

Charity Commission Reference ACT/01689847/G T

Revised Accounts

World Friendship

Revised End of Year Financial Statements

Year ending 31 December 2013

These revised financial statements which comprise the report of the council of management and the accounts both for the year ending 31 December 2013 replace the original financial statements for the year ending 31 December 2013. The original financial statements had been approved by the council of management on 8th May 2014.

The accounts contained in these revised statements are now the statutory accounts for the financial year ending 31 December 2013.

Please see further important explanatory notes on the next page

Registered Company number 1689847

Registered Charity number 513643



The revised financial statements include both revised accounts and a revised report of the council of management. **The council makes the following statements in compliance with Part 2 of The Companies (Revision of Defective Accounts and Reports) Regulations 2008**

Revised accounts

These revised accounts approved by the council of management on 14th July 2014 replace the original accounts for the financial year to 31 December 2013 which had been approved by the council of management on 8th May 2014

- 1 The revised accounts are now the statutory accounts for World Friendship for the financial year to 31st December 2013
- 2 They have been prepared as at 8th May 2014, being the date of the original accounts, and not as at 14th July 2014, being the date of this revision, and accordingly do not deal with events between those dates
- 3 The original accounts did not comply with the Companies Act 2006 because on the balance sheet there was an addition error regarding the total of capital and reserves 2013 figures and because the total for net assets/liabilities differed from the total for capital and reserves
- 4 Both problems arose from the accidental transposition of two digits in figure for the revaluation reserve for 2013. In this revision the revaluation reserve is correctly stated as £324,826 83 and then rounded. It had been incorrectly stated as £342,827
- 5 An unlabelled figure at the foot of the General column of the balance sheet has been removed
- 6 No other significant amendments were made consequentially after this correction

Revised Report of the Council of Management

The revised report approved by the council of management on 14th July 2014 replaces the original report for the financial year to 31st December 2013 which had been approved by the council of management on 8th May 2014

- 1 The revised report has been prepared as at 8th May 2014, being the date of the original accounts, and not as at 14th July 2014, being the date of this revision, and accordingly does not deal with events between those dates
- 2 The original report referred to figures from the original accounts, and would have been inconsistent with the figures in the revised account
- 3 No other significant amendments were made consequentially after this correction

World Friendship (limited by Guarantee)

Revised Reports and Financial Statements for the year ended 31st December 2013

Report of the council of management

for the year ended 31st December 2013.

The Council (the members of which act as trustees for the company's charitable activities, and are also directors for the purposes of company law) presents its annual report and the financial statements for the year ended 31st December 2013

Reference and administrative details

- a) Name World Friendship,
- b) Charity Registration number 513643 and Company Registration Number 1689847
- c) Principal office and registered office 15 Dudlow Lane, Liverpool L18 0HH
- d) Trustees of the charity at date of report Mr J Steen, Mrs E J Goddard Rayner, Mrs J Grieve,
Mrs A Gray, Mr R H Arden, Mr J F O Huthwaite Revd P G Anderson, Revd Canon R G Lewis, Miss P James
Custodian Trustee for the charity, Liverpool Diocesan Board of Finance
- e) Mrs M Jones served as a trustee of the charity from 1 January 2013 until 3 February 2013

Structure, Governance and Management

Governing Document

The charity is a company limited by guarantee, registered in England and Wales, and governed by its Memorandum and Articles of Association dated 5th January 1983, as amended 11th December, 1985 and 15th November, 2002. It is registered as a charity with the Charity Commission for England and Wales.

Recruitment and Appointment of Trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles of Association are known as the Council of Management. Under the memorandum and articles of association, the Bishop of Liverpool appoints one member as his representative. Liverpool Diocesan Board of Finance is entitled to appoint three members to the Council, and the trustees are also eligible, as the council of management, to appoint additional trustees.

Objectives and activities

The principal activity of the company is to provide grants to assist international students, studying in the Diocese of Liverpool, who are in need of financial help. The number of grant applications received by the charity is influenced by world economic and political events and by natural disasters and varies from year to year.

The charity, which has no paid staff, is largely dependent on income from its investments to undertake its activities. Whilst the charity's reserves are considered adequate to maintain its activities in the short term at the normal level of recent years, the Council does look to receive donations from time to time to meet exceptional demands and to increase the value of the capital investments.

Public benefit statement.

When planning their activities for the year, the trustees complied with the duty in section 17 of the Charities Act 2011, and gave consideration to the Charity Commission's guidance on public benefit and in particular the specific guidance to charities concerned with the advancement of education.

