

Financial Statements - 31 December 2002

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CLARENDON TRUST LIMITED

General Information

TRUSTEES:

P V Bedford
K H Brooks
P D Brooks
P L J Jarvis
N Jones
C J Karley
S Radley
N D Ring

REGISTERED OFFICE:

21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

SECRETARY:

K Rose

CHURCH MEETING PLACE:

Church of Christ the King
The Clarendon Centre
New England Street
Brighton
BN1 4GT

BANKERS:

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

REGISTERED AUDITORS:

Mazars
37 Frederick Place
Brighton
BN1 4EA

SOLICITORS:

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

REGISTERED CHARITY NUMBER:

1069942

REGISTERED COMPANY NUMBER:

3546759

CLARENDON TRUST LIMITED

Trustees' Annual Report

The trustees present their report and the financial statements for the year ended 31 December 2002.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Charity law requires the trustees, who are also directors for Companies Act purposes, to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and of the net incoming or outgoing resources of the charitable company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with applicable United Kingdom accounting standards subject to any material departures disclosed and explained in the financial statements, and state whether the financial statements have been prepared in accordance with statements of recommended practice; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for maintaining 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 and the Charities Act 1993 and regulations thereunder. 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.

LEGAL CONSTITUTION

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 charity is also known as Church of Christ the King.

OBJECTIVES

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.

REVIEW OF ACTIVITIES

The accounts on pages 6 to 17 comply with statutory requirements of the Memorandum and Articles of Association.

The Statement of Financial Activities on page 6 shows total net incoming resources of £66,839 (2001 - £332,199). 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 surplus of £222,143 (2001 - £267,261) on the unrestricted funds at the year end.

CLARENDON TRUST LIMITED

Trustees' Report (continued)

REVIEW OF ACTIVITIES (continued)

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.

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 this year a property was purchased for the purpose of establishing a supported housing unit.

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

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

TRUSTEES

The trustees set out below have held office during the whole of the period from 1 January 2002 to the date of this report, unless otherwise stated:

P V Bedford
K H Brooks
P D Brooks
P L J Jarvis
N Jones (appointed 12 March 2002)

C J Karley
J S Parsons (resigned 31 December 2002)
A J Preston (resigned 12 March 2002)
S Radley (appointed 1 January 2003)
N D Ring
S F Walford (resigned 12 March 2002)

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. The trustees are currently investigating adequate reporting structures to enable ongoing documentation of the risk management process.

RESERVES POLICY

The trustees have formulated a reserves policy in line with Charity Commission guidance. This is linked to the trust's strategic plan. It is the trustees' intention to maintain free reserves sufficient to enable the trust to meet its recurring expenditure for the foreseeable future. The status of restricted and designated funds, and the finalisation of capital expenditure plans have been reviewed and consequently the free reserves are more clearly identifiable.

POST BALANCE SHEET EVENT

From 1 January 2003 the activities of the Supported Housing Unit were transferred to Friends First Limited, a charitable company established for this purpose. Clarendon Trust Limited is the sole corporate trustee of this charitable company.

CLARENDON TRUST LIMITED

Trustees' Report (continued)

AUDITORS

On 1 September 2002 our auditors, Mazars Neville Russell, changed their name to Mazars. A resolution to reappoint Mazars as auditors will be proposed at the forthcoming annual general meeting.

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.

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

Approved by the trustees on 30 September 2003
and signed on their behalf by



K Rose
Secretary

21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF CLARENDON TRUST LIMITED

We have audited the financial statements of Clarendon Trust Limited for the year ended 31 December 2002 which comprise a Statement of Financial Activities, Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of Companies Act 1985. Our audit work has been undertaken so that we might state to the 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As described in the Statement of Trustees' Responsibilities the charity's trustees, who are also directors for the purposes of company law, are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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

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 if, in our opinion, the Trustees' Report is not consistent with the financial statements, 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 company law regarding directors' remuneration and transactions with the charitable company are not disclosed.

