

**HARVESTER TRUST TONBRIDGE**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2012**

MONDAY



\*L2HZQP2Y\*

L11

30/09/2013

#272

COMPANIES HOUSE

**Company Registration No. 3560985**  
**Charity Registration No. 1072895**

**HARVESTER TRUST TONBRIDGE**  
**FOR THE YEAR ENDED 31 DECEMBER 2012**

---

<b>CONTENTS</b>	<b>Pages</b>
Reference and administrative information	1
Trustees' report	2 – 5
Independent auditors' report	6
Consolidated statement of financial activities	7
Consolidated balance sheet	8
Company balance sheet	9
Notes to the financial statements	10 – 16

# **HARVESTER TRUST TONBRIDGE**

## **REFERENCE AND ADMINISTRATIVE INFORMATION**

**FOR THE YEAR ENDED 31 DECEMBER 2012**

---

<b>Trustees</b>	Mr R Barker (resigned 12 March 2013) Mr M Cameron Mr S Weil (Chair)
-----------------	---

<b>Secretary</b>	Broadway Secretaries Ltd
------------------	--------------------------

<b>Registered Office</b>	50 Broadway Westminster London SW1H 0BL
--------------------------	--

<b>Bankers</b>	C Hoare & Co 37 Fleet Street London EC4P 4DQ
----------------	---

<b>Auditors</b>	haysmacintyre Fairfax House 15 Fulwood Place London WC1V 6AY
-----------------	--

<b>Solicitors</b>	Bircham Dyson Bell LLP 50 Broadway Westminster London SW1H 0BL
-------------------	--

<b>Company Number</b>	3560985
-----------------------	---------

<b>Registered Charity Number</b>	1072895
----------------------------------	---------

# **HARVESTER TRUST TONBRIDGE**

## **TRUSTEES REPORT**

### **FOR THE YEAR ENDED 31 DECEMBER 2012**

---

The Trustees present their Report and Financial Statements for the year ended 31 December 2012. The financial statements are in accordance with the memorandum and articles of association and Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) and the Companies Act 2006.

#### **STRUCTURE**

The Trust was established in 1998 as a company limited by guarantee and is a registered charity.

The Trust is governed by its Memorandum and Articles of Association and is registered as a company in England under Company Number 3560985. It is also registered with the Charity Commission for England and Wales under Charity Number 1072895.

The Trust worked only in England in 2011 and no international grants were made.

#### **OBJECTIVES AND ACTIVITIES**

The primary object of the Trust as stated in its Memorandum and Articles of Association is to advance the Christian religion (**the Object**).

The primary purpose of the Trust is to operate as the sole shareholder of Harvester Conferences and to ensure that such shares are protected. The Trust will also seek to make gifts to Christian causes which are charitable in accordance with the laws of England and Wales.

In 2009 the Trustees completed a review of the Object concluding that the Object should be widened to include the relief of poverty, the advancement of education and the relief of those in need by reason of youth, age, ill-health, disability or other disadvantage which is charitable under the laws of England and Wales. This was actioned through the widening of the objects of Conferences on registration whilst retaining the narrower objects for the Trust.

The Trustees have referred to the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

In each of the sections below, we have set out how the Trust meets the public benefit test.

#### **ACHIEVEMENTS AND PLANS**

##### **Christian Conference Facility**

The Trust established its conference facility (**the River Centre**) in 2002 through a trading subsidiary, Harvest Conferences Limited (**the Company**). During 2012 the operation of the River Centre has been through its wholly owned subsidiary trading company The River Centre Limited. The River Centre has been the meeting place of Hillsong Church London, a church committed to the Trust's aims. Hillsong holds regular Sunday services at the Centre with a long term aim of building a new Kent based church reaching across the whole spectrum of the community.

The intention of the Trust has been to ensure that the Centre was available for the advancement of the Christian religion. This would entail its being available not simply for Christian worship but to provide general assistance to charities and the community as a whole using the Christian precept of "help thy neighbour". Such registered charities, community and educational organisations are able to use the Centre at a significantly reduced rate when compared to a commercial hire facility with equivalent amenities.

