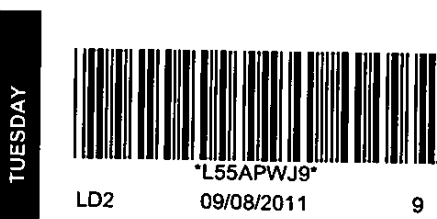


Company number 3546759

Clarendon Trust Limited
Report and Financial Statements
Year ended 31 December 2010



CLARENDON TRUST LIMITED

Financial Statements - 31 December 2010

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CLARENDON TRUST LIMITED

TRUSTEES' ANNUAL REPORT

REFERENCE AND ADMINISTRATIVE DETAILS

Clarendon Trust Limited is a registered charity (number 1069942) and a company limited by guarantee (number 3546759)

Its registered office is
21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

The Trustees throughout the year, (unless otherwise shown), and at the date the report is signed were

K H Brooks
S J Horne
P L J Jarvis
N D Jones
S S Radley (resigned 25th January 2011)
N D Ring
K Wintermeyer
H Evans
J Foreman
I Bailey
K Stevens (appointed 23rd November 2010)

Company Secretary
A Davis

The senior staff of the charity throughout the year were
S Boon - Elder
A Preston - Elder
S Walford - Elder
J Virgo - Elder

The church meeting place is
Church of Christ The King
The Clarendon Centre
New England Street
Brighton
East Sussex
BN1 4GT

The company's advisors are

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

Registered Auditors
BDO LLP
Emerald House, East Street
Epsom, Surrey
KT17 1HS

Solicitors
Charles Russell
8 - 10 New Fetter Lane
London
EC4A 1RS

CLARENDON TRUST LIMITED

Trustees' Report – continued

The trustees present their report and the financial statements for the year ended 31 December 2010. The financial statements have been prepared in accordance with the accounting policies set out on pages 13 and 14 and comply with the current statutory requirements, the memorandum and Articles of Association, and the Statement of Recommended Practice Accounting and Reporting by Charities 2005.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The company was incorporated on 16 April 1998, and was registered as a charity, registered number 1069942 on 5 June 1998. It is governed by its Memorandum and Articles of Association.

The company is limited by guarantee and has no share capital. The liability of the members is £10 each in the event of the company being wound up. The charity is also known as Church of Christ The King.

Potential new trustees are recommended by the Elders of the church and are appointed if considered suitable following interview by the existing trustees. The induction process for trustees involves supplying them with copies of the Memorandum & Articles of Association, recent Accounts and Minutes of trustees' Meetings. They are also shown the work of Clarendon Trust Limited and meet with the senior staff. Opportunities for training are also made available through our lawyers and auditors. Trustees meet regularly through the year and all the major decisions of the charity are made with them in consultation with the church Elders.

Friends First is connected with Clarendon Trust Ltd (of 17 Clarendon Villas, Hove, East Sussex BN3 3RE) in that the charities have common trustees and Clarendon Trust Ltd is the sole corporate member of Friends First.

RISK MANAGEMENT

The trustees have recognised the importance of assessing and managing risk associated with the charity's objectives. The process of identifying risk is ongoing and has been an essential part of the management of the charity for some years. Clarendon Trust and its subsidiary Friends First have a set of comprehensive policies and rules in place to ensure ongoing identification, management and documentation of foreseeable risks.

Financial Sustainability is monitored through the Finance Department, Trustee meetings and sub-committees. Regular management accounts give an up-to-date picture of Clarendon Trust financial position each month.

Attention has also been focussed on non-financial risks arising from fire, health and safety, and food hygiene. Members of staff undergo relevant training on a regular basis. A comprehensive insurance policy exists to ensure that all insurable risks are covered. CRB checks are in place to safeguard young people and minimise the risk of inappropriate persons being involved in pastoral and youth work.

OBJECTIVES AND ACTIVITIES

The main objectives of the charitable company are to advance the Christian faith, to provide assistance for aged persons and those in conditions of need, hardship or distress, and to make gifts, donations or loans to any charitable religious institution. These objectives have not changed during the year.

Clarendon Trust Limited aims to encourage, equip and care for members of the church in Brighton and Hove as well as to work with individuals and organisations in the United Kingdom and internationally who share the charity's vision and values.

