



Bethany  
Christian  
Trust

# **BETHANY CHRISTIAN TRUST**

**(A Company Limited by Guarantee)**

**ANNUAL REPORT AND CONSOLIDATED  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2008**

**Charity Number SCO03783  
Company Number SC228528**



## **CONTENTS**

Directors' Report	Page 2 – 7
Independent Auditors' Report to the Members	Page 8
Consolidated Income and Expenditure Account and Statement of Financial Activities	Page 9
Consolidated Balance Sheet	Page 10
Company Balance Sheet	Page 11
Consolidated Cash Flow Statement	Page 12
Notes to the Financial Statements	Page 13-19

**Bethany Christian Trust  
Directors' Report  
For the Year Ended 31 March 2008**

**Registered Name**  
BETHANY CHRISTIAN TRUST

**Scottish Charity Number**  
Charity no: SC003783

**Address**  
Bethany Hall, 18 Jane Street, Edinburgh, EH6 5HD

**Directors' names on date report approved**

Rev J Balfour  
Mr L S Bell  
Rev A O Berry - Honorary President  
Mr N S M Berry - Chairman  
Mr R Gordon  
Mr C Smith - Honorary Treasurer  
Mr I Smith  
Miss P M Tweeddale

**Any other Directors during the year**

None

**Chief Executive and Company Secretary**

Mr I C Gordon

**Bankers**

Bank of Scotland, Community Banking, 2<sup>nd</sup> Floor, St Andrew Square, Edinburgh, EH2 2YR

**Solicitors**

Balfour & Manson, 54-66 Frederick Street, Edinburgh, EH2 1LS

**Auditors**

Scott-Moncrieff CA, 17 Melville Street, Edinburgh, EH3 7PH

**Structure, Governance & Management**

Bethany Christian Trust is a company limited by guarantee with memorandum and articles of association as its governing document.

An analysis of the skills held by the Trustees and those required by the organisation has been undertaken. When there is a vacancy on the board the skills gap is taken into consideration when recruiting new members.

In order to perform its functions, the Governing Council requires that a broad mix of skills, experience, gifts and abilities be represented at any time within its membership which should have regard to geographical and gender balance.

Prior to election/appointment, each nominee shall be given adequate briefings on the structure and organisation of the Company; role of the Governing Council; an overview of plans and finances and an opportunity to observe a meeting or meetings of the Governing Council.

Bethany Christian Trust has a Governing Council made up of its Non-Executive Directors. The role of the Governing Council is to lead the organisation toward the desired performance and ensure that it occurs. The Governing Council's specific contributions are unique to its non-executive directorship role and necessary for proper governance and management.

The business of the Company is managed by the Governing Council which exercises all powers of the Company and undertakes on behalf of the Company all activities of the Company.

Committees are used to help make the Governing Council more effective and efficient. They complement the Governing Council's job and do not interfere with delegation from Governing Council to Chief Executive. The committees currently include a General Purpose Committee, a Remuneration Committee and a Finance Committee.

The Governing Council have appointed a Chief Executive who is responsible for the appointment of other members of the Executive Management Team, in consultation with the Chairman and such other members as may be appointed by the Council. While the Governing Council's role is generally confined to establishing the broadest policies of the Company, implementation and subsidiary policy development is delegated to the Chief Executive.

### **Subsidiaries & Related parties**

Bethany Christian Trust has a wholly owned trading subsidiary, Bethany Enterprises Limited. A profit of £101,180 was made during the year which was Gift Aided to the charity.

Bethany Christian Trust held 60% of the equity in Requip IT Ltd, a company registered in February 2005, at the start of the year. During the year the other shareholder transferred the remaining shares to Bethany Christian Trust at no cost. Its main activity was the recycling and selling of computers. As at 1 April 2008 this trade has been expanded to include the recycling and selling of white goods.

A further subsidiary company Bethany Ovens Limited was established during the previous year and has remained dormant throughout.

