

The Angel Foundation

**Trustees' report and consolidated
financial statements**

Registered number 3818138

Charity number 1079501

31 March 2017



Contents

Trustees' annual report	1
Statement of responsibilities of the Trustees of The Angel Foundation in respect of the Trustees' annual report and the financial statements	13
Independent auditor's report to the trustees of The Angel Foundation	14
Consolidated statement of financial activities (including income and expenditure account)	16
Group and charity balance sheets	17
Cash flow statement	18
Notes	19

Trustees' annual report

The Trustees, who are also directors for Companies Act purposes, present their annual report and the audited consolidated financial statements of the Charity for the year ended 31 March 2017. The Trustees have adopted the provisions of the Statement of Recommended Practice: 'Accounting and Reporting by Charities' (SORP 2016) and FRS (102) issued in January 2016 in preparing the annual report and accounts of the Charity.

Reference and administrative details

Charity number:	1079501
Company number:	3818138
Registered office:	27 Burrington Way, Plymouth, PL5 3LR
Independent Auditor:	KPMG LLP, Quayside House, 110 Quayside, Newcastle upon Tyne, NE1 3DX
Bankers:	Barclays Bank plc, 71 Grey Street, Newcastle upon Tyne, NE99 1JP
Solicitors:	Robinsons, 10-11 St James Court, Friar Gate, Derby, DE1 1BT

Directors and Trustees

The directors of the charitable company ("the Charity") are its Trustees for the purpose of Charity law and throughout this report are collectively referred to as the Trustees.

The Trustees who served during the year are named below:

S Beik	
A White	(resigned 15 December 2016)
L Gott	(resigned 21 July 2016)
C Cole	
W Simpson	(appointed 3 August 2016)
G Dacre	(appointed 3 August 2016)
R Simpson	(appointed 3 August 2016)
D Wright	(appointed 3 August 2016)

Secretary

PV Le Duillennec

Strategic Report

Structure, governance and management

Governing document

The Charity is registered in England as a company limited by guarantee, governed by its Memorandum and Articles of Association.

Appointment of Trustees

The Articles of Association specify that the number of Trustees shall not be fewer than three and no fixed maximum number. Trustees must be over the age of 18 and are appointed by election by the current board of Trustees.

Trustee induction and training

All new Trustees appointed undergo training to brief them on their legal obligations under Charity and company law, and the content of the Memorandum and Articles of Association. They are also introduced to key employees and other Trustees.

Trustees' annual report *(continued)*

Structure, governance and management *(continued)*

Organisational structure

The Angel Foundation has its head office in Plymouth and has offices in Sunderland and Hamburg in Germany. These offices enable contact to be made with local GOD TV viewers in their own languages. The Trustees have discussed the option of divesting the responsibility for the non-UK offices as they become stronger in the future.

The following entities are consolidated within these financial statements:-

- (i) Angel Media Network (P) Limited (AMNP) based in India.
- (iii) The Dream Family Network Limited (DFN) based in the United Kingdom.

Angel Media Network (P) Limited, is a 100% owned subsidiary which sells airtime and negotiates distribution contracts with local suppliers. In the year ended 31 March 2017 the company made a profit before tax of £6k (2016: loss of £3k).

DFN is a 93% owned trading subsidiary and primarily handles the advertising and merchandising of books, CDs and DVDs on behalf of The Angel Foundation and GOD TV. In the year ended 31 March 2017 the company made a loss before tax of £4k (2016: loss of £0.6k).

Related Parties

The Angel Foundation co-operates with the following charities which are independent from The Angel Foundation in their operations, but which raise funds locally for the pursuit of the same objects and help fund GOD TV.

- (i) Angel Christian Television Trust Inc (ACTT) based in United States of America
- (ii) Angel Christian Television China Limited (ACTC) based in Hong Kong
- (iii) Angel Television Africa (ATA) based in Cape Town
- (iv) Angel Christian Television Australia Limited (ACTA) based in Melbourne
- (v) Angel Christian Charitable Foundation India (ACCFI) based in Chennai (Madras)
- (vi) Angel Christian Television GTE (ACTN) based in Nigeria
- (vii) God TV Foundation (GTVF) based in Sri Lanka

The Board of Trustees and the Management

Graham Dacre (CBE)

GOD TV Trustee / Chairman of the Board

Graham is a philanthropist from Norfolk, whose biography is entitled, 'So Much from So Little: The Story of an Ordinary Guy Who Did Extraordinary Things'. From selling used cars, he built up the Lind Automotive Group to an annual turnover of £500m and sold the business for over £100m. A champion for young people, he started the Lind Trust and created the Open Youth Venue, converted from a 50,000 square foot, Grade II listed building that was once Barclays Bank's regional headquarters. The venue provides space for programmes and activities for young people in Norfolk and earned Graham the Queen's Award for Voluntary Service in 2010. He has also supported schools in the area and founded the Open Academy. Graham was made a CBE in 2013 for his pioneering work for Norfolk youth.

Trustees' report *(continued)*

The Board of Trustees and the Management (continued)

Ward Simpson

GOD TV Trustee / GOD TV CEO

Ward is GOD TV's chief executive officer (CEO) and brings a wealth of experience in both business and ministry to GOD TV. As senior executive with the Simpson Group of companies, Ward managed an international automobile distribution corporation and as executive director of the Brownsville Revival School of Ministry (BRSM), he was part of the leadership team in Pensacola, Florida during the world famous Brownsville Revival. Ward is a product of revival and has a passion to see revival fires spread across the globe.

Stephen (Steve) Beik

GOD TV Trustee / General Counsel

An experienced attorney with about 40 years of legal expertise, Stephen Beik is GOD TV's administrator and is responsible for the implementation of the ministry's long-term strategy; day-to-day operations; and corporate compliance across the globe. Based in Orlando, Florida, Steve has been a partner at law firms in Pennsylvania and Florida and ran his own practice for 10 years. He is a graduate of Wesleyan University, Vanderbilt University and the Vanderbilt School of Law and is associated with the American Bar, Florida Bar and the Orange County Bar. He can often be seen on air on GOD TV updating viewers on all the latest developments in the ministry and often travels internationally to consult with executive management, divisional heads, regional leaders, and local attorneys and consultants.

