

COMPANIES HOUSE COPY

Christian Vision

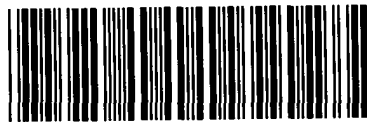
Registered Number 2842414

Report and Financial Statements

Year Ended

31 December 2013

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COMPANIES HOUSE

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Christian Vision (a company limited by guarantee)

Report and financial statements for the year ended 31 December 2013

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Christian Vision (a company limited by guarantee)

**Officers and advisors
for the year ended 31 December 2013**

Trustees

Lord Edmiston
Lady Edmiston
I P Baker
N D Cuthbert

Principal Officers

S P Chase
T G K Boxall
A E James
A L Flynn
P J Billingham (resigned 14 February 2014)

Secretary

T G K Boxall

Auditors

BDO LLP, 2nd Floor, 2 City Place, Beehive Ring Road, Gatwick, West Sussex, RH6 0PA

Solicitors

SGH Martineau LLP, 1 Colmore Square, Birmingham B4 6AA

Bankers

Standard Chartered Grindlays (Offshore) Limited, PO Box 80, 13-15 Castle Street, St Helier, JE4 8PT, Channel Islands

NatWest Bank Plc, West Bromwich Branch, 309 High Street, West Bromwich, West Midlands, B70, 8LX

Bank of Scotland, New Ueberior House, 11 Earl Grey Street, Edinburgh, EH3 9BN

Investment Advisors

IM Properties PLC, IM House, South Drive, Coleshill, Birmingham, B46 1DF

Brewin Dolphin Securities Limited, 12 Smithfield Street, London EC1A 9BD

Registered Office

The Pavilion, Manor Drive, Coleshill, West Midlands, B46 1DL

Company Numbers

Charity registration number	1031031
Company number	2842414

Christian Vision (a company limited by guarantee)

Trustees' report for the year ended 31 December 2013

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, have pleasure in presenting their report and the audited financial statements for the year ended 31 December 2013.

The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in 2005 in preparing the Annual Report and financial statements of the charity.

Structure, Governance and Management

Christian Vision is a charitable company limited by guarantee and does not have any share capital. The company was incorporated on 30 July 1993 and is governed by Memorandum and Articles of Association that were last amended in December 2002. The Trustees are detailed on page 3. There have been no changes in Trustees either during the year or since the year end. Trustees may be appointed by Lord Edmiston, the Trustees from time to time or by the members by ordinary resolution.

The Trustees are responsible for decisions related to the strategic direction of the charity together with those that relate to exceptional financial or reputational risk. The Trustees meet four times a year to monitor the progress of the charity and liaise on material matters with one another and with the operational management in the periods between meetings.

The day to day operational management of the charity rests with the principal officers detailed on page 3. They are responsible directly to the trustees.

The training and induction provided for new Trustees will depend on their existing experience. Where necessary induction will provide training on charity, legal and financial matters.

Christian Vision holds investments in subsidiaries as detailed in note 7. It also makes donations to overseas operations to further the objectives of the charity.

Funds and Activities

The continuation of the charity's activities sustainability relies upon income generated from investments (including properties) and bank deposits which comprise some 92% (2012 – 83%) and 9% (2012 – 12%) of its net assets respectively. The expansion of its activities relies upon donations received that are either applied directly for the charity's activities or are invested (in accordance with constraints imposed by the principal donor) to provide income in the ensuing years. The success of future plans and on-going commitments therefore relies upon the income produced from these funds.

Public Benefit

The Trustees of the Charity are committed to provide public benefit through pursuing its objective of "changed lives", whether this is materially, educationally, psychologically or spiritually.

Such benefit is continually monitored and evaluated, whilst those working for the charity are encouraged to find new and more effective ways of making this objective a reality.

The Trustees confirm that they have regard to the guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Objectives

The objectives of Christian Vision continue to be:

1. The advancement of the Christian faith
2. The relief of the needy, aged or sick people
3. The advancement of Christian based education
4. Other charitable purposes beneficial to the community with particular reference to the promotion of good citizenship and moral values and purposes beneficial to the community.

Christian Vision (a company limited by guarantee)

Trustees' report for the year ended 31 December 2013 (*continued*)

The goals of the charity

Mission Statement

"To introduce people to Jesus and encourage them to become His true followers." In short, "Introducing Jesus; Encouraging Followers".

Working along with and as a part of the wider Church, Christian Vision undertakes its various activities under two global strategies: "Touch-a-Billion" and "Impact-a-Nation." Both strategies aim to contribute to the mission and ministry of the Great Commission, and both directly reflect and contribute in terms of evangelism and discipleship.

Christian Vision has developed two strategic principles to ensure a clear focus in every aspect of its work: "Go" describes our mission and evangelism activities whilst "Grow" describes our ministry and discipleship activities.

Touch-a-Billion

"Touch-a-Billion" includes activities that use the most effective media platforms, to introduce people to Jesus in the world's major languages. The goal is to present a billion people around the world with a clear message of the gospel to provide them with an opportunity to make a decision for Christ.

The "Go" strategic principle is reflected in our activities and associated media brands both online and off-line, using the most appropriate and effective modes of communication to reach people with the clear message of Jesus and provide them an opportunity to begin their journey of faith in Him.

Forms of communication used include broadcast radio, internet audio and video, mobile and social media, with each expression seeking to provide a vibrant participation in communities, going where people gather (physically or virtually), to directly and indirectly touch them, engaging and building relationships that encourage faith decisions.