The care van is operated jointly with Edinburgh City Mission, 9 Pilrig Street, Edinburgh. A deficit for the year of £339 and funds at 31 March 2008 amounting to £3,621 are not reflected in these financial statements.

### **Risks**

The Directors have conducted their own review of the major risks to which the charity is exposed and systems have been established to mitigate those risks. Significant external risks to funding have led to the development of a strategic plan which allows for the diversification of funding and activities. Internal risks have been minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

## Objectives & Activities

The Company exists to relieve the suffering and meet the long-term needs of homeless and vulnerable people. Its vision is that through Christian love in action homelessness will be reduced and vulnerable people will be empowered to live independently in society.

We have seven levels of care:

- Street work
  - Nightly food, blankets and clothing
  - Drop in centres providing basic support, addiction and housing advice
- Emergency accommodation
  - Basic accommodation, hot meals and advice from November-March
  - Resettlement hostel
- Specialist units
  - Residential addictions unit for men
  - Resettlement hostel for young men
  - Supported hostel for young women
- Supported housing
  - Providing accommodation for individuals and families
  - Supporting vulnerable people to maintain their homes
- Home furniture provision
  - Furniture project for people on low income
- Community Education
  - Bridging the gap between homeless services and formal education
  - Supporting vulnerable people through formal education
  - Facilitating volunteering and employment opportunities
- Community integration
  - Providing networks and skills to prevent homelessness
  - Employment, apprenticeships and volunteering placements

## Contribution of volunteers

During the year the following numbers of people volunteered to help the charity:

Directors	8	All of the directors of the Company provide their time voluntarily
Care Van	504	Serving soup and rolls every night
Night Shelter	904	Catering an evening meal for the night shelter
Occasional Volunteers	450	Helping in all aspects of the charity including shops, residential, community education and Christmas Trees
Full time volunteers	13	Usually Gap year students helping in shops, residential, fund-raising and community education.

## Achievements and Performance

Strategy	Goals	Performance
1. Develop services that address root cause of homelessness	Build partnership links with existing community activity networks	New links made with 5 community based organisations
	All activities to show increase community involvement in service definition and delivery	Activities delivered with greater involvement of partners, volunteers and local authorities
2. Demonstrate the impact of good quality services in countering vulnerability and homelessness	Establish a means of promoting the Bethany Vision to decision makers and influencers in each operating area	Achieved with local authority personnel in each location, increasing contact with local politicians, Scottish Government and MSPs
3. Facilitate the involvement of churches and community groups in the development of Social Action programmes	Build the involvement of Service User groups in each area	Each service has an active service user group
	Strengthen network of BCT representatives	New church reps recruited, a larger and more co-ordinated network is required.
4. Improve the quality and range of support provided to staff and services	Achieve IIP status	IIP status received
	Demonstrate enhanced staff wellbeing through reduced staff turnover and greater involvement in decision making processes	Staff turnover reduced and Staff Forum fully operational

## Fundraising activities

In addition to the above targets the Income Generation Department have increased income in the last year by 23%.

## Financial Review

### Financial position

The deficit for the year is £(166,295) (2007 surplus - £14,991) as stated in the Consolidated Income and Expenditure Account and Statement of Financial Activities.

The accounts have been prepared in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities (SORP 2005).