Chris Cole

GOD TV Trustee

Chris is a leading figure in Christian broadcasting in the UK. He and his wife Kerry founded Cross Rhythms in the 1980s, a pioneering media ministry that collaborates with radio stations in Stoke on Trent, Plymouth and Stockton-on-Tees and 75 stations worldwide. Chris is now co-chair of Cross Rhythms and is a frequent radio host. He was a presenter on GOD TV's Dream on TV series and was GOD TV's Regional Director for the UK for six years. He has played a key role in the Christian Broadcasting Council of the UK and is the Chair of Cornerstone Vision, a marketing and publishing company and Chair of Trustees for the Gilead Foundations Charity, a rehabilitation centre in Okehampton. He has been a faithful friend of GOD TV for many years, was instrumental in the ministry moving to Plymouth and has been a trustee since 2015.

Canon Andrew White

GOD TV Trustee

Canon Andrew White has been a long-standing friend of GOD TV for many years, often appearing in our LIVE broadcasts and has spoken at special events including Summer Celebration in Plymouth. GOD TV supported his outreach at St Georges Church in Iraq where he became known as the 'Vicar of Baghdad'. Canon White started his career as an anaesthetist at St Thomas' Hospital, London before entering the Anglican priesthood. He became the Archbishop of Canterbury's Special Envoy to the Middle East and started the Foundation for Relief and Reconciliation in the Middle East. A high level mediator, he is the author of several books including 'Faith Under Fire' and 'Father Forgive'. He resigned from the Board on 15th December 2016 due to health reasons.

David Wright

GOD TV Trustee

David is an entrepreneurial leader with 15 years of experience building and growing companies in Asia having lived and worked in the Philippines, Hong Kong and Beijing. He is currently the Director for China of Turquoise International, a leading UK-based Investment Bank and a Director of Camplyon, a UK company focused on assisting companies enter the China market. David studied at the University of Southampton, Yale University and the Beijing Language and Culture University. He speaks fluent Mandarin and from 2003 to 2014 was based in Beijing working to connect the West with the growing opportunities in China. During this period he was President of the largest Christian publishing company in China, legally distributing millions of Christian books with full permission from the Communist Government. This included a children's Bible, Sunday school curriculum and many other well-known Christian classics.

Trustees' report (*continued*)

Rafael Simpson *GOD TV Trustee*

Rafael Simpson is a serial entrepreneur with a passion for startup companies, with over 10 years of experience in building and growing online e-business. Rafael has founded companies in the apparel, Internet, and Energy industry. Rafael also consults for global brands in the areas of strategic fundraising, digital communication, and consumer engagement.

Mission Statement

"With a servant's heart we will equip His Body to reach the lost through media. This ministry exists to enable every television household to hear the gospel of Jesus Christ so that they may believe in Him, call upon His name, and be saved."

Vision Statement

"Our vision is to recognise, source, create, package and present world class anointed, prophetic, supernatural content in a spirit of excellence across the globe into every nation, reconciling man, woman and child with God by the power of the Holy Spirit."

Basis of Faith

The Angel Foundation uses the Evangelical Alliance Basis of Faith to ensure that participating individuals, churches and groups uphold the same values.

We accept the revelation of the triune God given in the Scriptures of the Old and New Testaments and confess the historic faith of the Gospel therein set forth.

We assert the following doctrines which we regard as crucial to the understanding of the faith and which should issue in mutual love, practical Christian service and evangelistic concern.

We Believe:

- The sovereignty and grace of God the Father, God the Son and God the Holy Spirit in creation, providence, revelation, redemption and final judgement.
- The divine inspiration of the Holy Scripture and its consequent entire trustworthiness and supreme authority in all matters of faith and conduct.
- The universal sinfulness and guilt of fallen man, making him subject to God's wrath and condemnation.
- The substitutionary sacrifice of the incarnate Son of God as the sole sufficient ground of redemption from the guilt and power of sin and from its eternal consequences.
- The justification of the sinner solely by the grace of God through faith in Christ crucified and risen from the dead.
- The illuminating, regenerating, indwelling and sanctifying work of God the Holy Spirit.
- The priesthood of all believers, who form the universal Church, the Body of which Christ is the Head and which is committed by His command to the proclamation of the Gospel throughout the world.
- The expectation of the personal, visible return of the Lord Jesus Christ in power and glory.

Trustees' report (*continued*)

Objectives and activities

Objects of the Charity

The objects of the Charity are the advancement of the Christian religion and education, and the relief of poverty, distress and sickness. The key objective and activity area of the Charity is the advancement of the Christian religion through all forms of media.

The principal manner in which The Angel Foundation achieves its objects is through the worldwide television Ministry, GOD TV. Further information can be found on the Ministry's website, www.god.tv.

History

GOD TV started broadcasting in October 1995 as The Christian Channel Europe through a company of that name now renamed The Dream Family Network Ltd. Since 2002, the UK and European activities of God TV have been in the care of The Angel Foundation. GOD TV aspires to reach one billion souls with inspired Christian television programmes.

"Go into all the world and preach the gospel to every creature." Mark 16:15

With a vision to reach ONE BILLION SOULS for the Kingdom, GOD TV is constantly exploring increased distribution opportunities to broadcast the Gospel of Jesus Christ from our Broadcast HQ in Jerusalem, to the ends of the earth.

With several separate feeds, carried on a multi satellite platform, the GOD Channel is currently broadcast around the world 24-hours-a-day, reaching 284 million homes – a figure which translates into over a billion people - in more than 200 nations & territories - who can watch the GOD Channel by a click of their remote control. GOD TV broadcasts into over 50% of UK TV households via Sky satellite, Freeview or Virgin Cable, and it is these viewers who provide the great majority of the donations received by The Angel Foundation.

The powerful free-to-air satellite signal is also pulled down and re-distributed by various cable networks in India, Nepal, Hong Kong, Nigeria, Cameroon, Europe and various Nordic countries. Additionally, the GOD Channel signal is re-broadcast through a number of terrestrial transmitters, for example in Africa, where the ministry presently has four transmitters in Kenya, covering a population of 13 million people.

Where the GOD Channel is not easily available through satellite, cable or terrestrial transmission, viewers can watch via web streaming. Every day we receive feedback from viewers in countries from South America to the Middle East who are watching through the Internet.