The "Grow" strategic principle focuses on response and following up this engagement by providing answers to questions of faith, the discipleship of new believers and working with referral partners to connect them into local church communities.

Impact-a-Nation

These projects contribute to the overall "Touch a Billion" vision, operating on a national scale in times and areas of particular opportunity. These projects aim to significantly impact and contribute to local communities through church and leadership development, education, skills training, church planting, work with orphans and vulnerable children and other projects, specifically in areas of the world where the organization feels directed to have particular involvement.

Historically, such projects have included church leadership and planting projects in the Zambia, Mozambique, Angola and East Timor. This now includes projects in Ukraine and South East Asia.

For further up to date information please consult our website, www.christianvision.com.

Christian Vision (a company limited by guarantee)

Strategic report for the year ended 31 December 2013 (*continued*)

Achievements and performance

Christian Vision continues to use and develop media channels in major languages including English, Spanish, Russian, Hindi, Mandarin, Indonesian, Arabic, French, German and Portuguese. We have offices in the UK, Ukraine, the USA, South Africa, Zambia, Egypt, India, China and Indonesia to facilitate language and cultural relevance. We seek to inspire and resource Christian individuals and partner with other Christian organisations, to engage in effective media evangelism and discipleship, and have or are developing partnership opportunities in Philippines, South Korea, Germany, Switzerland and Brazil.

Media channels include SW and FM radio transmission, affiliates, internet audio and visual programming that will inspire and resource Christians to share the good news and also to directly reach non-Christians with the opportunity to put their faith in Jesus and become loyal followers.

Christian Vision is actively developing follow up services, responding directly to those engaging with us through our media channels. There are three categories of registered responders Christian Vision utilises:

1. Volunteers - Christians using YesHels.com who have agreed to receive indicated responses directly from their friends or others with whom videos are shared. Since the "core" of the GO and GROW principles is personal evangelism, a response from a volunteer is an ideal scenario.
2. Volunteer mentors - Christians interested in assisting Christian Vision in online evangelism follow up.
3. Community Teams - in-house teams of staff, pastors or ministry leaders who are available to volunteers as a "flag point" to answer tough questions and provide needed assistance.

Throughout the GROW strategy, Christian Vision seeks to train and equip registered users of YesHels.com.

Impact A Nation updates

East Timor

After many years of church planting, discipleship, education and vocational training, in cooperation with field workers from the Assemblies of God in Brazil, trained East Timorese will take over church leadership. Only three key field worker couples will remain. Fifteen churches, more than 1000 believers in Jesus as Lord and Saviour and an effective Christian FM radio station have been established in the country.

Angola

In cooperation with ten field workers from the Assemblies of God, Brazil, led by Pr Josue, 24 churches with an excess of 5,500 members in 5 provinces, a Bible school, a drug rehabilitation centre, and 5 elementary schools have been established in Angola. Christian Vision support is planned until 2015 when it is expected that the new church will be able to sustain its own work.

Southeast Asia

In recent years, Christian Vision has begun supporting local, national pioneers in various countries in Southeast Asia where Christianity is a minority religion. By the end of 2013, Christian Vision had recruited 264 missionary pioneers with a record of planting churches and handing them over to local successors. We have seen encouraging signs of their effectiveness and envision increasing their number to 1000 in the coming years.

Christian Vision (a company limited by guarantee)

Strategic report for the year ended 31 December 2013 (*continued*)

Achievements and performance (*continued*)

Measuring mission effectiveness

Christian Vision uses its "LIVE STATS" system to measure and inform mission effectiveness in GO and GROW. Public access to these bottom-line key performance indicators (KPI) are available on the dashboard through our website which displays data in real-time and set review periods.

Touch - the number of views of content.

Engage - the number of views of the gospel both video and text.

Decisions - the number of "yes" and "unsure" indicated responses.

Contacts - the number of individual contacts in our Response System.

Responses - the number of responses from individual contacts.

Discipled - the number of individual contacts referred from CV to an external ministry or church.

Financial review

The financial results of the charity's activities are summarised on pages 12 to 30. The surplus for the year amounted to £22.3m (2012 - £5.4m) Total income was £23.9m (2012 - £20.4m), representing a 16.9% increase on the 2012 figure. Donations of £11.4m (2012 - £8m) were received during the year. Resources expended were £15.5m, representing a 4.9% decrease from the 2012 figure of £16.3m. In conclusion, the year has seen an overall increase in the charity funds to £230.6m (2012 - £208.3m) in part due to gains on investments of £14m.

Note 17 to the financial statements detail the movements on reserves. A transfer from restricted to unrestricted reserves has been authorised in order to match the net outgoings arising during the year on unrestricted funds.

We have made the following significant charitable contributions to other charities with similar objectives during the year:

£126,300 Grace Foundation	<i>Involved in secondary education</i>
£184,000 The Message Trust	<i>Working with the hardest to reach young people in schools, local communities and prisons in Greater Manchester and beyond</i>
£100,000 Alpha International	<i>Christian discipling initiative</i>
£ 80,000 Imagine the day	<i>Church planting projects</i>
£ 50,000 Pioneer Connections	<i>Pioneer/Methodist collaboration projects</i>
£ 50,000 Life Church	<i>Christmas outreach in Bradford</i>
£ 33,420 Bible Society	<i>Promoting Christianity in Parliament</i>
£ 40,000 Renewal Christian Centre	<i>Ongoing support of local church</i>
£ 37,674 Ukraine Without Orphans	<i>Equipping church members to mentor orphans</i>
£ 99,250 GMO	<i>Online Evangelism</i>
£ 50,000 Chreso Ministries	<i>Education in Zambia</i>

We hold fixed assets consisting of property and equipment that are used to further our charitable objectives. Details of all the acquisitions and disposals of fixed assets during the year are recorded in the notes to the financial statements.

