

Company Registration Number 1648879
Charity Number 285474
Scottish Charity Number SC040681

Cansdales
Bourbon Court
Nightingales Corner
Little Chalfont
Buckinghamshire
HP7 9QS

t. 01494 765428
f. 01494 541800/763911
e. mailto@cansdales.co.uk
www.cansdales.co.uk

SATURDAY



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19/09/2009
COMPANIES HOUSE

LUIS PALAU EVANGELISTIC TEAM

FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31 DECEMBER 2008

THE LUIS PALAU EVANGELISTIC TEAM

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

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THE LUIS PALAU EVANGELISTIC TEAM

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

The board of directors

Simon Berry
Ernest Howie
Gospatric Home
Dr Luis Palau
Grace Payne
Lady Susan Sainsbury
Colin Saunders
Michael Spratt

Company secretary

Nigel Gordon

Registered office

Bourbon Court
Nightingales Corner
Little Chalfont
Bucks HP7 9QS

Auditors

Cansdales
Chartered Accountants & Registered Auditors
Bourbon Court
Nightingales Corner
Little Chalfont
Bucks HP7 9QS

Bankers

Barclays Bank Plc
Sycamore Road
Amersham
Bucks
HP6 5DT

THE LUIS PALAU EVANGELISTIC TEAM

DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2008

The directors present their report and the financial statements of the charitable company for the year ended 31 December 2008.

LEGAL STATUS

The company, which is limited by guarantee, is registered as a charity under number 285474. The word "Limited" is omitted from the company's name under the provisions of section 30 of the Companies Act 1985.

PRINCIPAL ACTIVITY

The principal activity of the charitable company during the year was to advance the evangelical Christian faith in the United Kingdom and throughout the world by such charitable means as the company determined.

REVIEW OF THE YEAR AND FUTURE ACTIVITIES

2008 was the busiest for many years in the Association's history with BucharestFest taking place in the heart of Bucharest. In addition to the extreme sports, childrens area and concerts taking place in the Parcul Izvor there were two other, more classical concerts plus 10 affinity events around the capital. NGA missions took place in Macedonia (1), Poland (1) and Romania (7) including the Medical Mission in the Piatra Neamt area.

RESULTS

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

THE DIRECTORS

The directors who served the charitable company during the year and to the date of this report were as follows:

Simon Berry
Gospatric Home
Ernest Howie
Dr Luis Palau

Grace Payne
Lady Susan Sainsbury
Michael Spratt
Colin Saunders

According to the Articles of Association there must be a minimum of three directors and a maximum of twelve directors. All directors must be members of the charitable company. Additional directors may be appointed by the existing directors subject to the new director resigning and offering himself for re-election at the next Annual General Meeting. One third of the directors must resign at each Annual General Meeting and being eligible may offer themselves for re-election.

RESERVES POLICY

It is the policy of the charitable company to maintain unrestricted funds, which are the free reserves of the charitable company, at a level to cover approximately two months management and administration costs in the event of a significant drop in funding. Unrestricted funds were maintained at this level throughout the year. This policy will be reviewed annually by the Board. Unrestricted funds not invested in fixed assets or investments and not otherwise designated by the Board were £43,491 at 31 December 2008 (2007: £50,812).

RISK MANAGEMENT

The directors have examined the major strategic and operational risks which the charitable company faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

THE LUIS PALAU EVANGELISTIC TEAM

DIRECTORS' REPORT *(CONTINUED)*

YEAR ENDED 31 DECEMBER 2008

STATEMENT OF DIRECTORS RESPONSIBILITIES

The directors are responsible for preparing financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company at the end of the year and of the surplus or deficit for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

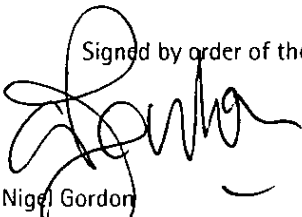
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding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

So far as each of the directors are aware at the time this report was signed, there is no relevant audit information of which the auditors are unaware, and the directors have taken all steps which they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

These financial statements were prepared in accordance with the Companies Act 1985, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued March 2005, and the accounting provisions of the Charities Act 1993.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Registered office:
Bourbon Court
Nightingales Corner
Little Chalfont
Bucks HP7 9QS