The Centre continued to be used by a wide range of local community groups in 2012.

##### **Community Café**

The completion of the construction of the Gateway Café was delayed during the year but it is now anticipated that it will be completed and ready for occupation in the second half of 2013. The Café will provide a meeting place for young people in the area, regardless of their faith and provide a means of accessing help and assistance should they need it. It will also provide a centre to meet for other groups served by the Trust.

## **HARVESTER TRUST TONBRIDGE**

### **TRUSTEES REPORT (continued)**

#### **FOR THE YEAR ENDED 31 DECEMBER 2012**

---

#### **ACHIEVEMENTS AND PLANS (continued)**

##### **Christian Educational Facility**

The Trust is seeking to develop an educational seminary within the boundaries of property which it owns in Tonbridge. It is intended that the seminary will be a place of worship and study and will allow the Trust to advance the Christian religion through its teachings and the teachings of those Christian ministers trained by the Trust.

Although all the necessary planning consents are in place the funding of the seminary is dependent on the sale of the 73 apartments which form a part of the development. In light of the current uncertainty in the economy and residential property market, the development of the educational seminary has been put on hold. The situation will continue to be reassessed during 2013.

##### **Grants**

The Trustees were not in a position to make any grants during the year.

#### **FINANCIAL REVIEW**

Voluntary income for 2012 amounted to £24,950 (2011 £51,153) and comprised donations by individuals and pro bono services of £24,310. The reduction in pro bono services is a result of the reduced level of activity in respect of the reorganisation of the group during the year.

Turnover from trading activities amounted to £270,194, is accounted for in the accounts of the River Centre Limited in 2012. This includes rental income of £150,000 (2011 £118,750) and trading activities of £120,194 (2011 £96,871). The overall 25% increase in turnover reflects a 37% increase in the use of the centre by local public sector organisations, commercial companies and individuals and a full year rental by Hillsong.

The total cost of the operating of the River Centre during 2012 was £382,569 compared with £475,068 in 2011. Of the £92,499 reduction in expenditure £69,119 relates to lower depreciation charge following the revised valuation of property in 2011.

No resources were expended on the Trust's Christian ministry or the Open Hands ministry during the year (2011 £61,525) and (2011 £6,988) respectively. This was due to the lack of resources available during the year.

Governance costs have been reduced from £37,986 in 2011 to £13,901 reflecting the changes following restructuring.

Although the restructuring of the group was completed at the end of 2011 the refinancing of the Trust and ongoing negotiations to secure the future of the Trust has continued to be complicated incurring expenditure of £79,054 (2011 £105,516).

The Trust has general funds of £9,561 (2011 £10,000) at the end of the year.

The Trust's free reserves, excluding those held as fixed assets, were £9,561 (2011 £10,000). These are considered to be adequate to meet the ongoing needs of the Trust.

Restricted funds of £95,046 (2011 £719,532) were held at the end of the year specifically for the construction of the Gateway building project. Based on current estimated costs additional funds of £75,000 will be required to complete the revised specifications for the construction of the Gateway in 2013.

#### **RESERVES POLICY**

The appropriateness of the reserves policy has been reviewed by the Trustees taking into consideration the degree of risk associated with the Trust's income. Due to the change in the position of the Trust the Trustees have concluded that the Trust's reserves should be maintained at a level whereby the Trust remains solvent and can pay all necessary statutory payments. Therefore, the Trustees believe that the Trust should maintain reserves of between £5,000 and £10,000.

## **GOVERNANCE AND MANAGEMENT**

The Board of Trustees currently consists of 4 unremunerated Trustees, who are also directors of the company limited by guarantee. The Trustees serving during the year are listed on page 1.

As a Christian charity, the Trust looks for Trustees who are committed to the advancement of the Christian religion and have professional, ministerial and/or practical experience which will contribute to the effective management and operation of the Trust.