Investment Policy

Investment of Christian Vision's funds is managed to maximise total return with balanced risk, having regard to both income and capital growth and with proper regard to the maintenance of their real value and as constrained by the terms of the donations received. Expertise within the Board and advisors in the property sector has guided investment decisions and a return of 5.7% above base rate is being achieved. The investment portfolio is regularly reviewed to ensure that capital gains are realised where appropriate and that income streams generated are both secure and durable. With that in mind, one property purchase was concluded in 2013.

Christian Vision (a company limited by guarantee)

Strategic report for the year ended 31 December 2013 (*continued*)

Reserves Policy

The principal donors have informed the Trustees of Christian Vision that they are to build, with the restricted donations they have and will continue to make, a substantial expendable endowment to help ensure the longer term financial security of the charity's activity. Through this policy the Trustees aim to achieve a return on capital that is sufficient to meet on-going operational requirements. The Trustees are able to draw funds from expendable endowments to meet the operational needs of the charity. Therefore, the unrestricted funds of the charity as at 31 December 2013 are £nil. Negative unrestricted funds in the charity represent funds transferred to other entities in the group.

The surpluses or deficits arising from these returns are treated as unrestricted reserves. Therefore potential new commitments to capital or revenue expenditure are considered in the light of progress toward creation of that endowment and the income generated by the capital.

The notes to the accounts show the assets and liabilities attributable to the various activities and funds of Christian Vision. The net assets at the balance sheet date are sufficient to maintain and expand commitments in those areas where Christian Vision has already established itself.

Expansion of these activities to other areas will require further funding. The charity therefore continues to be grateful for the assistance given to it over the years and especially through the donations of IM Group Limited as well as the gift of time given by volunteers.

Risk Management

The Board and senior management continually review the risks to which Christian Vision may be exposed. The objective of such reviews is to ensure that Christian Vision has the resources and systems that, under normal conditions, will allow these risks to be mitigated to an acceptable level in its day-to-day operations. The Board have assessed that the major risks to which the charity is exposed include exchange rate fluctuations, UK property market exposure and overseas security issues in some locations, such as East Timor. Such risks have been mitigated where possible and are under continual monitoring and review to protect the charity and its activities.

Conclusion and future plans

The experience gained in the early years of the charity and then by pioneering and managing media centres in Zambia, USA, Chile, UK, Ukraine and Australia and national projects in Mozambique and Zambia, East Timor, Ukraine and Angola stands Christian Vision in good stead to achieve the goals and objectives set.

The charity intends to continue extending its activities into other regions and languages using both old and new media delivery methods. To further extend the effectiveness of this work the charity is partnering with other organisations. The Trustees of the charity continue to rationalise its activities and this led to the closure of the short wave site in Chile and to the decision that the subsidiary, The Voice Asia, should be wound up in 2013 and that its activities, which are entirely charitable, no longer need to be kept separate from those of Christian Vision.

As already mentioned, given a trend away from traditional media such as short wave radio, Christian Vision has set about expanding its development of online services. This is leading to a redefinition of the way in which Christian Vision, globally, engages with target audiences via unaffiliated, like-minded individuals. This uses an online, intelligent database, with an ambition to go beyond existing types of request-based delivery of information. In addition the Response system and referrals with partner organizations will continue to be developed to handle response to the messages we promote.

Christian Vision (a company limited by guarantee)

Trustees' responsibilities for the year ended 31 December 2013

Trustees (and directors)

The trustees (and directors) of the charity during the year were:

Lord Edmiston
Lady Edmiston
I P Baker
N D Cuthbert

None of the trustees or directors have a beneficial interest in the share capital of the subsidiary undertakings of the charity.

Board of trustees' responsibilities

The trustees of the charity as directors of the company are responsible for the preparation of financial statements for each financial year which give a true and fair view of the state of affairs of the charity's at the financial year end and of the 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;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its operations.

The board of trustees are responsible for keeping proper accounting records to enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

The board of trustees is also responsible for ensuring that the accounting records and the financial statements comply with the Charities Act 2011 and all other relevant governing documents.

Auditors

All of the current trustees have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purpose of their audit and to establish that the auditors are aware of that information. The trustees are not aware of any relevant information of which the auditors are not aware.

The resolution to re-appoint BDO LLP as auditors will be proposed at the next Annual General Meeting.

By order of the board


I P Baker
Trustee

Date 22 October 2014

Christian Vision (a company limited by guarantee)

Independent auditors report to the members of Christian Vision (A company limited by guarantee)

We have audited the financial statements of Christian Vision for the year ended 31 December 2013 which comprise the Group Statement of Financial Activities, the Group and Parent Charitable Company Balance Sheets, the Group Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement (set out on page 9), 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.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

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

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2013 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.

