

Company number 3546759

Clarendon Trust Limited
Report and Financial Statements
Year ended 31 December 2015



CLARENDON TRUST LIMITED

Financial Statements - 31 December 2015

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CLARENDON TRUST LIMITED

TRUSTEES' REPORT

REFERENCE AND ADMINISTRATIVE DETAILS

Clarendon Trust Limited is a registered charity (number 1069942) and a company limited by guarantee (number 3546759).

Its registered office is: 21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

The Trustees throughout the year, (unless otherwise shown), and at the date the report is signed were:

N Ring (resigned on 27th January 2015)
T Fahy
S Horne
P Jarvis
N Jones
H Evans
J Foreman
I Bailey
K Stevens
M Sibanda (appointed on 21st April 2015)
K Ball (appointed on 21st April 2015)

Company Secretary A Davis

The senior staff of the charity throughout the year were: S Boon - Elder
S Horne - Elder
N Jones - Elder
S Walford - Elder
J Virgo - Elder

The church meeting places are:

Brighton Racecourse	Clarendon Centre	Clarendon Villas Building	Shoreham Centre
Freshfield Road	47 New England Street	21-23 Clarendon Villas	2 Pond Rd
Brighton	Brighton	Hove	Shoreham-by-Sea
BN2 9XZ	BN1 4GT	BN3 3RE	BN43 5WU

The company's advisors are:

Bankers: National Westminster Bank plc
103 Church Road
Hove
East Sussex
BN3 2BF

Registered Auditors: Chariot House Limited
44 Grand Parade
Brighton
BN2 9QA

Solicitors: Charles Russell
8 - 10 New Fetter Lane
London
EC4A 1RS

CLARENDON TRUST LIMITED

Trustees' Report – continued

The trustees present their report and the financial statements for the year ended 31 December 2015. The financial statements have been prepared in accordance with the accounting policies set out on pages 13 and 14 and comply with the current statutory requirements, the memorandum and Articles of Association, and the Statement of Recommended Practice: Accounting and Reporting by Charities 2015.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The company was incorporated on 16 April 1998, and was registered as a charity, registered number 1069942 on 5 June 1998. It is governed by its Memorandum and Articles of Association.

The company is limited by guarantee and has no share capital. The liability of the members is £10 each in the event of the company being wound up. The charity is also known as Church of Christ The King.

Potential new trustees are recommended by the Elders of the church and are appointed by the members, if considered suitable following interview by the existing trustees. The induction process for trustees involves supplying them with copies of the Memorandum & Articles of Association, recent Accounts and Minutes of trustees' Meetings. They are also shown the work of Clarendon Trust Limited and meet with the senior staff. Opportunities for training are also made available through our lawyers and auditors. Trustees meet regularly through the year and all the major decisions of the charity are made with them in consultation with the church Elders.

Friends First Trust and Oaks Trust are connected with Clarendon Trust Ltd (of 17 Clarendon Villas, Hove, East Sussex BN3 3RE) in that the charities have common trustees and Clarendon Trust Ltd is the sole corporate member of both Friends First Trust and Oaks Trust.

RISK MANAGEMENT

The trustees have recognised the importance of assessing and managing risk associated with the charity's objectives. The process of identifying risk is ongoing and has been an essential part of the management of the charity for some years. Clarendon Trust and its subsidiaries Friends First Trust and Oaks Trust have a set of comprehensive policies and rules in place to ensure ongoing identification, management and documentation of foreseeable risks.

Financial Sustainability is monitored through the Finance Department, Trustee meetings and sub-committees. Regular management accounts give an up-to-date picture of Clarendon Trust's financial position each month and cashflow forecasts monitors the organisation's liquidity.

Attention has also been focussed on non-financial risks arising from fire, health and safety, and food hygiene. Members of staff undergo relevant training on a regular basis. A comprehensive insurance policy exists to ensure that all insurable risks are covered. DBS checks are in place to safeguard young people and minimise the risk of inappropriate persons being involved in pastoral and youth work.

OBJECTIVES AND ACTIVITIES

The main objectives of the charitable company are to advance the Christian faith, to provide assistance for aged persons and those in conditions of need, hardship or distress, and to make gifts, donations or loans to any charitable religious institution. These objectives have not changed during the year.

Clarendon Trust Limited aims to encourage, equip and care for members of the church in Brighton and Hove as well as to work with individuals and organisations in the United Kingdom and internationally who share the charity's vision and values.

CLARENDON TRUST LIMITED

Trustees' Report – continued

The key elements of the charity's strategy are:

- to preach and spread the message of the Christian gospel;
- to build and grow a community of believers who demonstrate Christian love for one another;
- to equip people for works of service both locally and internationally; and
- to engage with the local community through acts of service with a particular emphasis on the poor.

The charitable company receives a certain amount of voluntary help in various areas of church life including administration, children's work, Sunday services, social engagement ministries. It is not possible to quantify the value of this.

ACHIEVEMENTS AND PERFORMANCE FOR PUBLIC BENEFIT

The trustees confirm that they have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities.

Church of Christ the King was founded over 35 years ago. In this time we have sought to have a strategy which would serve to the local City, the UK and internationally. This report reflects aspects of each of these 3 components.