In accordance with the Trust's constitution, new trustees are appointed by the majority of Trustees attending the meeting at which an appointment proposed is affirmed. All Trustees receive the Charity publication Governance and are encouraged to attend courses on Charity law and management.

The Trustees receive training from the Trust's lawyers and are also encouraged to attend training courses and charity related events. The Trustees also receive briefings on legal, accounting and charity issues from a number of sources.

New Trustees are taken through an induction process involving their training concerning the principles on which the Trust's accounts are based and the operational activities of the Trust.

The Board is responsible for setting policy, agreeing strategy and approving major commitments based on the advice from senior management, as well as the appointment of the Chief Executive. Day to day operational matters would normally be delegated by the Board to the Chief Executive. However, in the current circumstances the Trustees have delegated some functions to a senior administrator and others to specialist consultants e.g. finance and matters relating to the property portfolio. The Board aims to meet bi-monthly to administer the Trust and review monthly management accounts which are prepared by the Trust's accountants for review by the Trustees in conjunction with the Trust's finance manager.

## **RISK**

The Trustees believe that the reorganisation of the Harvester Group has reduced current risks to the Trust. The Trustees have identified that there is a risk that the Trust will not be in a position to develop an income stream in the short term but will ensure that sufficient reserves are in place and that expenditure is limited so that reserves are maintained at the correct levels.

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The Trustees (who are also directors of the Harvester Trust Tonbridge for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including 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,
- Observe the methods and principles in the Charities SORP,
- Make judgements and 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,
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

## HARVESTER TRUST TONBRIDGE

### TRUSTEES REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2012

---

#### STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time of 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.

In so far as we are aware

- There is no relevant audit information of which the charitable company's auditor is unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

#### POST BALANCE SHEET EVENT

It is the Charity's strategy to advance the Christian religion primarily in the local community by making its River Centre facilities available to as many people as possible. To ensure this strategy is fulfilled, the directors took a decision in 2011 to transfer the share capital of its subsidiary, Harvester Conference Limited to another charity that will continue with this purpose. In the furtherance of this strategy the share capital of the charity was transferred to Servants Fellowship International, an organisation with objects compatible with those of Harvester Conferences, on 22 March 2013.

#### FUTURE PLANS

The transfer to Servants Fellowship International was made subject to various ongoing restrictive covenants (including to maintain the River Centre for Christian purposes, to apply 10% of the income deriving from the River Centre for the relief of poverty in the Tonbridge area, and to ensure that any future transfer of the River Centre is made to a charity or charities with similar Christian purposes). The Charity will be maintained as a dormant entity, for the purposes of enforcing the covenants, should it become necessary to do so.

#### AUDITORS

A resolution to appoint Auditors will be proposed at a future Meeting.

The Trustees' Report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

On behalf of the Trustees



 2013

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE  
HARVESTER TRUST TONBRIDGE**

---

We have audited the financial statements of The Harvester Trust Tonbridge for the year ended 31 December 2012 which comprise the Consolidated Statement of Financial Activities, the Group and Charity Balance Sheets, and the related notes. The financial statements have been prepared under the accounting policies set out therein. 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) and the requirements of the Financial Reporting Standards for Smaller Entities (effective April 2008).

This report is made solely to the charitable company'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 charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinion we have formed.

**Respective responsibilities of Trustees and auditors**

As explained more fully in the Statement of Trustees' Responsibilities, 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 Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the Trustees, and the overall presentation of the financial statements. In addition, we read all the financial, and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the group and charitable company's affairs as at 31 December 2012 and of 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 applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

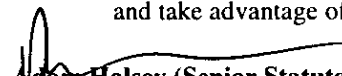
**Opinion on other matter prescribed by the Companies Act 2006**

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

**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:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the 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, or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Trustees' Report.