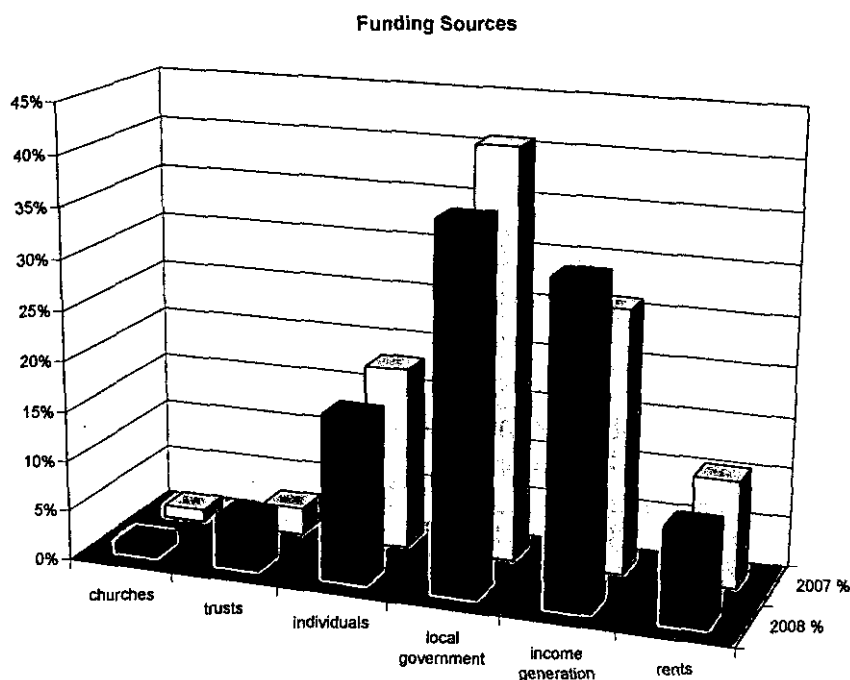
The assets of the charity are available and adequate to fulfil the obligations of the charity.

## Policy on reserves

The Directors have established a policy whereby the unrestricted funds not committed or invested in fixed assets (the 'free reserves') held by the charity should be between 2 and 3 months of the resources expended, which equates to £789,331 to £1,183,996 in general funds. At this level, the Directors feel that the company would be able to continue its current activities in the event of a significant drop in funding. It would obviously be necessary to consider at that time how the funding would be replaced or activities changed. At present

there are no free reserves but the Directors have determined ways in which such reserves could be raised.

### Principal funding sources



### Plans for future periods

The Governing Council have agreed the strategic plan for the three year period from 2006 to 2009. The main strategies in that plan, from which targets will be set each year, are as follows:

**Strategy one:** continue to develop services with at-risk communities which allow people to address the root causes of homelessness and repeat homelessness.

**Strategy two:** demonstrate and broadly communicate the positive impact of good quality community services in countering vulnerability and homelessness.

**Strategy three:** facilitate the active involvement of church and other community groups in the development of social action programmes that build supportive relationships in their communities.

**Strategy four:** invest in improving the quality and range of support provided to staff and services across the organisation.

### Directors' responsibilities

Company law requires the directors to prepare financial statements for each year which give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for the year. In preparing those financial statements, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

#### **Disclosure of information to auditors**

As far as each of the directors at the time the report is approved are aware:

- a) There is no relevant information of which the company's auditors are unaware and
- b) The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of the information.

#### **Auditors**

A resolution to reappoint Scott-Moncrieff Chartered Accountants as auditors will be put to the members at the annual general meeting.

Approved by the Directors on

and signed on their behalf by order of  
the Board

25 June.....2008

  
..... Secretary  
I C Gordon



## **BETHANY CHRISTIAN TRUST**

### **Independent Auditors' Report to the Members and Trustees of Bethany Christian Trust For the year ended 31 March 2008**

This report is issued in respect of an audit carried out under section 235 of the Companies Act 1985 and section 44 (1) (c) of the Charities and Trustee Investment (Scotland) Act 2005.

We have audited the financial statements of Bethany Christian Trust for the year ended 31 March 2008 as set out on pages 9 to 19. These financial statements have been prepared in accordance with the accounting policies set out therein.