CLARENDON TRUST LIMITED

Trustees' Report – continued

The key elements of the charity's strategy are -

- to preach and spread the message of the Christian gospel,
- to build and grow a community of believers who demonstrate Christian love for one another,
- to equip people for works of service both locally and internationally, and
- to engage with the local community through acts of service with a particular emphasis on the poor

The charitable company receives a certain amount of voluntary help. It is not possible to quantify the value of this.

OBJECTIVES AND ACTIVITIES OF FRIENDS FIRST

The main objectives of the charitable company are to provide assistance for persons in conditions of need, hardship or distress, to advance the Christian faith, and to make gifts, donations or loans to any charitable religious institution. These objectives have not changed during the year.

The principal activity of the charity is the provision of supported housing at 60 Wilbury Road, Hove, BN3 3PA.

The vision statement of the Friends First Resettlement Programme is to see people in need equipped to achieve sustained independence.

Friends First is a partner agency in Brighton and Hove City Council's Single Homeless Strategy, and has been a provider to the Supporting People programme for Brighton and Hove since April 2003.

Friends First's experience and research had identified a need for a residential unit. The objective was to provide an environment which prepared residents to live independently, but work on the challenges of living and relating with others, and peacefully living within the wider community. The target client group, those with a history of multiple personal problems resulting in chronic homelessness, indicated the need for a robust support team and environment, 24 hour cover, and a proactive and individually tailored programme for each resident, including a comprehensive life skills programme to equip residents for independent living over a period of up to 2 years.

The Supported Housing Unit ("SHU") provides a house with twelve bed sitting rooms each equipped with basic cooking facilities, and communal facilities for the domestic, life skills training, and recreational needs of the residential community. A team of Christian staff comprising a manager, an assistant manager, five support workers, and a part-time administrative assistant staffs the SHU. Maintaining a well trained and highly motivated professional staff team is essential to achieving our goals.

All residents are accepted on the programme on the understanding that they will be engaging in a demanding programme designed to equip them with the knowledge, skills and attitudes necessary to achieve sustained independence.

Principally the Brighton and Hove Supporting People team refer residents. Every application is assessed on the basis of their needs, and the risks that they may represent within a residential unit, against our established referral and eligibility criteria. Every resident has an individual support plan agreed in the assessment phase. This is then regularly reviewed throughout their stay. Successful applicants agree to engage in 10 hours of life skills training each week. The various elements are designed to equip the resident to achieve sustained independence, and to meet the objectives of their individual support plan.

CLARENDON TRUST LIMITED

Trustees' Report – continued

ACHIEVEMENTS AND PERFORMANCE FOR PUBLIC BENEFIT

The trustees confirm that they have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities

Church of Christ the King was founded 30 years ago. In this time we have sought to have a strategy which would bring blessing to the local City, the UK and internationally to the nations. This report reflects aspects of each of these 3 components

1 Giving

Over the year church members have given approximately £1.5m, including recovery of tax through Gift Aid. This has been used both for the active ministries of the church and for gifts to other charitable causes both in the UK and internationally

2 Church family

Membership has remained fairly constant during 2010 with people joining and leaving in similar numbers. There continue to be over 40 nations represented in our Sunday congregation. Our Student ministry has remained constant at around 250. Those whom we are in contact with and continue to visit us on a Sunday, but are not in membership, continued to grow during 2010.

There are various ministries to specific groups

- (i) New Horizons (over 50s) provided a weekly meeting for about 20 older members and visits to those who are housebound
- (ii) Marriage preparation continued during 2010. We met with 18 engaged couples, 16 of these have either started or completed marriage preparation material with church members
- (iii) Our Parenting department was integrated into a new department encompassing a wider Family Life remit and seminars continued to run with 18 couples attending "Biblical Parenting"

3 Development of leadership

- (i) We continued to provide training to both our own leaders and those from other churches through a Leadership Training programme spread across 2-3 years
- (ii) Also, a number of existing and potential leaders have continued to be involved in a discipleship programme through meeting with the elders each Saturday morning. This is happening on a monthly basis

4 Evangelism

Sharing the good news of the gospel is core to our life as a church. Through the Alpha Course, a follow up Beta course and various events, the opportunity was made for hundreds to hear the gospel. Many found a new faith and were baptised.

