

CHARITY NUMBER 1127046
COMPANY REGISTRATION NUMBER 06555982

THE CROSS TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
5 APRIL 2012

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Chartered Accountants
Bourbon Court
Nightingales Corner
Little Chalfont
Bucks HP7 9QS

THE CROSS TRUST
(A company limited by guarantee and not having share capital)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2012

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THE CROSS TRUST
(A company limited by guarantee and not having share capital)

CHARITABLE COMPANY INFORMATION

COMPANY REGISTRATION NUMBER 06555982
CHARITY NUMBER 1127046

DIRECTORS AND TRUSTEES

M S Farmer (Chairman and Company Secretary)
J D R Farmer
D J Olsen
D G P Lilley

REGISTERED OFFICE

Bourbon Court
Nightingales Corner
Little Chalfont
Bucks
HP7 9QS

AUDITOR

Cansdales Chartered Accountants & Business Advisers
Bourbon Court
Nightingales Corner
Little Chalfont
Bucks
HP7 9QS

BANKERS

Coutts & Co
440 Strand
London
WC2R 0QS

INVESTMENT ADVISERS

Ruffer LLP
80 Victoria Street
London
SW1E 5JL

PRINCIPAL PLACE OF OPERATION

15 Thurloe Square
London
SW7 2TE

DIRECTORS' REPORT
FOR THE YEAR ENDED 5 APRIL 2012

The directors present the financial statements of The Cross Trust for the year ended 5 April 2012

CONSTITUTION

On 4 April 2008 the charitable company was incorporated and registered with Companies House under No 06555982. On 4 December 2008, the charitable company was registered with the Charity Commission under No 1127046. The assets and liabilities of The Cross Trust, an unincorporated charity registered with the Charity Commission under No 298472, were transferred on 25 February 2009.

PRINCIPAL ACTIVITY

The objects of the charitable company are to advance any religious or other charitable object, including the support of any religious or charitable institution or work for the furtherance of religious or secular education, to advance the Christian faith in the United Kingdom or overseas, the relief of the poor and needy and comfort of the sick and aged.

PUBLIC BENEFIT

The charitable company supports those carrying on activities which are in accordance with its objects. These include the provision of education, advancing knowledge of the Christian faith together with other charitable purposes, all of which are for the direct benefit of society. The Trustees are therefore of the opinion, that they meet the requirements to operate for the public benefit as set out in the general guidance provided by the Charity Commission.

REVIEW OF ACTIVITIES AND RESERVES POLICY

The Trust provides grants in accordance with its objectives and will continue to do so in the next twelve months. During the year, the Trust made charitable Grants of £1,162,911 (2011: £985,048). The trustees administer the funds directly, and the majority of the funds are received from the trustees.

In 2010 the Trustees made the decision to invest in the stock market. Ruffer LLP was appointed to manage this portfolio following instructions from the Trustees to adopt a cautious approach. The value of this portfolio at the year end was £662,175 (2011: £639,026).

The results for the year, and the charity's financial position at the end of the year, are shown in the attached financial statements.

The trustees have established a policy whereby the unrestricted funds not committed are sufficient to enable the Trust to continue to achieve its objectives and its grant policy. Unrestricted funds at 5 April 2012 stood at £979,500 (2011: £776,180). The trustees plan to disburse the capital and income funds over the coming years and whilst holding them seek to obtain the best return whilst minimising risk. The trustees will review the reserves policy and the level of reserves from time to time.

DIRECTORS

The directors of the charitable company (who are also trustees for the purpose of Charity law) who served throughout the year ended 5 April 2012 and to date were M S Farmer, J D R Farmer, D J Olsen and D G P Lilley. New directors can be appointed by the board and are then reappointed at the next Annual General Meeting.

The directors administer the trust funds directly and have regular communication with regard to grants to be made. Formal trustee meetings are held periodically as required.

RISK REVIEW

The directors regularly review the risks to which the charitable company is exposed and aim to minimise these risks as far as possible.