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

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 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 of the state of the charitable company's affairs at 31 December 2002 and of its incoming resources and resources expended for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Mazars

Mazars

Chartered Accountants and Registered Auditors

37 Frederick Place

Brighton BN1 4EA

2 October 2003

CLARENDON TRUST LIMITED

Statement of Financial Activities For the Year Ended 31 December 2002

	Notes	Unrestricted funds £	Restricted funds £	Total funds 2002 £	Total funds 2001 £
INCOME AND EXPENDITURE					
Incoming resources					
Donations and gifts	2	1,281,863	272,989	1,554,852	1,169,611
Activities in furtherance of the charity's objects					
Accumulation fund income		21,767	-	21,767	9,167
Other income	3	1,681	3,161	4,842	5,551
Activities for generating funds					
Rent receivable		-	-	-	3,700
Hire of hall and conferences		54,543	-	54,543	83,508
Jubilee Books and Music sales		132,423	-	132,423	138,811
Investment income		1,662	278	1,940	2,841
Total incoming resources		<u>1,493,939</u>	<u>276,428</u>	<u>1,770,367</u>	<u>1,413,189</u>
Resources expended					
Cost of generating funds					
Conference costs		15,330	-	15,330	12,478
Jubilee Books and Music costs		125,128	-	125,128	122,895
Fundraising and publicity		-	678	678	3,141
Charitable expenditure					
Costs of activities in furtherance of the charity's objects					
Pastoral costs		886,754	5,436	892,190	469,529
Project 2000 costs		128,460	-	128,460	45,210
Mission support costs		67,502	-	67,502	57,908
Supported Housing Unit		-	73,722	73,722	26,359
Support costs		280,406	6,180	286,586	257,330
Management and administration	4	35,477	78,455	113,932	86,140
Total resources expended	5	<u>1,539,057</u>	<u>164,471</u>	<u>1,703,528</u>	<u>1,080,990</u>
Net movement in funds		(45,118)	111,957	66,839	332,199
Fund balances brought forward at 1 January 2002		<u>267,261</u>	<u>2,346,078</u>	<u>2,613,339</u>	<u>2,281,140</u>
Fund balances carried forward at 31 December 2002	15	<u>£222,143</u>	<u>£2,458,035</u>	<u>£2,680,178</u>	<u>£2,613,339</u>

The net incoming resources 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 Statement of Financial Activities.

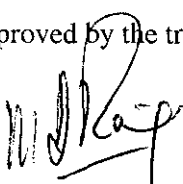
CLARENDON TRUST LIMITED

Balance Sheet at 31 December 2002

	Notes	£	2002 £	£	2001 £
FIXED ASSETS					
Tangible assets	8		2,914,045		2,070,256
CURRENT ASSETS					
Stock	9	21,472		19,626	
Debtors	10	23,000		46,078	
Cash at bank and in hand		244,400		550,744	
		<u>288,872</u>		<u>616,448</u>	
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	11	<u>(169,739)</u>		<u>(73,365)</u>	
NET CURRENT ASSETS			<u>119,133</u>		<u>543,083</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,033,178		2,613,339
CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	12		<u>(353,000)</u>		<u>-</u>
NET ASSETS			<u>£2,680,178</u>		<u>£2,613,339</u>
FUNDS					
Unrestricted funds					
General funds	13		59,478		115,048
Designated funds	13		162,665		152,213
Restricted funds	14		<u>2,458,035</u>		<u>2,346,078</u>
TOTAL FUNDS	15		<u>£2,680,178</u>		<u>£2,613,339</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small entities.

Approved by the trustees on 20 September 2003, and signed on their behalf by



N D Ring

Trustee

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

1 ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards and the Statement of Recommended Practice 'Accounting and Reporting by Charities'.

(a) Accounting convention

The financial statements are prepared under the historical cost convention.