5 Young People

Regular teaching on a Sunday was given to all age groups of our young people. This included the Lighthouse, a safe and supported environment for those with some form of learning difficulty.

CLARENDON TRUST LIMITED

Trustees' Report – continued

ACHIEVEMENTS AND PERFORMANCE

6 Social Action

This continued to be an important area for us during 2010

- (i) **Friends First** The Monday evening drop in for street people continued to serve about 70 regularly attending for a meal and to enjoy friendship
- (ii) **Supported Housing Unit** We were able to develop further the residential ministry in parallel with our related charity to help street homeless become equipped to move towards independent living. The project has also secured funding for the next three years
- (iii) During 2010 **Alternatives** supported 125 women and their partners/families, facing either, an unplanned pregnancy or a pregnancy loss (miscarriage or abortion) through pregnancy testing, counseling and practical help. Our committed team of 16 advisors continued to work in central Brighton and in a family centre in the Western area of the city
- (iv) **Citylight**. The decision was made at the end of the year to close this project. The funding for the manager post came to an end on 31 December 2010. The project had benefitted 171 women through outreach, 1:1 support, and preventative work with vulnerable young women in hostels
- (v) **Money Matters** has been running for four years offering free advice and help to those facing personal money problems primarily within our own congregation but also with some from the community. Due to a number of key personnel standing down we had to discontinue the service in the summer. We have however explored the possibility of assisting another local church launch a similar service and this has now been established

7 International Outreach

We continued to be involved with the family of New Frontiers churches around the world and to play our part in supporting the release of church planters. We have also regularly contributed financially to the wider ministry through New Frontiers

FINANCIAL REVIEW

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

The Consolidated Statement of Financial Activities on page 10 shows total net incoming resources of £61,785 (2009 £72,083). The charitable company has continued to fund, out of the general fund, a variety of projects and activities which are in line with its stated objectives. The level of activity for the year was satisfactory. There was a balance of £1,401,678 (2009 £1,286,235) on the unrestricted funds at the year end.

The principal restricted fund operated by the charity is the building fund. This has been used to fund the purchase and construction of the Clarendon Centre. There is also a designated fund to meet the cost for proposed building work. The trustees are currently finalising how to proceed with this taking into account the best interests of the Trust.

The main asset of the charitable company is the freehold property known as the Clarendon Centre, which is used as a church meeting place. Additionally in 2002 a property was purchased for the purpose of establishing a Supported Housing Unit. From 1 January 2003 the activities of the Supported Housing Unit were transferred to Friends First, a company limited by guarantee and registered as a charity, established for this purpose. The results of Friends First, as a subsidiary, are consolidated into these financial statements and are included within restricted funds.

The charitable company is dependent upon the continued receipt of donated income. At the year end its financial position was satisfactory.

CLARENDON TRUST LIMITED

Trustees' Report – continued

RESERVES POLICY

Clarendon Trust's reserves policy is to maintain a sufficient level of reserves to enable operating activities to be maintained, taking account of potential risks and contingencies that may arise from time to time

The policy is reviewed annually by the Trustees

The charity has a number of restricted and designated funds, details of which are given in notes 12 and 13 to the financial statements. These funds which would only be realised by disposing of fixed assets held for charity use are also excluded from the figure for free reserves

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

The trustees consider that the charity needs to maintain free reserves of three months unrestricted expenditure. At 31 December 2010, free reserves were £588,247 compared to a figure of £503,219 for three months unrestricted expenditure and were therefore slightly in excess of this target

PLANS FOR FUTURE PERIODS

Clarendon Trust Limited's key objectives for the future are to continue the communication of the Christian gospel in a clear and contextually relevant way and to develop the growing work of service to the community and internationally both through the work of the charity as an organisation and through the individual members of it

During 2010 we have continued to meet through three Sunday Services and this has enabled us to keep growing. The Leadership of the Trust have a strategic and financial plan which is shaping major decisions. The primary aim of this plan is to see continued growth in our Sunday congregations, more effective care of our membership and continued outreach to those in need in our society

TRUSTEES RESPONSIBILITIES

The trustees, who are also directors for Companies Act purposes, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and regulations

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period

In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,

CLARENDON TRUST LIMITED

Trustees' Report – continued

TRUSTEES RESPONSIBILITIES

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The trustees 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.


