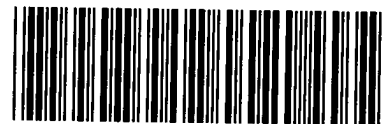


Company number 3546759

Clarendon Trust Limited
Report and Financial Statements
Year ended 31 December 2014

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CLARENDON TRUST LIMITED

Financial Statements - 31 December 2014

CONTENTS

	Page
Trustees' Report	1-7
Independent Auditors' Report	8-9
Consolidated Statement of Financial Activities	10
Balance Sheets	11
Consolidated Cash Flow Statement	12
Notes to the Financial Statements	13 -22

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:

T Fahy (appointed 16th September 2014)
S J Horne
P L J Jarvis
N D Jones
N D Ring (resigned 27th January 2015)
H Evans
J Foreman
I Bailey
K Stevens

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 Freshfield Road Brighton BN2 9XZ	Clarendon Centre New England Street Brighton BN1 4GT	21-23 Clarendon Villas Hove BN3 3RE	Shoreham Academy Kingston Lane Shoreham-by-Sea BN43 6YT
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The company's advisors are:

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

Registered Auditors: BDO LLP
2 City Place, Beehive Ring Road
Gatwick, West Sussex
RH6 0PA

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 2014. 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 2005.

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 bring blessing to the local City, the UK and internationally. This report reflects aspects of each of these 3 components.

1. Giving

Over the year church members have given approximately £1.8m, including recovery of tax through Gift Aid. This has been used both for the active ministries of the church and for gifts to other charitable causes.

2. Church family

Membership has decreased slightly during 2014 with some people leaving, however attendance has increased. 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, continued to grow during 2014.

There are various ministries to specific groups.

- New Horizons (over 50s) provided a weekly meeting for about 20 older members and visits to those who are housebound.
- Marriage preparation continued during 2014. We met with a number of engaged couples who have either started or completed marriage preparation material with church members.

3. Multi-site Strategy

During 2014 we launched an extra service at one of our 4 locations, which took us to 7 services in 4 venues on every Sunday across the city. It is our intention to continue to develop as a multi-site church launching more services in 2015.

4. Development of leadership

- We continued to provide training through a Leadership Training programme called 222 which is held every 6 weeks and involves over 150 people.
- Also, a number of existing and potential elders have continued to be involved in a structured programme meeting with the elders regularly. This happens on a monthly basis.

CLARENDON TRUST LIMITED

Trustees' Report – continued

5. Evangelism

Sharing the good news of the gospel is core to our life as a church. Through the Alpha Course, and weekly Sunday meetings the opportunity was made for hundreds to hear the gospel. Many found a new faith and were baptised in water.

6. Young People

Regular teaching on a Sunday was given to all age groups of our young people. ~

7. Serving our City through Social Engagement & Community Involvement

This continued to be an important area for us during 2014. 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 an advisory service providing support to women who have an unplanned pregnancy or have had a miscarriage or abortion.

The Foodbank serves the Shoreham-by-Sea area with emergency food parcels, designed to meet a crisis need.

- **Friends First Trust**

The principal activities of this subsidiary charity are the provision of housing and support, enabling access to work and learning, crisis intervention and resettlement assistance to homeless and vulnerable people.

Friends First is a partner agency in Brighton and Hove City Council's Single Homeless Strategy, and has been a provider to the Supporting People programme for Brighton and Hove since April 2003. Friends First grew to encompass two supported housing projects, a market garden social enterprise and a drop-in for rough sleepers. However through 2014 Friends First underwent organisational and strategic changes and it was decided to cease some of the projects, while exploring new opportunities of a similar nature more locally and to draw focus on enabling people to gain employment.

The **Friends First Drop-in** serves as a first point of contact for homeless and vulnerable men and women. A team of volunteers feeds and provides clothing for up to 80 people each week. Many clients have multiple life-controlling issues and are some of the most socially excluded members of the City.