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 5 APRIL 2012

GRANT MAKING POLICY

It is the policy of the charitable company to make grants to institutions and individuals in accordance with the objectives of the charitable company for charitable causes from funds available for distribution

INVESTMENT POLICY

The directors have the power to deposit or invest, in their absolute discretion, in any investments or securities of any nature whatsoever and wheresoever including land of any tenure, with the fullest power to vary or change such investments for other authorised investments as freely as if the directors are absolutely and beneficially entitled to the monies concerned. The directors have agreed that investments should only be made after taking appropriate professional advice.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing their report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charitable company and of the surplus or deficit of the charitable company for that period. In preparing these financial statements, the directors are required to

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the charity Statement of Recommended Practice
- State whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Make judgements and estimates that are reasonable and prudent
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Directors are aware

- there is no relevant information of which the charitable company's auditor is unaware, and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information

THE CROSS TRUST
(A company limited by guarantee and not having share capital)

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DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 5 APRIL 2012

SMALL COMPANIES PROVISIONS

This report has been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies

FOR AND ON BEHALF OF THE TRUSTEES

Registered Office
Bourbon Court
Nightingales Corner
Little Chalfont
Bucks
HP7 9QS

M S FARMER

Company Secretary
Date 18/12/12

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE CROSS TRUST

FOR THE YEAR ENDED 5 APRIL 2012

We have audited the financial statements of The Cross Trust for the year ended 5 April 2012 which comprise the Statement of Financial Activities, the Balance Sheet, 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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Statement of Directors' 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.

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 Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed,
- the reasonableness of significant accounting estimates made by the trustees,
- and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 5 April 2012, and of its 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 (applicable to smaller entities), and
- have been prepared in accordance with the requirements of the Companies Act 2006.

In the previous accounting period the directors of the company took advantage of the audit exemption under s477 of the companies Act. Therefore the prior period financial statements were not subject to audit.

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 AUDITOR'S REPORT TO THE MEMBERS OF THE CROSS TRUST (continued)

FOR THE YEAR ENDED 5 APRIL 2012

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us, or
- the 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 and take advantage of the small companies exemption in preparing the directors' report

James Foskett
Cansdales
Chartered Accountants & Business Advisers
Bourbon Court
Nightingales Corner
Little Chalfont
Bucks HP7 9QS

Date 20 December 2012

STATEMENT OF FINANCIAL ACTIVITIES (including an Income and Expenditure Account)
FOR THE YEAR ENDED 5 APRIL 2012

	Notes	Unrestricted Funds £	TOTAL FUNDS 2012 £	TOTAL FUNDS 2011 £
INCOMING RESOURCES				
Incoming resources from generated funds				
Voluntary Income	2	1,348,506	1,348,506	206,631
Investment income	3	8,231	8,231	14,948
TOTAL INCOMING RESOURCES		1,356,737	1,356,737	221,579
RESOURCES EXPENDED				
Cost of Generating Funds				
Investment management costs		4,269	4,269	8,585
Charitable Activities				
Grants	4	1,162,911	1,162,911	985,048
Support costs		44	44	220
Governance Costs	5	5,379	5,379	6,022
TOTAL RESOURCES EXPENDED		1,172,603	1,172,603	999,874
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS/LOSSES		184,134	184,134	(778,295)
Realised gain on investments		133	133	26,079
NET INCOME FOR THE YEAR		184,267	184,267	(752,216)
Unrealised gain on investments	6	19,053	19,053	28,424
NET MOVEMENT IN FUNDS		203,320	203,320	(723,792)
BALANCES BROUGHT FORWARD AT 6 APRIL 2011		776,180	776,180	1,499,972
TOTAL FUNDS CARRIED FORWARD AT 5 APRIL 2012		979,500	979,500	776,180