This report is made exclusively to the members, as a body, in accordance with Section 235 of the Companies Act 1985 and to the charity's trustees, as a body, in accordance with section 44 (1) (c) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the members and the charity's trustees 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 its members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of trustees and auditors**

The responsibilities of the directors (who are also the trustees of Bethany Christian Trust for the purposes of charity law) for preparing the Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (United Kingdom and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you if, in our opinion, the information given in the Directors' Report is consistent with the financial statements, if the charity has not kept proper accounting records, if information specified by law regarding trustees' remuneration and transactions with the charity is not disclosed, or if we have not received all the information and explanations we require for our audit.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (United Kingdom and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

#### **Opinion**

In our opinion the financial statements:

- Give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 31 March 2008 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 the Companies Act 1985, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; and
- The information given in the Directors' Report is consistent with the financial statements.

*Scott-Moncrieff*  
**Scott-Moncrieff**  
Registered Auditor  
Chartered Accountants  
17 Melville Street  
Edinburgh  
EH3 7PH

*25 June* 2008

**BETHANY CHRISTIAN TRUST**  
**Consolidated Income and Expenditure Account**  
**and Statement of Financial Activities**  
**For the year ended 31 March 2008**

	Notes	Unrestricted funds		Restricted funds	2008	2007
		Designated	General		Total	Total
		£	£	£	£	£
<b>Incoming resources</b>						
<b>Incoming resources from generated funds</b>						
Voluntary Income		0	843,713	191,387	1,035,100	701,975
Activities for generating funds		0	1,438,102	0	1,438,102	1,249,444
Investment Income		0	1,245	0	1,245	1,187
<b>Incoming resources from charitable activities</b>						
		0	2,715,079	144,545	2,859,624	2,798,371
		0	4,998,139	335,932	5,334,071	4,750,977
<b>Resources expended</b>						
<b>Costs of generating funds</b>						
Costs of generating voluntary income		0	414,236	0	414,236	230,296
Retail Expenditure		0	1,442,985	0	1,442,985	1,221,777
Cost of activities to further the Charity's objects	2	0	3,352,052	262,106	3,614,158	3,258,413
Governance		0	28,987	0	28,987	25,500
<b>Total resources expended</b>		0	5,238,260	262,106	5,500,366	4,735,986
<b>Net(outgoing)/incoming resources for the year before transfers</b>						
		0	(240,121)	73,826	(166,295)	14,991
Transfers between funds		1,242,789	(1,242,789)	0	0	0
<b>(Deficit)/Surplus for the year</b>		1,242,789	(1,482,910)	73,826	(166,295)	14,991
Sale of Fixed Asset		0	308,932	0	308,932	0
Minority Interest		0	(20,147)	0	(20,147)	24,389
		1,242,789	(1,194,125)	73,826	122,490	39,380
Balances acquired at 1 April 2007		3,140,068	(811,860)	0	2,328,208	2,288,828
Balances carried forward at 31 March 2008		4,382,857	(2,005,985)	73,826	2,450,698	2,328,208


The notes on pages 13 to 19 form part of these financial statements  
The results for the year relate to continuing activities.  
There are no recognised gains or losses other than as stated above.

**Bethany Christian Trust**  
**Consolidated Balance Sheet**  
**As at 31 March 2008**

	Notes	2008 £	2007 £
<b>Fixed assets</b>			
Tangible Assets	7	4,001,473	2,751,865
Investment	8	0	0
		<u>4,001,473</u>	<u>2,751,865</u>
<b>Current assets</b>			
Stock		91,569	54,291
Debtors	9	636,361	156,043
Cash at bank and in hand		18,711	207,401
		<u>746,641</u>	<u>417,735</u>
<b>Creditors:</b>			
Amounts falling due within one year	10	(598,771)	(287,339)
<b>Net current assets</b>		<u>147,870</u>	<u>130,396</u>
<b>Total assets less current liabilities</b>		<u>4,149,343</u>	<u>2,882,261</u>
<b>Creditors:</b>			
Amounts falling due after more than one year	11	(1,698,645)	(574,199)
<b>Net Assets</b>	14	<u>2,450,698</u>	<u>2,308,062</u>
<b>Funds</b>			
Unrestricted funds			
Designated	14	4,382,857	3,140,068
General		(2,005,985)	(811,860)
Restricted funds	14	73,826	0
		<u>2,450,698</u>	<u>2,328,208</u>
Minority Interest		0	(20,146)
		<u>2,450,698</u>	<u>2,308,062</u>

The notes on pages 13 to 19 form part of these financial statements  
These Financial Statements were approved by the board on:

25 June 2008    Date

  
.....