Opinion on other matter prescribed by the Companies Act 2006

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

Christian Vision (a company limited by guarantee)

Independent auditors report to the members of Christian Vision (A company limited by guarantee) (*continued*)

Matters on which we are required to report by exception

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

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



Don Bawtree (Senior Statutory Auditor)
for and on behalf of BDO LLP, Statutory Auditor
Gatwick
United Kingdom

Date 23 October 2014

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Christian Vision (a company limited by guarantee)

Consolidated statement of financial activities for the year ended 31 December 2013

	Note	Unrestricted funds £	Expendable endowments £	Total funds	
				2013 £	2012 £
Incoming resources from generated funds					
Donations and gifts		487	11,383,125	11,383,612	8,014,055
Income in kind	3	18,320	-	18,320	18,704
Investment income	2	12,202,456	-	12,202,456	11,161,155
Incoming resources from charitable activities					
Transmission time sales		300,000		300,000	1,246,397
Total incoming resources		12,521,263	11,383,125	23,904,388	20,440,311
Resources expended					
Governance costs	4	76,789	-	76,789	85,103
Cost of charitable activities	4	15,464,511	-	15,464,511	16,242,361
Total resources expended	4	15,541,300	-	15,541,300	16,327,464
Net (expenditure)/income for the year		(3,020,037)	11,383,125	8,363,088	4,112,847
Unrealised gains on investment assets	7	-	14,010,900	14,010,900	546,250
Realised gains on investment assets	7	-	-	-	752,679
Net movement in funds		(3,020,037)	25,394,025	22,373,988	5,411,776
Reconciliation of funds					
Total funds brought forward		-	208,284,190	208,284,190	202,872,414
Transfer from expendable endowments	17	3,020,037	(3,020,037)	-	-
Total funds carried forward	17	-	230,658,178	230,658,178	208,284,190

All disclosures relate only to continuing operations

All recognised gains and losses are included in the consolidated statement of financial activities

The notes on pages 16 to 30 form part of these financial statements.

Christian Vision (a company limited by guarantee)

Consolidated balance sheet 31 December 2013

Charity registration number 1031031
Company number 2842414

	Note	2013 £	2013 £	2012 £	2012 £
Fixed assets					
Tangible assets	6		10,184,947		11,559,441
Investments	7		212,826,900		172,816,000
Programme related investments	8		1,815,583		3,103,898
			<u>224,827,430</u>		<u>187,479,339</u>
Current assets					
Debtors	9	1,743,964		404,217	
Cash at bank and in hand		20,118,439		24,318,616	
		<u>21,862,403</u>		<u>24,722,833</u>	
Creditors - amounts falling due within one year	10	(4,031,655)		(3,917,982)	
		<u></u>		<u></u>	
Net current assets			17,830,748		20,804,851
Creditors - amounts falling due after more than one year	11		(12,000,000)		-
			<u></u>		<u></u>
Total net assets	18		230,658,178		208,284,190
			<u></u>		<u></u>
Funds					
Expendable endowments	17		230,658,178		208,284,190
Unrestricted general funds	17		-		-
			<u>230,658,178</u>		<u>208,284,190</u>

Approved by the board of Trustees on 22 October 2014
and signed on its behalf by:



I P Baker
Trustee



T G K Boxall
Secretary

The notes on pages 16 to 30 form part of these financial statements.

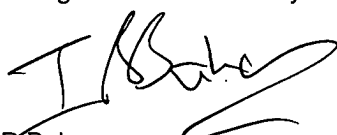
Christian Vision (a company limited by guarantee)


Charity balance sheet 31 December 2013

Charity registration number 1031031
Company number 2842414

	Note	2013 £	2013 £	2012 £	2012 £
Fixed assets					
Tangible assets	6		1,954,917		1,501,881
Investments	7		213,717,003		173,706,103
Programme related investments	8		4,068,150		4,068,150
			<u>219,740,070</u>		<u>179,276,134</u>
Current assets					
Debtors	9	999,952		1,450,893	
Cash at bank and in hand		17,117,178		21,130,770	
		<u>18,117,130</u>		<u>22,581,663</u>	
Creditors - amounts falling due within one year	10	(3,721,715)		(3,501,941)	
		<u></u>		<u></u>	
Net current assets			14,395,415		19,079,722
Creditors - amounts falling due after more than one year	11		(12,000,000)		-
			<u></u>		<u></u>
Total net assets			222,135,485		198,355,856
			<u></u>		<u></u>
Funds					
Expendable endowments	17		230,658,178		208,284,190
Unrestricted general funds	17		(8,522,693)		(9,928,334)
			<u>222,135,485</u>		<u>198,355,856</u>

Approved by the board of Trustees on 22 October 2014
and signed on its behalf by:


I P Baker
Trustee


T G K Boxall
Secretary

The notes on pages 16 to 30 form part of these financial statements.

Christian Vision (a company limited by guarantee)

Consolidated cash flow statement for the year ended 31 December 2013

	Note	2013 £	2013 £	2012 £	2012 £
Net cash outflow from operating activities	14		(3,047,932)		(2,309,260)
Return on investment and servicing of finance					
Interest and dividends received			312,361		844,808
Capital expenditure and financial investment					
Payments to acquire investments		-		(5,023,325)	
Proceeds from the sale of listed investments		-		15,334,202	
Payments to acquire tangible fixed assets		(949,368)		(676,816)	
Proceeds from the sale of tangible fixed assets		813,322		33,189	
Proceeds from sale of investment properties		-		15,940,001	
Payments to acquire investment properties		(26,000,000)		(24,746,000)	
Proceeds from programme related investment		1,288,315		1,466,498	
Net cash (outflow)/inflow from capital expenditure and financial investment			(24,847,731)		2,327,749
Financing					
Advancement of loan		12,000,000		-	
Repayment of loan		-		(8,000,000)	
Additions to endowment		11,383,125		8,000,000	
			23,383,125		-
(Decrease)/increase in cash	15		(4,200,177)		863,297

The notes on pages 16 to 30 form part of these financial statements.