In 21 short years, GOD TV has grown, from broadcasting two hours each day in 1995 to cover four fifths of the earth's surface, 24-hours-a-day. With ongoing steady growth in our distribution, we are well on our way to reaching our target of ONE BILLION SOULS.

Achievements and performance and future developments

Overview

Now under new leadership, GOD TV has continued to build upon our solid foundation of 21 years with many exciting developments over the past year. Since Ward Simpson became CEO on 1 October 2016, new series have launched on GOD TV each month; original programming has increased and there have been significant distribution breakthroughs. We have also introduced a number of useful initiatives to better serve our viewers and partners, helping them to accomplish their full potential, while being part of a movement that is impacting the globe.

Trustees' report (*continued*)

April 2016

GOD TV continued to show itself as a leader in airing premier Christian events LIVE, with three marathon broadcasts in April: Azusa Now, United Cry: DC and the Jesus Conference. Azusa Now commemorated the 110th Anniversary of the Azusa Street Outpouring with an all-day event in Los Angeles, featuring many of the network's most popular speakers including Lou Engle and Bill Johnson. GOD TV Co-founder Wendy Alec was recognised for her pioneering work in Christian media with a Platinum Award from the Global Media Summit. She was also interviewed on Daystar, one of the USA's leading Christian networks.

May 2016

Following April's major broadcasts from the USA, GOD TV took viewers to Europe in May. The Presence Conference was broadcast LIVE from Switzerland in conjunction with the International Association of Healing Ministries and Burning Hearts from Germany, hosted by the Free Christian Youth Fellowship. GOD TV's website featured dedicated 'mini sites' for these events enabling viewers to watch all sessions on demand. In addition to GOD TV's diverse 24-hour schedule, other international LIVE events included the US National Day of Prayer direct from Washington DC and the Canada Victory Campaign.

June 2016

GOD TV's Head of Distribution, Klaus Leweling issued an updated Global Distribution Summary providing a new total of 315 million connected homes with 1.1 billion potential viewers. This is the result of significant progress since the last report, with updated figures on two European satellites (Astra and Hotbird) and gains on German cable due to digital migration. Also, another Direct To Home platform was added in India giving GOD TV 15 million more connected homes. On the programming side, GOD TV introduced themed nights each Tuesday, focusing on a particular topic. The theme for June was 'Grace'.

July 2016

Arianna Walker of Mercy Ministries honoured GOD TV at its 10th Anniversary event, for the network's monthly financial support over the past decade. Based in Yorkshire, Mercy provides residential care for young women trapped in a cycle of self-harming. July's themed programming focused on 'Faith'. GOD TV also partnered with many leading ministries to broadcast Reset Together LIVE from the National Mall in Washington DC on 16 July 2016. GOD TV's David Nicolle went on a missions trip to Northern Sri Lanka, a region devastated by war, where GOD TV supports various community rehabilitation projects.

August 2016

GOD TV was the exclusive broadcast partner for the European Leaders Advance in Harrogate, UK. This is an annual conference that attracts Church leaders from across Europe and included messages from Bill Johnson, Heidi Baker and Randy Clark. Themed programming in August focused on The Holy Spirit. GOD TV Co-Founder, Wendy Alec spoke at the Days of Wonder Conference in Cardiff, Wales. GOD TV also featured the Reinhard Bonnke Gospel Crusade LIVE from Oklahoma. GOD TV launched a daily series, 'Prayer Time' featuring its regional directors praying for viewers. GOD TV's UK Regional Director, Fergus Scarfe hosts the UK programme.

September 2016

A new exclusive series launched on GOD TV on 5 September, 'Good News' with Reinhard Bonnke. Themed programming focused on 'The Gifts of the Spirit' and LIVE programming peaked with Harvest Georgia; Holy Spirit Night from Germany; and seven days of Missions Week broadcasts. Missions Week speakers included: John Kilpatrick, Jonathan Bernis, Gordon Robertson and UK Evangelist, Nathan Morris. Key distribution breakthroughs were announced including GOD TV's entry into Thailand for the first time and India topped 100 million homes. In the UK, GOD TV hosted a regional partner event in Scotland.

Trustees' report (*continued*)

Achievements and performance and future developments (*continued*)

October 2016

GOD TV celebrated its 21st Birthday reflecting on how it started in London and expanded worldwide. Wendy Alec announced the appointment of Ward Simpson as GOD TV's new CEO and new Angel Foundation trustees were introduced including Graham Dacre (CBE) and David Wright. More new programmes launched including Church With GOD TV featuring Pastor John Kilpatrick and Out of Zion, a daily series from Israel with Rob Cantor. Awakening Europe was aired LIVE for three days from Stockholm and, in an historic first, GOD TV partnered with several other broadcasters to maximise the coverage of the event in Scandinavia and Russia.

November 2016

GOD TV's leader, Ward Simpson led meetings in Plymouth to devise a new five-year plan for GOD TV. He introduced his wife Lydia and family to the UK team and explained how the Simpson family had become involved. Ward talked about his vision to continue building a "spirit-filled, revival pursuing network." He shared how we could take the Gospel further and make a greater impact. A new series from James River Church took to the airwaves for the first time and a fresh season of our exclusive series *Apocalypse & The End Times* started, featuring interviews with experts on current events. The UK production team visited Mercy Ministries in West Yorkshire to film the testimonies of young women whose lives have been turned around. We also produced a mini-documentary on the work of Shekinah, a charity caring for homeless people.

December 2016

GOD TV's holiday line up included messages from co-founder, Wendy Alec and CEO, Ward Simpson. *GOD TV Christmas Greetings* featured the team in Plymouth with Ward explaining why the birth of Jesus was first revealed to shepherds. He spoke about the Good Shepherd and how Psalm 23 impacted his life. Wendy presented two *Word From the Heart* Christmas specials as well as New Year special, *An Evening With Wendy*, filmed in Oslo featuring Scandinavian recording artists. During the holidays GOD TV focused on 'Stories That Inspire' with a social media campaign using the hash tag, #ChristmasStory. One of these stories was a documentary on the Shekinah Mission looking at how the homeless spend Christmas. Another was *Love Mercy* - a look inside the work of Mercy Ministries, where young women overcome life-controlling issues such as eating disorders, self-harm, depression and the effects of abuse.

