

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

**REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 MARCH 1998**

CHARITY REGISTRATION NUMBER: 208434



THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1998

Contents	Pages
Company information	1
Report of the Council	2 - 3
Auditors' report	4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7 - 11

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

COMPANY INFORMATION
AS AT 31 MARCH 1998

COUNCIL MEMBERS

N R Wheatley
D Jones
D J Vowles
L A M Prime
M E B Walters
J Jack
Mrs A Smith

GENERAL SECRETARY

M B Nwanwene

REGISTERED OFFICE

62 Bride Street
London
N7 8AZ

REGISTERED NUMBER

208434

AUDITORS

Morison Stoneham
Chartered Accountants
Moriston House
75 Springfield Road
Chelmsford
Essex
CM2 6JB

INVESTMENT BROKERS

Dennis Murphy Campbell
6 Broad Street Place
London
EC2M 7DA

PRINCIPAL BANKERS

Barclays Bank plc
Islington Branch
38 Islington Green
London
N1 8EH

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

COUNCIL MEMBERS' REPORT

The Council Members present their annual report with the financial statements of the Mission for the year ended 31 March 1998.

PRINCIPAL ACTIVITIES

The Mission maintains a comprehensive spiritual and social centre at its premises and further details can be obtained from the Annual Report of the Mission.

No significant change in the nature of these activities occurred during the year.

REVIEW OF THE MISSION'S ACTIVITIES

The net incoming resources after allowing for gains on investments of £233,432 and profit on sale of tangible fixed assets of £133,758 was £385,862. After also allowing for legacies, Council Members are pleased to report a year on year base surplus of £14,942 which is comparable with the £15,334 achieved last year.

YEAR 2000

Problems posed by the approaching Millennium year for computer hardware and software systems as well as electronic chips embedded in equipment and control systems are well documented.

This is a complex and pervasive issue. The operation of the Mission depends not only on its own computer systems, but also to some degree on those of its suppliers. This could expose the Mission to further risk in the event that there is failure by other parties to remedy their own Year 2000 issues.

The Mission's own computer hardware and software has been declared Year 2000 compliant in accordance with the British Standards Institute guidelines and shortly after the year end the Mission replaced its telephone system with a fully compatible system.

The Mission has considered the effect of failure to remedy Year 2000 issues by suppliers and have sought confirmation from its main agents that they have considered and remedied any Year 2000 problems. The Council do not consider that the potential cost of further compliance will be material.

COUNCIL MEMBERS

The Council Members in office in the year and at the beginning of the year (or on appointment if later) were as follows:

N R Wheatley	Chairman
D Jones	Vice chairman
D J Vowles	Hon. Treasurer
L A M Prime	
M E B Walters	
J Jack	
Mrs A Smith	Appointed 13 June 1997

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

COUNCIL MEMBERS' REPORT

COUNCIL MEMBERS' RESPONSIBILITIES

Company law requires the Council Members to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Mission as at the end of the financial year and of the income and expenditure of the Mission for that period. In preparing those financial statements, the Council Members are required to:

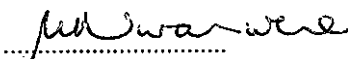
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with applicable Accounting Standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements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

The Council Members are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Mission and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Mission and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, Morison Stoneham, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

On behalf of the Council:


.....
M B Nwanwene
General Secretary

Approved by the board: 10 July 1998

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

AUDITORS' REPORT

We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and on the basis of accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF THE COUNCIL MEMBERS AND AUDITORS

As described in the Council Members' report, the Council is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards 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 judgements made by the council members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Mission'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 as to whether 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 of the state of affairs of the Mission as at 31 March 1998 and of its incoming resources and application of resources, including its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



.....
Morison Stoneham
Chartered Accountants
Registered Auditors
Moriston House
75 Springfield Road
Chelmsford
Essex
CM2 6JB

17th July 1998.