  
Adam Halsey (Senior Statutory Auditor)  
for and on behalf of haysmacintyre  
Chartered Accountants and Statutory Auditors

30 September 2013

Fairfax House  
15 Fulwood Place  
London  
WC1V 6AY



# HARVESTER TRUST TONBRIDGE

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (Incorporating Income and Expenditure account)

FOR THE YEAR ENDED 31 DECEMBER 2012

INCOMING RESOURCES	Notes	Unrestricted Funds £	Discontinued Unrestricted Funds £	Discontinued Restricted Funds £	2012 Total Funds £	2011 Total Funds £
<i>Incoming resources from generated funds</i>						
Voluntary income	2	640	24,310	-	24,950	51,153
Activities for generating funds						
Trading income of subsidiary	3	-	270,194	-	270,194	96,871
Rental income		-	-	-	-	118,750
Interest receivable		-	763	-	763	434
<i>Incoming resources from Charitable Activities</i>						
Operation of Christian Centre		-	112	-	112	2,640
Other income	4	-	8,484	-	8,484	243,490
<b>Total incoming resources</b>		<b>640</b>	<b>303,863</b>	<b>-</b>	<b>304,503</b>	<b>513,338</b>
<b>RESOURCES EXPENDED</b>						
<i>Cost of generating funds</i>						
Trading expenditure on subsidiary	3	-	253,640	-	253,640	35,761
<i>Charitable activities</i>						
Operation of Christian Centre	5	-	128,929	-	128,929	439,307
Christian ministry		-	-	-	-	61,525
Open Hands ministry		-	-	-	-	6,988
Reorganisation costs		-	79,054	-	79,054	105,516
Tax payable		-	-	-	-	14,025
Bank interest payable		-	127,683	-	127,683	87,513
<b>Governance costs</b>		<b>1,079</b>	<b>12,822</b>	<b>-</b>	<b>13,901</b>	<b>37,986</b>
<b>Total resources expended</b>		<b>1,079</b>	<b>602,128</b>	<b>-</b>	<b>603,207</b>	<b>788,621</b>
<b>Net outgoing resources before transfers</b>	7	<b>(439)</b>	<b>(298,265)</b>	<b>-</b>	<b>(298,704)</b>	<b>(275,283)</b>
Transfers	13	-	624,486	(624,486)	-	-
<b>Net movement in funds before revaluations</b>		<b>(439)</b>	<b>326,221</b>	<b>(624,486)</b>	<b>(298,704)</b>	<b>(275,283)</b>
Revaluation of property	8, 13	-	-	-	-	(4,324,455)
<b>Net movement in funds</b>		<b>(439)</b>	<b>326,221</b>	<b>(624,486)</b>	<b>(298,704)</b>	<b>(4,599,738)</b>
<b>Reconciliation of funds</b>						
Funds brought forward		10,000	2,165,161	719,532	2,894,693	7,494,431
Funds carried forward	13	£9,561	£2,491,382	£95,046	£2,595,989	£2,894,693

The charity had no recognised gains or losses other than those included in the above statement

All of the charity's activities during the above two financial years derived from continuing activities

The accompanying notes form part of the financial statements

## CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2012

	Notes	£	2012	£	£	2011	£
<b>FIXED ASSETS</b>							
Tangible fixed assets	8			5,063,290			4,514,847
<b>CURRENT ASSETS</b>							
Debtors	10	69,601			223,955		
Cash at bank and in hand		37,504			568,284		
			107,105			792,239	
<b>CREDITORS: amounts falling due within one year</b>	11	(1,974,406)			(1,782,393)		
<b>NET CURRENT ASSETS</b>				(1,867,301)			(990,154)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>				3,195,989			3,524,693
<b>CREDITORS: amounts falling due after more than one year</b>	12			(600,000)			(630,000)
<b>NET ASSETS</b>				£2,595,989			£2,894,693
<b>FUNDS</b>							
Unrestricted funds	14						
Main charity				9,561			10,000
Subsidiary charity (discontinued operations)				2,491,382			2,165,161
Restricted funds (discontinued operations)				95,046			719,532
				£2,595,989			£2,894,693

The financial statements have been prepared in accordance with the special provisions relating to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved and authorised for issue by the Trustees on *27 September* 2013 and signed on their behalf, by