Grant making policy

The council invites applications from registered international students at higher education institutions situated in the Anglican diocese of Liverpool if they intend to return to their home country on completion of their course and are experiencing unexpected hardship. Students hear about us through international student welfare offices and chaplains.

Achievements and performance during the year.

World Friendship continued to make grants to relieve hardship arising from unforeseen circumstances among international students studying at higher education institutions in Liverpool. The higher education institutions in Liverpool have officers responsible for support and welfare of international students. Religious bodies have chaplains working with and for students. It is very unusual for an international student's problem to be merely a matter of money. We are very impressed by the way in which welfare officers, chaplains, tutors, supervisors and others work to meet personal needs. Cases needing financial help are referred to us by these agencies.

The Trustees made 13 grants in 2013, totalling £11,190. All grants were made for the direct benefit of individual students. The grants may be analysed by students' home countries and institutions of study as follows:

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	Edge Hill	Hope	LJMU	LSTM	UoL	Total
Bangladesh		1500				1500
Gambia			1000			1000
Ghana				500		500
Nigeria			1890			1890
Pakistan		2000	1200			3200
Sri Lanka		500				500
Syria					800	800
Thailand			1000			1000
Zimbabwe	800					800
Total	800	4000	5090	500	800	11190

Hope - Liverpool Hope University

LSTM - Liverpool School of Tropical Medicine

UoL - The University of Liverpool

LJMU - Liverpool John Moores University

Edge Hill – Edge Hill University Ormskirk

Financial review

Income from investments increased slightly by £90 Investment management charges were increased halfway through the year and amounted to £2,179 (£1,597 in 2012) Grants to students amounted to £11,190 (£10,200 in 2012) An operating surplus of £459 has been retained in the general fund

World Friendship was grateful to receive grants amounting to £2,000 from the Ravensdale Trust to support its work

Investment powers and policy

Under the Memorandum and Articles of Association, the charity has the power to invest in any way the trustees wish

The trustees, having regard to the liquidity requirements of operating the charity and to the reserves policy have operated a policy of keeping sufficient available funds in an interest bearing deposit account to enable the charity's working capital to be maintained

In addition, the charity has an investment policy which is to provide a sustainable income which will enable grants to be made, the annual total of which can be maintained in real terms, whilst at the same time achieving moderate growth in the portfolio value over the longer term In applying this policy the trustees are advised by their stockbrokers

Reserves policy

The trustee have established a policy for the level of unrestricted reserves (that is those funds that are freely available), whereby in order to enable the charity to operate effectively, they aim to have twelve months' worth of expenditure in general fund reserves. Reserves are needed to bridge the funding gaps between grants being paid to beneficiaries and receiving resources through investment income. As a result, the trustees consider that the ideal level of reserves as at 31st December 2013 would be £14,000. The actual reserves at 31st December 2013 were £14,183. In calculating reserves, the trustees have excluded from total funds the designated Investment Capital Fund (£426,784) which is required to ensure that the income stream is maintained.

Plans for future periods

As numbers of international students continue to grow, we expect there to be a continuing need for assistance to international students in Liverpool, and intend to continue our program of grants. The trustees hope to increase the sums they can make available, and will continue to support the work of the Diocese of Liverpool. They will review the way in which potential beneficiaries can contact them, and the way their help is delivered.

Trustees' responsibilities in relation to the financial statements

Company and charity law require the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of its surplus or deficit for that year. In preparing those financial statements, the trustees are required to

- Select suitable accounting policies and then apply them consistently,
- Make judgements and estimates that are reasonable and prudent,
- State whether applicable Accounting Standards and Statements of Recommended Practice have been followed, subject to any departures disclosed and explained in the financial statements, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

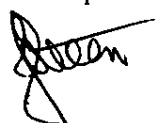
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Audit Exemption Statement

The company is exempt for the financial year ending 31st December 2013 from the requirements of Part 16 of the Companies Act 2006 as to audit of accounts, and the trustees have resolved to take advantage of that exemption.