Director

**Bethany Christian Trust**  
**Balance Sheet**  
**As at 31 March 2008**

	Notes	2008 £	2007 £
<b>Fixed assets</b>			
Tangible Assets	7	4,001,473	2,743,887
Investment	8	100	100
		<u>4,001,573</u>	<u>2,743,987</u>
<b>Current assets</b>			
Stock		39,113	9,127
Debtors	9	707,978	163,969
Cash at bank and in hand		10,070	194,348
		<u>757,161</u>	<u>367,444</u>
<b>Creditors:</b>			
Amounts falling due within one year	10	(629,740)	(264,823)
<b>Net current assets</b>		<u>127,421</u>	<u>102,621</u>
<b>Total assets less current liabilities</b>		<u>4,128,994</u>	<u>2,846,608</u>
<b>Creditors:</b>			
Amounts falling due after more than one year	11	(1,698,645)	(574,199)
<b>Net Assets</b>	14	<u>2,430,349</u>	<u>2,272,409</u>
<b>Funds</b>			
Unrestricted funds			
Designated	14	4,382,857	2,786,938
General		(2,026,334)	(514,529)
Restricted funds	14	73,826	0
		<u>2,430,349</u>	<u>2,272,409</u>

The notes on pages 13 to 19 form part of these financial statements

These Financial Statements were approved by the board on:

25 June 2008 Date



Director

**Bethany Christian Trust**  
**Consolidated Cash Flow Statement**  
**For the Year ended 31 March 2008**

	2008 £	2007 £
<b>Net cash inflow from operating activities</b>	(566,014)	47,696
<b>Servicing of finance</b>		
Bank interest paid	(50,019)	(8,955)
Bank interest received	1,231	1,187
<b>Investing activities</b>		
Payments to acquire tangible fixed assets	(1,373,939)	(409,646)
Payment to acquire investment	0	0
Proceeds	394,701	12,949
<b>Financing</b>		
Loan repayments	(766,499)	(68,261)
New term loan	1,880,000	350,000
(Decrease) in cash	(480,539)	(75,030)
<b>Net cash flow from financing</b>	(1,113,502)	(281,739)
<b>Movement in net debt</b>	(1,594,040)	(356,769)
<b>Balance at 1 April 2007</b>	(421,083)	(64,314)
<b>Balance at 31 March 2008</b>	(2,015,124)	(421,083)

**Reconciliation of operating surplus to net cash inflow from operating activities**

	2008 £	2007 £
Surplus on operating activities	142,637	14,992
Interest Paid	50,019	8,955
Depreciation	52,305	62,798
(Gain) on sale of assets	(322,675)	(7,520)
Interest received	(1,231)	(1,187)
(Increase) in stock acquired	(37,278)	(9,069)
(Increase) in debtors acquired	(480,318)	(4,552)
Increase/(Decrease) in creditors acquired	30,527	(16,721)
	(566,014)	47,696

**Analysis of changes in net debt Group**

	2008 £	2007 £
Balance at 1 April 2007	(421,083)	(64,314)
Net cash (outflow)	(1,594,041)	(356,769)
Balance at 31 March 2008	(2,015,124)	(421,083)

	At 31 March 2007 £	Cash flows £	At 31 March 2008 £
Cash at bank and in hand	207,401	(188,690)	18,711
Bank Overdraft	0	(291,848)	(291,848)
Bank term loans	(628,484)	(1,113,502)	(1,741,986)
	(421,083)	(1,594,041)	(2,015,124)

**Bethany Christian Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31 March 2008**

**1. Accounting policies**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards in the United Kingdom and Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005).