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013

1 Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities" published in March 2005 (2nd Edition), the Companies Act 2006 and applicable accounting standards, under the historical cost convention as modified by the revaluation of investments properties.

Basis of consolidation

The consolidation financial statements include the income and expenditure and asset and liabilities of Christian Vision and its subsidiary undertakings. The results of the subsidiary undertakings are consolidated on a line by line basis. The following overseas entities are considered to be within the operational control of the charity. In accordance with the SORP the charity's accounts include their results in full.

The Voice Asia Limited
Christian Voice (Zambia) Limited
Christian Vision (Zambia) Limited
Emisoras Christian Vision(Chile) Limitada
Voz Cristiana Societed Anomina
Christian Vision LLU Ukraine & CVC LLU Ukraine
NGO One Hope Ukraine
Christian Vision USA Inc.
Christian Vision South Africa
CVC Network Limited
Christian Vision Do Brazil Participacoes tda

Tangible fixed assets

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided to write off the cost or valuation, less estimated residual value of all tangible fixed assets, except investment properties, over their expected useful lives. It is calculated at the following rates:

Freehold property	-	2.5% straight line
Studio equipment and transmitters	-	20% - 25% straight line
Office equipment	-	25% straight line
Motor vehicles	-	25% straight line

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (*continued*)

1 Accounting policies (*continued*)

Impairment of fixed assets

Impairment of asset values is recognised in the accounts as soon as the trustees become aware that the carrying value of assets is overstated when compared with their economic value.

Investment properties

Investment properties, in accordance with Statement of Standard Accounting Practice No.19, are revalued annually to open market value and no depreciation is provided. The trustees consider that this accounting policy results in the financial statements giving a true and fair view. Unrealised surpluses or deficits arising on revaluation of investment properties are shown in the Statement of Financial Activities.

Investments

Investments are stated at their market value less provision for impairment. Any gains or losses are taken to the statement of financial activities.

Programme related investments

Programme related investments are stated at the amount invested less any impairments and any amounts repaid.

Incoming resources

Incoming resources represents the amounts received under gift aid and rental income, net of value added tax.

Donations received for current and future revenue expenditure are treated as income in the year in which they are received. Taxation recovered under gift aid is accounted for on a receivable basis.

Investment income, including bank interest, is accounted for on an accruals basis.

Income in kind

Services donated to the charity are treated as income in kind, with the corresponding expenditure recognised in support costs.

Resources expended

All expenditure, other than that which has been capitalised, is included in the Statement of Financial Activities. Expenditure is accounted for on an accruals basis.

Resources expended includes all expenditure incurred in pursuance of the charitable objectives of the charity including projects. Indirect costs in respect of these have been treated as support costs.

Cost apportionment

A proportion of management and administration expenses are attributed to cost of activities on the basis of the time estimated to be spent by the employees.

Funds

Restricted Funds are available for a specific purpose which have been allocated solely according to the terms of each grant.

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

1 Accounting policies (continued)

Operating leases

Annual rentals are charged to the Statement of Financial Activities on a straight line basis over the term of the lease.

Foreign currency

Transactions denominated in foreign currencies are recorded at the actual rate of exchange on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the year end are accounted for at the rates prevailing at the year end date.

Any gain or loss arising from a change in the rates of exchange subsequent to the date of the transaction is included as an exchange gain or loss in the Statement of Financial Activities.

Pensions costs

Contributions to the company's defined contribution pension schemes are charged to the Statement of Financial Activities in the year in which they become payable.

Governance costs

Governance costs are in relation to the preparation of the statutory accounts and the audit fee.

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Taxation

The company is a charity within the meaning of Para 1 Schedule 6 Finance Act 2010. Accordingly the company is potentially exempt from taxation in respect of income or capital gains within categories covered by Chapter 3 of Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes. No tax charge arose in the period.

2 Investment Income	2013 £	2012 £
Rental income	11,807,868	10,207,571
Other income	82,227	108,777
Interest and dividends receivable	235,579	837,145
Overseas undertaking interest received	76,782	7,662
	<hr/>	<hr/>
	12,202,456	11,161,155
	<hr/>	<hr/>
3 Income in kind	2013 £	2012 £
Staff benefits	18,320	18,704
	<hr/>	<hr/>

This represents services that are donated to the charity by the IM Group.
The corresponding expenditure is reported within support costs.

Christian Vision (a company limited by guarantee)

Notes to the financial statements
for the year ended 31 December 2013 (*continued*)

4 Total resources expended

	Staff costs £	Depreciation and impairment £	Other costs £	Legal and professional £	Transmitter costs £	Exchange Gain/loss £	Disposal of fixed assets £	Total 2013 £	Total 2012 £
Governance costs	-	-	9,973	66,816	-	-	-	76,789	85,103
	-	-	9,973	66,816	-	-	-	76,789	85,103
Cost of charitable activities									
Advancement of the Christian Faith	4,936,699	590,186	6,376,343	79,827	195,750	1,865,160	(267,810)	13,776,155	14,302,734
Support costs	325,895	228,088	394,587	738,972	814	-	-	1,688,356	1,939,627
	5,262,594	818,274	6,770,930	818,799	196,564	1,865,160	(267,810)	15,464,511	16,242,361
	5,262,594	818,274	6,780,903	885,615	196,564	1,865,160	(267,810)	15,541,300	16,327,464

Other costs include the following type of expenses of various CV locations; charitable contributions to other charities with similar objectives (as detailed within the Financial Review of the Strategic Report), legal and professional, travel accommodation and conferences rental and utility costs, programming and transmission costs and communication costs, bible schools and humanitarian projects.