1. Sunday services and Multisite

In 2011 CCK embarked on a multi-site strategy to allow for growth across the Brighton and Hove conurbation. CCK now meets in four sites at Brighton (New England site), Shoreham, East Brighton (Racecourse site) and Hove running 8 services in 4 venues on every Sunday across the city. It is our intention to continue to develop as a multi-site church through 2016. Sharing the good news of the gospel is core to our life as a church. Through our weekly Sunday meetings the opportunity was made for hundreds to hear the gospel. Many found new faith and were baptised in water. Membership increased during 2015 along with the largest Autumn Sunday attendance we have ever had. There continue to be over 40 nations represented in our Sunday congregation. Those whom we are in contact with and continue to visit us on a Sunday, but are not in membership, also continued to grow during 2015.

New England site

The New England site is located at the Clarendon Centre and gathers approx. 700 people on Sundays. There are two services at 10.30am and 6.00pm. The morning service provides six kids work options (from parents room to youth work) as we aim to deliver a great church for kids. There's also a weekly food option including breakfast and lunches for people to enjoy. Both meetings experienced good attendance growth on Sunday and in our midweek communities through the autumn 2015.

Shoreham

The Shoreham site met at the Shoreham Academy until September before moving back to the Shoreham Centre and gathers on average 250 people for two morning services. The site is growing steadily with many people also involved in 20 mid-week small groups. In 2015 ten people were baptised and 12 became members. In June 120 people gathered to the site's annual early summer camp, Westival.

CLARENDON TRUST LIMITED

Trustees' Report – continued

East Brighton/Racecourse

The East Brighton site currently meets at the Brighton Racecourse for two Sunday services at 9.30am and 11.30am gathering on average 200 children and adults. During 2015 the site launched a second Sunday service. We also baptised more people than in the previous two years. We've seen more people attending Sunday services and an increasing number of small groups. The Children's and Youth work have both had a freshening up and have had a noticeable qualitative and quantitative effect.

Hove site

The Hove site is located at our Clarendon Villas building and gathers around 200 people on Sundays. We've experienced stable growth in attendance following the restructuring of Sunday services to two morning services at 9.15am and 11.15am. The site underwent a leadership transition as the leading couple moved to Ottawa, Canada. During the week the Clarendon Villas building hosts a parent/child music group and also runs a café part-time which has proven very popular for parents with young children in the community.

2. Training, courses and membership care

We continued to provide training through 2 Leadership Training programmes called 222 & 222+ which is held every 6 to 12 weeks and involves over 300 people.

Small group life has been very fruitful in 2015. Three of our four sites have started time bound groups which has led to a significant increase in attendance. The number of small groups is now 119 across the church. Another ministry is New Horizons (over 50s) providing a weekly meeting for about 20 older members and visits to those who are housebound. Marriage preparation continued during 2015. We met with a number of engaged couples who have either started or completed marriage preparation material with church members. We also continued to run the Alpha Course. In 2015 a total of 150 people attended two courses.

We continue to run an in-depth pastoral course called Redemption for church members. We had 86 people on Redemption this year. 490 people in total have completed the course since it started. Pastoral Care further includes referral. This is a time-bound pastoral support programme. The referral team has finished another term of training with a team now of 45 people. We have seen 41 people being supported through referral. Overall, pastoral teams are now established in all four sites.

3. Church planting

CCK's is actively involved in church planting. CCK is linked with three church plants and supports them through regular visits and training as well as building strong relationships with the congregations. The church plants are:

Berlin

CCK continued to support the church plant in Berlin by seconding a church elder and his wife to that church. During 2015 regular Sunday attendance in the heart of the city has increased from 35 to 90 on average. Children's ministry has also tripled and mid-week groups have grown from one to four. Three individuals were baptised and a further five found a faith in Christ. For 2016 the church plant is seeking either a bigger venue or to move to two services to cater for growth in Sunday attendance. There are further plans to formalise the leadership team, continue to develop small group life, train leaders and grow the student ministry.

CLARENDON TRUST LIMITED

Trustees' Report – continued

Amsterdam

In 2015 CCK also continued to support the church plant in Amsterdam. They are gathering app. 25 adults on a weekly basis in a venue in the heart of Amsterdam.

Ottawa

CCK supports a couple who led the Hove site for several years and then moved to Ottawa in November 2015 to start a church plant in 2016. Currently there are app. 20 adults attending regular gatherings in their home.

4. Youth work

CCK has 5 youth groups with variety of demographics, capacity and provision. Although this could create challenges, through shared learning and a shared desire to see young people across the whole conurbation reached with the gospel, we have formed a strong coherent team who are working together and supporting each other.

We are increasing the number of Newday events during the year (3 in 2015, 4 in 2016, 6 in 2017), where we bring the 5 groups together and invite other churches locally to join us. The team running them are actively learning lessons from each one and putting them into effect for the next. We are intentionally training our youth workers with termly mornings with internal and external trainers, with a desire to have a provision that is eventually nationally recognised and accessed.