The **Friends First House** provided twelve homeless people with accommodation based upon a therapeutic community model. All residents are accepted on the understanding that they will be engaging in a proactive life skills programme to equip them for independent living over a period of up to 2 years, however due to the strategic change the house was put up for sale towards the end of the year, residents rehoused and a new housing strategy that serves greater numbers with lower overheads to be rolled out throughout 2015.

CLARENDON TRUST LIMITED

Trustees' Report – continued

The Community Involvement included the following:

A **Night-Shelter** was run through the winter months of 2014 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.

Good Friday concert – we organised a charitable musical concert on Good Friday to raise money for a local charity called 'The Rocking-Horse Appeal' that provided special cots for baby care in a local hospital. We raised approximately £2,171 with some local dignitaries attending.

Brighton Marathon – as a church we mobilised and encouraged our members to serve the city's marathon running event. We ran drink stations on the 26 mile course.

Business & Enterprise – we organised an event for our members that were either involved in running their business or were thinking about starting a business up.

Deaf Community – we continue to have a thriving group of hearing-impaired people and host BSL training.

8. International Outreach

We continued to be involved with other related churches around the world and to play our part in supporting the training and release of church planters.

FINANCIAL REVIEW

The accounts on pages 10 to 22 comply with statutory requirements of the Memorandum and Articles of Association.

The Consolidated Statement of Financial Activities on page 10 shows total net outgoing resources of £142,335 (2013: £188,774 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 £849,071 (2012: £837,773) 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. Additionally in 2002 a property was purchased for the purpose of establishing a Supported Housing Unit. From 1 January 2003 the activities of the Supported Housing Unit were transferred to Friends First, a company limited by guarantee and registered as a charity, established for this purpose. 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.

CLARENDON TRUST LIMITED

Trustees' Report – continued

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 policy is reviewed annually by the Trustees.

The charity has a number of restricted and designated funds, details of which are given in notes 11 and 12 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.

The level of reserves is monitored throughout the year and it is the charity's policy to maintain sufficient cash reserves to ensure both the small ongoing operations of the charity and to cope with any emergencies or opportunities that arise.

The trustees consider that the charity needs to maintain free reserves of three months unrestricted expenditure. At 31 December 2014, free reserves were £494,940 compared to a figure of £460,153 for three months General Fund expenditure and were therefore slightly over this target.

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. During 2014 CCK launched a 7th Sunday service. In 2015 it is CCK's plan to start a further service to make it eight Sunday services in total.

During 2014 CCK supported a church plant in Berlin by seconding a church elder to that church, regular visits and training, and building strong relationships with the congregation. In 2014 we also sent 2 families to plan to church plant in Amsterdam at some point in 2015.

At the social engagement level Friends First are planning to launch a work and training programme called pathways to employment. The programme aims to teach clients relevant skills and move them towards being ready for employment. Under the Oaks Trust the Alternatives advisory service seeks to add to their volunteer base, strengthen the team and build stronger links with local agencies and organisations. The Foodbank has plans to expand its activities by opening a further two distribution centre in the area.

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.

CLARENDON TRUST LIMITED

Trustees' Report – continued

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.

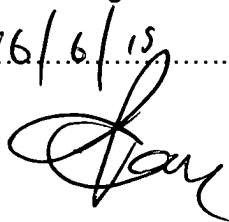
AUDITORS

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.

BDO LLP have expressed their willingness to continue in office and a resolution to reappoint them will be approved at the Annual General Meeting.

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

Approved by the trustees on16/6/15..... 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 2014 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 2014, 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.



Andrew Stickland, Senior Statutory Auditor
for and on behalf of BDO LLP, Statutory Auditor
Gatwick
United Kingdom

Date: 22 June 2015

BDO LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

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

CLARENDON TRUST LIMITED
**Consolidated Statement of Financial Activities (including income and expenditure account)
For the Year Ended 31 December 2014**