Christian Vision (a company limited by guarantee)

Notes to the financial statements
for the year ended 31 December 2013 (*continued*)

4 Total resources expended (*continued*)

	Staff costs £	Depreciation and impairment £	Other costs £	Legal and professional £	Transmitter costs £	Disposal of fixed assets £	Total as above £
Support costs 2013	325,895	228,088	394,587	738,972	814	-	1,688,356
Support costs 2012	479,437	63,879	557,944	834,116	1,093	3,158	1,939,627

	2013 £	2012 £
The resources expended are stated after charging:		
Auditors remuneration	58,762	59,080
Fees paid to auditors for other services	1,670	3,758
Hire of other assets - operating leases	111,925	49,604

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

5 Trustees and employees

	2013 £	2012 £
Staff costs include the following:		
Wages and salaries	4,722,291	4,581,040
Social security costs	307,220	292,616
Pension costs	233,083	215,336
	<u>5,262,594</u>	<u>5,088,992</u>

1 employee received remuneration in excess of £60,000, including benefits in kind during the year (2012 - 1). These employees are in the following bands:

£ 60,001 - £70,000 - 1 (2012 - 1)

There was 1 employee in the company's defined contribution pension scheme during the year who received remuneration in excess of £60,000 (2012 - 1). Contributions of £5,092 (2012 - £4,729) were made in respect of these employees during the year.

One of the trustees was employed as a consultant in the firm of solicitors SHG Martineau LLP. The solicitors are used by Christian Vision and are remunerated accordingly. During the year the firm invoiced Christian Vision £29,038 (2012 - £85,185) of which £4,250 (2012 - £8,844) was paid by third parties.

The trustees received no emoluments (2012 - £Nil). 2 of the trustees (2012- 4) received reimbursed expenses of as permitted by the governing document £24,636 (2012 - £26,845) in respect of travel and subsistence.

Relations to the Trustees working within the charity received salaries totalling £ 39,506 (2012 - £42,350). Expenses of £7,299 (2012 - £3,919) were reimbursed to Trustee family members in the course of their work within the charity.

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

	2013 Number	2012 Number
Broadcasting staff	114	152
Project support staff	96	96
Management support staff	57	70
	<u>267</u>	<u>318</u>

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

6 Tangible fixed assets

Group	Freehold property £	Studio and other equipment £	Motor vehicles £	Total £
Cost				
At 1 January 2013	13,320,965	3,879,976	263,315	17,464,256
Additions	320,546	607,957	20,865	949,368
Disposals	(887,106)	(195,132)	(33,322)	(1,115,560)
Exchange movements	(1,158,966)	(429,719)	(37,841)	(1,626,526)
At 31 December 2013	11,595,439	3,863,082	213,017	15,671,538
Depreciation				
At 1 January 2013	2,831,357	2,859,972	213,486	5,904,815
Charge	314,216	428,262	19,059	761,537
Disposals	(411,992)	(128,387)	(29,669)	(570,048)
Exchange movements	(261,370)	(317,542)	(30,801)	(609,713)
At 31 December 2013	2,472,211	2,842,305	172,075	5,486,591
Net book value				
At 31 December 2013	9,123,228	1,020,777	40,942	10,184,947
At 31 December 2012	10,489,608	1,020,004	49,829	11,559,441

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

6 Tangible fixed assets (continued)

Charity	Freehold Property £	Studio and other equipment £	Total £
Cost			
At 1 January 2013	1,702,467	331,047	2,033,514
Additions	66,000	278,724	344,724
Disposals	-	(20,273)	(20,273)
Transfers	346,656	218,078	564,734
At 31 December 2013	2,115,122	807,577	2,922,699
Depreciation			
At 1 January 2013	220,173	311,460	531,633
Provided for the year	47,512	180,575	228,087
Disposals	-	(12,569)	(12,569)
Transfers	86,330	134,301	220,631
At 31 December 2013	354,015	613,767	967,782
Net book value			
At 31 December 2013	1,761,107	193,810	1,954,917
At 31 December 2012	1,482,294	19,587	1,501,881

7 Fixed asset investments

Group and Charity	Investment Properties 2013 £	Listed investments 2013 £	Total 2013 £
Valuation at 1 January 2013	172,276,000	540,000	172,816,000
Additions	26,000,000	-	26,000,000
Unrealised gains/(losses)	14,004,000	6,900	14,010,900
Valuation at 31 December 2013 (Group)	212,280,000	546,900	212,826,900

Investment properties are stated at open market values as at December 2013 as prepared by IM Group properties services. If land and buildings had not been revalued they would have been stated at their cost of £189,424,000 (2012 - £163,424,000). All of this property is owned by the registered charity and therefore has no liability to corporation tax on income and capital which is applied for charitable purposes.