5. Newday

Clarendon Trust took on the strategic planning and oversight of a youth event called Newday from Newfrontiers. Newday is a weeklong youth camp attracting 6,000 people in Norwich, making it the 2nd largest youth event in the UK. 18 new churches joined the event in 2015 plus 20 Non-Newfrontiers churches visited for a day as a taster. 10 of these churches will be coming in 2016. An established and growing team of volunteers served tirelessly to deliver an amazing event. Thousands heard the gospel message and 450 made a committed to faith, while 300 reported physical healing during the week. In addition, the offering raised over £90K.

6. Social Action

This continued to be an important area for us during 2015. The Social Engagement ministries included the following:

Oaks Trust

This subsidiary charity started activity during 2014 and seeks to help those who are poor and disadvantaged for a variety of reasons. At present this includes two projects.

'Alternatives' is a pregnancy counselling service giving support to people facing an unplanned pregnancy or pregnancy loss. During 2015 Alternatives added to the volunteer base. We presently have 4 counsellors with us, 2 qualified, 2 in counselling placements. We have strengthened our links with the Wellbeing Service Mental Health Team and with the hospital midwives as the bereavement service has now closed. We have seen a significant increase in clients since Sept 2015 and presently have 12 weekly clients in the service. We have seen a small increase in crisis pregnancy work. We also piloted a cafe event for those affected by miscarriage.

CLARENDON TRUST LIMITED

Trustees' Report – continued

The Foodbank serves the Shoreham-by-Sea area with emergency food parcels, designed to meet a crisis need. During 2015, the Shoreham Foodbank fed 997 people representing 657 adults and children; the food was given through two Distribution centres. There is a team of approximately 25 volunteers involved at the Distribution Centres and the Warehouse.

Friends First Trust

This subsidiary charity provides work experience placements through a set of small enterprises. Following the sale of the Wilbury Road property, Friends First now works with socially minded property investors to enable beneficiaries to access secure and affordable accommodation. The accommodation we have available includes: short stay and emergency accommodation, shared housing and lodgings in the local community. Friends First recruit, screen, and train volunteer mentors and befrienders to come alongside beneficiaries living in their local communities. The charity further works with local employers who open up work experience and paid employment opportunities to those who have actively and positively engaged with the Friends First pathways.

In 2015 Friends First developed their housing pathway by partnering with a private investor buying a 5 bed property. This increases the accommodation spaces to 8 overall. Friends First also recruited 6 local homes to provide next step accommodation. Furthermore, 8 volunteer mentors were trained to support those housed in their communities. Regarding work experience 17 successful applicants progressed onto the Employment Pathways, 25% of which secured employment afterwards and a further 30% accessed work experience or further education. Friends First also linked with 9 new employment partners.

In 2015 we again run a night-shelter through the winter months of 2015 to give the homeless a place to sleep one night a week. This was in partnership with other local churches and charities so that the homeless had a place to stay every night of the week.

7. Properties

At the beginning of 2015 Clarendon Trust owned 3 properties to run its operations. Following an extended review of our social action strategy we sold our property at Wilbury Road in February 2015. The proceeds of sale were allocated to various funds and purposes in accordance with Clarendon Trust's charitable objectives.

Clarendon Centre

The centre continues to provide us with a venue in Brighton and is used on Sunday for two services as well as in the midweek for much of our teaching and training programmes, as well as lettings to local business as we try to serve the local community. We have invested in the installation of a new stage, back drop and theatre curtains to help us make the room scalable from 200 people to 600 people. We have redecorated the Whitfield room, invested in the heating systems (new pumps and controls) as well as relocating the bookshop and developing a coffee shop facility.

Clarendon Villas

The Clarendon Villas is the home for our Hove site following the refurbishment of the ground floor toilets and main hall. It is also our offices where the majority of our staff is now based. This year we have refurbished the Connaught rooms making them suitable for our kids work on a Sunday but also for midweek training / lettings, and also upgraded the fire detection and alarm systems.

CLARENDON TRUST LIMITED

Trustees' Report – continued

FINANCIAL REVIEW

The accounts on pages 11 to 25 comply with statutory requirements of the Memorandum and Articles of Association.

The Consolidated Statement of Financial Activities on page 11 shows total net incoming resources of £356,713 (2014: £142,335 outgoing). The charitable company has continued to fund, out of the general fund, a variety of projects and activities which are in line with its stated objectives. The level of activity for the year was satisfactory. There was a balance of £1,214,251 (2014: £849,071) on the unrestricted funds at the year end. The principal restricted fund operated by the charity is the building fund. This has been used to fund the purchase and construction of the Clarendon Centre.

The main asset of the charitable company is the freehold property known as the Clarendon Centre, which is used as a church meeting place. The results of both subsidiaries - Friends First Trust and Oaks Trust – are consolidated into these financial statements and are included within restricted funds. The charitable company is dependent upon the continued receipt of donated income. At the year end its financial position was satisfactory.

RESERVES POLICY

Clarendon Trust's reserves policy is to maintain a sufficient level of reserves to enable operating activities to be maintained, taking account of potential risks and contingencies that may arise from time to time. The level of reserves is monitored throughout the year and the policy is reviewed annually by the Trustees. The trustees consider that the charity currently needs to maintain free reserves of £180,000. At 31 December 2015, free reserves were £247,072.

