED] during [REDACTED] lifetime and subject thereto jointly by [REDACTED]. The trustees meet quarterly to review and approve grant applications.

During the year the Foundation donated £102,500 and accrued £100,000, included within other creditors, to Community Security Trust of which [REDACTED] and [REDACTED] are directors of the corporate trustee of the charity. The Foundation also donated £16,000 to the Jewish Leadership Council of which [REDACTED] is also a trustee.

[REDACTED] is a trustee of the Royal Opera House Foundation to which the Foundation donated £27,000 in the year. The Foundation also donated £60,000 to the RNIB of which [REDACTED] is the President.

The Foundation made a donation of £5,000 to JCoSS of which [REDACTED] is Vice-Chair of Trustees.

[REDACTED] is a Trustee of Camp Simcha which received £5,000 and [REDACTED] is a trustee of Action for Starving Children which received £32,500.

[REDACTED] is Vice President of Young Epilepsy which received a donation of £20,000.

The Trustees maintain a risk register which is regularly reviewed in order to assess the major risks to which the Charity is exposed. They are satisfied that systems are in place to manage exposure to risks. The main risk is considered to be the exposure to fluctuations in investment values. The trustees are advised by independent investment advisors in order to minimise this risk.

Objectives and activities

The Foundation's objects are to benefit charitable causes for all purposes which are charitable according to English law. After the balance sheet date the trustees applied to the Charity Commission to amend the objects of the Foundation so that at least 80% of the capital and income be applied to Jewish causes. The Charity Commission approved the amendment on 10 June 2015. A new trust deed is being drafted and the implications of the amendment will be that 80% of the reserves of the Foundation will be restricted to benefit Jewish causes and reclassified as a restricted fund.

The Foundation generally makes donations on a quarterly basis in March, June, September and December. In the interim periods, the Chairman's Action Committee deals with urgent requests for donations which are approved by the trustees at the quarterly meetings.

Since the inception of the Foundation, grants totalling £8,579,735 have been awarded.

THE GERALD RONSON FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

The trustees' grant making policy is to make donations to registered charitable organisations undertaking a wide variety of charitable activities. As well as assessing the merits of the applicants proposals, appraisal criteria includes the anticipated outcome of the project, financial viability, value for money and adequate provision for ongoing costs and maintenance.

Financial review

The net assets of the Foundation as at 31 December 2014 amounted to £40,765,589.

The net increase in funds for the year was £28,967,471.

On 7 November 2014, the Foundation received a donation of 4,375 non-voting "B" shares in Ronson Capital Limited, representing 87.5% of that class of shares. These shares are unquoted. The trustees have valued the shares at 31 December 2014 at £28,816,000, which figure is included in the balance sheet. The value of these shares at the date of the gift on 7 November 2014 was £28,435,373, which figure is included as a donation in the SCFA.

It is the policy of the Foundation to maintain unrestricted funds (free reserves), at a level which will enable the Foundation to generate sufficient returns to meet grant commitments over the long term. As a result of the amendment to the Trust Deed, 80% of the Foundation's unrestricted funds will be legally restricted for Jewish causes in the accounts to 31 December 2015.

In accordance with the trust deed, the trustees have the power to invest in stocks, shares, investments and property as they see fit. The trustees' objective is to achieve returns above both inflation and those obtainable on bank deposits. Investment returns are to be achieved at an acceptable level of risk in order to fulfil the Foundation's objects. The investments should be sufficiently liquid to meet any expenditure requirement as determined by the trustees from time to time. The Trustees met eleven times during the year to review investments in conjunction with the Foundation's investment advisor. The trustees have undertaken hedging arrangements in order to protect the investments against the risk of currency fluctuations.

Plans for the future

The trustees reviewed and accepted grant applications during the period under review. It is the trustees intention to continue to review grant applications in future and make donations where they see fit.

Subsequent to the year end on 5 May 2015, the Foundation obtained a Charity Commission order approving the purchase of two investment properties from Rontec Service Station 1A Limited. The order was necessary as six of the trustees of the Foundation are connected with Rontec Service Station 1A Limited. The Charity Commission stated in their order that the price should not exceed £5,050,000, with which the Trustees have complied.

On behalf of the board of trustees

Trustee

Dated: 16/9/2015

THE GERALD RONSON FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Foundation and of the incoming resources and application of resources of the Foundation for that year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE GERALD RONSON FOUNDATION

INDEPENDENT AUDITORS' REPORT

TO THE TRUSTEES OF THE GERALD RONSON FOUNDATION

We have audited the accounts of The Gerald Ronson Foundation for the year ended 31 December 2014 set out on pages 5 to 12. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement on page 3, the trustees are responsible for the preparation of accounts which give a true and fair view.