INCOMING RESOURCES	Notes	Unrestricted funds	Restricted funds	Total funds 2014	Total funds 2013
		£	£	£	£
Incoming resources from generated funds					
Voluntary income	2	1,749,171	57,788	1,806,959	1,925,013
Investment income		318	-	318	2,392
Incoming resources from charitable activities					
Supported Housing		-	209,176	209,176	349,903
Conferences and other events		179,367	-	179,367	129,645
Trading activities		28,462	-	28,462	23,419
Total incoming resources		1,957,319	266,963	2,224,282	2,430,372
Resources expended					
Cost of generating funds					
Fundraising and publicity		33,385	-	33,385	35,755
Charitable activities					
Conference costs		58,469	-	58,469	46,950
Bookshop costs		13,600	-	13,600	18,463
Pastoral costs		983,359	103,059	1,086,419	1,373,836
Mission support costs		735,024	28,627	763,652	774,537
Supported Housing Unit		-	394,320	394,320	353,030
Governance Costs	4	16,772	-	16,772	16,575
Total resources expended	3	1,840,610	526,007	2,366,617	2,619,146
Net (outgoing) resources before transfers		116,708	(259,043)	(142,335)	(188,774)
Transfers	11/12	(105,410)	105,410	-	-
Net movement in funds		11,298	(153,633)	(142,335)	(188,774)
Fund balances brought forward at 1 January 2014		837,773	1,749,721	2,587,494	2,776,268
Fund balances carried forward at 31 December 2014	13	849,071	1,596,088	2,445,159	2,587,494

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 13 to 22 form part of these financial statements.

CLARENDON TRUST LIMITED

Balance Sheets at 31 December 2014

	Notes	2014 Group £	2013 Group £	2014 Charity £	2013 Charity £
FIXED ASSETS					
Tangible assets	7	2,237,941	2,312,390	2,233,985	2,309,501
CURRENT ASSETS					
Stock	8	10,440	10,917	10,440	10,917
Debtors	9	168,678	118,421	164,170	112,018
Cash at bank and in hand		132,471	220,946	90,287	163,505
		<u>311,589</u>	<u>350,284</u>	<u>264,897</u>	<u>286,440</u>
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	10	<u>(104,372)</u>	<u>(75,180)</u>	<u>(143,801)</u>	<u>(96,329)</u>
NET CURRENT ASSETS		<u>207,217</u>	<u>275,104</u>	<u>121,095</u>	<u>190,111</u>
TOTAL ASSETS LESS CURRENT LIABILITIES AND NET ASSETS		<u><u>2,445,159</u></u>	<u><u>2,587,494</u></u>	<u><u>2,355,080</u></u>	<u><u>2,499,612</u></u>
FUNDS					
Unrestricted funds					
General funds	11	691,124	643,878	691,124	643,878
Designated funds	11	157,947	193,895	157,947	193,895
Restricted funds	12	<u>1,596,088</u>	<u>1,749,721</u>	<u>1,506,010</u>	<u>1,661,839</u>
TOTAL FUNDS	13	<u><u>2,445,159</u></u>	<u><u>2,587,494</u></u>	<u><u>2,355,080</u></u>	<u><u>2,499,612</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... 16/6/15



T Fahy (Trustee)

The notes on pages 13 to 22 form part of these financial statements.

CLARENDON TRUST LIMITED

Consolidated Cash Flow Statement For the year ended 31 December 2014

	2014		2013	
	£	£	£	£
Reconciliation of net movement in funds to net cash flows from operating activities				
Net movement in funds	(142,335)		(188,774)	
Investment income	(318)		(2,392)	
Depreciation	114,133		117,982	
Decrease in stock	477		461	
Increase in debtors	(50,258)		(3,169)	
Increase/(decrease) in creditors	29,192		(35,885)	
Net cash outflow from operating activities		(49,109)		(111,777)
Returns on investments and servicing of finance				
Investment income received	318		2,392	
Net cash inflow from returns on investments and servicing of finance		318		2,392
Capital expenditure				
Purchase of tangible fixed assets	(39,684)		(51,192)	
Net cash outflow from capital expenditure		(39,684)		(51,192)
Decrease in cash in the year		(88,475)		(160,557)
Reconciliation of net cash flow to movement in net cash funds				
Net funds at beginning of the year		220,946		381,523
Change in net funds during the year		(88,475)		(160,577)
Net funds at end of the year		132,471		220,946

The notes on pages 13 to 22 form part of these financial statements.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2014

1 ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and with the 2005 Statement of Recommended Practice (SORP 2005) '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 2005.