*Simon Weil*

Signature of trustee

*SIMON WEIL*

Name of trustee

The accompanying notes form part of the financial statements

## COMPANY BALANCE SHEET

AS AT 31 DECEMBER 2012

	Notes	£	2012 £	£	2011 £	£
<b>FIXED ASSETS</b>						
Tangible assets	8		-		-	
Investments	9		2		2	
<b>CURRENT ASSETS</b>						
Debtors	10		-		-	
Cash at bank and in hand			9,961		10,000	
			<u>9,961</u>		<u>10,000</u>	
<b>CREDITORS</b> , amounts falling due within one year	11		(400)		-	
			<u></u>		<u></u>	
<b>NET CURRENT ASSETS</b>				9,561		10,000
<b>NET ASSETS</b>				<u>£9,563</u>		<u>£10,002</u>
<b>FUNDS</b>						
Unrestricted funds	13			9,563		10,002
Restricted funds				-		-
				<u>£9,563</u>		<u>£10,002</u>

The financial statements have been prepared in accordance with the special provisions relating to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved and authorised for issue by the Trustees on 27 September 2013 and signed on their behalf, by

  
Signature of trustee

**SIMON WEIL**

Name of trustee

The accompanying notes form part of the financial statements

# HARVESTER TRUST TONBRIDGE

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2012

---

#### 1. ACCOUNTING POLICIES

##### a) Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" issued in March 2005, applicable accounting standards and the Companies Act 2006.

##### b) Consolidation

These financial statements consolidate the results of the charity, its wholly owned subsidiary, Harvester Conferences Limited and the results of The River Centre Limited, which is a wholly owned subsidiary of Harvester Conferences Limited. The consolidation is done on a line by line basis. The charity has opted under paragraph 397 of the SORP not to present its own Statement of Financial Activities.

##### c) Interest receivable

Interest receivable is accounted for on an accruals basis.

##### d) Donations and gifts

Donations and gifts are included in incoming resources when receivable. Donated services are included at the estimated time and charge rates of the individuals providing the service to the charity.

##### e) Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any unrecoverable VAT.

*Costs of generating funds* include the expenditure of the trading subsidiary, Harvester Conferences Limited, including bank loan interest.

*Charitable activities* include expenditure on, a Christian centre, gifts to Christian causes and the Trust's 'Open Hands' community project.

*Governance costs* include those incurred in the governance of the charity and are primarily associated with constitutional and statutory requirements.

Expenditure not directly attributable to charitable activities and governance costs is apportioned on an appropriate basis as shown in note 5.

##### f) Fixed assets

Freehold land and buildings under construction are not depreciated. All other fixed assets are depreciated to write off their cost over their estimated useful lives at the following rates:

Freehold buildings	- 2% straight line
Leasehold buildings	- 2% straight line
Furniture fittings and equipment	- 10% - 33% straight line
Motor vehicles	- 25% straight line

Freehold land and buildings are carried at current year value at the balance sheet date. A full valuation is obtained from a qualified valuer every five years, with an interim valuation three years after the previous full valuation, and in any year where it is likely that there has been a material change in value. Due to the reorganisation in the year, the trustees obtained a valuation of the charity's properties from Savills in July 2011. Prior to this, the date of the last full valuation was as at 31 December 2007. Revaluation gains and losses are recognised in the statement of financial activities.

##### g) Funds

Unrestricted general funds are funds which can be used in accordance with the charitable objects at the discretion of the trustees. Designated funds are unrestricted funds set aside for specific projects.

Restricted funds are funds to be used for specific purposes as laid down by the donor.