January 2017

The New Year started well for GOD TV with our first fundraiser of the year, *Bless Israel* with Ward speaking to Messianic leaders. The aim was to encourage viewers to start the year right by blessing Israel and it proved successful. Funds were raised to support several Israeli charities as well as our continued presence in Israel and our global outreach. GOD TV was given an Ambassador of Peace award from Israel's Ministry of Tourism recognising our 15 years of support. In an exciting new development, the GOD TV Blog was launched providing a Christian perspective on what's trending worldwide and a forum for discussion of today's pressing issues. This has proved to be a useful resource to viewers and has drawn many new readers who previously had no knowledge of GOD TV. Since the blog launched it has enlisted voluntary contributors from all walks of life in different nations and is receiving web traffic of over one million hits per month.

February 2017

During a mammoth shoot in Orlando, three new original series were filmed. Firstly, our new flagship series *Today with Ward*, which provides updates on GOD TV's global activities with guests from around the world. Secondly, *Throne Room Prayer* with intercessory prayer leader Lila Terhune urging viewers to be carriers of God's presence. Thirdly, *The Word On Fire* with Dr Michael Brown of the FIRE School of Ministry. Our Regional Director for Sri Lanka, David Nicolle shared the heart-rending story of Jayanthi who, despite much suffering, had come to know God and how GOD TV was building a home for her. This was also carried in a blogpost entitled 'Broken Crayons Still Colour'. Key events aired in February included the *Passion for Jesus* Conference; the *Joyce Meyer Love Life* Conference and *Reinhard Bonnke Gospel Crusade*. Ward and a team from GOD TV attended the National Religious Broadcasting convention in Orlando.

Trustees' report (*continued*)

Achievements and performance and future developments (*continued*)

March 2017

Today With Ward launched on GOD TV on 3 March 2017, with our UK Regional Director, Fergus Scarfe chatting to him about his life and ministry. Drawing on Ward's connections to the Brownsville Revival, the first guests included best-loved revival worship leaders such as Lydia Marrow, Roy Fields and Lindell Cooley. Following the launch of the blog, traffic to GOD TV's website increased to around 550,000 page views with 250,000 unique visitors per month enabling us to capture over 200 new email addresses daily. During March the second fundraiser of the year, *Mission Africa* was filmed, focused on our outreach from Cape to Cairo, new ways to share the Gospel and the vast potential of the people of Africa to transform their continent. This included input from Africa Regional Director, Marcél Olivier and the team in Cape Town and in preparation for GOD TV's much-anticipated launch on DStv in Africa. Meanwhile our Regional Director for Australasia, Wayne Knapman reported on our progress in installing GOD TV into remote Aboriginal communities, especially in the Kimberley region of Western Australia.

April 2017

After years of prayer, GOD TV finally launched on DStv, Africa's largest satellite platform on 3 April. This was a huge breakthrough enabling us to reach a further 10 million people across Southern Africa. We are on DStv channel 344 with the slogan, 'Encounter God Differently' presenting a unique blend of contemporary content including local programming. "We invite you to experience God in fresh ways, as we bring a message of hope into your home," Marcél told new viewers. Wendy's Easter letter was entitled 'From a Crown of Thorns to a Victor's Crown'. *Throne Room Prayer* launched on 11 April with Lila Terhune who has much to share from her days of leading intercession at Brownsville. Ward and Fergus hosted *Call For Prayer LIVE* from Plymouth, inviting viewers to call in with their needs. UK Evangelist J John and his wife, Killy were our special guests and our partner services team was inundated with calls. On 27 April GOD TV reached 1 million likes on Facebook.

May 2017

GOD TV continued to air themed programming each Tuesday in its *Focus* series. The topic for May was 'Love Your Neighbour', inviting viewers to discover God's love and share it with others. "Love commands that we see with eyes of love," said Evangelist, Samuel Rodriguez. "The Cross is vertical towards God and horizontal towards our neighbour." With a new entrepreneurial impetus, we initiated a bold new channel project, Plural TV. This aims to raise awareness on pressing issues facing society today and challenge the Church to be part of the solution. "Social justice is the cornerstone of Plural TV," said Ward. "We aim to examine critical issues the Church often shies away from, with a strong call to action." During May, Scott Volk of Together For Israel presented a *Bless Israel Update* showing how GOD TV viewers were making a difference in the lives of young people in Israel through the building of much-needed playgrounds. The exclusive new series, *Word on Fire* with Dr Brown was launched and the Presence Conference aired LIVE from Germany.

June 2017

GOD TV responded to the devastating floods in Sri Lanka with a Flood Appeal featuring a report from our Sri Lankan Regional Director David Nicolle. We have supported several humanitarian projects in this island-nation and our office in Colombo continues to help widows and orphans. In the UK, GOD TV supported J John's upcoming *Just One* mass gathering at Arsenal's Emirates stadium in London. "It's the first time in over 30 years that a football stadium has been used for evangelism and we encourage all our viewers to participate," said Fergus. GOD TV advertised the event on air and via our blog and Fergus met with the evangelist to record the first episode of *UK Regional Update* where they talked about reaching the UK. The highlight of GOD TV's June programming was *Awakening Europe LIVE* from Prague in the Czech Republic, with a Reformation theme. Hosted by Ben Fitzgerald speakers included Todd White of Lifestyle Christianity; Reinhard Bonnke and Daniel Kolenda of CfaN; Jean-Luc Trachsel of IAHM and Paul Manwaring of Bethel Church.

Trustees' report (continued)

Achievements and performance and future developments (continued)

July 2017

UK Regional Update launched on 5 July, our new series that aims to capture what God is doing in the British Isles, featuring interviews with Christian leaders. In another enterprising start-up, we launched *God Today*: a premium daily video message from today's top speakers delivered directly to the viewer's inbox. Following the success of *Bless Israel* and *Mission Africa*, Ward and our Regional Director for Asia, Thomas Robinson hosted *Love Asia* featuring Nathan Morris of Shake the Nations and Nasir Siddiki of Wisdom Ministries. "This month we've had the privilege of broadcasting the good news into Asia for 15 years," said Thomas. "The impact has been phenomenal, with coverage now reaching 100 million homes in India." LIVE broadcasts in July included *Azusa Now: Cleveland*. Several new series launched on GOD TV in July: *World Impact* and *ORU Chapel* from Oral Roberts University and three new programmes from CBN – *700 Club Interactive*; *CBN Christian World News*; and *Jerusalem Dateline*.