The charity has a number of restricted and designated funds, details of which are given in notes 10 and 11 to the financial statements. Any funds which would only be realised by disposing of fixed assets held for charity use are also excluded from the figure for free reserves.

PLANS FOR FUTURE PERIODS

Clarendon Trust Limited's key objectives for the future are to continue the communication of the Christian gospel in a clear and contextually relevant way and to develop the growing work of service to the community and internationally both through the work of the charity as an organisation and through the individual members of it.

The Leadership of the Trust have a strategic and financial plan that is shaping major decisions.

The primary aim of this plan is to see continued growth in our Sunday meetings, more effective care of our membership and continued outreach to those in need in our society. We'll continue to focus on leadership development to help run the increasing responsibilities as a growing multi-site church. We're also looking to further support the current church plants overseas in various ways including regular visits, training and financials resources. With regards to properties, we're planning to invest in our existing fixed assets to better serve our operations and projects. We want to further build capacity in our social action ministries to serve a greater number of people in the city. Friends First is planning to establish various enterprise services and engage increased numbers of beneficiaries to move into long-term employment.

CLARENDON TRUST LIMITED

Trustees' Report – continued

TRUSTEES RESPONSIBILITIES

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

Company law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and charity and of the incoming resources and application of resources, including the income and expenditure, of the group for that period.

In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Financial statements are published on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements, which may vary from legislation in other jurisdictions. The maintenance and integrity of the charity's website is the responsibility of the trustees. The trustees' responsibility also extends to the ongoing integrity of the financial statements contained therein.

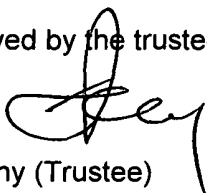
AUDITORS

All of the current trustees have taken all steps that they ought to have taken to make themselves aware of any information needed by the Trusts' auditors for the purposes 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 unaware.

Chariot House Limited have been appointed as auditors via a resolution at the Annual General Meeting.

In preparing this trustees' report advantage has been taken of the small companies' exemption.

Approved by the trustees on 10/5/2016 and signed on their behalf by



Tal Fahy (Trustee)

21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES AND MEMBERS OF CLARENDON TRUST LIMITED

We have audited the financial statements of Clarendon Trust Limited for the year ended 31 December 2015 which comprise the Consolidated 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 trustees and members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees and 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 trustees and 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 Statement of Trustees' Responsibilities, 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.

We have been appointed auditor under the Companies Act 2006 and section 151 of the Charities Act 2011 and report in accordance with those Acts. 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 2015, and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

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.

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES AND MEMBERS OF CLARENDON TRUST LIMITED (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 and the Charities Act 2011 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime, take advantage of the small companies exemption in preparing the trustees' report or the exemption from the requirements to prepare a strategic report.



John Thacker, Senior Statutory Auditor
for and on behalf of Chariot House Limited, Statutory Auditor
Brighton
United Kingdom

Date: 13 May 2016

Chariot House Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Chariot House Limited is a limited company registered in England and Wales (with registered number)

CLARENDON TRUST LIMITED

Consolidated Statement of Financial Activities (including income and expenditure account) For the Year Ended 31 December 2015

	Notes	Unrestricted funds	Restricted funds	Total funds 2015	Total funds 2014
INCOME FROM		£	£	£	£
Donations and legacies	2	1,889,911	81,949	1,971,860	1,806,959
Charitable Activities					
Housing and Work Support		-	164,477	164,477	209,176
Conferences and other events		852,629	-	852,629	179,367
Trading activities		89,921	-	89,921	28,462
Investments		3,928	-	3,928	318
Other income		395,433		395,433	-
Total income		<u>3,231,823</u>	<u>246,426</u>	<u>3,478,248</u>	<u>2,224,282</u>
EXPENDITURE ON					
Expenditure on Raising Funds		33,693	-	33,693	33,385
Expenditure on Charitable activities					
Conference costs		531,797	-	531,797	58,469
Bookshop costs		14,510	-	14,510	13,600
Pastoral costs		1,015,907	90,346	1,106,253	1,086,419
Mission support costs		1,142,148	4,410	1,146,558	780,423
Housing and Work Support		-	288,724	288,724	394,320
Total expenditure	3	<u>2,738,054</u>	<u>383,481</u>	<u>3,121,535</u>	<u>2,366,617</u>
Net income (expenditure)		493,769	(137,055)	356,713	(142,335)
Transfers between funds	10/ 11	(128,589)	128,589	-	-
Net movement in funds		365,180	(8,467)	356,713	(142,335)
Fund balances brought forward at 1 January 2015		849,071	1,596,088	2,445,159	2,587,494
Fund balances carried forward at 31 December 2015	12	<u>1,214,251</u>	<u>1,587,621</u>	<u>2,801,872</u>	<u>2,445,159</u>

The Statement of Financial Activities reflects the results of continuing activities for the year. There were no recognised gains or losses for the year other than those shown on the Consolidated Statement of Financial Activities.

The notes on pages 14 to 25 form part of these financial statements.