Signed by order of the directors

Nigel Gordon
Company secretary

Approved by the directors on: 7 September 2009

THE LUIS PALAU EVANGELISTIC TEAM

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 31 DECEMBER 2008

We have audited the financial statements of Luis Palau Evangelistic Team for the year ended 31 December 2008 which comprise the Statement of Financial Activities (incorporating the Income and Expenditure Account), the Balance Sheet and the related notes numbered 1 to 11 which have been prepared under the historical cost convention and the accounting policies set out in note 1.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 opinion we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND THE AUDITOR

The responsibility of the trustees (who are also the directors of The Luis Palau Evangelistic Team for the purpose of company law) for preparing the Directors' 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 Directors' Responsibilities in the Directors' Report.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK 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. We also report to you whether the information given in the Directors' annual report is consistent with the financial statements.

In addition we report to you if, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the charitable company is not disclosed.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK 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 judgements made by the directors 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.

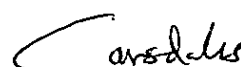
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 charitable company's affairs as at 31 December 2008 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and the financial statements have been properly prepared in accordance with the Companies Act 1985 and the information provided in the Directors' Report is consistent with the financial statements.

Date: 7 September 2009

Bourbon Court
Nightingales Corner
Little Chalfont
Bucks HP7 9QS



CANSDALES
Chartered Accountants
& Registered Auditors

THE LUIS PALAU EVANGELISTIC TEAM

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME & EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2008

| | Note | Unrestricted funds | Restricted funds | Total 2008 | Total 2007 £ |
|---|------|-----------------------|---------------------|----------------|--------------------|
| Incoming resources | | | | | |
| Incoming resources from generated funds | | | | | |
| Voluntary Income | | 188,076 | 59,623 | 247,699 | 146,086 |
| Activities for generating funds | | 146 | - | 146 | 252 |
| Investment income | | 2,867 | - | 2,867 | 3,294 |
| Incoming resources from charitable activities | | | | | |
| Mission costs recovered | | 44,628 | - | 44,628 | 16,757 |
| Total incoming resources | | 235,717 | 59,623 | 295,340 | 166,389 |
| Resources expended | | | | | |
| Costs of generating funds: | | | | | |
| Costs of generating voluntary income | | | | | |
| Fundraising and publicity | | 25,906 | - | 25,906 | 26,995 |
| Fundraising Trading: cost of goods sold and other costs | | | | | |
| Cost of books and leaflets | | 22 | - | 22 | 15 |
| Charitable activities | | | | | |
| Evangelistic mission | | 210,780 | 56,797 | 267,577 | 171,245 |
| Governance costs | | 5,331 | - | 5,331 | 5,095 |
| Total resources expended | 2 | 242,039 | 56,797 | 298,836 | 203,350 |
| Net Income/(Expenditure) for the year | | (6,322) | 2,826 | (3,496) | (36,961) |
| Total funds brought forward | | 64,079 | 14,386 | 78,465 | 115,426 |
| Total funds carried forward | 8,9 | 57,757 | 17,212 | 74,969 | 78,465 |

The charitable company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charitable company are classed as continuing.

THE LUIS PALAU EVANGELISTIC TEAM

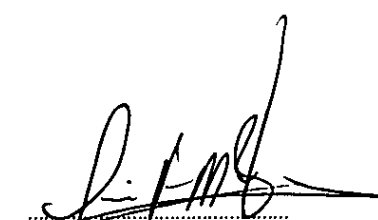
BALANCE SHEET

31 DECEMBER 2008

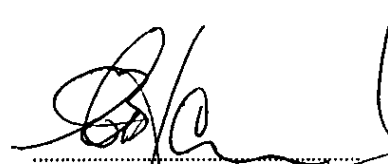
| | Note | 2008 £ | £ | 2007 £ | £ |
|--|------|----------------|---------------|----------------|---------------|
| Fixed assets | | | | | |
| Tangible assets | 5 | | - | | - |
| Current assets | | | | | |
| Debtors | 6 | 5,219 | | 2,090 | |
| Cash at bank | | <u>75,587</u> | | <u>82,192</u> | |
| | | 80,806 | | 84,282 | |
| Creditors: amounts due within one year | 7 | <u>(5,837)</u> | | <u>(5,817)</u> | |
| Net current assets | | | 74,969 | | 78,465 |
| Total assets less liabilities | | | <u>74,969</u> | | <u>78,465</u> |
| Unrestricted funds | | | | | |
| Designated funds | | | 14,266 | | 13,266 |
| General funds | | | <u>43,491</u> | | <u>50,813</u> |
| | | | 57,757 | | 64,079 |
| Restricted funds | | | <u>17,212</u> | | <u>14,386</u> |
| Total funds | 8,9 | | <u>74,969</u> | | <u>78,465</u> |