AUDITORS

All of the current trustees have taken all steps that they ought to have taken to make themselves aware of any information needed by the Trusts' auditors for the purposes of their audit and to establish that the auditors are aware of that information. The trustees are not aware of any relevant information of which the auditors are unaware.

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

Approved by the trustees on *26 July 2011* and signed on their behalf by

N D Ring
Trustee



21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF CLARENDON TRUST LIMITED

We have audited the financial statements of Clarendon Trust Limited for the year ended 31 December 2010 which comprise the Group Statement of Financial Activities, the Group and Parent Charitable Company Balance Sheets, the Group Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's 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 charity'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 charity and the charity'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 Trustees' Responsibilities Statement (set out on pages 6 and 7), 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2010, and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF CLARENDON TRUST LIMITED

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

- the parent charitable company has not kept adequate accounting records, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent charitable company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

BDO LLP

Don Bawtree Senior Statutory Auditor
for and on behalf of BDO LLP, Statutory Auditor
Epsom

United Kingdom

Date *26 July 2011*

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

CLARENDON TRUST LIMITED

Consolidated Statement of Financial Activities (including income and expenditure account) For the Year Ended 31 December 2010

INCOMING RESOURCES	Notes	Unrestricted funds	Restricted funds	Total funds 2010	Total funds 2009
		£	£	£	£
Incoming resources from generated funds					
Voluntary income	2	1,967,922	66,431	2,034,353	2,039,960
Investment income		6,503	-	6,503	5,410
Incoming resources from charitable activities					
Supported Housing		-	250,139	250,139	234,446
Conferences and other events		130,458	-	130,458	138,371
Trading activities		31,034	-	31,034	28,700
Total incoming resources		<u>2,135,917</u>	<u>316,570</u>	<u>2,452,487</u>	<u>2,446,887</u>
Resources expended					
Cost of generating funds					
Fundraising and publicity		27,105	-	27,105	27,732
Charitable activities					
Conference costs		41,632	-	41,632	32,557
Bookshop costs		25,442	-	25,442	33,322
Pastoral costs		1,203,617	52,923	1,256,540	1,269,577
Mission support costs		698,184	90,526	788,710	766,638
Supported Housing Unit		-	234,379	234,379	228,148
Governance Costs	4	<u>16,894</u>	<u>-</u>	<u>16,894</u>	<u>16,830</u>
Total resources expended	3	<u>2,012,874</u>	<u>377,828</u>	<u>2,390,702</u>	<u>2,374,804</u>
Net incoming/(outgoing) resources before transfers		123,043	(61,258)	61,785	72,083
Transfers		<u>(7,601)</u>	<u>7,601</u>	<u>-</u>	<u>-</u>
Net movement in funds		115,442	(53,657)	61,785	72,083
Fund balances brought forward at 1 January 2010		<u>1,286,235</u>	<u>1,918,516</u>	<u>3,204,751</u>	<u>3,132,668</u>
Fund balances carried forward at 31 December 2010	14	<u><u>1,401,677</u></u>	<u><u>1,864,859</u></u>	<u><u>3,266,536</u></u>	<u><u>3,204,751</u></u>

The Statement of Financial Activities reflects the results of continuing activities for the year. There were no recognised gains or losses for the year other than those shown on the Consolidated Statement of Financial Activities. The net outgoing resources have been calculated on the historical cost basis.