All activities of the charitable company are classed as continuing

There were no other gains or losses other than the result for the year

BALANCE SHEET
AS AT 5 APRIL 2012

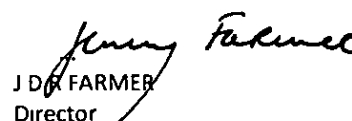
	Note	2012 £	2011 £
FIXED ASSETS			
Investments	6	662,175	639,026
CURRENT ASSETS			
Debtors	7	268,936	43,187
Cash at bank and in hand		<u>53,019</u>	<u>97,447</u>
		321,955	140,634
CURRENT LIABILITIES			
Creditors amounts falling due within one year	8	<u>(4,630)</u>	<u>(3,480)</u>
NET CURRENT ASSETS		<u>317,325</u>	<u>137,154</u>
Total assets less current liabilities		<u>979,500</u>	<u>776,180</u>
RESERVES			
Unrestricted - General	11	<u>979,500</u>	<u>776,180</u>
		<u>979,500</u>	<u>776,180</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors on 18/12/12 and signed on their behalf by



M S FARMER
Director



J D FARMER
Director

Company Registration Number 06555982

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2012

1 ACCOUNTING POLICIES

a) Basis of accounting

The financial statements have been prepared using the historical cost convention, as modified by the inclusion of fixed asset investments at market value, and in accordance with the Companies Act 2006, the Charities Act 2011, Statement of Recommended Practice "Accounting and Reporting by Charities" (issued in March 2005) and the Financial Reporting Standard for Smaller Entities (effective April 2008)

b) Incoming resources

Income is recognised in the period in which the charitable company is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the charitable company being notified of an impending distribution or the legacy being received. Tax recoverable on gift aid is accounted for in the period in which the related gift aided amount is received and is included in income with the original gift.

c) Resources expended

Expenditure is accounted for on an accruals basis, inclusive of VAT which cannot be recovered. Charitable Activities includes those costs which meet the objectives of the charitable company by relating directly to the advancement, support and education of religious and charitable groups. Governance costs are those incurred in meeting the statutory requirements of running the charitable company.

d) Grants

Grants to individuals and institutions are accounted for when paid.

e) Investments

Fixed asset investments are included at market value at the Balance Sheet date. Any gain or loss on revaluation is included in the Statement of Financial Activities.

f) Tax status

The Trust is a registered charity and therefore is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

g) Funds accounting

Funds held by the charitable company are

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

Designated funds – these are funds set aside by the trustees out of unrestricted general funds for specific purposes or projects. There were no designated funds during the period.

Restricted funds – these are funds which can only be used for particular purposes within the objectives of the charitable company. Restrictions arise when specified by the donor or when funds raised for particular restricted purposes. There were no restricted funds during the period.

The trustees make transfers between funds when expenditure of a restricted nature is to be met from more than one type of fund. The maximum level of these transfers is agreed by the trustees prior to the expenditure being incurred.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 5 APRIL 2012

2 VOLUNTARY INCOME

	Unrestricted funds	Total 2012	Total 2011
	£	£	£
Donations	1,079,570	1,079,570	163,373
Income Tax Reclaimed	268,936	268,936	43,258
	<u>1,348,506</u>	<u>1,348,506</u>	<u>206,631</u>

3 INVESTMENT INCOME

	Unrestricted funds	Total 2012	Total 2011
	£	£	£
Dividend income	8,231	8,231	14,948
	<u>8,231</u>	<u>8,231</u>	<u>14,948</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 5 APRIL 2012