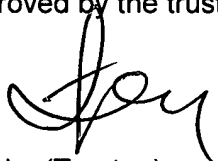
CLARENDON TRUST LIMITED

Balance Sheets at 31 December 2015

	Notes	2015 Group £	2014 Group £	2015 Charity £	2014 Charity £
FIXED ASSETS					
Tangible assets	6	1,542,829	2,237,941	1,541,265	2,233,985
CURRENT ASSETS					
Stock	7	6,597	10,440	6,597	10,440
Debtors	8	207,436	168,678	200,570	164,170
Cash at bank and in hand		1,131,746	132,471	1,040,120	90,287
		<u>1,345,779</u>	<u>311,589</u>	<u>1,247,288</u>	<u>264,897</u>
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	9	<u>(86,736)</u>	<u>(104,372)</u>	<u>(75,873)</u>	<u>(143,801)</u>
NET CURRENT ASSETS		<u>1,259,043</u>	<u>207,217</u>	<u>1,171,415</u>	<u>121,095</u>
TOTAL ASSETS LESS CURRENT LIABILITIES AND NET ASSETS		<u><u>2,801,872</u></u>	<u><u>2,445,159</u></u>	<u><u>2,712,680</u></u>	<u><u>2,355,080</u></u>
FUNDS					
Unrestricted funds					
General funds	10	432,586	691,124	432,586	691,124
Designated funds	10	781,664	157,947	781,664	157,947
Restricted funds	11	<u>1,587,622</u>	<u>1,596,088</u>	<u>1,498,430</u>	<u>1,506,010</u>
TOTAL FUNDS	12	<u><u>2,801,872</u></u>	<u><u>2,445,159</u></u>	<u><u>2,712,680</u></u>	<u><u>2,355,080</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the trustees, signed on their behalf by and authorised for issue on 10/5/2016



T Fahy (Trustee)

The notes on pages 14 to 25 form part of these financial statements.

CLARENDON TRUST LIMITED

**Consolidated Cash Flow Statement
For the year ended 31 December 2015**

	2015		2014	
Reconciliation of net movement in funds to net cash flows from operating activities	£	£	£	£
Net movement in funds	356,713		(142,335)	
Investment income	(3,928)		(318)	
Depreciation	93,671		114,133	
Decrease in stock	3,843		477	
Increase in debtors	(38,757)		(50,258)	
Increase/(decrease) in creditors	(17,636)		29,192	
Net cash outflow from operating activities		393,906		(49,109)
Returns on investments and servicing of finance				
Investment income received	3,928		318	
Net cash inflow from returns on investments and servicing of finance		3,928		318
Capital expenditure				
Purchase of tangible fixed assets	(37,196)		(39,684)	
Disposal of tangible fixed assets	638,637			
Net cash outflow from capital expenditure		601,441		(39,684)
Increase/(decrease) in cash in the year		999,275		(88,475)
Reconciliation of net cash flow to movement in net cash funds				
Net funds at beginning of the year		132,471		220,946
Change in net funds during the year		999,275		(88,475)
Net funds at end of the year		1,131,746		132,471

The notes on pages 14 to 25 form part of these financial statements.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

1 ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and with the 2015 Statement of Recommended Practice (SORP 2015) 'Accounting and Reporting by Charities', the Companies Act 2006 and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

(a) Basis of preparation

Consolidated accounts have been prepared which consolidate the results of Clarendon Trust Limited, Friends First Trust and Oaks Trust on a line by line basis. A separate Statement of Financial Activities, or Income and Expenditure Account, has not been presented for the charitable company itself as it has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006 and paragraph 397 of the SORP 2015.

The gross income of Clarendon Trust Limited itself was £3,298,827 (2014: £2,015,106) and its net incoming resources were £357,600 (2014: incoming: £46,050).

(b) Donations

Donations received are recognised in the statement of financial activities when received together with any related tax credits.

(c) Jubilee Books and Music sales

Turnover from the Jubilee Books and Music shop is recognised when entitled to receipt although most income is received from cash sales recognised at time of sale.

(d) Allocation of expenditure

Expenditure is allocated between cost of generating funds, charitable expenditure, support costs and the cost of management and administration of the charitable company on an accruals basis. Overhead and Support costs have been allocated to charitable activities. Staff costs are apportioned on the basis of actual time spent.

Governance costs comprise all costs involving public accountability of the group and its compliance with regulation and good practice.

(e) Fixed assets and depreciation

Freehold property and fixtures, fittings and office equipment are capitalised at their historic cost and stated at cost less depreciation. Freehold buildings are depreciated to write down the cost less estimated residual value over their remaining useful life by equal annual instalments. No depreciation is charged on freehold land.

Depreciation is taken in full in the first year and calculated to write off the cost less estimated residual value on a written down basis over their estimated useful lives. The rates are:

Freehold Property	2%
Fixtures, Fittings and Office Equipment	20%
Motor Vehicles	30%

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

(f) Leases

Equipment acquired under finance leases is included in fixed assets at an amount representing the capital element of the related rental payments. The interest element is included in expenditure in proportion to the reducing element outstanding. The equipment is depreciated over the shorter of the lease term and the expected useful life of the asset. Costs in respect of the operating leases are charged on a straight line basis over the lease term.