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

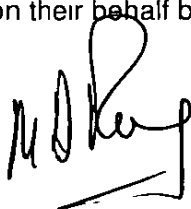
CLARENDON TRUST LIMITED

Balance Sheets at 31 December 2010

	Notes	2010 Group £	2009 Group £	2010 Charity £	2009 Charity £
FIXED ASSETS					
Tangible assets	7	2,401,251	2,473,935	2,396,310	2,471,674
CURRENT ASSETS					
Stock	8	11,830	14,923	11,830	14,923
Debtors	9	363,172	162,227	358,832	158,194
Cash at bank and in hand		703,283	795,837	669,939	773,030
		<u>1,078,285</u>	<u>972,987</u>	<u>1,040,601</u>	<u>946,147</u>
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	10	<u>(113,000)</u>	<u>(142,171)</u>	<u>(97,983)</u>	<u>(124,918)</u>
NET CURRENT ASSETS		<u>965,285</u>	<u>830,816</u>	<u>942,618</u>	<u>821,229</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,366,536	3,304,751	3,338,928	3,292,903
CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR					
	11	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>
NET ASSETS		<u><u>3,266,536</u></u>	<u><u>3,204,751</u></u>	<u><u>3,238,928</u></u>	<u><u>3,192,903</u></u>
FUNDS					
Unrestricted funds					
General funds	12	697,166	639,854	697,166	639,854
Designated funds	12	704,511	646,381	704,511	646,381
Restricted funds	13	<u>1,864,859</u>	<u>1,918,516</u>	<u>1,837,251</u>	<u>1,906,668</u>
TOTAL FUNDS	14	<u><u>3,266,536</u></u>	<u><u>3,204,751</u></u>	<u><u>3,238,928</u></u>	<u><u>3,192,903</u></u>

Approved by the trustees, signed on their behalf by and authorised for issue on *26 July 2011*

N D Ring - Trustee



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

CLARENDON TRUST LIMITED

Consolidated Cash Flow Statement For the year ended 31-December 2010

	Notes	2010		2009	
		£	£	£	£
Reconciliation of net movement in funds to net cash flows from operating activities					
Net movement in funds		61,785		72,083	
Investment income		(6,503)		(5,411)	
Depreciation	7	95,969		97,840	
Decrease in stock		3,093		2,202	
Increase in debtors		(200,944)		(62,681)	
Decrease in creditors		(29,171)		(20,677)	
Net cash (outflow)/inflow from operating activities			(75,771)		83,358
Returns on investments and servicing of finance					
Investment income received		6,503		5,411	
Net cash inflow from returns on investments and servicing of finance			6,503		5,411
Capital expenditure					
Purchase of tangible fixed assets	7	(23,286)		(30,557)	
Net cash outflow from capital expenditure			(23,286)		(30,557)
(Decrease)/Increase in cash in the year			(92,554)		58,212
Reconciliation of net cash flow to movement in net cash funds					
Net funds at beginning of the year			795,837		737,625
Change in net funds during the year			(92,554)		58,212
Net funds at end of the year			703,283		795,837

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

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

1 ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and with the 2005 Statement of Recommended Practice (SORP 2005) 'Accounting and Reporting by Charities', the Companies Act 2006 and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

(a) Basis of preparation

Consolidated accounts have been prepared which consolidate the results of Clarendon Trust Limited and Friends First on a line by line basis. A separate Statement of Financial Activities, or Income and Expenditure Account, has not been presented for the charitable company itself as it has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006 and paragraph 397 of the SORP 2005.

The gross income of Clarendon Trust Limited itself was £2,202,348 (2009 £2,212,441) and its net incoming resources were £46,025 (2009 incoming £65,788).

(b) Donations

Donations received are recognised in the statement of financial activities when received together with any related tax credits.

(c) Jubilee Books and Music sales

Turnover from the Jubilee Books and Music shop is recognised on an invoice basis although most income is received from cash sales recognised at time of sale.

(d) Allocation of expenditure

Expenditure is allocated between cost of generating funds, charitable expenditure, support costs and the cost of management and administration of the charitable company on an invoice basis. Overhead and Support costs have been allocated to charitable activities. Staff costs are apportioned on the basis of actual time spent.

Governance costs comprise all costs involving public accountability of the group and its compliance with regulation and good practice.

(e) Fixed assets and depreciation

Capital expenditure is capitalised and shown at cost as fixed assets in the balance sheet. Freehold buildings are depreciated to write down the cost less estimated residual value over their remaining useful life by equal annual instalments. No depreciation is charged on freehold land.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year-Ended-31-December 2010

(e) Fixed assets and depreciation (continued)

Depreciation is taken in full in the first year and calculated to write off the cost less estimated residual value on a written down basis over their estimated useful lives. The rates are

Freehold Property	2%
Fixtures, Fittings and Office Equipment	20%
Motor Vehicles	30%

(f) Voluntary assistance

A certain amount of time is expended on the charitable company's activities which is donated free of charge. It is not possible to quantify the value of the time given, and accordingly it is neither recorded as donated income nor as an expense in the financial statements.