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 1998

	Notes	1998 £	1997 £
INCOME AND EXPENDITURE			
Incoming Resources			
Church collections and covenants from members		8,562	9,515
Supporters' donations and covenants		1,873	2,390
Grants		1,427	1,449
Legacies		3,730	-
Rental income		8,378	10,525
Investment income	2	67,348	64,695
Profit on sale of tangible assets		133,758	-
Total Incoming Resources		225,076	88,574
Expenditure			
Staff costs	3	37,999	36,144
Rates		2,375	1,562
Insurance		2,197	2,200
Light and heat		3,762	3,940
Repairs and maintenance		7,481	13,593
Printing, postage and stationery		5,302	2,770
Advertising		279	127
Telephone		982	664
Travelling expenses		2,162	2,930
Legal and professional fees		1,542	1,942
Audit fees		1,954	1,792
Charitable expenditure		4,478	3,256
Sundry expenses		739	1,104
Depreciation		1,394	1,216
Total Expenditure		72,646	73,240
NET INCOMING RESOURCES	4	152,430	15,334
Gains on investments	5	233,432	26,938
NET MOVEMENT IN FUNDS		385,862	42,272
BALANCE BROUGHT FORWARD		1,112,744	1,070,472
SURPLUS CARRIED FORWARD	13	1,498,606	1,112,744

Continuing operations

None of the Mission's activities were acquired or discontinued during the above two financial years.

The notes on pages 7 to 11 form part of these financial statements.

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

BALANCE SHEET
AT 31 MARCH 1998

	Notes	£	1998 £	£	1997 £
FIXED ASSETS					
Tangible assets	8		309,059		123,131
Investments	9		1,130,550		946,621
			<u>1,439,609</u>		<u>1,069,752</u>
CURRENT ASSETS					
Stocks	10	1,657		1,714	
Debtors	11	13,862		15,130	
Cash at bank and in hand		46,463		30,509	
		<u>61,982</u>		<u>47,353</u>	
CREDITORS: amounts falling due within one year					
	12	(2,985)		(4,361)	
NET CURRENT ASSETS			<u>58,997</u>		<u>42,992</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,498,606</u>		<u>1,112,744</u>
FUNDS					
Accumulated income fund	13		1,498,606		1,112,744
TOTAL FUNDS	14		<u>1,498,606</u>		<u>1,112,744</u>

The financial statements were approved by the Council on 10 July 1998 and signed on its behalf by:

N R Wheatley



) Council Members

D J Vowles



)

The notes on pages 7 to 11 form part of these financial statements.

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1998

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow statements".

Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Equipment, fixtures and tools	20% on cost
-------------------------------	-------------

No depreciation is provided on freehold buildings as it is the Mission's policy to maintain these so as to extend their useful lives. The maintenance charge in this respect is charged as expenditure in the year it is incurred. The Mission operates a designated fund in respect of building costs as shown in note 13.

Sundry equipment purchases are written off in the statement of financial activities in the year of purchase.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Investments

Investments held as fixed assets are stated at market value.

Dividends are brought to account in the statement of financial activities when received.

Pension costs

The Mission operates a defined contribution pension scheme. Contributions payable to this scheme are charged in the statement of financial activities in the period to which they relate. These contributions are invested separately from the Mission's assets.

2. INVESTMENT INCOME

	1998 £	1997 £
Income from listed investments on the London Stock Exchange	64,424	62,746
The Charities Official Investment Fund	771	762
Deposit account interest	2,153	1,187
	<hr/> 67,348	<hr/> 64,695

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1998

3. INFORMATION ON COUNCIL MEMBERS AND EMPLOYEES

	1998	1997
	£	£
Staff costs		
Wages and salaries	33,480	32,065
Social security costs	1,994	2,159
Other pension costs	2,525	1,920
	<u>37,999</u>	<u>36,144</u>
	1998	1997
	No.	No.
The average monthly number of employees during the year was made up as follows:		
Mission work	4	4
Administration	1	1
	<u>5</u>	<u>5</u>

The Council Members constitute directors under the provisions of The Companies Act and received no remuneration during the year.