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

7 Fixed asset investments (continued)

An analysis of the market value of investments at 31 December 2013 is as follows:

	2013 £	2012 £
UK Bonds	546,900	540,000
	<u>546,900</u>	<u>540,000</u>

An analysis of the market value of investments at 31 December 2013 is as follows (continued):

	2013 £
Charity	
At 1 January 2013	890,103
Additions	326,779
Impairment of investment	(326,779)
	<u>890,103</u>
At 31 December 2013	890,103

The charity had the following subsidiaries at the end of the year:

Name	Country of registration	Share capital	Nature of business	Turnover £'000	Expenditure £'000	Operating Surplus/ (deficit) £'000
The Voice Asia Limited	England	100%	Transmission of Christian radio programme to Asia	300	(231)	69
Christian Voice Limited	England	100%	Dormant	-	-	-
CVC Media Services Limited	England	100%	Dormant	-	-	-
Christian Voice (Zambia) Limited	Zambia	100%	Christian Radio	-	-	-
Christian Vision (Zambia) Limited	Zambia	100%	Transmission Christian Mission Projects	708	(766)	(58)
Emisoras Christian Vision(Chile) Limitada	Chile	100%	Christian Mission Projects	2	(321)	(319)
Voz Cristiana Societed Anomina	Chile	100%	Christian Radio	112	(385)	(273)
Christian Vision LLU Ukraine, CVC LLU Ukraine and NGO One Hope Ukraine	Ukraine	100%	Transmission Christian Media Distribution and mission projects	799	(995)	(196)
Christian Vision USA Inc.	USA	100%	Christian Media Radio Transmission	2,140	(2,125)	15
Christian Vision South Africa	South Africa	100%	Christian Media Radio Transmission	748	(1,024)	(276)
CVC Network Limited	Australia	100%	Christian Media Distribution	3,106	(3,926)	(820)
Christian Vision Do Brazil Participacoes Ltda	Brazil	100%	Christian Mission Projects	1,033	(523)	510

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

8 Programme related investments

	Loans £
Charity	
At 1 January 2013	4,068,150
Repayments	-
	<hr/>
At 31 December 2013	4,068,150
	<hr/>
Group	Loans £
At 1 January 2013	3,103,898
Repayments	(1,288,315)
	<hr/>
At 31 December 2013	1,815,583
	<hr/>

The programme related investment is a secured loan to a third party, to purchase assets in Brazil in order to continue a project within the objectives of the charity.

9 Debtors

	Group 2013 £	Group 2012 £	Charity 2013 £	Charity 2012 £
Trade debtors	21,373	20,214	-	-
Amount due from group undertaking	-	-	-	872,588
Recoverable taxes	152,645	252,393	-	-
Other debtors	838,431	30,133	258	69
Prepayments and accrued income	731,515	101,497	999,694	578,236
	<hr/>	<hr/>	<hr/>	<hr/>
	1,743,964	404,217	999,952	1,450,893
	<hr/>	<hr/>	<hr/>	<hr/>

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

10 Creditors - amounts falling due within one year

	Group 2013 £	Group 2012 £	Charity 2013 £	Charity 2012 £
Trade creditors	216,755	194,929	120,985	-
Other taxation and social security	505,282	480,449	503,735	454,878
Other creditors	200,329	172,494	32,151	92,417
Accruals	3,109,289	3,070,110	3,064,844	2,954,646
	<u>4,031,655</u>	<u>3,917,982</u>	<u>3,721,715</u>	<u>3,501,941</u>

11 Creditors - amounts falling due after more than one year

	Group 2013 £	Group 2012 £	Charity 2013 £	Charity 2012 £
Bank loan	12,000,000	-	12,000,000	-

The bank loan is secured against one of the investment properties owned by Christian Vision, the loan is repayable in full in January 2017.

12 Commitments under operating leases

The group and charity had annual commitments under non-cancellable operating leases as set out below:

	2013 Land and buildings	2013 Equipment	2012 Land and buildings	2012 Equipment
Operating leases which expire:				
In one year	-	6,731	21,697	3,196
In one to two years	-	5,450	-	11,913
In two to five years	-	1,957	-	5,111
Over five years	32,127	-	2,992	-

13 Pensions

The company operates defined contribution pension schemes for certain employees. The assets of the schemes are held separately from those of the charity in an independently administered fund. The pensions charge represents contributions payable by the charity to the fund and amounted to £212,144 (2012 - £215,336). There were no outstanding or prepaid contributions at either the beginning or end of the financial year. There are 105 (2012 - 174) employees to which benefits are accruing under this scheme.

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

14 Reconciliation of net cash inflow from operating activities

	2013 £	2012 £
Net income for the year	8,363,088	4,112,847
Addition to endowment	(11,383,125)	(8,000,000)
Depreciation and impairment of tangible fixed assets	761,537	741,724
(Increase)/decrease in debtors	(1,339,747)	800,518
Increase in creditors	113,673	354,444
Interest received	(312,361)	(844,808)
Exchange movements	1,016,813	443,856
(Profit)/loss on disposal of fixed assets	(267,810)	82,159
	<hr/>	<hr/>
Net cash outflow from operating activities	(3,047,932)	(2,309,260)
	<hr/>	<hr/>

15 Reconciliation of net cash flow to movement in net funds

	2013 £	2012 £
(Decrease)/increase in cash	(4,200,177)	863,297
Cash (outflow) from changes in debt	(12,000,000)	-
	<hr/>	<hr/>
Movement in net funds	(16,200,177)	863,297
Opening net funds at 1 January 2013	24,318,616	23,455,319
	<hr/>	<hr/>
Closing net funds at 31 December 2013	8,118,439	24,318,616
	<hr/>	<hr/>