(g) Stock

Stock is stated at the lower of cost and net realisable value. Cost is calculated using the first-in-first-out method and consists of the direct cost of books, compact discs and tapes.

(h) Taxation

All of the charitable company's activities and income are exempt from direct taxation.

(i) Pensions

The charitable company contributes to defined contribution pension schemes. The charge to the Consolidated Statement of Financial Activities for 2010 was £106,176 (2009: 103,305).

(j) Fund accounting

An explanation of the nature and purpose of each fund is included in the notes to the financial statements. Funds held by the charity are either

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

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

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

2 VOLUNTARY INCOME

	2010	2009
	£	£
Donations and other funding	1,639,685	1,693,491
Grant from New Frontiers International Trust Ltd	318,602	294,868
Restricted donations and grants	76,066	51,601
	<u>2,034,353</u>	<u>2,039,960</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

3 TOTAL RESOURCES EXPENDED

	Depreciation	Staff Costs	Other Costs	Total 2010	Total 2009
	£	£	£	£	£
Conference costs	-	5,913	35,719	41,632	32,557
Bookshop costs	1,109	5,913	18,420	25,442	33,322
Fundraising and publicity	-	23,652	3,453	27,105	27,732
Pastoral costs	65,475	827,820	363,245	1,256,540	1,269,577
Mission Support costs	25,119	349,043	414,548	788,710	766,638
Supported Housing Unit	4,266	178,458	51,655	234,379	228,148
Governance Costs	-	-	16,894	16,894	16,830
	<u>95,969</u>	<u>1,390,799</u>	<u>903,934</u>	<u>2,390,702</u>	<u>2,374,804</u>

4 GOVERNANCE COSTS

	Unrestricted funds	Restricted funds	Total 2010	Total 2009
	£	£	£	£
Legal and professional fees	1,872	-	1,872	2,493
Audit fee	15,022	-	15,022	14,337
	<u>16,894</u>	<u>-</u>	<u>16,894</u>	<u>16,830</u>

5 TRUSTEES

In accordance with the charitable company's Memorandum and Articles of Association, the following trustees received a salary from the charitable company during the year

	Salary		Pension	
S J Horne	£41,656	(2009 - £41,656)	£3,124	(2009 - £3,124)
N Jones	£43,525	(2009 - £43,525)	£4,354	(2009 - £3,264)
N D Ring	£42,656	(2009 - £42,656)	£9,346	(2009 - £9,346)

All Pension contributions were paid under a defined contribution scheme

In addition, remuneration was paid to two related parties amounting to £37,101 as permitted by the constitution

There were no reimbursed expenses paid to trustees (2009 nil)

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

6 STAFF COSTS

Group	2010 £	2009 £
Gross salaries	1,175,169	1,193,881
Social security costs	109,454	104,080
Pension costs	106,176	103,305
	<u>1,390,799</u>	<u>1,401,266</u>

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

	2010 Number	2009 Number
Pastoral and Mission Support	28	28
Jubilee Books and Music	1	1
Supported Housing Unit	7	8
Support and administration	19	18
	<u>55</u>	<u>55</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

7 TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures, fittings and office equipment £	Total £
COST			
Parent Company			
At 1 January 2010	3,477,585	657,484	4,135,069
Additions	-	16,339	16,339
Disposals	-	-	-
At 31 December 2010	<u>3,477,585</u>	<u>673,823</u>	<u>4,151,408</u>
Subsidiary at 1 January 2010	-	15,054	15,054
Additions	-	6,946	6,946
Subsidiary at 31 December 2010	-	22,000	22,000
Group at 31 December 2010	<u>3,477,585</u>	<u>695,823</u>	<u>4,173,408</u>
ACCUMULATED DEPRECIATION			
Parent Company			
At 1 January 2010	1,151,056	512,339	1,663,395
Charge for the year	59,406	32,297	91,703
At 31 December 2010	<u>1,210,462</u>	<u>544,636</u>	<u>1,755,098</u>
Subsidiary			
At 1 January 2010	-	12,792	12,792
Charge for the year	-	4,267	4,267
At 31 December 2010	-	17,059	17,059
Group at 31 December 2010	<u>1,210,462</u>	<u>561,695</u>	<u>1,772,157</u>
NET BOOK VALUES			
Parent Company at 31 December 2010	<u>2,267,123</u>	<u>129,187</u>	<u>2,396,310</u>
Subsidiary at 31 December 2010	-	4,942	4,942
Group at 31 December 2010	<u>2,267,123</u>	<u>134,128</u>	<u>2,401,251</u>
At 31 December 2009	<u>2,326,529</u>	<u>147,406</u>	<u>2,473,935</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