The gross income of Clarendon Trust Limited itself was £2,015,106 (2013: £2,080,469) and its net incoming resources were £46,050 (2013: outgoing £185,647).

(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 2014

(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 2014 was £86,965 (2013: £87,377).

(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 2014

2 VOLUNTARY INCOME

	2014	2013
	£	£
Donations and other funding	1,737,747	1,876,208
Grant from Newfrontiers Trust Ltd	11,424	11,317
Restricted donations and grants	57,788	37,489
	<u>1,806,959</u>	<u>1,925,013</u>

3 TOTAL RESOURCES EXPENDED

	Depreciation	Staff	Other	Total	Total
	£	Costs	Costs	2014	2013
	£	£	£	£	£
Conference costs	-	4,988	53,481	58,469	46,950
Bookshop costs	455	4,988	8,157	13,600	18,463
Fundraising and publicity	-	29,930	3,455	33,385	35,755
Pastoral costs	80,157	713,174	293,088	1,086,419	1,373,836
Mission Support costs	29,916	268,365	465,371	763,652	774,537
Supported Housing Unit	3,605	257,928	132,787	394,320	353,030
Governance Costs	-	-	16,772	16,772	16,575
	<u>114,133</u>	<u>1,279,373</u>	<u>973,111</u>	<u>2,366,617</u>	<u>2,619,146</u>

4 GOVERNANCE COSTS

	Unrestricted	Restricted	Total	Total
	funds	funds	2014	2013
	£	£	£	£
Legal and professional fees	1,003	-	1,003	2,173
Audit fee	15,769	-	15,769	14,402
	<u>16,772</u>	<u>-</u>	<u>16,772</u>	<u>16,575</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2014

5 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	£43,555	(2013 – £42,312)	£3,049	(2013 – £2,962)
S J Horne	£45,510	(2013 – £45,058)	£3,413	(2013 – £3,379)
N Jones	£45,510	(2013 – £45,058)	£4,551	(2013 – £4,506)

All Pension contributions were paid under a defined contribution scheme.

In addition, remuneration was paid to three related parties amounting to £49,892 as permitted by the constitution. (2013: £40,256)

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 (2013: nil).

6 STAFF COSTS

Group	2014 £	2013 £
Gross salaries	1,089,803	1,137,871
Social security costs	102,604	104,874
Pension costs	86,966	87,377
	<u>1,279,373</u>	<u>1,330,122</u>

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

	2014 Number	2013 Number
Pastoral and Mission Support	21	22
Jubilee Books and Music	1	1
Supported Housing Unit	10	9
Support and administration	11	14
	<u>43</u>	<u>46</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2014

7 TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures, fittings and office equipment £	Total £
COST			
Parent Company			
At 1 January 2014	3,477,585	942,229	4,419,814
Additions	-	35,012	35,012
Disposals	-	-	-
At 31 December 2014	<u>3,477,585</u>	<u>977,241</u>	<u>4,454,826</u>
Subsidiary at 1 January 2014	-	32,282	32,282
Additions	-	4,672	4,672
Subsidiary at 31 December 2014	-	36,954	36,954
Group at 31 December 2014	<u>3,477,585</u>	<u>1,014,195</u>	<u>4,491,780</u>
ACCUMULATED DEPRECIATION			
Parent Company			
At 1 January 2014	1,388,680	721,633	2,110,313
Charge for the year	59,406	51,122	110,528
At 31 December 2014	<u>1,448,086</u>	<u>772,755</u>	<u>2,220,841</u>
Subsidiary			
At 1 January 2014	-	29,392	29,392
Charge for the year	-	3,605	3,605
At 31 December 2014	-	32,997	32,997
Group at 31 December 2014	<u>1,448,086</u>	<u>805,752</u>	<u>2,253,838</u>
NET BOOK VALUES			
Parent Company at 31 December 2014	<u>2,029,499</u>	<u>204,486</u>	<u>2,233,985</u>
Subsidiary at 31 December 2014	-	3,956	3,956
Group at 31 December 2014	<u>2,029,499</u>	<u>208,442</u>	<u>2,237,941</u>
At 31 December 2013	<u>2,088,905</u>	<u>223,485</u>	<u>2,312,390</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2014