These financial statements have been prepared in accordance with the special provisions for smaller companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

These financial statements were approved by the Board of Directors on 7 September 2009 and are signed on their behalf by:



SIMON BERRY



COLIN SAUNDERS

THE LUIS PALAU EVANGELISTIC TEAM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007), the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP), and the special provisions of part VII of the Companies Act 1985 relating to small companies.

Incoming resources, including donations

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 recognised on the legacy being received.

Grants are included as donations.

Any income received for a period other than the accounting year has been apportioned over the period to which it relates.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of Value Added Tax which cannot be recovered. Certain expenditure is directly attributable to specific activities and has been allocated to those cost categories.

Support costs have been apportioned to the cost centres of costs of generating funds, fundraising trading, charitable activities and governance costs in accordance with the requirements of the SORP. Governance costs comprise all costs relating to the public accountability of the charitable company and its compliance with regulation and good practice.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

| | |
|--------------------------------|---------------------|
| Computers and office equipment | - 25% straight line |
| Motor vehicles | - 25% straight line |

Items of equipment are capitalised where the purchase price exceeds £1,000.

Stocks

Stocks are publications held for resale and are valued at the lower of cost and net realisable value after making allowances for obsolete and slow moving items.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

Pension costs consist of contributions made by the charitable company to the employees' personal pension schemes. Contributions to these schemes are charged in the SOFA as they become payable in accordance with the rules of the schemes.

THE LUIS PALAU EVANGELISTIC TEAM

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES *(CONTINUED)*

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Tax status

The charitable company is a registered charity and therefore it is not assessable to corporation tax on any surplus charitable funds.

Funds accounting

Funds held by the charitable company are:

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

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

Restricted funds – these are funds which can only be used for particular purposes within the objects of the charitable company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The nature and purpose of each fund is explained further in the notes to the financial statements.

2. RESOURCES EXPENDED

| | Staff costs | Mission costs | Travel | Other costs | Support costs | Total 2008 | Total 2007 £ |
|---|----------------|------------------|--------|----------------|------------------|---------------|--------------------|
| Cost of generating funds: | | | | | | | |
| Fund raising and publicity | 12,550 | 4,474 | - | - | 8,882 | 25,906 | 26,995 |
| Fundraising trading; cost of goods sold and other costs | | | | | | | |
| Cost of books and leaflets | - | 22 | - | - | - | 22 | 15 |
| Charitable activities: | | | | | | | |
| Evangelistic mission | 57,737 | 170,776 | 3,531 | - | 35,533 | 267,577 | 171,245 |
| Governance costs | - | - | - | - | 5,331 | 5,331 | 5,095 |
| Support costs | 22,579 | - | - | 27,167 | (49,746) | - | - |
| Total | 92,866 | 175,272 | 3,531 | 27,167 | - | 298,836 | 203,350 |

THE LUIS PALAU EVANGELISTIC TEAM

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2008

3. SUPPORT COSTS

Other support costs comprise:

| | Total 2008 | Total 2007 |
|----------------------------------|---------------|---------------|
| | £ | £ |
| Audit | 3,187 | 2,449 |
| Accountancy | 1,795 | 1,595 |
| Rent and Rates | 5,376 | 5,424 |
| Insurance | 1,498 | 1,032 |
| Technical support | 2,028 | 2,085 |
| Repairs and maintenance | 1,251 | 1,035 |
| Telephone | 4,154 | 4,852 |
| Postage, printing and stationary | 6,464 | 6,227 |
| Subscriptions | 388 | 1,215 |
| Depreciation | - | 4,399 |
| Board expenses | 349 | 1,051 |
| Bank charges | 676 | 1,000 |
| Sundry | - | (299) |
| | <u>27,166</u> | <u>32,065</u> |

Operating leases totalling £5,400 were paid during the year (2007: £5,400).