(g) Voluntary assistance

A certain amount of time is expended on the charitable company's activities which is donated free of charge. It is not possible to quantify the value of the time given, and accordingly it is neither recorded as donated income nor as an expense in the financial statements.

(h) Stock

Stock is stated at the lower of cost and net realisable value. Cost is calculated using the first-in-first-out method and consists of the direct cost of books, compact discs and tapes.

(i) 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.

(j) Pensions

The charitable company contributes to defined contribution pension schemes. The charge to the Consolidated Statement of Financial Activities for 2015 was £87,168 (2014: £86,965).

(k) Fund accounting

An explanation of the nature and purpose of each fund is included in the notes to the financial statements. Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Designated funds - these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

2 VOLUNTARY INCOME

	2015	2014
	£	£
Donations and other funding	1,889,911	1,737,747
Grant from Newfrontiers Trust Ltd	-	11,424
Restricted donations and grants	81,949	57,788
	<u>1,971,860</u>	<u>1,806,959</u>

3 TOTAL RESOURCES EXPENDED

	Depreciation	Staff Costs	Other Costs	Total 2015	Total 2014
	£	£	£	£	£
Conference costs	-	5,037	526,760	531,797	58,469
Bookshop costs	364	5,037	9,109	14,510	13,600
Fundraising and publicity	-	30,221	3,472	33,693	33,385
Pastoral costs	79,039	720,876	306,339	1,106,253	1,086,419
Mission Support costs	11,876	270,771	863,911	1,146,558	780,423
Housing and Work Support	2,393	194,637	91,694	288,724	394,320
	<u>93,671</u>	<u>1,226,578</u>	<u>1,801,286</u>	<u>3,121,535</u>	<u>2,366,617</u>

4 TRUSTEES

In accordance with the charitable company's Memorandum and Articles of Association, the following trustees received a salary from the charitable company during the year:

	Salary		Pension	
J P Foreman	£43,991	(2014 – £43,555)	£3,079	(2014 – £3,049)
S J Horne	£45,964	(2014 – £45,510)	£3,447	(2014 – £3,413)
N Jones	£45,964	(2014 – £45,510)	£5,516	(2014 – £4,551)

All Pension contributions were paid under a defined contribution scheme.

In addition, remuneration was paid to three related parties amounting to £50,070 as permitted by the constitution. (2014: £49,892)

The related parties are:

- Joanne Fahy (employee, received salary, married to T Fahy)
- Jacqui Jarvis (contracted services for counselling work, married to P Jarvis)
- Alexis Foreman (contracted services for graphic design work, married to J Foreman)

There were no reimbursed expenses paid to trustees (2014: nil).

Total aggregate value of unconditional donations by trustees was £58,277 (2014: £41,503).

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

5 STAFF COSTS

Group	2015 £	2014 £
Gross salaries	1,040,141	1,089,803
Social security costs	99,269	102,604
Pension costs	87,168	86,966
	<u>1,226,578</u>	<u>1,279,373</u>

Total paid to key management personnel was £285,177 (2014: £272,977). Redundancy payments of £9,977 were paid (2014: nil).

The average number of persons employed by the group during the year was as follows:

	2015 Number	2014 Number
Pastoral and Mission Support	19	21
Jubilee Books and Music	1	1
Housing and Work Support	6	10
Support and administration	12	11
	<u>38</u>	<u>43</u>

No employees had emoluments in excess of £60,000: nil (2014: nil).

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

6 TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures, fittings and office equipment £	Total £
COST			
Parent Company			
At 1 January 2015	3,477,585	977,241	4,454,826
Additions	-	37,196	37,196
Disposals	(859,948)	(44,181)	(904,129)
At 31 December 2015	<u>2,617,637</u>	<u>970,256</u>	<u>3,587,893</u>
Subsidiary at 1 January 2015	-	36,954	36,954
Additions	-	-	-
Subsidiary at 31 December 2015	-	36,954	36,954
Group at 31 December 2015	<u>2,617,637</u>	<u>1,007,209</u>	<u>3,624,846</u>
ACCUMULATED DEPRECIATION			
Parent Company			
At 1 January 2015	1,448,086	772,755	2,220,841
Charge for the year	42,207	49,071	91,278
Disposals	(223,588)	(41,904)	(265,492)
At 31 December 2015	<u>1,266,705</u>	<u>779,922</u>	<u>2,046,627</u>
Subsidiary			
At 1 January 2015	-	32,997	32,997
Charge for the year	-	2,393	2,393
At 31 December 2015	-	35,390	35,390
Group at 31 December 2015	<u>1,266,705</u>	<u>815,312</u>	<u>2,082,017</u>
NET BOOK VALUES			
Parent Company at 31 December 2015	<u>1,350,932</u>	<u>190,334</u>	<u>1,541,266</u>
Subsidiary at 31 December 2015	-	1,563	1,563
Group at 31 December 2015	<u>1,350,932</u>	<u>191,897</u>	<u>1,542,829</u>
At 31 December 2014	<u>2,029,499</u>	<u>208,442</u>	<u>2,237,941</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