(b) Donations

Donations received are recognised in the statement of financial activities when received and any related tax credits are accounted for when claimed.

(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

In general, 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. Staff costs are apportioned on the basis of actual time spent.

(e) Fixed assets and depreciation

Items of capital expenditure are 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.

Depreciation is calculated to write off the cost less estimated residual value of other fixed assets on a written down basis over their estimated useful lives.

Depreciation is charged at the following annual rates:

Freehold buildings	-	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.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

1 ACCOUNTING POLICIES (continued)

(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 Statement of Financial Activities for 2002 was £62,739.

(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 DONATIONS AND GIFTS

	2002 £	2001 £
Donations	1,246,550	1,131,921
Grant from New Frontiers International Trust Limited	279,187	30,348
Grant from Jubilee Books and Music Shop	-	7,342
Other funding	29,115	-
	<u>£1,554,852</u>	<u>£1,169,611</u>

3 OTHER INCOME

	Unrestricted funds £	Restricted funds £	Total 2002 £	Total 2001 £
Alternatives	-	364	364	1,341
Accommodation	-	-	-	80
Special Needs fund	-	-	-	4,130
Supported Housing Unit	-	2,797	2,797	-
Other income	1,681	-	1,681	-
	<u>£1,681</u>	<u>£3,161</u>	<u>£4,842</u>	<u>£5,551</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

4 MANAGEMENT AND ADMINISTRATION OF THE TRUST

	Unrestricted funds £	Restricted funds £	Total 2002 £	Total 2001 £
Depreciation and office costs	1,149	66,717	67,866	65,627
Staff costs	1,611	-	1,611	1,843
Legal and professional fees	2,215	-	2,215	330
Audit fee	6,003	-	6,003	8,644
Bank interest and charges	5,993	854	6,847	9,269
Sundries	18,506	10,884	29,390	427
	<u>£35,477</u>	<u>£78,455</u>	<u>£113,932</u>	<u>£86,140</u>

5 TOTAL RESOURCES EXPENDED

	Staff costs £	Depreciation £	Other costs £	Total 2002 £	Total 2001 £
Conference costs	-	-	15,330	15,330	12,478
Jubilee Books and Music	29,291	575	95,262	125,128	122,895
Fundraising and publicity	-	-	678	678	3,141
Pastoral costs	672,765	-	219,425	892,190	469,529
Project 2000 costs	-	-	128,460	128,460	45,210
Mission Support costs	-	-	67,502	67,502	57,908
Supported Housing Unit	18,798	26,035	28,889	73,722	26,359
Support costs	121,205	9,994	155,387	286,586	257,330
Management and administration	1,612	64,696	47,624	113,932	86,140
	<u>£843,671</u>	<u>£101,300</u>	<u>£758,557</u>	<u>£1,703,528</u>	<u>£1,080,990</u>

6 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:

P D Brooks	£36,430	(2001 - £31,567)
A J Preston	£7,918	(2001 - £30,784)
S F Walford	£7,918	(2001 - £30,784)
H J Wilmshurst	£nil	(2001 - £17,823)
N Jones	£23,224	(2001 - £nil)

Expenses of £725 (2001 - £2,804) were reimbursed to four trustees during the year to cover travel costs. Some of the trustees' wives and other relatives were also employed by the charitable company during the year. The total paid was not material and has, therefore, not been disclosed.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

7 STAFF COSTS

	2002	2001
	£	£
Gross salaries	693,958	465,130
Social security costs	86,974	33,953
Pension costs	62,739	41,847
	<u>£843,671</u>	<u>£540,930</u>

The average number of persons employed by the charitable company during the year was as follows:

	2002 Number	2001 Number
Charitable expenditure		
Pastoral	10	10
Jubilee Books and Music	4	6
Project 2000	13	10
Support and administration	14	11
	<u>41</u>	<u>37</u>

The number of employees whose annual emoluments fell within the following bands are:

	2002	2001
£50,000 - £60,000	1	-
£60,001 - £70,000	1	-
	<u>=</u>	<u>=</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

8 TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures, fittings and office equipment £	Motor vehicles £	Total £
COST				
At 1 January 2002	2,617,636	300,923	16,098	2,934,657
Additions	859,949	85,140	-	945,089
	<u>£3,477,585</u>	<u>£386,063</u>	<u>£16,098</u>	<u>£3,879,746</u>
ACCUMULATED DEPRECIATION				
At 1 January 2002	675,806	182,515	6,080	864,401
Charge for the year	59,406	38,888	3,006	101,300
	<u>£735,212</u>	<u>£221,403</u>	<u>£9,086</u>	<u>£965,701</u>
NET BOOK VALUES				
At 31 December 2002	<u>£2,742,373</u>	<u>£164,660</u>	<u>£7,012</u>	<u>£2,914,045</u>
At 31 December 2001	<u>£1,941,830</u>	<u>£118,408</u>	<u>£10,018</u>	<u>£2,070,256</u>
The net book value at 31 December 2002 represents fixed assets used as follows:				
Direct charitable purposes				
Church meeting centre	1,899,623	87,659	-	1,987,282
Project support premises	-	32,481	7,012	39,493
Supported housing unit	842,750	35,345	-	878,095
	<u>2,742,373</u>	<u>155,485</u>	<u>7,012</u>	<u>2,904,870</u>
Other purposes				
Management and administration	-	9,175	-	9,175
	<u>£2,742,373</u>	<u>£164,660</u>	<u>£7,012</u>	<u>£2,914,045</u>

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

9 STOCK

	2002	2001
Goods for resale	<u>£21,472</u>	<u>£19,626</u>

10 DEBTORS

	2002 £	2001 £
DUE WITHIN ONE YEAR		
Other debtors	1,120	1,015
Prepayments and accrued income	<u>16,464</u>	<u>39,697</u>
	17,584	40,712
DUE AFTER ONE YEAR		
Other debtors (accommodation fund loans)	<u>5,416</u>	<u>5,366</u>
	<u>£23,000</u>	<u>£46,078</u>

Included above are loans totalling £5,536 (2001 - £5,486) made from the accommodation fund. These loans are all interest-free.

11 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2002 £	2001 £
Bank loan	60,000	-
Jubilee loan	23,700	23,700
Taxation and social security	18,981	6,535
Accruals and deferred income	<u>67,058</u>	<u>43,130</u>
	<u>£169,739</u>	<u>£73,365</u>

NFI provided the loan of £23,700 interest-free. This will be repaid out of the Jubilee Books and Music profits. Any outstanding balance in 2009 will be written off.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

12 CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2002	2001
	£	£
Bank loan	253,000	-
Other creditors	100,000	-
	<u>£353,000</u>	<u>-</u>
Analysis of bank loan		
Loan principal outstanding at 31 December 2002	313,000	-
Included in current liabilities	(60,000)	-
	<u>£253,000</u>	<u>-</u>
Bank loan maturity analysis		
Amounts payable:		
Between one and two years	60,000	-
Between two and five years	180,000	-
More than five years	13,000	-
	<u>£253,000</u>	<u>-</u>

In 2002, the charitable company negotiated a loan facility of £567,000 to assist in the purchase and refurbishment of 60 Wilbury Avenue, Hove.

During the year, £428,000 was drawn and £115,000 was repaid.

The loan is repayable by minimum capital payments of £60,000 each year.

Interest is calculated on a floating rate basis at 2% per annum above base rate.

The loan is secured by a legal mortgage over the charitable company's property at 60 Wilbury Road, Hove.