8 STOCK

Group and parent company	2010 £	2009 £
Goods for resale	11,830	14,923

9 DEBTORS

	2010 Group £	2009 Group £	2010 Charity £	2009 Charity £
DUE WITHIN ONE YEAR				
Other debtors	252,600	4,495	252,600	4,495
Prepayments and accrued income	110,572	157,732	106,232	153,699
	<u>363,172</u>	<u>162,227</u>	<u>358,832</u>	<u>158,194</u>

10 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010 Group £	2009 Group £	2010 Charity £	2009 Charity £
Taxation and social security	6,066	11,019	6,066	11,019
Accruals and deferred income	106,934	131,152	91,917	113,899
	<u>113,000</u>	<u>142,171</u>	<u>97,983</u>	<u>124,918</u>

11 CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Group and charity	2010 £	2009 £
Other creditors	100,000	100,000

The amount in other creditors is an interest free loan from a member of the Church. The loan is repayable either upon the lender giving the charitable company three months notice of repayment being required or at the charitable company's discretion.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

12 UNRESTRICTED FUNDS

Group and Charity	Balance at	Movement in resources			Balance at
	1 January 2010 £	Incoming £	Outgoing £	Transfers £	31 December 2010 £
Designated fund					
Maintenance fund	24,687	-	(17,687)	(7,000)	-
Gift Day fund	117,781	433,908	(97,651)	(309,323)	144,715
Worship School fund	724	-	(724)	-	-
Missions fund	4,093	178	(7,124)	61,742	58,889
Urban Impact	2,946	5,048	-	(1,964)	6,030
Impact student fund	347	350	(21,053)	25,000	4,644
Alternatives fund	446	-	-	1,381	1,827
Contingency fund	8,414	-	(11,946)	8,649	5,117
Building fund	460,844	-	(8,225)	9,737	462,356
Lounge fund	1,549	-	(1,549)	-	-
Recession emergency fund	24,550	-	(3,617)	-	20,933
General fund	639,854	1,696,433	(1,843,298)	204,177	697,166
	<u>1,286,235</u>	<u>2,135,917</u>	<u>(2,012,874)</u>	<u>(7,601)</u>	<u>1,401,677</u>

The **Maintenance fund** is monies set aside by the trustees for future maintenance costs

The **Gift Day fund** is the balance of monies raised through Gift Days during the year and allocated but not yet spent

The **Worship School fund** is monies from the Worship School programme and is set aside against future expenditure for the promotion worship music within the church

The **Missions fund** has been established to encourage and enable all aspects of outreach and mission from the church

The **Urban Impact fund** has been established to provide an opportunity for ongoing activities designed to benefit communities in the Brighton & Hove area

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

The **Alternatives fund** has been created to provide for costs associated with the second of a two year cycle relating to a pregnancy advisory service

The **Contingency fund** was set aside from the surpluses of Gift Day funds to meet the costs of any items that fit into the aims of gift days but which arose on a more ad hoc basis

The **Building fund** was established to meet the costs of proposed building work

The **Lounge fund** was established to refurbish the lounge area in the Clarendon Centre

The **Recession emergency fund** was established to assist people in financial difficulty in the current economic downturn