8 STOCK

Group and parent company	2014 £	2013 £
Goods for resale	10,440	10,917

9 DEBTORS

	2014 Group £	2013 Group £	2014 Charity £	2013 Charity £
DUE WITHIN ONE YEAR				
Other debtors	10,030	10,030	10,030	10,030
Prepayments and accrued income	158,648	108,391	154,140	101,988
	<u>168,678</u>	<u>118,421</u>	<u>164,170</u>	<u>112,018</u>

10 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 Group £	2013 Group £	2014 Charity £	2013 Charity £
Taxation and social security	1,806	510	1,806	510
Accruals and deferred income	102,566	74,670	141,995	95,819
	<u>104,372</u>	<u>75,180</u>	<u>143,801</u>	<u>96,329</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2014

11 UNRESTRICTED FUNDS

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
Impact student 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>

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 **Church planting fund** has been established for CCK's work in supporting church planting in Western Europe.

The **Urban Impact Fund** represents funds relating to Social Engagement ministries such as the Food Bank, etc.

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

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

The **Connaught Room Fund** represents contributions for repair work at Clarendon Villas.

The **Alternatives fund** represents CCK's contribution to the pregnancy advisory service.

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

The **Conferences Fund** represents donations and contributions as well as expenditure relating to the Clearvision conference held over the turn of the year.

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

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2014

12 RESTRICTED FUNDS

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)	-
Supported Housing Unit	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

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

Alternatives was the restricted fund representing a crisis pregnancy advisory service. The funds have been transferred to the Oaks Trust.

The **Supported Housing Unit fund** is represented by the building and refurbishment of 60 Wilbury Road, associated liabilities plus cash and provides a hostel service. A transfer of £83,000 was made to the subsidiary Friends First to support their operations.

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.

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

Friends First is a subsidiary charity focussing 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 2014

13 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Tangible fixed assets £	Net current assets £	Long term liabilities £	Total £
Restricted funds				
Building fund	1,399,163	(1,671)	-	1,397,492
Supported Housing Unit fund	638,637	(534,796)	-	103,841
Oasis En Gedi	-	180	-	180
Charity Concert	-	2,088	-	2,088
BSL Course	-	253	-	253
Embracing the Poor fund	-	2,156	-	2,156
	<u>2,037,800</u>	<u>(531,790)</u>	<u>-</u>	<u>1,506,010</u>
Subsidiaries				
Oaks Trust	-	24,340	-	24,340
Friends First	3,956	61,781	-	65,737
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unrestricted funds				
General funds	196,185	494,940	-	691,125
Designated funds	-	157,947	-	157,947
	<u>2,237,941</u>	<u>207,218</u>	<u>-</u>	<u>2,445,159</u>

14 COMMITMENT

At 31 December 2014, the group was committed to making the following payment under a non-cancellable operating lease in the year to 31 December 2014:

	2014 £	2013 £
Operating lease which expires:		
Less than 1 year	-	£8,569
Within 2 to 5 years	£14,381	£1,344
	<u>-</u>	<u>-</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2014

15 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 2014 were £65,737 (2013: £87,882). During the year ended 31 December 2014, Friends First generated incoming resources of £209,176, received £163,000 in transfers from Clarendon Trust and expended resources of £394,320.

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 2014 were £27,581 (2013: £nil). During the year ended 31 December 2014, Oaks Trust generated incoming resources of £55,175, received £30,524 in transfers from Clarendon Trust and expended resources of £27,594.

16 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.

17 POST BALANCE SHEET EVENT

The Friends First house in Wilbury Road was sold after the year-end for net proceeds of £1.0 million.