##### h) Pensions

The charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

# HARVESTER TRUST TONBRIDGE

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### FOR THE YEAR ENDED 31 DECEMBER 2012

2. VOLUNTARY INCOME	2012 £	2011 £
Donations	640	25,903
Donated professional services (note 15)	24,310	25,250
	<u>£24,950</u>	<u>£51,153</u>

### 3. SUBSIDIARIES

#### Harvester Conferences Limited

The charitable company owns the whole of the issued share capital of Harvester Conferences Limited, a charitable company registered in England. The principal activity of the subsidiary is to operate a Christian Conference Centre in Tonbridge, Kent. In November 2011, Harvester Conferences Limited was registered as a charity and under a restructuring arrangement approved by the Charity Commission, the net assets of Harvester Trust Tunbridge less £10,000, were transferred to Harvester Conferences Limited. Its results for the year, as extracted from the audited accounts, are summarised below.

	2012 £	2011 £
<b>Incoming resources</b>		
Turnover from trading activities	-	96,871
Rental income	-	118,750
Charitable activities and voluntary income	40,976	2,640
Other income	8,484	236,775
	<u>49,460</u>	<u>455,036</u>
<b>Resources expended</b>		
Administrative expenses	(220,805)	(555,182)
Interest payable	(127,683)	(66,349)
	<u>(348,488)</u>	<u>(621,531)</u>
<b>Net (outgoing)/incoming resources</b>	<u>(299,028)</u>	<u>(166,495)</u>
Interest receivable	763	434
Transfer from Harvester Trust	-	6,145,465
	<u>(298,265)</u>	<u>5,979,404</u>
<b>(Deficit)/surplus for the year</b>	<u>(298,265)</u>	<u>5,979,404</u>
<b>Net assets at 31 December 2012</b>	<u>£2,586,428</u>	<u>£2,884,693</u>

Charitable activities and voluntary income includes a donation under gift aid of £16,554 from the charity's subsidiary, The River Centre Limited.

#### The River Centre Limited

The whole of the issued share capital of the company is owned by Harvester Conferences Limited. Its results for the year, as extracted from the audited accounts, are summarised below.

	2012 £	2011 £
Turnover	270,194	-
Cost of sales	(67,525)	-
<b>Gross profit</b>	<u>202,669</u>	<u>-</u>
Administrative expenses	(186,115)	-
Gift aid payable	(16,554)	-
<b>Net profit</b>	<u>-</u>	<u>-</u>
<b>Net assets at 31 December 2012</b>	<u>£1</u>	<u>£1</u>

**HARVESTER TRUST TONBRIDGE****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE YEAR ENDED 31 DECEMBER 2012****4 OTHER INCOME**

Other income in the year includes £2,387 (2011 £237 495) gains from the disposal of fixed assets

**5. CHARITABLE ACTIVITIES**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
<b>Charitable activities:</b>		
Operation of a Christian Centre		
Donation (Open Hands)	-	6,988
Office costs	1,453	128,314
Wages and salaries	-	66,601
Professional fees	46,077	135,944
Advertisements and promotion	-	12,427
Bank charges	1,482	-
Insurance	-	9,212
Depreciation	76,715	145,834
Sundry	3,202	2,500
	<u>128,929</u>	<u>507,820</u>
Reorganisation costs	79,054	105,516
Tax payable	-	14,025
Bank interest payable	127,683	87,513
	<u>£335,666</u>	<u>£714,874</u>

Support costs, other than professional fees specifically allocated, are allocated to activities on the basis of the estimated time spent on those activities

**6. STAFF COSTS (Group)**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Wages and salaries	-	53,322
Social security costs	-	5,757
Pension costs	-	772
Redundancy	-	6,750
	<u>-</u>	<u>66,601</u>
Subsidiary		
Staff costs - River Centre Limited	67,381	-
	<u>£67,381</u>	<u>£66,601</u>

No employee received remuneration at higher levels as defined in the Charities Statement of Recommended Practice 2005 (2011 nil)

Pension contributions amounting to £Nil (2011 £772) were paid into a defined contribution pension scheme on this employee's behalf

The remuneration of all employees is determined by a remuneration committee on an annual basis in accordance with salary levels for the charity sector provided by Croner Reward

# HARVESTER TRUST TONBRIDGE

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### FOR THE YEAR ENDED 31 DECEMBER 2012