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

13 RESTRICTED FUNDS

Group	Balance at	Movement in resources			Balance at
	1 January 2010 £	Incoming £	Outgoing £	Transfers £	31 December 2010 £
Building fund	1,620,887	-	(45,884)	-	1,575,003
Alternatives	3,308	17,731	(27,559)	7,601	1,081
Special Needs fund	1,343	-	(1,343)	-	-
Supported Housing Unit	277,509	-	(18,589)	-	258,920
Oasis En Gedi	3,621	29,757	(31,243)	-	2,135
BSL course	-	5,808	(5,696)	-	112
Haiti Appeal	-	13,135	(13,135)	-	-
Charity sub total	1,906,668	66,431	(143,449)	7,601	1,837,250
Subsidiary					
Residents' benefit	2,183	-	-	(2,183)	-
Friends First	9,665	250,139	(234,379)	2,183	27,608
	1,918,516	316,570	(377,828)	7,601	1,864,859

The **Building fund** is represented by the building and the establishment of the Clarendon Centre, and cash, less interest free loans

Alternatives is represented by cash and provides a pregnancy advisory service

The **Special Needs fund** is represented by cash and provides financial assistance to needy parishioners

The **Supported Housing Unit fund** is represented by the building and refurbishment of 60 Wilbury Road, associated liabilities plus cash and provides a hostel service

Oasis En Gedi is a fund which support individuals working overseas as missionaries

The **BSL course** represents contributions and donations relating to the CCK deaf ministry

The **Haiti Appeal** represents donations made at a fundraising appeal in response to the earthquake in Haiti

The **Residents' benefit fund** has been set aside for the purpose of purchasing for residents items which would not otherwise be available to them

Friends First is the general fund from the subsidiary

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2010

14 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Tangible fixed assets £	Net current assets £	Long term liabilities £	Total £
Restricted funds				
Building fund	1,576,674	(1,671)	-	1,575,003
Alternatives	-	1,801	-	1,081
Special Needs fund	-	-	-	-
Supported Housing Unit fund	710,716	(451,796)	-	258,920
Oasis En Gedi	-	2,134	-	2,134
BSL Course	-	112	-	112
Haiti Appeal	-	-	-	-
Charity sub total	<u>2,287,390</u>	<u>(450,141)</u>	<u>-</u>	<u>1,837,250</u>
Subsidiary				
Residents' benefit	-	-	-	-
Friends First	4,941	22,667	-	27,608
	<u>2,292,331</u>	<u>(427,474)</u>	<u>-</u>	<u>1,864,858</u>
Unrestricted funds				
General funds	108,919	588,247	-	697,166
Designated funds	-	804,512	(100,000)	704,512
	<u>2,401,251</u>	<u>965,285</u>	<u>(100,000)</u>	<u>3,266,536</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31-December-2010

15 CONNECTED CHARITY

The charitable company is connected with New Frontiers International Trust Limited (of The Matrix Complex, 91 Peterborough Road, London, SW6 3BU) in that the charities have two common trustees. During the year, New Frontiers International Trust Limited (Newfrontiers) made a grant of £318,353 (2009 - £294,867) to Clarendon Trust Limited and Clarendon Trust Limited gave £90,454 (2009 - £96,453) to Newfrontiers. The trustees do not consider that Clarendon Trust Limited controls New Frontiers International Trust Limited.

Included in debtors within one year is an amount of £2,600 owing from New Frontiers.

Several staff of Clarendon Trust Limited spend time working for both the charitable company and Newfrontiers. These staff are paid by Clarendon Trust Limited and part of the grant from Newfrontiers is a reimbursement for the proportion of these salaries which relates to Newfrontiers. All staff in this situation are the subject of joint contracts of employment.

16 SHARE CAPITAL

The company is limited by guarantee and does not have a share capital.

The liability of the members is £10 each in the event of the company being wound up.

17 COMMITMENT

At 31 December 2010, the group was committed to making the following payment under a non-cancellable operating lease in the year to 31 December 2010:

	2010	2009
	£	£
Operating lease which expires		
Less than 1 year	3,547	5,055
Within 2 to 5 years	-	2,132
	<u> </u>	<u> </u>

18 SUBSIDIARY

During 2003, the activities of the Supported Housing Unit were taken over by Friends First, a subsidiary under the control of Clarendon Trust Limited. The net surplus funds of the subsidiary at 31 December 2010 were £27,608 (2009 £11,848). During the year ended 31 December 2010, Friends First generated incoming resources of £250,139 and expended resources of £234,379.