The amount in other creditors is an interest free loan from a member of the Church. The loan is repayable at the charitable company's discretion.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

13 UNRESTRICTED FUNDS

	Balance at 1 January 2002 £	Movement in resources		Balance at 31 December 2002 £
		Incoming £	Outgoing £	
Designated fund				
Maintenance accumulation fund	19,834	21,767	(14,208)	27,393
Gift Day fund	95,386	157,313	(152,147)	100,552
Worship School fund	36,993	22,598	(24,871)	34,720
General fund	115,048	1,292,261	(1,347,831)	59,478
	<u>£267,261</u>	<u>£1,493,939</u>	<u>£(1,539,057)</u>	<u>£222,143</u>

The maintenance accumulation fund is monies set aside by the trustees towards the costs of future maintenance.

The Gift Day fund is monies raised through Gift Days during the year and set aside to be spent in future years.

The Worship School fund represents monies raised from the Worship School programme and is set aside against future expenditure related to the promotion of music and worship within the church.

14 RESTRICTED FUNDS

	Balance at 1 January 2002 £	Movement in resources		Balance at 31 December 2002 £
		Incoming £	Outgoing £	
Building fund	2,065,095	4,675	(75,412)	1,994,358
Accommodation fund	12,305	168	(89)	12,384
Alternatives Counselling Centre	3,929	14,276	(14,026)	4,179
Special Needs fund	3,748	-	(1,222)	2,526
Supported Housing Unit	261,001	257,309	(73,722)	444,588
	<u>£2,346,078</u>	<u>£276,428</u>	<u>£(164,471)</u>	<u>£2,458,035</u>

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

The accommodation fund includes debtors, being loans advanced to people in need of accommodation. These loans are only provided against when the trustees consider them to be irrecoverable.

The Alternatives Counselling Centre 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 cash and provides a hostel service.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

15 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets £	Net current assets £	Long term liabilities £	Total £
Restricted funds				
Building fund	1,987,282	7,076	-	1,994,358
Accommodation fund	-	12,384	-	12,384
Alternatives Counselling Centre	-	4,179	-	4,179
Special Needs fund	-	2,526	-	2,526
Supported Housing Unit fund	878,095	(80,507)	(353,000)	444,588
	<u>2,865,377</u>	<u>(54,342)</u>	<u>(353,000)</u>	<u>2,458,035</u>
Unrestricted funds				
General funds	48,668	10,810	-	59,478
Designated funds	-	162,665	-	162,665
	<u>£2,914,045</u>	<u>£119,133</u>	<u>£(353,000)</u>	<u>£2,680,178</u>

16 CONNECTED CHARITY

The charitable company is connected with New Frontiers International Trust Limited (of 17 Clarendon Villas, Hove, East Sussex, BN3 3RE) in that the charities have three common trustees. During the year, New Frontiers International Trust Limited (NFI) made a grant of £279,187 (2001 - £30,348) to Clarendon Trust Limited and Clarendon Trust Limited tithed £64,721 (2001 - £60,924) to NFI. The trustees do not consider that Clarendon Trust Limited controls New Frontiers International Trust Limited.

Included in creditors falling due within one year is an interest-free loan of £23,700 (2001 - £23,700) made by NFI to Jubilee Books and Music (part of Clarendon Trust Limited).

Several of the staff of Clarendon Trust Limited spend time working for both the charitable company and NFI. These staff are paid by Clarendon Trust Limited and the grant from NFI is a reimbursement for the proportion of these salaries which relates to NFI.

17 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.

CLARENDON TRUST LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2002

18 COMMITMENT

At 31 December 2002, the charitable company was committed to making the following payment under a non-cancellable operating lease in the year to 31 December 2003:

	2002	2001
Operating lease which expires:		
Within 2 to 5 years	£1,596	£1,197
	<u> </u>	<u> </u>

19 POST BALANCE SHEET EVENT

From 1 January 2003, the activities of the Supported Housing Unit were transferred to Friends First Limited, a charitable company established for this purpose. Clarendon Trust Limited retained ownership of the assets of the Supported Housing Unit and is the sole corporate trustee of Friends First Limited. Consolidated accounts will be prepared for the next financial year.