August 2017

GOD TV launched *Startup Revival* to empower Christian entrepreneurs with the aim of building an online community of Kingdom-minded businesspeople. The highlight of GOD TV's summer line up was *Creation Fest*,

Cornwall's annual Bible Week and Music Festival, which we aired for the first time. Prior to the LIVE broadcasts, Fergus interviewed the festival's coordinator, Sarah Yardley on *UK Regional Update*. In another distribution breakthrough GOD TV launched on Unitycable in Germany reaching a further 6.4 million viewers. GOD TV partnered with *Jewish Voice Ministries* for a *Bless Israel Special* hosted by Ward and Jonathan Bernis. This aimed to expose the new Holocaust – abortion, offering hope to pregnant women and encouraging viewers to care for Holocaust survivors. GOD TV Africa hosted a live Call To Action Week with daily broadcasts featuring local guest speakers. During August the GOD TV Board honoured Wendy's contribution to the ministry and released her into producing her *Chronicles of Brothers* series. "We've had the privilege of standing with Wendy for 21 years and appreciate her service and great faith," said our Chief Financial Officer, Shaun Swanepoel. "We bless her new endeavour and know great opportunities lie ahead for her."

September 2017

The GOD TV Africa team took a tour group to Israel and Marcél hosted our new flagship series for Africa, *Encounter God Differently*. In the USA we welcomed Focus on the Family to our American schedule and in the UK Fergus hosted another *Call For Prayer* LIVE from Plymouth with Tim and Sue Eldridge from Presence Ministries International in Harrogate. Furthermore, we launched our much-anticipated *Questioning Christianity*, featuring a panel of Christian leaders, theologians and apologists in London, examining the tough issues of our faith. Produced by Samantha Stephen, *Questioning Christianity's* has three hosts: British author and speaker, Dr Krish Kandiah who is also the Founder of the charity, Home for Good; Andy Flannagan of Christians in Politics; and Calvin Samuel, Head of the London School of Theology. In a further distribution breakthrough, GOD TV started testing its signal on Yahlive, a major TV provider to the Middle East via the Yahsat satellite. Based in Abu Dhabi in the United Arab Emirates, Yahlive reaches more than 25 million viewers.

October 2017

October was a month of LIVE broadcasts on GOD TV, starting with the Day of Prayer for Jerusalem on the 1st hosted by Robert Stearns and broadcast against the panoramic backdrop of the city. GOD TV celebrated the 500th Anniversary of the Reformation LIVE from Germany, the home of Martin Luther. It was Luther who restored the truth to the Church that 'the just shall live by faith' and *Holy Spirit Night* LIVE from Stuttgart was themed 'Reformation'. Other LIVE broadcasts included two from Florida – *Jesus 2017* in Orlando and *CAP 2017* hosted by Apostle Maldonado in Miami. During CAP an exciting announcement was made about another new channel for GOD TV – GOD TV Latino, a joint venture between GOD TV and El Ray Jesús Global. *Rise Up The Call* was also aired LIVE from the National Mall in Washington DC calling women to follow the examples of 'Deborah and Esther' in the Bible and rise up to bring about positive change in their families, communities, and nations. We also launched the new series, *God's Path to Prosperity* with Richard Crisco assisting viewers to reach their full potential in God.

Trustees' report (*continued*)

Achievements and performance and future developments (*continued*)

November 2017

November started with GOD TV's major fundraiser for the year, *Vision Week LIVE* daily from Orlando. Hosted by Ward and the ministry's regional directors this was an effective opportunity to share all our latest news with viewers with updates from the various GOD TV regions worldwide. We also had three new series launch: *Sex in the Digital Age* on 18 November with Craig & Jeanette Gross of XXX Church providing an honest conversation about sex and marriage for married couples, newlyweds and those about to be married. *The Mum Show* took to the air on 23 November hosted by Marina Magdalena with child therapist, Emma Browne and Life Church leader, Clare Hooper providing a grace-filled, soul-searching look at being a mum in today's world. And, *God@Work* launched on 20 November hosted by marketplace leader and author, Rich Marshall who has a wealth of experience in training Fortune 500 Companies. This series aims to reveal the benefits of serving God through one's work and making it your life calling.

Outlook

With all that has been accomplished over the past year, GOD TV is well prepared for 2018 with further distribution opportunities in the pipeline, more new programming in production and various broadcasting initiatives on the horizon. One of the main projects we are working on is our next major Israel Tour. Coming up in May 2018, our

Arise Zion tour is being hosted by our Regional Director for Israel, Ron Cantor (also the host of Out of Zion on GOD TV) and will celebrate the 70th Anniversary of the modern State of Israel. As the story of GOD TV continues to unfold, we remain committed to fulfilling the Great Commission of Jesus Christ, to go into all the world and share the Gospel with all people.

Financial review

In the year ended 31 March 2017, The Angel Foundation made a deficit of £1.8m compared to a deficit of £570k in the previous financial year. Year on year comparison highlights the following main differences:

- Income from donations has fallen by over £1.7m, mainly due to a fall in On Air donations
- Income from ministry sponsored programmes is up by £55k
- Investment in programme library down by £77k (excluding the purchase of the ACTT library in the prior year)
- Increase in transmission costs by £113k, primarily due to the weaker pound
- Decrease of staff costs by £40k and £61k on admin costs following redundancies
- Decrease of £96k for travel costs as more programme production is paid for by the sister charity in the US
- Spending on properties decreased by £123k and depreciation by £40k after selling Angel House and replacing security guards in Plymouth with CCTV
- £34k reduction in bank charges because of lower income
- Increase in governance cost of over £57k due to legal advice regarding redundancies and costs associated with the sale of property

During the year, The Angel Foundation continued to work closely together with its sister charity in the US, ACTT, with funds being transferred between the charities and accounted for in an intercompany account in their respective balance sheets. The balance owed by AF to ACTT at the beginning of the year was £373k and £985k at the end of the year.

The Charity's wholly owned trading subsidiary, Angel Media Network Private Limited, showed a profit of £6k (2016: loss of 3k). The Charity's 93% owned trading subsidiary, Dream Family Network Limited, showed a loss of £4k (2013: profit of £0.6k).