This report is prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

This report was approved by the Council on 14th July 2014 and signed on its behalf by



Mr J Steen, Council Member

Statement of Financial Activities including**Income and Expenditure Account and****Statement of Recognised Gains and Losses**

	Unrestricted funds	Designated funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	2,000	—	—	—	2,000	2,000
Investment income	11,995	—	—	—	11,995	11,904
Total incoming resources	13,995	—	—	—	13,995	13,904
Resources used						
Cost of generating funds						
Investment management costs	2,179	—	—	—	2,179	1,597
Charitable activities	11,203	—	—	—	11,203	10,223
Governance costs	154	—	—	—	154	30 00
Total resources used	13,536	—	—	—	13,536	11,850
Net Income / (Expenditure) before transfer	459	—	—	—	459	2,053
Transfers						
Gross transfers between funds - in	—	—	—	—	—	—
Gross transfers between funds - out	—	—	—	—	—	—
Net Income/(Expenditure) for the year before other gains / losses	459	—	—	—	459	2,053
Other Recognised Gains / Losses						
Gains / (losses) on investment assets	—	88,299	—	—	88,299	62,165
Gains on revaluation, fixed assets, charity's own use	—	—	—	—	—	—
Net movement in funds	459	88,299	—	—	88,758	64,219
Total funds brought forward	13,724	338,484	—	—	352,209	287,989
Total funds carried forward	14,183	426,784	—	—	440,967	352,208
Represented by						
Unrestricted						
General fund	14,183	—	—	—	14,183	13,724
Designated						
Investment Capital fund	—	426,784	—	—	426,784	338,484

World Friendship (limited by Guarantee)

Revised Reports and Financial Statements for the year ended 31st December 2013

Balance sheet

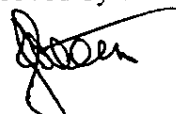
	General	Designated	Restricted	Endowment	This year	Last year
Fixed assets						
Investments	—	426,784	—	—	426,784	338,484
	—	426,784	—	—	426,784	338,484
Current assets						
Cash at bank and in hand	14,183	—	—	—	14,183	13,724
	14,183	—	—	—	14,183	13,724
Net current assets less current liabilities	14,183	—	—	—	14,183	13,724
Total assets less current liabilities	14,183	426,784	—	—	440,967	352,208
Total net assets less liabilities	14,183	426,784	—	—	440,967	352,208
Represented by						
Unrestricted						
General fund	14,183	—	—	—	14,183	13,724
Designated Investment Capital Fund						
Investments at historic cost	—	101,957	—	—	101,957	101,957
Revaluation reserve (unrealised gains)	—	324,827	—	—	324,827	236,527
Funds of the charity	14,183	426,784	—	—	440,967	352,208

Audit exemption statement. For the year ended 31st December 2013 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

Directors responsibilities

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts
- These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the Council of Management on 14th July 2014 and signed on its behalf by



Mr J Steen Council Member

World Friendship Company Registration Number 1689847

The statements and notes on pages 9 to 12 form part of these financial statements

Statement of assets and liabilities

	General	Designated	Restricted	Endowment	This year	Last year
Fixed assets - Fixed assets						
Lloyds Banking Group 9.25% Pref Shares	—	39,512	—	—	39,512	37,047
Mercantile Inv Trust Ordinary Shares	—	100,685	—	—	100,685	72,085
Alliance Inv Trust Ordinary Shares	—	65,715	—	—	65,715	54,793
Bankers Inv Trust Ordinary Shares	—	49,513	—	—	49,513	39,440
Scottish Mortgage Trust Ordinary Shares	—	124,200	—	—	124,200	90,240
CBF Investment Income Fund	—	32,290	—	—	32,290	28,912
CBF Fixed Interest Fund	—	14,869	—	—	14,869	15,966
Totals	—	426,784	—	—	426,784	338,484
Current assets - Current assets						
Lloyds Bank current account	3,035	—	—	—	3,035	3,125
CBF Deposit Fund Account	11,148	—	—	—	11,148	11,084
Brokers Income Account	—	—	—	—	—	—
Brokers Capital Account	—	—	—	—	—	(485)
Totals	14,183	—	—	—	14,183	13,724
Liabilities - Liabilities						
Accounts Payable	—	—	—	—	—	—
Totals	—	—	—	—	—	—
Grand total	14,183	426,784	—	—	440,967	352,208

Fund movement by type

	Opening	Incoming	Outgoing	Transfers	Gains/losses	Closing
General - General fund						
Unrestricted	13,724	13,995	13,536	—	—	14,183
Sub-total for General	13,724	13,995	13,536	—	—	14,183
CAPITAL - Investment Capital fund						
Designated	338,485	—	—	—	88,299	426,784
Sub-total for CAPITAL	338,485	—	—	—	88,299	426,784
Grand total	352,209	13,995	13,536	—	88,299	440,967

Analysis of income and expenditure

Incoming resources from generated funds - Voluntary income

					Total	
	Unrestricted	Designated	Restricted	Endowment	This year	Last year
Donations	—	—	—	—	—	—
Grants received	2,000	—	—	—	2,000	2,000
Total	2,000	—	—	—	2,000	2,000