7 STOCK

Group and parent company	2015 £	2014 £
Goods for resale	6,597	10,440

8 DEBTORS

	2015 Group £	2014 Group £	2015 Charity £	2014 Charity £
DUE WITHIN ONE YEAR				
Other debtors	10,030	10,030	10,030	10,030
Prepayments and accrued income	197,406	158,648	190,540	154,140
	<u>207,436</u>	<u>168,678</u>	<u>200,570</u>	<u>164,170</u>

9 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015 Group £	2014 Group £	2015 Charity £	2014 Charity £
Taxation and social security	-	1,806	-	1,806
Accruals and deferred income	86,736	102,566	75,874	141,995
	<u>86,736</u>	<u>104,372</u>	<u>75,874</u>	<u>143,801</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

10 UNRESTRICTED FUNDS

Group and Charity	Balance at	Movement in resources			Balance at
	1 January 2015 £	Incoming £	Outgoing £	Transfers £	31 December 2015 £
Designated fund					
Gift Day fund	71,773	455,658	(1,000)	(416,516)	109,915
Berlin fund	15,791	5,000	(20,094)	5,000	5,697
Maintenance fund	-	-	(109,070)	179,550	70,480
Urban Impact Fund	12,511	-	(7,646)	126,656	131,521
Technical fund	7,500	-	(7,500)	-	-
Intern fund	3,247	-	(11,609)	20,100	11,738
Alternatives fund	12,000	-	-	-	12,000
Contingency fund	22,480	4,514	(12,250)	359,889	374,633
Pastoral needs fund	7,637	-	(2,720)	-	4,917
Conferences	3,112	-	-	-	3,112
Amsterdam fund	1,895	8,700	(9,813)	-	782
Newday offering fund	-	91,123	(75,017)	(15,455)	652
New England site fund	-	-	(6,845)	24,803	17,958
Shoreham site fund	-	-	(31,251)	33,902	2,649
East site fund	-	-	(243)	27,749	27,506
Hove site fund	-	2,900	(26,239)	31,441	8,102
General fund	691,124	2,663,927	(2,416,756)	(505,708)	432,586
	<u>849,071</u>	<u>3,231,823</u>	<u>(2,738,054)</u>	<u>(128,589)</u>	<u>1,214,250</u>

Group and Charity	Balance at	Movement in resources			Balance at
	1 January 2014 £	Incoming £	Outgoing £	Transfers £	31 December 2014 £
Designated fund					
Gift Day fund	60,692	434,188	(22,135)	(400,971)	71,773
Church Planting fund	23,131	18,017	(26,157)	800	15,791
Urban Impact Fund	50,838	1,125	(8,413)	(31,038)	12,511
Technical fund	-	-	-	7,500	7,500
Intern fund	-	550	(12,598)	15,295	3,247
Connaught Room Fund	21,861	-	(21,861)	-	-
Alternatives fund	12,072	-	-	(72)	12,000
Contingency fund	13,731	9,539	(16,086)	15,296	22,480
Pastoral needs fund	9,681	-	(2,044)	-	7,637
Conferences	1,889	5,615	(4,392)	-	3,112
Amsterdam fund	-	3,700	(18,805)	17,000	1,895
General fund	643,878	1,484,585	(1,708,118)	270,780	691,124
	<u>837,773</u>	<u>1,957,319</u>	<u>(1,840,610)</u>	<u>(105,410)</u>	<u>849,071</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

The **Gift Day fund** is the balance of monies raised through three Gift Days during the year and allocated but not yet spent. The Gift Days relate to 'Serving the City', 'Multisite' and 'Church Planting'. The raised funds are then transferred to various designated and restricted funds in line with the relevant Gift Day appeal.

The **Berlin fund (formerly church planting fund)** has been established to for CCK's work in supporting church planting in Berlin.

The **Maintenance Fund** has been established for the continuing investment into CCK's fixed assets and financed through the sale of the Wilbury Road property.

The **Urban Impact Fund** represents funds relating to various social engagement projects and ministries.

The **Technical Fund** had been established for the continuing investment into CCK's production equipment.

The **Intern Fund (formerly Impact student fund)** allows for funds to be set aside to provide contributions for those who are part of the Impact training course.

The **Alternatives fund** represents CCK's contribution to the pregnancy advisory service within the Oaks Trust. In 2015 £12k was transferred from the Gift Day fund and £12k was transferred to the subsidiary.

The **Contingency fund** was set aside from the surpluses of Gift Day funds to meet the costs of any items that fit into the aims of gift days but which arose on a more ad hoc basis. The gain on disposal of the Wilbury Road property sale went into this fund too.

The **Pastoral needs fund** (formerly Recession emergency fund) was established to assist people in financial difficulty in the current economic downturn.

The **Conferences Fund** represents monies designated for either attending overseas or organising in-house conferences.

The **Amsterdam fund** represents donations for supporting a specific church plant.

The **Newday offering fund** represents donations taken up at the annual Newday youth event and are designated for various mission projects mainly overseas.

The **New England Site fund** represents donations raised at the Summer Gift Day specifically for projects relating to the site.

The **Shoreham site fund** represents donations raised at the Summer Gift Day specifically for projects relating to the site.

The **East site fund** represents donations raised at the Summer Gift Day specifically for projects relating to the site.