4. NET INCOMING RESOURCES

Net Incoming Resources are stated:	1998	1997
	£	£
After charging:		
Depreciation of fixed assets	1,394	1,216
Auditors' remuneration	1,954	1,792
	<u>3,348</u>	<u>3,008</u>

5. GAINS ON INVESTMENTS

	1998	1997
	£	£
Realised Gains on listed investments	69,873	3,471
Unrealised Gains on listed investments	163,559	23,467
	<u>233,432</u>	<u>26,938</u>

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1998

6. PENSION COSTS

Defined contribution scheme

The Mission operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Mission in an independently administered fund. The pension cost charge represents contributions payable by the Mission to the fund and amounted to £2,525 (1997:£1,920).

7. TAX ON ORDINARY ACTIVITIES

The Mission is not liable to income tax or corporation tax on its income under the provisions of section 505 of the Income and Corporation Taxes Act 1988.

8. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Fixtures and fittings £	Total £
Cost:			
At 1 April 1997	130,309	30,695	161,004
Additions	210,414	3,399	213,813
Disposals	(26,805)	-	(26,805)
At 31 March 1998	313,918	34,094	348,012
Depreciation:			
At 1 April 1997	8,900	28,973	37,873
Charge for year	-	1,394	1,394
On disposals	(314)	-	(314)
At 31 March 1998	8,586	30,367	38,953
Net book value:			
At 31 March 1998	305,332	3,727	309,059
At 31 March 1997	121,409	1,722	123,131
		1998	1997
		£	£
Analysis of net book value of land and buildings:			
Freehold		305,332	121,409

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1998

9. INVESTMENTS

	Beginning of year	Additions	Revaluation	Disposals	End of year
	£	£	£	£	£
Market valuation:					
Other investments	946,621	282,725	163,559	(262,355)	1,130,550

The historical cost of investments included above is as follows:

Shares:

	1998 £	1997 £
Listed:		
U.K. Stock Exchange	836,347	764,042

10. STOCKS

	1998 £	1997 £
Goods for resale	71	59
Sundry consumables	1,586	1,655
	1,657	1,714

There is no material difference between the replacement cost of stocks and their balance sheet amounts.

11. DEBTORS

	1998 £	1997 £
Prepayments and accrued income	13,862	15,130

12. CREDITORS: amounts falling due within one year

	1998 £	1997 £
Other taxes and social security costs	547	511
Accruals and deferred income	2,438	3,850
	2,985	4,361

THE ST GILES CHRISTIAN MISSION
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1998

13. ACCUMULATED FUNDS

	1998	1997
	£	£
Net movement in funds for the financial year	385,862	42,272
Opening members' funds	1,112,744	1,070,472
Closing members' funds	<u>1,498,606</u>	<u>1,112,744</u>

The accumulated funds of the Charity include the following designated funds which have been set aside by the Council for specific purposes.

Building Maintenance Fund

Opening balance	50,718	39,443
New designations	11,839	11,275
Closing balance	<u>62,557</u>	<u>50,718</u>

14. RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS

	1998	1997
	£	£
Net movement for the financial year	385,862	42,272
Opening members' funds	1,112,744	1,070,472
Closing members' funds	<u>1,498,606</u>	<u>1,112,744</u>

In the event of a winding up any remaining funds of the Charity would revert to the Charity Commission.

15. RELATED PARTY DISCLOSURES

The Council Member Mr M E B Walters is an associate of the Mission's investment brokers. All of the Mission's investment movements during the year were transacted through these brokers. The cost of this service was provided on normal terms and has been netted against the relevant purchase costs or proceeds. At the end of the year there were no balances due to or from the investment brokers.