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under Section 154 of that Act. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the accounts

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

Opinion on accounts

In our opinion the accounts:

- give a true and fair view of the state of the charity's affairs as at 31 December 2014, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Matters on which we are required

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

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


tor and on behalf of H W Fisher & Company

Chartered Accountants
Statutory Auditor
Acre House
11-15 William Road
London
NW1 3ER
United Kingdom

Dated: 13/10/2015

H W Fisher & Company is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE GERALD RONSON FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 £	2013 £
Incoming resources from generated funds			
Voluntary income	2	28,443,722	1,019,233
Investment income	3	521,440	444,310
Total incoming resources		28,965,162	1,463,543
Resources expended			
Charitable activities			
Arts and Culture		37,000	38,500
Community and Welfare		367,750	355,995
Education		142,000	110,500
Medical and Disability		229,750	245,750
Overseas Aid		74,500	37,000
Religion		10,000	30,500
General		57,500	48,500
Total charitable expenditure		918,500	866,745
Governance costs	5	141,465	84,440
Total resources expended		1,059,965	951,185
Net incoming resources		27,905,197	512,358
Other recognised gains and losses			
Gains on investment assets	8	1,062,274	181,160
Net movement in funds		28,967,471	693,518
Fund balances at 1 January 2014		11,798,118	11,104,600
Fund balances at 31 December 2014		40,765,589	11,798,118

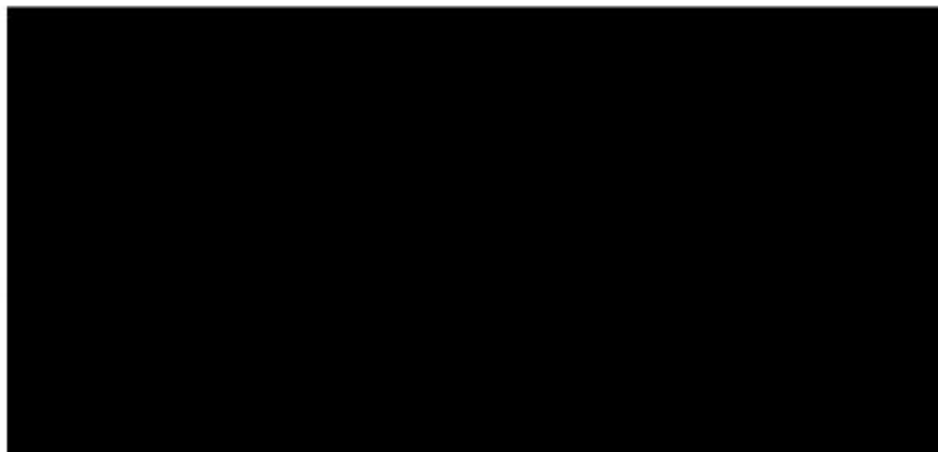
THE GERALD RONSON FOUNDATION

BALANCE SHEET

AS AT 31 DECEMBER 2014

	Notes	2014		2013	
		£	£	£	£
Fixed assets					
Investments	8		40,039,666		10,042,526
Current assets					
Debtors	9	7,800		12,222	
Cash at bank and in hand		931,283		1,913,065	
		939,083		1,925,287	
Creditors: amounts falling due within one year	11	(213,160)		(169,695)	
Net current assets			725,923		1,755,592
Total assets less current liabilities			40,765,589		11,798,118
Income funds					
Unrestricted income funds		40,765,589		11,798,118	
			40,765,589		11,798,118
			40,765,589		11,798,118

The accounts were approved by the trustees on 16/1/2015



THE GERALD RONSON FOUNDATION

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 £	2013 £
Net cash inflow from operating activities	12	(490,638)	(1,935,572)
Capital expenditure and financial investment			
Payments to acquire investments	(5,003,561)	(2,465,167)	
Receipts from sales of investments	4,512,417	2,495,443	
Net cash (outflow)/inflow from capital expenditure and financial investment		(491,144)	30,276
Net cash outflow before financing		(981,782)	(1,905,296)
Financing			
Repayment of other loan	-	(184,502)	
Net cash outflow from financing		-	(184,502)
Decrease in cash	13	(981,782)	(2,089,798)

THE GERALD RONSON FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention modified to include the revaluation of fixed asset investments.

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Charities Act 2011.

1.2 Incoming resources

Donations and gifts are accounted for on a receivable basis.

1.3 Resources expended

Expenditure is accounted for on an accruals basis.

Grants payable are charged in the year when the offer is conveyed to the recipient. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Governance costs comprise the cost of organisational administration and compliance with constitutional and statutory requirements.

All of the charities funds are unrestricted funds which the trustees are free to use in accordance with the charities objects. But see note 16 for changes to the unrestricted funds subsequent to the balance sheet date.