The results for the group include those of Bethany Enterprises Limited, and the group's share of the results for Requip IT Limited.

**Capital income**

Capital income is recognised in the Consolidated Income and Expenditure Account and Statement of Financial Activities in the year in which it arises.

**Donations and bequests**

Donations and bequests are credited when they are receivable.

**Gifts in kind**

Gifts in kind received by the Company are included at valuation and recognised as income when they are receivable.

**Fixed assets and depreciation**

Fixed assets are included in the balance sheet at cost.

No depreciation is provided on the Company's heritable property, contrary to FRS 15, as the Directors are of the opinion that the residual value is in excess of the book value. The Directors review the property annually for indicators of any impairment. Depreciation is provided on all other fixed assets in the year in which the fixed assets are purchased. Only items costing £1,000 and over are capitalised. The rates of depreciation are calculated so as to write off each asset over its expected useful life as follows:

Leasehold improvements	straight line basis over the lesser of the remainder of the lease period and 5 years
IT equipment	straight line basis over 3 years
Equipment and motor vehicles	straight line basis over 4 years

**Expenditure allocation**

Expenditure is recognised when a liability falls due. Where possible, expenditure has been charged direct to charitable expenditure or governance costs. Where this is not possible the expenditure has been allocated on the basis of time spent by staff on each activity.

**Bethany Christian Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31 March 2008**

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

**Reverse premiums**

Reverse premiums are recognised in the Consolidated Income and Expenditure Account and Statement of Financial Activities in the year in which they arise.

**Stock**

Stock consists of purchased goods for resale and the cost of completion, and is stated at the lower of cost and net realisable value.

**Pension scheme**

The company makes payments to employees' personal pension schemes. These are charged as they fall due.

**Irrecoverable VAT**

Irrecoverable VAT relating to fixed assets is treated as part of the cost of those assets. The balance of irrecoverable VAT is charged to the appropriate activity to which it relates.

**Operating Leases**

Operating leases are charged to the financial statements as they fall due

**Basis of consolidation**

The Consolidated Financial Statements include the results of the company and its subsidiaries drawn up to 31 March each year.

**2. Costs of Activities to Further the Company's objectives**

		2008 £	2007 £
Street work	Night Shelter	107,379	103,324
	Care Van	517	480
Emergency Accommodation	Bethany House	656,172	648,018
	Martha House	194,217	169,632
	Matthew House	188,020	190,591
Specialist Units	Bethany Christian Centre	559,368	499,220
Supported Accommodation	Housing support	597,222	513,017
	Supported housing - Fife	279,794	249,412
	Housing and property	395,956	345,399
Specialist Support Services	Addiction Support	0	14,288
Homemaking and Furniture	Homemaker referral project	365,337	306,844
Community education and life long learning	Pre-vocational training	270,176	218,188
		<u>3,614,158</u>	<u>3,258,413</u>

**Bethany Christian Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31 March 2008**

**3. Support Costs**

	Amount	Basis of allocation
HR	£153,999	Payroll cost
Admin	£125,350	Payroll cost
Finance	£90,162	Payroll cost
IT support	£165,069	No of computers
Hub Communications	£76,695	No of calls taken

**4. Governance Costs**

Included in governance costs is auditors' remuneration in respect of:

	2008 £	2007 £
Audit services	7,390	6,120
	<u>7,390</u>	<u>6,120</u>

**5. Staff numbers and costs**

	2008 £	2007 £
Gross salaries and wages	3,221,901	2,802,160
Employer's national insurance contributions	298,604	251,116
Pension costs	56,012	56,317
	<u>3,576,517</u>	<u>3,109,593</u>

The average number of employees during the year was:

	2008 number	2007 number
Administration	25	14
Charitable	108	108
Commerce	49	49
Fund-raising and publicity	5	6
	<u>187</u>	<u>177</u>