Trustees' report *(continued)*

Financial review *(continued)*

The Trustees do not believe a material tax liability arises on the 2017 results, as detailed in note 6. In the opinion of the Trustees the Charity's assets are sufficient to fulfil the obligations of the Charity.

The movement in the consolidated Statement of Financial Activities on unrestricted general funds amounted to a net outflow of £1,624k (2016: £599k). The movement on restricted funds amounted to a net outflow of £141k (2016: inflow of £30k).

Reserves and working capital policy

The Trustees have established the level of reserves (that is those funds that are freely available) that the Charity ought to have. Reserves are needed to bridge the funding gaps between spending on programme productions, transmission costs and the continuing contribution to the growth and revamp of GOD TV worldwide and receiving resources through Missions Weeks, advertising revenue and regular donors that provide funding. Reserves are also held to cover possible emergency costs and other expenditure. In addition, short term reserves will also be needed to sustain operations over the period when it is known that donations are small and there is a period of months until the next Missions Week. The Trustees therefore consider that the ideal level of reserves as at 31 March 2017 would be £600,000.

The actual free reserves at 31 March 2017 were negative at £3.4m (total funds £1.4m less fixed assets £4.8m), which is up from the prior year £2.8m.

The working capital at 31 March 2017 was negative but a large part of this relates to a loan from supporters who have given confirmation that they are not intending to seek repayment of this loan in the next year. The Trustees are also implementing new ways to build up relations with partners and increase donation income as well as striving to save more costs. In calculating the working capital, the Trustees have taken current assets less current liabilities.

Risk policy

The Trustees have a risk management strategy which comprises:

- The Trustees periodically review the risks the Charity might face;
- The establishment of systems and procedures to mitigate those risks identified in the plan and
- The implementation of procedures designed to minimise any potential impact on the Charity should these risks materialise.

A key element in the management of financial risk is the setting of the reserves and working capital policy and its regular review by Trustees.

Anti-bribery policy

The Trustees are aware of the recent legislation and consider that the charity had not made any payments that could be considered as bribes. Payments to overseas bodies are monitored regularly and protocols adopted to govern such payments ensure that any potential bribes would be identified as such and steps be taken to recover these amounts.

Trustees' report (*continued*)

Public benefit statement

When planning the charity's activities for the year, the Trustees have considered the Commission's guidance on public benefit and in particular the specific guidance for advancement of religion. The following benefits were achieved during the year:

- Increased coverage and viewership of GOD TV which enabled the gospel to be spread further
- Expansion of the web page, www.god.tv, which gave access to more partners and through web streaming allowed an alternative method to broadcasting on GOD TV for advancing the Christian religion
- Developing and nurturing partners through individual and corporate prayer
- Tithing to Christian and humanitarian organisations that spread the gospel, educate young people and provide relief from hardship and poverty, both in the UK and overseas.
- Filming of Christian conferences and events which spreads the word of a living faith and impacts on the life of many viewers

The ministry of the charity has benefitted many people during the year, including the following:

- Viewers of GOD TV and visitors to the web page who are provided with worship, prayer and Christian education opportunities in addition or as an alternative to fellowship in local churches
- Partners who have benefitted from prayers for themselves and loved ones
- Beneficiaries of the organisations supported by the charity, including young girls with history of abuse, orphans in Africa, inhabitants of poor and dry countries
- Persecuted Christians in Iraq

Disclosure of information to auditors

The Trustees who held office at the date of approval of this Report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware; and each Trustee has taken all the steps that he ought to have taken as a Trustee to make himself aware of any relevant audit information and to establish that the Company's auditors were aware of that information.

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the Trustees



PV Le Druillenec
Secretary

27 Burrington Way
Plymouth
PL5 3LR

6 December 2017

Statement of responsibilities of the Trustees of The Angel Foundation in respect of the Trustees' annual report and the financial statements

The trustees are responsible for preparing the Trustees' Annual 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 they are required to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice) including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

Under company law the trustees must not approve the group and charitable financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and charitable company and of the excess of expenditure over income for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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; and
- 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 group and charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the group and charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the group and charitable company and to prevent and detect fraud and other irregularities.



KPMG LLP

Quayside House
110 Quayside
Newcastle upon Tyne
NE1 3DX
United Kingdom

Independent auditor's report to the trustees of The Angel Foundation

We have audited the financial statements of The Angel Foundation for the year ended 31 March 2017 set out on pages 16 to 35. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its 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 Statement of Trustees' Responsibilities set out on page 13, 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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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 charitable company's affairs as at 31 March 2017 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 UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006.

Independent auditor's report to the trustees of The Angel Foundation (continued)

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report, which constitutes the Strategic Report and the Directors' Report for the financial year is consistent with the financial statements.

Based solely on the work required to be undertaken in the course of the audit of the financial statements and from reading the Strategic report and the Directors' report:

- we have not identified material misstatements in those reports; and
- in our opinion, those reports have been prepared in accordance with the Companies Act 2006.

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 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 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.



Paul Moran (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
Quayside House
110 Quayside
Newcastle upon Tyne
NE1 3DX

13 December 2017

Consolidated statement of financial activities (including income and expenditure account)

for the year ended 31 March 2017

	Note	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Income from:					
Donations and legacies		4,509,483	2,242	4,511,725	6,198,620
Charitable activities:					
Broadcast of Christian television programmes	3	768,397	-	768,397	658,479
Merchandise		92	-	92	3,224
Investments	4	143,323	-	143,323	105,374
Other trading activities	4	1,041	-	1,041	39,467
Disposal of tangible fixed assets	4	130,953	-	130,953	-
Total income and endowments		5,553,288	2,242	5,555,530	7,005,164
Expenditure on:					
Charitable activities		7,283,793	78,972	7,362,765	7,568,738
Total resources expended		7,283,793	78,972	7,362,765	7,568,738
Net expenditure resources before transfers		(1,730,505)	(76,730)	(1,807,235)	(563,574)
Transfers		64,396	(64,396)	-	-
Net outgoing resources before other recognised gains and losses	3-10	(1,666,109)	(141,126)	(1,807,235)	(563,574)
Other recognised gains/(losses)					
Gains/(losses) on foreign exchange movements		41,780	-	41,780	(6,233)
Net movement in funds		(1,624,329)	(141,126)	(1,765,455)	(569,807)
Reconciliation of funds					
Total funds brought forward		2,982,739	182,971	3,165,710	3,735,517
Total funds carried forward		1,358,410	41,845	1,400,255	3,165,710

The incoming resources and resulting net movement in funds arise from continuing operations.