4. STAFF COSTS AND DIRECTORS' REMUNERATION

The aggregate payroll costs were:

| | 2008 | 2007 |
|-----------------------|---------------|---------------|
| | £ | £ |
| Wages and salaries | 75,432 | 75,234 |
| Polish consultant | 6,600 | 6,600 |
| Social security costs | 7,629 | 7,664 |
| Pension costs | 3,204 | 3,200 |
| | <u>92,865</u> | <u>92,698</u> |

No employee was paid at a rate in excess of £60,000 per annum.

The average number of staff employed by the charitable company during the financial year was three (2007: three).

No emoluments were paid to any of the directors during the year (2007: £Nil) nor to any persons connected with them (2007: £Nil). No expenses were reimbursed to directors during the year (2007: £Nil).

THE LUIS PALAU EVANGELISTIC TEAM

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2008

5. TANGIBLE FIXED ASSETS

| | Office equipment £ | Motor vehicles £ | Total £ |
|--|--------------------------|------------------------|------------|
| Cost | | | |
| At 1 January 2008 and 31 December 2008 | 29,551 | 13,235 | 42,786 |
| Depreciation | | | |
| At 1 January 2008 and 31 December 2008 | 29,551 | 13,235 | 42,786 |
| Net book value | | | |
| At 31 December 2008 | - | - | - |
| At 31 December 2007 | - | - | - |

All of the assets are used for direct charitable purposes and for the management and administration of the charitable company.

6. DEBTORS

| | 2008 £ | 2007 £ |
|---------------|-----------|-----------|
| Other debtors | 3,928 | 427 |
| Prepayments | 1,291 | 1,663 |
| | 5,219 | 2,090 |

7. CREDITORS: Amounts falling due within one year

| | 2008 £ | 2007 £ |
|-----------------------|-----------|-----------|
| Other creditors | 714 | 904 |
| Pension contributions | 923 | 913 |
| Accruals | 4,200 | 4,000 |
| | 5,837 | 5,817 |

THE LUIS PALAU EVANGELISTIC TEAM

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2008

8. MOVEMENTS ON FUNDS

| | At 1 January 2008 | Incoming resources | Outgoing resources | Transfers | At 31 December 2008 |
|--------------------------|----------------------|-----------------------|-----------------------|-----------|---------------------------|
| | £ | £ | £ | £ | £ |
| Restricted funds: | | | | | |
| LPEA Africa | 948 | - | - | - | 948 |
| Missionaries | 13,438 | 59,623 | (56,797) | - | 16,264 |
| Total restricted funds | 14,386 | 59,623 | (56,797) | - | 17,212 |
| Unrestricted funds | | | | | |
| Pre-mission expenditure | 13,266 | 97,278 | (96,278) | - | 14,266 |
| Total designated funds | 13,266 | 97,278 | (96,278) | - | 14,266 |
| General funds | 50,813 | 138,439 | (145,761) | - | 43,491 |
| Total unrestricted funds | 64,079 | 235,717 | (242,039) | - | 57,757 |
| | | | | | - |
| Total funds | 78,465 | 295,340 | (298,836) | - | 74,969 |

LPEA Africa – support for the provision of follow up literature and resources after mission talks in Africa.

NGA Evangelists – represents funds held for the use of missionaries towards their general mission costs.

Pre-mission expenditure – fund to provide grants or loans to meet initial expenses on future missions operated by independent local organisers.

9. ANALYSIS OF NET ASSETS

| | Other net assets | Total |
|--------------------------|------------------|--------|
| | £ | £ |
| Restricted funds | 17,212 | 17,212 |
| Designated funds | 14,266 | 14,266 |
| Other unrestricted funds | 43,491 | 43,491 |
| | 74,969 | 74,969 |

10. COMPANY LIMITED BY GUARANTEE

The guarantee of the members is limited to £100 each whilst they are a member and for twelve months after ceasing to be a member. There were eight members at 31 December 2008 (2007: Eight).

11. OPERATING LEASES

As at 31 December 2008 the charitable company had annual commitments under non-cancellable operating leases as set out below. These operating leases relate to the rental of offices and office equipment.

| | 2008 | 2007 |
|---------------------|-------|-------|
| | £ | £ |
| Leases expiring in: | | |
| Less than one year | 5,400 | 5,400 |
| Two to five years | - | - |
| | 5,400 | 5,400 |