1.4 Investments

Fixed asset investments are stated at market value at the balance sheet date except where no market value is readily available in which case they are shown at the lower of cost or recoverable amount. An unlisted investment holding in Heron International Limited is valued on a discounted net asset value basis with any gain or loss on revaluation taken to the Statement of Financial Activities. A holding in Ronson Capital Limited is valued on a net asset basis. A property investment is valued at purchase price based on a trustee valuation that has considered the future rental income receivable.

2 Voluntary income

	2014	2013
	£	£
Donations and gifts		
Unrestricted funds:		
4,375 non-voting "B" shares in Ronson Capital Limited	28,435,373	-
5,466 ordinary shares in Heron International Plc	8,349	-
Individual donations including Gift Aid	-	1,019,233
	<u>28,443,722</u>	<u>1,019,233</u>

On 7 November 2014, the Foundation received a donation of 4,375 non-voting "B" shares in Ronson Capital Limited, representing 87.5% of that class of shares. These shares are unquoted. The Trustees have valued the shares at 31 December 2014 at £28,816,000, which figure is included in the balance sheet. The value of these shares at the date of the gift on 7 November 2014 was £28,435,373, which figure is included as a donation in the SOFA.

THE GERALD RONSON FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

3 Investment income

	2014	2013
	£	£
Rental income	200,000	90,548
Income from listed and unlisted investments	312,497	334,962
Bank interest receivable	8,943	18,800
	<u>521,440</u>	<u>444,310</u>

4 Grants payable

All grants were made to institutions and not to individuals personally. An analysis of all material donations is included in the appendix.

5 Governance costs

	2014	2013
	£	£
Audit fee	4,200	4,200
Accountancy and general advice	59,446	53,114
Administration fees	77,819	27,126
	<u>141,465</u>	<u>84,440</u>

Governance costs includes payments to the auditors of £4,200 (2013: £4,200) for audit fees and £59,446 (2013: £53,114) for other services.

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or received any reimbursed expenses during the year.

7 Employees

There were no employees during the year.

THE GERALD RONSON FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

8 Fixed asset investments

	Unlisted Investments	Listed Investments	Property Investments	Total
	£	£	£	£
Value at 1 January 2014	1,729,352	5,783,067	2,530,105	10,042,524
Disposals at opening book value	(306,247)	(4,113,260)	-	(4,419,507)
Acquisitions at cost	28,443,722	5,003,561	-	33,447,283
Change in value in the year	600,305	369,061	-	969,366
Market value at 31 December 2014	30,467,132	7,042,429	2,530,105	40,039,666

The overall gain on investments in the Statement of Financial Activities of £1,062,274 (2013: £181,160 gain) comprises realised gains of £92,908 (2013: £47,453 losses) and unrealised gains of £969,366 (2013: £228,613 gains).

Other investments (excluding cash) are shown at market value.

Unlisted investments include a holding of 703,117 shares in Heron International Limited. These are valued at £2.36 (2013: £1.49) per share based on a discounted net asset value at 31 December 2014. Unlisted investments also include a holding of 4,375 non-voting "B" shares in Ronson Capital Limited based on a net asset value at 31 December 2014 of £28,816,000 (2013: £nil). The property investment is a petrol service station at Crawley, Sussex, purchased in the prior year and valued at purchase price which the trustees believe to be the current market value.

9 Debtors

	2014	2013
	£	£
Prepayments and accrued income	7,800	12,222

10 Cash at bank and on deposit

	2014	2013
	£	£
Current account	237,308	584,248
Cash on deposit	686,235	1,133,474
US Dollar account	7,740	195,343
	931,283	1,913,065

THE GERALD RONSON FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

11 Creditors: amounts falling due within one year		2014	2013	
		£	£	
Taxes and social security costs		10,000	7,395	
Donations pledged		100,000	100,000	
Accruals		53,160	12,300	
Rental income received in advance		50,000	50,000	
		<u>213,160</u>	<u>169,695</u>	
12 Net cash inflow from operating activities		2014	2013	
		£	£	
Reconciliation to changes in resources				
Changes in resources before revaluations		27,905,197	512,358	
Donated assets		(28,443,722)	(2,530,105)	
Decrease in debtors		4,422	23,460	
Increase in creditors		43,465	58,715	
		<u>(490,638)</u>	<u>(1,935,572)</u>	
13 Reconciliation of net cash flow to movement in net funds		2014	2013	
		£	£	
Decrease in cash		(981,782)	(2,089,798)	
Repayment of other loan		-	184,502	
Movement in net funds		(981,782)	(1,905,296)	
Net funds at 1 January 2014		1,913,065	3,818,361	
Net funds at 31 December 2014		931,283	1,913,065	
14 Analysis of net cash balances				
	At 1 January 2014	Cash flow	Non-cash changes	At 31 December 2014
	£	£	£	£
Cash at bank and in hand	1,913,065	(981,782)	-	931,283
	<u>1,913,065</u>	<u>(981,782)</u>	<u>-</u>	<u>931,283</u>

THE GERALD RONSON FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

15 Related parties

During the year the Foundation donated £102,500 and accrued £100,000, included within other creditors, to Community Security Trust of which [REDACTED] and [REDACTED] are directors of the corporate trustee of the charity. The Foundation also donated £16,000 to the Jewish Leadership Council of which [REDACTED] is also a trustee.