The **Hove site fund** represents donations raised at the Summer Gift Day specifically for projects relating to the site.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

11 RESTRICTED FUNDS

Group	Balance at	Movement in resources			Balance at
	1 January 2015 £	Incoming £	Outgoing £	Transfers £	31 December 2015 £
Building fund	1,397,492	-	(43,412)	-	1,354,080
FF Support Fund	103,841	-	(4,410)	(49,001)	50,429
Oasis En Gedi	180	778	-	-	958
Charities Concert	2,088	-	-	-	2,088
BSL Course	253	240	-	-	493
Embracing the Poor	2,156	5,000	(1,300)	-	5,856
Ottawa fund	-	10,986	(18,460)	42,000	34,526
Newday fund	-	50,000	-	-	50,000
Charity sub total	1,506,010	67,004	(67,582)	(7,001)	1,498,430
Oaks Trust	24,340	14,945	(27,175)	12,580	24,691
Friends First	65,738	164,477	(288,724)	123,010	64,501
	1,596,088	246,425	(383,481)	128,589	1,587,622

Group	Balance at	Movement in resources			Balance at
	1 January 2014 £	Incoming £	Outgoing £	Transfers £	31 December 2014 £
Building fund	1,441,205	-	(43,713)	-	1,397,492
Alternatives	5,114	-	-	(5,114)	-
FF Support Fund	204,609	-	(17,768)	(83,000)	103,841
Oasis En Gedi	1,548	9,491	(10,859)	-	180
Charities Concert	5,600	813	(4,325)	-	2,088
BSL Course	23	230	-	-	253
Embracing the Poor	3,740	22,603	(24,187)	-	2,156
Charity sub total	1,661,839	33,137	(100,852)	(88,114)	1,506,010
Oaks Trust	-	24,650	(30,834)	30,524	24,340
Friends First	87,882	209,176	(394,320)	163,000	65,738
	1,749,721	266,962	(526,007)	105,410	1,596,088

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

The **Building fund** is represented by the building and the establishment of the Clarendon Centre, and cash.

The **FF Support Fund (formerly known as Supported Housing Unit fund)** is represented by the part of the proceeds of the sale for the property of 60 Wilbury Road.

Oasis En Gedi is a fund which support individuals working overseas as missionaries.

The **Charities Concert Fund** represents income and expenditure related to a charitable concert organised by CCK on Good Friday that was funded through monies raised at Gift Days.

The **BSL course** represents contributions and donations relating to the CCK deaf ministry.

The **Embracing the Poor Fund** represents contributions and donations relating to CCK's work with the poor.

The **Ottawa fund** donations for supporting a specific church plant.

The **Newday fund** represents a contribution from Newfrontiers for future funding requirements by the Newday event.

Oaks Trust is a subsidiary charity focusing on social engagement. This charity includes the Alternatives crisis pregnancy service and the Shoreham Foodbank.

Friends First is a subsidiary charity focusing on housing support and work training for the socially marginalised and homeless.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

12 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Tangible fixed assets £	Net current assets £	Long term liabilities £	Total £
Restricted funds				
Building fund	1,355,751	(1,671)	-	1,354,080
FF Support Fund	-	50,429	-	50,429
Oasis En Gedi	-	957	-	957
Charity Concert	-	2,088	-	2,088
BSL Course	-	493	-	493
Embracing the Poor fund	-	5,856	-	5,856
Ottawa fund	-	34,526	-	34,526
Newday fund	-	50,000	-	50,000
Charity sub total	1,355,751	142,679	-	1,498,430
Subsidiaries				
Oaks Trust	-	24,691	-	24,691
Friends First	1,563	62,938	-	64,501
Unrestricted funds				
General funds	185,515	247,071	-	432,586
Designated funds	-	781,664	-	781,664
	1,542,829	1,259,043	-	2,801,872

13 COMMITMENT

At 31 December 2015, the group was committed to making the following payment under a non-cancellable operating lease in the year to 31 December 2015:

	2015 £	2014 £
Total future minimum lease commitment	£44,770	£59,151

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2015

14 SUBSIDIARIES

During 2003, the activities of the Supported Housing Unit were taken over by Friends First, a subsidiary under the control of Clarendon Trust Limited. The net surplus funds of this subsidiary at 31 December 2015 were £64,501 (2014: £65,737). During the year ended 31 December 2015, Friends First generated incoming resources of £164,477, received £123,010 in transfers from Clarendon Trust and expended resources of £288,724.

During 2014, the activity of Alternatives was transferred to Oaks Trust, a subsidiary under the control of Clarendon Trust Limited. The net surplus funds of this subsidiary at 31 December 2015 were £24,691 (2014: £24,340). During the year ended 31 December 2015, Oaks Trust generated incoming resources of £14,945, received £12,580 in transfers from Clarendon Trust and expended resources of £27,175.

15 RELATED PARTY TRANSACTIONS

The charity has taken advantage of the exemption conferred by Financial Reporting Standard No. 8 "Related Party Transactions" not to disclose transactions with undertakings in which 100% or more of the voting rights are controlled by Clarendon Trust Limited. These undertakings results have been included within the consolidated financial statements of Clarendon Trust Limited.