**6. Directors' remuneration**

	2008 £	2007 £
Remuneration	0	0
Expenses	0	38
Number of Directors	0	1



**Bethany Christian Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31 March 2008**

**7. Tangible fixed assets**

Group	Heritable property £	Leasehold improvements £	Equipment £	Motor Vehicles £	IT Equipment £	Total £
<b>Net Book Value</b>						
At 1 April 2007	2,690,457	14,099	11,908	13,847	21,554	2,751,865
Additions	1,340,928	0	0	14,497	18,514	1,373,939
Disposals	(71,374)	0	0	(652)	0	(72,026)
	3,960,011	14,099	11,908	27,692	40,068	4,053,778
Depreciation	0	(8,267)	(10,677)	(14,211)	(19,150)	(52,305)
At 31 March 2008	3,960,011	5,832	1,231	13,481	20,918	4,001,473

Company	Heritable property £	Leasehold improvements £	Equipment £	Motor Vehicles £	IT Equipment £	Total £
<b>Net Book Value</b>						
At 1 April 2007	2,690,457	11,939	3,760	13,847	23,884	2,743,887
Additions	1,340,928	0	0	14,497	18,514	1,373,939
Disposals	(71,374)	0	0	(652)	0	(72,026)
	3,960,011	11,939	3,760	27,692	42,398	4,045,800
Depreciation	0	(6,107)	(2,529)	(14,211)	(21,480)	(44,327)
At 31 March 2008	3,960,011	5,832	1,231	13,481	20,918	4,001,473

Heritable property includes the part ownership of a house at 39 Woodfield Park, Edinburgh, EH13 0RA at a cost of £40,000. As this house is occupied, the asset could not readily be disposed of. All of the other fixed assets are used for charitable purposes.

**8. Investment**

Company	2008 £	2007 £
Requip IT Share price, 100 shares of £1 each	0	0
Requip IT Share premium account	0	0
Bethany Enterprises Limited, 100 shares	100	100
	<u>100</u>	<u>100</u>

The company holds a 100% holding in Requip IT Ltd, a company registered in February 2005. Its main activity is the recycling and selling of computers. Trading commenced in April 2005 and ceased on 2 March 2007. Plans for the future of the company are being investigated.

The company has another dormant company as a subsidiary known as Bethany Ovens Ltd, no share capital has been issued.

**Bethany Christian Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31 March 2008**

**9. Debtors**

	2008		2007	
	Group	Company	Group	Company
	£	£	£	£
VAT recoverable	123,673	120,474	76,256	66,855
Due by subsidiaries	0	61,612	0	26,739
Other debtors	487,144	500,348	48,471	39,059
Prepayments	25,544	25,544	31,316	31,316
	<u>636,361</u>	<u>707,978</u>	<u>156,043</u>	<u>163,969</u>

**10. Creditors: Amounts falling due within one year**

	2008		2007	
	Group	Company	Group	Company
	£	£	£	£
Bank loans	43,341	43,341	54,285	54,285
Bank Overdraft	291,848	291,848	0	0
Due to subsidiary	0	100	0	100
Other creditors	225,047	256,856	212,410	190,865
Accruals	38,535	37,595	20,644	19,573
	<u>598,771</u>	<u>629,740</u>	<u>287,339</u>	<u>264,823</u>

**11. Creditors: Amounts falling after more than one year**  
**Group and Company**

	2008	2007
	£	£
<i>Amounts due between two and five years:</i>		
Bank term loans	203,428	181,586
<i>Amounts due after more than five years:</i>		
Bank term loan	1,495,217	392,613
	<u>1,698,645</u>	<u>574,199</u>

Loans from the Bank of Scotland are secured by a floating charge over certain of the Company's properties. The terms of the loan are repayment over 20 years with interest at 1% above base.