#### 6. STAFF COSTS (Group) (continued)

	2012 Number	2011 Number
The average number of full time equivalent staff employed during the year was		
Operation and administration of Centre	3	2

#### 7. NET MOVEMENT IN FUNDS

	2012 £	2011 £
<b>This is stated after charging:</b>		
Auditors' remuneration - audit fees	8,600	9,350
- other work	11,502	17,183
Gain on disposal of tangible fixed assets - owned	-	237,495
Depreciation of tangible fixed assets - owned	76,715	145,834

#### 8. FIXED ASSETS

	Land and buildings £	Other tangible fixed assets £	Building under Construction £	Total £
<b>Group</b>				
<b>Cost or valuation</b>				
At 1 January 2012	3,900,000	530,199	493,412	4,923,611
Additions	-	750	624,486	625,236
Transfers	50,250	-	(50,250)	-
At 31 December 2012	3,950,250	530,949	1,067,648	5,548,847
<b>Depreciation</b>				
At 1 January 2012	-	408,764	-	408,764
Charge for the year	39,000	37,793	-	76,793
At 31 December 2012	39,000	446,557	-	485,557
<b>Net Book Value</b>				
At 31 December 2012	£3,911,250	£84,392	£1,067,648	£5,063,290
At 31 December 2011	£3,900,000	£121,435	£493,412	£4,514,847

At 31 December 2012, included with the net book value of land and buildings is £ (2011 £3 91m) relating to freehold land and buildings

In July 2011, an informal valuation was provided by Savills (L&P) Limited based on the existing use of the building and existing planning permission for land being held for development. In light of the prevailing economic environment it was considered that the value of the building in July 2011 was £2 9m and within the foreseeable future the development property, was worth £1 0m (original cost £874,664). The Trustees do not consider that there has been a material change in the value of land and buildings in the current year.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows

	2012 £	2011 £
Cost	6,415,918	6,365,668
Less Accumulated depreciation	(851,911)	(809,230)
<b>Net book value</b>	<b>£5,564,007</b>	<b>£5,556,438</b>

# HARVESTER TRUST TONBRIDGE

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### FOR THE YEAR ENDED 31 DECEMBER 2012

#### 9. INVESTMENTS

	2012 £	2011 £
<b>Company</b>		
Subsidiary undertaking (see note 3)		
Shares at cost	2	2
Loan	-	-
	<u>£2</u>	<u>£2</u>
At 31 December 2012		

The Trust also owns one £1 share, being 100% of the share capital, in River City Developments Limited. This company has been dormant since incorporation.

#### 10. DEBTORS

	Group		Charity	
	2012 £	2011 £	2012 £	2011 £
Trade debtors	29,913	-	-	-
Income tax and VAT recoverable	16,147	11,132	-	-
Other debtors and prepayments	23,541	212,823	-	-
	<u>£69,601</u>	<u>£223,955</u>	<u>£ -</u>	<u>£ -</u>

#### 11. CREDITORS: amounts falling due within one year

	Group		Charity	
	2012 £	2011 £	2012 £	2011 £
Bank loans and overdraft	1,861,693	1,646,838	-	-
Social security and other taxes	7,322	32,255	-	-
Other creditors	14,425	14,562	-	-
Accruals and deferred income	90,966	88,738	400	-
	<u>£1,974,406</u>	<u>£1,782,393</u>	<u>£400</u>	<u>£ -</u>

The bank loan is for a maximum sum of £1.95m and is secured on the freehold property, the Riverside Centre, on which the bank holds a first legal charge. Interest is payable at 3.0% over the Bank's base rate, subject to a minimum rate of 6.5% per annum. It is repayable on demand.

#### 12. CREDITORS: amounts falling due after more than one year

	Group	
	2012 £	2011 £
Secured loan	<u>£600,000</u>	<u>£630,000</u>

The secured loan is repayable on 1 January, 2014. Interest is payable on the loan at 2% over bank base rate from 1 January 2004.