4 GRANTS

	No of grants	Grants to institutions £	Grants to individuals £	Total 2012 £	Total 2011 £
AGAPE	1	2,000	-	2,000	2,000
Aid for Relief	1	1,000	-	1,000	-
Anglian Mainstream	1	10,000	-	10,000	2,000
Ashburnham Church Trust	-	-	-	-	3,000
Beacon Educational Trust	3	925	-	925	190
Bloxham School	3	20,947	-	20,947	11,926
Build	1	5,000	-	5,000	-
Campus Crusade	1	5,000	-	5,000	-
Cothill Educational Trust	2	3,600	-	3,600	6,858
Cross Links	1	10,000	-	10,000	-
D Coxham School	-	-	-	-	6,363
Dean Close School	2	6,790	-	6,790	31,433
Gatehouse School	1	21,489	-	21,489	14,000
George Whitefield College	1	-	-	-	125,000
Global Involvement	-	-	-	-	18,169
Grace City Church	1	-	-	-	10,000
International Pres	1	-	-	-	25,000
Jubilee Centre	1	-	-	-	12,000
Kerala Christian Fellowship	-	-	-	-	2,000
Kingham Hill School	4	13,039	-	13,039	12,220
London Christian School	-	-	-	-	10,000
Magdalen College	2	9,766	-	9,766	14,500
Mr M Munge	-	-	-	-	3,000
North West Church Resources	-	-	-	-	500,000
PCC Christchurch	1	5,000	-	5,000	50,000
Christchurch, New Zealand	1	1,000,000	-	1,000,000	-
Proclamation Trust	1	3,000	-	3,000	-
Rev John Sakatombo	1	-	3,000	3,000	2,177
Robert Brewis	-	-	-	-	4,000
Rock Foundation	1	10,000	-	10,000	14,225
St Helen's Church	2	5,855	-	5,855	2,487
St Pauls Church, Hammersmith	-	-	-	-	50,000
The Arundell Trust	1	3,000	-	3,000	-
The Oxfam Centre	1	6,000	-	6,000	-
Trinity Church	1	2,500	-	2,500	2,500
Universities & Colleges Christian Fellowship	-	-	-	-	50,000
West London Mission	1	15,000	-	15,000	-
	38	1,159,911	3,000	1,162,911	985,048

The objects of the charity are described in the Directors' Report. The above grants have all been given in support of these objectives.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 5 APRIL 2012

5 GOVERNANCE

	2012 £	2011 £
Accountancy fees	1,340	1,300
Audit Fee	2,290	-
Independent Examination fees	-	2,220
Other professional fees	1,749	2,502
	<u>5,379</u>	<u>6,022</u>

No director or anyone connected with them received any remuneration or reimbursement of expenses during the year (2011 £nil)

6 INVESTMENTS

	2012 £	2011 £
Market value at beginning of year	639,026	1,078,160
Additions to investments at cost	907,882	348,135
Disposals at carrying value	(903,786)	(815,693)
Net gain on revaluation	19,053	28,424
Carrying value (market value) at end of year	<u>662,175</u>	<u>639,026</u>

Represented by

Listed investments

Index linked investments	208,418	185,282
UK and overseas investments	309,591	320,549
Open ended investment companies	32,335	25,729
Unit Trust Funds	70,626	83,946
Other	30,110	17,508

Cash

	<u>11,095</u>	<u>6,012</u>
	<u>662,175</u>	<u>639,026</u>

£ £

Material investments with in the portfolio are as follows

1 25% treasury Index Linked Stock	78,967	-
Cash for Ruffer Illiquid strategies	<u>55,572</u>	<u>73,564</u>

All assets are held primarily for an investment return

7 DEBTORS

	2012 £	2011 £
Income tax recoverable	268,936	43,187
	<u>268,936</u>	<u>43,187</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 5 APRIL 2012

8 CREDITORS amounts falling due within one year

	2012 £	2011 £
Accruals	4,630	3,480

9 CAPITAL COMMITMENTS

There were no capital commitments at 5 April 2012 (2011 Nil)

10 CONTINGENT LIABILITIES

There are no contingent liabilities at 5 April 2012 (2011 Nil)

11 UNRESTRICTED FUNDS

	Balance at 6 April 2011 £	Incoming £	Outgoing £	Balance at 5 April 2012 £
General funds	776,180	1,375,923	(1,172,603)	979,500
	776,180	1,375,923	(1,172,603)	979,500

12 MEMBERS GUARANTEE

The charitable company is a company limited by guarantee and not having a share capital. At 5 April 2012, there were three members of the charitable company who are each liable to pay £1 if the charitable company ceases to operate whilst they are a member or within 12 months of them ceasing to be a member.

13 RELATED PARTY TRANSACTIONS

There were no related party transactions during the year (2011 £nil)

14 ULTIMATE CONTROLLING PARTY

There is no controlling party