The charitable company has no other recognised gains and losses other than those stated above.

Group and charity balance sheets
at 31 March 2017

	<i>Note</i>	Group 2017 £	Group 2016 £	Charity 2017 £	Charity 2016 £
Fixed assets					
Tangible assets	12	2,335,882	2,924,870	2,326,001	2,915,476
Intangible assets	13	2,510,885	3,066,458	2,510,885	3,066,458
Investments	14	-	-	260,000	260,000
		<u>4,846,767</u>	<u>5,991,328</u>	<u>5,096,886</u>	<u>6,241,934</u>
Current assets					
Debtors	15	588,219	621,966	277,901	393,157
Cash and cash equivalents		272,861	310,479	229,129	278,946
		<u>861,080</u>	<u>932,445</u>	<u>507,030</u>	<u>672,103</u>
Creditors: amounts falling due within one year	16	<u>(4,296,562)</u>	<u>(3,320,390)</u>	<u>(4,222,116)</u>	<u>(3,296,957)</u>
Net current liabilities		<u>(3,435,482)</u>	<u>(2,387,945)</u>	<u>(3,715,086)</u>	<u>(2,624,854)</u>
Total assets less current liabilities		<u>1,411,285</u>	<u>3,603,383</u>	<u>1,381,800</u>	<u>3,617,080</u>
Creditors: amounts falling due after more than one year	17	<u>(11,030)</u>	<u>(437,673)</u>	<u>(11,030)</u>	<u>(437,673)</u>
Net assets		<u>1,400,255</u>	<u>3,165,710</u>	<u>1,370,770</u>	<u>3,179,407</u>
Funds					
Restricted reserves	19	41,845	182,971	41,845	182,971
Unrestricted general reserve	19	1,383,568	2,870,857	1,328,925	2,817,917
Foreign exchange reserve	19	(25,785)	(67,565)	-	-
Revaluation reserve	19	-	178,519	-	178,519
Minority interests	19	627	928	-	-
		<u>1,400,255</u>	<u>3,165,710</u>	<u>1,370,770</u>	<u>3,179,407</u>

These financial statements were approved by the board of trustees on 6 December 2017 and were signed on its behalf by:



W Simpson
Director

Charity number: 1079501

Registered number: 3818138

Cash flow statement
for the year ended 31 March 2017

	Group 2017 £	Group 2016 £
Cash flow from operating activities		
Net movement in funds	(1,765,455)	(569,807)
<i>Adjustments for non-cash items:</i>		
Depreciation, amortisation and impairment	1,628,690	1,385,399
Interest receivable	-	(52,428)
Interest payable	148,381	107,308
Decrease in debtors	33,747	1,289,204
Increase in creditors	805,205	373,116
Profit on disposal of tangible assets	(130,953)	-
Loss on disposal of intangible assets	26,358	131,455
Foreign exchange movement on loans	265,689	51,714
Net cash flow from operating activities	1,011,662	2,716,681
Cash flows from investing activities		
Interest received	-	52,428
Purchase of tangible fixed assets	(50,000)	(18,971)
Capitalised intangible fixed assets expenditure	(792,950)	(2,369,033)
Proceeds from sale of tangible fixed assets	493,463	-
Net cash flows from investing activities	(349,487)	(2,335,576)
Cash flows from financing activities		
Interest paid	(148,381)	(107,308)
Repayment of loans	(541,843)	(158,576)
Repayment of finance lease	(9,569)	(750)
New borrowings	-	1,028
Net cash flows from financing activities	(699,793)	(265,606)
Increase in cash and cash equivalents in the year	(37,618)	115,499
Cash and cash equivalents at the beginning of the year	310,479	194,980
Cash and cash equivalents at the end of the year	272,861	310,479

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (FRS 102) Standard applicable in the UK and Republic of Ireland, and the Companies Act 2006 and modified to include the revaluation of certain tangible fixed assets as detailed in note 12. There were no changes to accounting policies or adjustments to amounts previously reported in financial statements prepared in accordance with its old basis of accounting (UK GAAP and the Charities SORP 2005).

Basis of consolidation

The consolidated financial statements include the financial statements of the Charity and its subsidiary undertakings made up to 31 March. A subsidiary is an entity that is controlled by the parent. The results of subsidiary undertakings are included in the consolidated profit and loss account from the date that control commences until the date that control ceases. Control is established when the Charity has the power to govern the operating and financial policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that are currently exercisable. Under Section 408 of the Companies Act 2006 the Charity is exempt from the requirement to present its own statement of financial activities.

In the parent financial statements, investments in subsidiaries are carried at cost less impairment.

Going concern

The financial statements are prepared on a going concern basis which the Trustees believe to be appropriate based on the following assumptions:

Adequacy and continuation of the bank loan and overdraft

The Trustees have prepared cash flow forecasts for a twelve month period which support their view that the Charity can operate within available facilities and meet the repayment terms using current bank facilities.

Timing of repayment of other loans made to the Charity

The Trustees are confident that they are operating within the various requirements of the terms of the loans detailed in note 17. A loan of £2.0m was made available during the year from D & M Willett. This loan was taken out to fund the new Revival Prayer Centre and is secured on this property. The proceeds of £1.26m from the sale and leaseback of Drakes Hill Court after the balance sheet date led to part settlement of this loan. Although this loan is technically repayable on demand, the Trustees have received assurances from the lenders that there is no intention to seek any repayment of this loan in the foreseeable future.

Working capital

Although the charity had net current liabilities at 31 March 2017 the Trustees have instigated further budget cuts and new fund raising initiatives. The balance of £0.99m owed to The Angel Christian Television Trust Inc. is subject to an agreement under which repayments will only be made at such a time as the Charity has sufficient funds to be able to do so.

The Trustees continue to monitor the working capital of the charity which is to a large extent reliant on voluntary income, and will continue to instigate further fund raising or cost reduction actions as required.

After making enquiries, and considering the above issues in detail, and whilst accepting that there are certain levels of risk associated with the above issues, the trustees consider that the Charity will have adequate resources to continue in operation for the foreseeable future.