16 Analysis of net funds

	At 1 January 2013 £	Cash flow 2013 £	At 31 December 2013 £
Cash at bank and in hand	24,318,616	(4,200,177)	20,118,439
	<hr/>	<hr/>	<hr/>
Debt due after more than one year	-	(12,000,000)	(12,000,000)
	<hr/>	<hr/>	<hr/>
	24,318,616	(16,200,177)	8,118,439
	<hr/>	<hr/>	<hr/>

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

17 Funds

	Group 2013 £	Charity 2013 £
<i>Unrestricted funds</i>		
Balance at 1 January 2013	-	(9,928,334)
Income	12,521,263	11,833,845
Distributions	(13,776,155)	(11,399,165)
Overheads	(1,765,145)	(2,049,076)
Transfers from expendable endowments	3,020,037	3,020,037
Balance at 31 December 2013	-	(8,522,693)
<i>Expendable endowments</i>		
Balance at 1 January 2013	208,284,190	208,284,190
Income	11,383,125	11,383,125
Realised gain on investment assets	-	-
Unrealised gain on investment assets	14,010,900	14,010,900
Transfers to unrestricted funds	(3,020,037)	(3,020,037)
Balance at 31 December 2013	230,658,178	230,658,178

Expendable endowments represents funds and assets that have been donated on the basis that the donations in question may be retained as capital unless the donor agrees in writing that they may be expended.

Funds have been transferred from the expendable endowment fund to unrestricted funds in order to match the net outgoings arising during the year on unrestricted funds.

18 Analysis of Group net assets between funds

	Unrestricted funds £	Expendable endowment funds £	Total £
Funds balances at 31 December 2013 are represented by:			
Tangible fixed assets	-	10,184,947	10,184,947
Investments	-	212,826,900	212,826,900
Programme related investments	-	1,815,583	1,815,583
Current assets	-	21,862,403	21,862,403
Current liabilities	-	(4,031,655)	(4,031,655)
Liabilities due within more than one year	-	(12,000,000)	(12,000,000)
	-	230,658,179	230,658,179

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (continued)

19 Retained funds for the financial year

No statement of financial activities is presented for Christian Vision as permitted by the Companies Act 2006. The net movement in funds for the year was a surplus of £23,779,629 (2012 - £7,030,075).

	2013 £	2012 £
Gross income for the year for the charity was:		
Unrestricted funds	12,833,845	10,861,391
Expendable endowment	11,383,125	8,000,000
	<u>23,216,970</u>	<u>18,861,391</u>

20 Related party transactions

The following transactions have taken place with parties during the year.

Lord Edmiston, a director and trustee of the charity, is the sole shareholder of the IM Group Limited. IM Group Companies and Lord Edmiston have made donations of £ 11,383,125 (2012 - £8,000,000) to the charity during the year. International Motors Limited (a subsidiary of IM Group Limited) invoiced Christian Vision for £30,013 (2012 - £21,681) during the year at commercial rates for services rendered, as required by HMRC.

Lady Edmiston's brother is employed by the charity's subsidiary CVC Network and received total remuneration of £39,506 (2012 - £42,350). Related travel expenses incurred by CVC Network were £7,299.

The investment properties held in the balance sheet are managed and valued by IM Properties PLC (a subsidiary of IM Group Limited). There was a charge of £304,735 during the year for these services (2012 - £273,541), based upon the value of the assets managed, as required by HMRC.

Lord and Lady Edmiston are trustees of Grace Foundation, Grace Academy and Christian Vision. I P Baker is a trustee of Christian Vision and Grace Academy. T. Boxall is a trustee of Grace Foundation and Grace Academy. He is an executive officer of Christian Vision.

Amounts totalling £101,500 (2012 - £381,600) have been donated to Grace Foundation, established by Lord Edmiston to promote schools in the City Academy programme whose ethos are in accordance with the charity's objectives.

In 2013, S Chase was Managing Director of Christian Vision and CEO of Grace Academy with costs apportioned equally. Grace Academy employed S Chase and cross charged the charity £66,192 (2012 - £51,498) net of vat for salary, national insurance and benefits.

Imagine the Day, a charity of which A Edmiston, son of Lord Edmiston is a trustee, received a donation of £80,000 (2012 - £Nil) to support a project providing leaders and support the Church planting in underused Methodist Church buildings in the UK.

During the year services were received amounting to £29,038 (2012 - £85,184) from SGH Martineau LLP in respect of legal fees. Mr IP Baker, a trustee of the charity was employed as a consultant in this firm.

During the year the charity donated £20,000 (2012 - £20,000) to another charity 'Cana' of which I P Baker is a Trustee. Cana exists to promote the Christian Faith and does so by facilitating the ministry of Nick and Lois Cuthbert. Nick Cuthbert is a trustee of Christian Vision. £8,000 was given to another charity, Lead Academy, of which N Cuthbert is Chairman.

Christian Vision (a company limited by guarantee)

Notes to the financial statements for the year ended 31 December 2013 (*continued*)

20 Related party transactions (*continued*)

In the course of their trustee duties various reimbursed expenses for the trustees were made as follows:

	2013 £	2012 £
Lord Edmiston	12,318	11,172
Lady Edmiston	12,318	10,519
N Cuthbert	-	2,577
I P Baker	-	2,577

21 Other Financial Commitments

Christian Vision UK has entered into forward contracts where the settlement of foreign currency is agreed at a fixed rate. There are no material gains or losses at 31 December as a result of these contracts.