Incoming resources from generated funds - Investment income

					Total	
	Unrestricted	Designated	Restricted	Endowment	This year	Last year
Lloyds Banking Group Preference Dividend	2,942	—	—	—	2,942	2,941
Mercantile Inv Trust Dividend	2,600	—	—	—	2,600	2,340
Alliance Inv Trust Dividend	1,436	—	—	—	1,436	1,703
Bankers Inv Trust Dividend	1,187	—	—	—	1,187	1,111
Scottish Mortgage Trust Dividend	1,704	—	—	—	1,704	1,620
CBF Investment Income Fund Dividend	1,266	—	—	—	1,266	1,235
CBF Fixed Interest Fund	796	—	—	—	796	849
Bank Interest	64	—	—	—	64	102
Total	11,995	—	—	—	11,995	11,904

Cost of generating funds - Investment management costs

					Total	
	Unrestricted	Designated	Restricted	Endowment	This year	Last year
Investment management charge	2,179	—	—	—	2,179	1,597
Total	2,179	—	—	—	2,179	1,597

Charitable activities

					Total	
	Unrestricted	Designated	Restricted	Endowment	This year	Last year
Print postage and stationery	13	—	—	—	13	23
Grants to beneficiaries	11,190	—	—	—	11,190	10,200
Total	11,203	—	—	—	11,203	10,223

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Governance costs

	Unrestricted	Designated	Restricted	Endowment	Total	
					This year	Last year
Audit and accountancy costs	127	—	—	—	127	—
Bank charges	—	—	—	—	—	30
Company return	27	—	—	—	27	—
Total	154	—	—	—	154	30

Notes to the financial Statements For the year ended 31st December 2013

1 Accounting Policies

The financial statements have been prepared under the historical cost convention except for the valuation of investment assets which are shown at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice – Accounting and reporting by charities (SORP 2005) applicable UK accounting standards and the Companies Act 2006. The company has taken advantage of the exemption in FRS1 from the requirements to prepare a cash flow statement on the grounds that it is a small company.

Funds

General funds represent the funds of the charity that are not subject to any restrictions regarding their use and are available for application on the general purposes of the charity. Funds designated for a particular purpose by the trustees are also unrestricted.

Incoming resources

Voluntary income received by way of grants, donations and gifts is included in the Statement of Financial Activities in the year in which it is received by or on behalf of the charity. Grants where entitlement is conditional on the delivery of a specific performance by the charity are recognized when the charity becomes unconditionally entitled to the grant.

Dividends and interest are accounted for when due and payable. Interest entitlements are accounted for as they accrue.

Realised gains and losses are recognised when investments are sold. Unrealised gains or losses are accounted for on revaluation of investments at 31st December.

Resources expended

Grants and donations are accounted for when paid over, or when awarded, if that award creates a binding obligation on the charity.

Costs of generating voluntary income

All expenses relating to fundraising, publicity, public relations and investment management charges are charged to this heading.

Charitable activities

Charitable activities comprise those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both the costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

These costs relate to the governance of the company itself as opposed to the management of charitable activities or fundraising and publicity, and are primarily associated with constitutional, statutory and legal requirements.

Investments

Investments are valued at market value at 31st December. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year. Investments are in UK companies listed on the Stock Exchange, and in authorised funds managed by CCLA investment management.

Current assets

Amounts owing to the charity at 31st December in respect of fees, rents or other income are shown as debtors less provision for amounts that may prove uncollectable. Short-term deposits include cash held on deposit at the bank.

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Revised Reports and Financial Statements for the year ended 31st December 2013

In accordance with the SORP, a contingent liability is disclosed for those grants, which do not represent liabilities, where the possible obligation which arises from past events, will only be confirmed by the occurrence of one or more uncertain future events not wholly within the trustees' control. Provisions are recognised for those grants where there is uncertainty as to the timing or amount, and any uncertainty regarding the amount is more than one of determining a basis for reasonable estimation of the liability arising from the constructive obligation.

Charitable status and taxation

As a registered charity, the company benefits from rates relief and is generally exempt from capital gains tax and corporation tax. The charity is not registered for value added tax.

Revised report

These revised accounts replace the original accounts.

They are now the statutory accounts.

They have been prepared at the date of the original accounts and not as at the date of the revision and accordingly do not deal with events between those dates.

The original accounts did not comply with the Companies Act 2006 because on the balance sheet there was an addition error regarding the total of capital and reserves 2013 figures and because the total for net assets/liabilities differed from the total for capital and reserves. Both problems arose from a transposition error in the original figure for the Revaluation Reserve for 2013, which has been corrected in the present revised statements. Consequential changes were made to the Council's report. No other significant amendments were made consequentially after this correction.