[REDACTED] is a trustee of the Royal Opera House Foundation to which the Foundation donated £27,000 in the year. The Foundation also donated £60,000 to the RNIB of which [REDACTED] is the President.

The Foundation made a donation of £5,000 to JCoSS of which [REDACTED] was Vice-Chair of Trustees during the year.

[REDACTED] is a Trustee of Camp Simcha which received £5,000 and [REDACTED] is a trustee of Action for Stammering Children which received £32,500.

[REDACTED] is Vice President of Young Epilepsy which received a donation of £20,000.

16 Post balance sheet events

On 10 June 2015 the Trustees received approval from the Charity Commission to amend the objects of the Foundation so that at least 80% of the capital and income be applied to Jewish causes which will result in 80% of the trust funds becoming restricted.

**THE GERALD RONSON FOUNDATION
CHARITABLE DONATIONS
YEAR ENDED 31 DECEMBER 2014**

ART AND CULTURE

Chickenshed Theatre Trust	5,000
UK Jewish Film	5,000
The Royal Opera House Foundation	27,000
	<u>37,000</u>

COMMUNITY AND WELFARE

Council of Christians and Jews	5,000
Beis Brucha	500
Jewish Volunteer Network	1,000
JW3 Development	1,000
London Jewish Forum	2,500
Mayors Fund for London	10,000
Chicken Soup Shelter	1,000
Nightingale Hammerson	10,000
CST	102,500
Royal Matines Charitable Trust	5,000
Royal Southern Yacht Club Trust	5,000
Jewish Care	100,250
Shelter	3,000
Jewish Leadership Council	56,000
Kisharon	5,000
London Jewish Cultural Centre	10,000
Tzain H Traid H	10,000
Maccabi London Brdy Recreational Trust	10,000
Norwood	15,000
One Family UK	5,000
UJIA	10,000
	<u>367,750</u>

EDUCATION

Anne Frank Trust UK	1,000
ARK	5,000
Forum for Jewish Leadership	10,000
Holocaust Centre	40,000
Monte San Martino Trust	3,000
JCoSS	5,000
King Solomon High School	50,000
Oxford Centre for Hebrew and Jewish Studies	1,000
Simon Marks Jewish Primary School Trust	4,000
Seed	3,000
Weizmann UK	5,000
UJS Hillel	10,000
Yesoday Hebrew Schools	5,000
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	142,000
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MEDICAL & DISABILITY

Action for stammering children	32,500
Anna Freud Centre	250
Camp Simcha	5,000
Arms Around the Child UK	6,000
Chat Cancer Care	20,000
British Friends of Ohel Sarah	1,000
Disability Foundation	2,500
British Friends of Shalva	1,000
Familial Dysautonomia	500
Childrens Medical Research Foundation	5,000
Great Ormond Street Hospital	15,000
Heart Cells Foundation	1,000
COSMIC	3,000
Ught for Sight	500
London Air Ambulance	5,000
Hadassah UK	1,000
Marie Curie Cancer Care	1,500
Nightingale Hammerson	500
Noah's Arc Children's Hospice	20,000
Multiple Sclerosis Society	250
RNIB	60,000
New Life Foundation	5,000
Whizz-Kidz	2,500
Young Epilepsy	20,000
Rosetrees Trust	8,000
Smile Support and Care	3,000
Starlight Foundation	2,000
The Eve Appeal	5,000
University of Nottingham - Children's Brain Tumours	250
Wellbeing of Women	1,000
White Lodge Centre	1,000
Willow Foundation	500
	<hr/>
	229,750
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OVERSEAS AID

American Joint Jewish Distribution Committee Trust	10,000
Arms Around the Child UK	2,000
Beit Halochem UK	3,000
One Family UK	10,000
Tivka UK	3,000
Wizo.UK	500
Our Children Foundation UK	10,000
UJLA	20,000
Youth Aliyah Child Rescue	10,000
World Jewish Relief	6,000
	<u>74,500</u>

RELIGION

Chabad Lubavitch	7,000
University Jewish Chaplaincy	3,000
	<u>10,000</u>

GENERAL

Global Warming Policy Federation	12,500
Manchester United Foundation	5,000
Policy Exchange	25,000
Presidents Club Charitable Trust	15,000
	<u>57,500</u>
	<u>918,500</u>