**12. Designated Funds**  
**Group and Company**

	Balance at 31 March 2007	Incoming Resources	Resources Expended	Transfers	Balance at 31 March 2008
	£	£	£	£	£
<b>Fixed asset net</b>					
<b>book value</b>	2,751,865	0	0	1,249,608	4,001,473
<b>Capital Income</b>	381,384	0	0	0	381,384
<b>Reverse Premiums</b>	6,819	0	0	(6,819)	0
	<u>3,140,068</u>	<u>0</u>	<u>0</u>	<u>1,242,789</u>	<u>4,382,857</u>

The amounts shown in fixed assets relate to the assets held by the charity which are held for the purposes of the organisation and will not be expended. Transfers relate to properties purchased during the year and depreciation on assets.

Capital Income relates to income given for the purchase of assets held by the charity.

Reverse premiums also relate to assets held by the charity which are not depreciated.

**Bethany Christian Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31 March 2008**

**13. Restricted Funds**  
**Group and Company**

	Balance at 31 March 2007 £	Incoming Resources £	Resources Expended and transfers £	Balance at 31 March 2008 £
Bethany Christian Centre	0	643	643	0
Community Education	0	134,086	134,086	0
Homemaker referral project	0	325	325	0
Housing support - Dumfries	0	2,976	2,976	0
- Fife	0	583	583	0
- Edinburgh	0	625	625	0
Martha House	0	35,000	35,000	0
Matthew House	0	34,999	34,999	0
Night shelter	0	25,536	25,536	0
Passing The Baton	0	101,159	27,333	73,826
	0	335,932	262,106	73,826

These restricted funds relate to amounts given specifically for the activity of the project stated and have been utilised in the year.

**14. Analysis of net assets among funds**

Group	Unrestricted Funds Designated £	General £	Restricted Funds £	2008 Total £	2007 Total £
Fixed assets	4,001,473			4,001,473	2,751,865
Net current assets/(liabilities)	74,044		73,826	147,870	130,396
Long term (liabilities)	307,340	(2,005,985)		(1,698,645)	(574,199)
	4,382,857	(2,005,985)	73,826	2,450,698	2,308,062
<b>Company</b>					
Fixed assets	4,001,573	0	0	4,001,573	2,743,987
Net current assets/(liabilities)	53,595	0	73,826	127,421	102,621
Long term (liabilities)	327,689	(2,036,334)	0	(1,698,645)	(574,199)
	4,382,857	(2,036,344)	73,826	2,430,349	2,272,409

**15. Bethany Enterprises Limited**

	2008 £	2007 £
Turnover	375,911	334,843
Net Profit	101,180	113,553
Closing shareholders funds	14,953	14,953

The company normally donates all of its net taxable profits to the Charity under the gift aid scheme on an annual basis.

**Bethany Christian Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31 March 2008**

**16. ReQuip IT Limited**

	2008 £	2007 £
Turnover	530	19,047
Net Loss	(10,803)	(60,973)
Closing shareholders funds	(61,170)	(50,367)

**17. Commitments**

The Company has entered into a number of operating leases which commit the Company to pay the following rentals during the year in respect of:

	2008 £		2007 £	
	Buildings	Vehicles	Buildings	Equipment
Expiring within one year	0	0	93,651	0
Within two to five years	104,960	35,658	110,424	7,306
After five years	63,310	0	90,950	19,088
	168,270	35,658	295,025	26,394

**18. Contingent Liability**

Heritable Property includes Martha House which was purchased during the year ended 31 March 2004. At the purchase date West Lothian Council held security over this property to the value of £75,000. This amount, repayable on sale of the property, reduces by equal annual instalments over 5 years, from April 2004. In the event of the sale of the property, the amount repayable at 31 March 2008 is therefore £Nil.

**19. Events after the Balance Sheet date**

Subsequent to the balance sheet date, the charity disposed of a property. 1 Bethany Home Farm was sold in April 2008 for proceeds of £325,500. The carrying value of this property at the balance sheet date was £137,623.