# HARVESTER TRUST TONBRIDGE

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### FOR THE YEAR ENDED 31 DECEMBER 2012

13. FUNDS	As at 1 January 2012	Incoming Resources	Outgoing Resources	Transfers and Unrealised Gains	As at 31 December 2012
<b>Company</b>					
Unrestricted general funds	10,000	640	(1,079)	-	9,561
<b>Group (discontinued operations)</b>					
Restricted funds					
Gateway	719,532	-	-	(624,486)	95,046
Subsidiary charity					
Unrestricted general funds	2,165,161	303,863	(602,128)	624,486	2,491,382
	<u>£2,894,693</u>	<u>£304,503</u>	<u>£(603,207)</u>	<u>£ -</u>	<u>£2,595,989</u>

#### Gateway

These are funds donated to the Gateway Project as described in the Trustees Report. Funds expended on the project in the year are shown as transfers as the expenditure is capital in nature.

14. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS	General Funds £	Discontinued Funds £	Discontinued Charity £	Total £
Fixed assets	-	-	5,063,290	5,063,290
Net current assets/(liabilities)	9,561	95,046	(1,971,908)	(1,867,301)
Long term liabilities	-	-	(600,000)	(600,000)
	<u>£9,561</u>	<u>£95,046</u>	<u>£2,491,382</u>	<u>£2,595,989</u>

### 15. TRANSACTIONS WITH TRUSTEES AND CONNECTED PERSONS

The Trustees did not receive any remuneration during the year. £662 (2011: £1,548) of expenses were reimbursed to trustees in the year.

The Trust appointed Bircham Dyson Bell LLP as its solicitors in 2002 and they have been acting since this date. In 2009, Simon Weil, a partner in Bircham Dyson Bell, was appointed as a trustee. He does not make any charge for his work as a trustee, however Mr Weil does make some charges for legal work he undertakes. Mr Weil is not engaged in the substantive legal work provided by Bircham Dyson Bell to the Trust, and another partner is responsible for managing, undertaking and supervising such work.

Mr Weil does not direct work to Bircham Dyson Bell and ensures that all referrals are undertaken by the management team and the other trustees. Professional fees of £68,315 (2011: £138,532) were payable to Bircham Dyson Bell in the year for the provision of legal advice in respect of organisational restructuring and personnel related issues, banking, tax and property issues. In addition, Bircham Dyson Bell also provided pro bono work amounting to £24,310 (2011: £25,250). The reasons for fees in this year are set out in the Trustees' Report.

### 16. SHARE CAPITAL

The Company is limited by guarantee and does not have a share capital. The liability of the members is £1 each in the event of the Company being wound up.

# HARVESTER TRUST TONBRIDGE

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### FOR THE YEAR ENDED 31 DECEMBER 2012

---

#### 17. TRANSFER OF ASSETS

On 30 November 2011, the operating activities and the assets (excluding £10,000) of Harvester Trust Tonbridge (charity number 1072895 and company number 03560985) were transferred to Harvester Conferences Limited (Company number 3727424 and registered Charity number 1144859)

On 28 November 2011 the Trust also transferred its shareholding in another wholly owned subsidiary, The River Centre Limited to Harvester Conferences Limited

#### 18. CAPITAL COMMITMENTS

	2012 £	2011 £
Contracted for but not provided for in the accounts (Gateway Café)	<u>£170,000</u>	<u>£720,000</u>

#### 19. POST BALANCE SHEET EVENTS

In the furtherance of the Trusts objects and to promote its activities and operations, Harvester Trust Tonbridge disposed of the issued share capital in its wholly owned subsidiary, Harvester Conferences Limited, to Servants Fellowship International, a charitable company limited by guarantee incorporated and registered in England and Wales (Company number 01437414, charity number 280859), registered office 9-10 Priory Row, Coventry, Warwickshire, CV1 5EX on 22 March 2013. As a result, Servants Fellowship International also acquired the issued share capital of The River Centre Limited, a wholly owned subsidiary of Harvester Conferences Limited. The secured loan of £600,000 was repaid as was the bank loan of £1,861,693 on 22 March 2013.