Notes (continued)

1 Accounting policies (continued)

Company status

The charity is a company limited by guarantee. The members of the company are Wendy Stephen, Stephen Beik, Ward Simpson, Rafael Simpson and Nathan Simpson. Stephen Beik, Ward Simpson and Rafael Simpson are also Trustees. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Tangible fixed assets and depreciation

Tangible fixed assets costing more than £2,000 are capitalised and included at cost including any incidental expenses of acquisition. Depreciation is provided to write off the cost or valuation less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Freehold land and buildings	-	5% per annum
Leasehold property improvements	-	10% per annum
Equipment	-	25% per annum
Motor vehicles	-	25% per annum
Office furniture	-	25% per annum
Computer equipment	-	25% per annum

Revaluation

Freehold land and property is stated at fair value less any subsequent accumulated depreciation and impairment losses. Valuations are obtained every 3 years.

Intangible assets

Intangible assets comprise investment in a library of programmes of Christian film footage. These comprise both programming created by the charity and programmes purchased. These programmes are broadcast by the charity and are also licensed to other broadcasters.

These intangible assets are recorded at cost, after writing off the costs of programming that are considered to be irrecoverable, less accumulated amortisation. Cost includes all direct costs of production, or in the case of purchased programmes, cost of purchase.

Amortisation is charged to the income and expenditure account over the estimated marketable life of the programme which is typically 10 years but which is reviewed annually and if no sale or broadcast has taken place, this is revised downwards during the year.

Investments

Investments are stated at historic cost less provision for impairment.

Fund accounting

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available to be used in accordance with the charitable objects at the discretion of the Trustees.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donors or which have been raised by the charity for a particular purpose. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes of the financial statements.

Investment income and gains are allocated to the appropriate fund on the basis of the cash balance attributable to each fund which generated the income or gain.

Notes (continued)

1 Accounting policies (continued)

Foreign currencies

Transactions in foreign currencies are translated to the Group's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are retranslated to the functional currency at foreign exchange rates ruling at the dates the fair value was determined. Foreign exchange differences arising on translation are recognised in the statement of financial activities.

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on consolidation, are translated to the Group's presentational currency, Sterling, at foreign exchange rates ruling at the balance sheet date. The revenues and expenses of foreign operations are translated at an average rate for the year where this rate approximates to the foreign exchange rates ruling at the dates of the transactions. Foreign exchange differences arising on retranslation are recognised in other comprehensive income.

Leases

Leases in which the entity assumes substantially all the risks and rewards of ownership of the leased asset are classified as finance leases. All other leases are classified as operating leases. Leased assets acquired by way of finance lease are stated on initial recognition at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease, including any incremental costs directly attributable to negotiating and arranging the lease. At initial recognition a finance lease liability is recognised equal to the fair value of the leased asset or, if lower, the present value of the minimum lease payments. The present value of the minimum lease payments is calculated using the interest rate implicit in the lease.

Basic financial instruments

Trade and other debtors / creditors

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

Interest-bearing borrowings classified as basic financial instruments

Interest-bearing borrowings are recognised initially at the present value of future payments discounted at a market rate of interest. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

Incoming resources

Voluntary income

Voluntary income is accounted for as received by the charity and comprise regular monthly giving by supporters and views of the channel, as well as one off donations in response to on air appeals. Tax recoverable on donations is accrued in the year of those donations.

Broadcast of Christian television programmes

Income from the broadcast of Christian television programmes represents net invoiced services, excluding value added tax.

Income received in advance for air space and advertising is deferred and released to the Consolidated Statement of Financial Activity in the period to which the broadcast relates.

Notes (continued)

1 Accounting policies (continued)

Expenditure

Resources expended are allocated to a particular activity where the costs relate directly to that activity. Expenditure on management and administration of the charity includes all expenditure not directly related to the charitable activities.

All resources expended are inclusive of irrecoverable VAT.

Cash

Cash, for the purpose of the cash flow statement, comprises cash in hand and deposits repayable on demand.

Taxation

The Angel Foundation is considered to pass the tests set out in Chapter 13 Schedule 6, Part I Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 Corporation Tax Act 2016 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2 Financial activities of the charity

The financial activities shown in the consolidated statement includes those of the charity's subsidiaries, The Angel Media Network Private Limited, which is wholly owned by the group, and The Dream Family Network Limited of which 93% is owned by the Group.

A summary of the financial activities undertaken by the charity is set out below:

	2017 £	2016 £
Gross incoming resources	5,385,590	6,656,606
Total expenditure on charitable activities	(7,026,719)	(7,104,722)
Governance costs	(167,508)	(111,374)
	<hr/>	<hr/>
Net movement in funds	(1,808,637)	(559,490)
Total funds brought forward	3,179,407	3,738,897
	<hr/>	<hr/>
Total funds carried forward	1,370,770	3,179,407
	<hr/>	<hr/>

3 Income from the broadcast of Christian television programmes

	2017 £	2016 £
Telecast sponsorship	768,397	658,479
	<hr/>	<hr/>

Notes (continued)

4 Investment income and activities for generating funds

	2017 £	2016 £
<i>Investment income</i>		
Loan interest	-	52,428
Rental income	143,323	52,946
	<u>143,323</u>	<u>105,374</u>
	£	£
<i>Activities for generating funds</i>		
Mobile phone aerial rental	1,041	39,467
	<u>1,041</u>	<u>39,467</u>

The sale of Angel House generated a surplus on disposal of £130,953.

5 Resources expended

Broadcast and production of Christian television programmes

	Unrestricted 2017 £	Restricted 2017 £	Total 2017 £	Total 2016 £
Impairment of intangible fixed assets	1,041,511	-	1,041,511	896,419
Transmission costs	1,412,735	-	1,412,735	1,299,599
Amortisation charges on intangible fixed assets	280,655	-	280,655	142,963
Depreciation charges on tangible fixed assets	306,525	-	306,525	346,017
Staff costs	2,428,498	-	2,428,498	2,468,002
Freelance fees and temporary staff	177,708	-	177,708	476,939
Bank charges	55,588	-	55,588	91,751
Bank interest	121,016	-	121,016	107,308
Travelling and subsistence	237,991	-	237,991	333,986
Telephone, postage and stationery	293,169	-	293,169	354,300
Establishment costs	323,579	78,972	402,551	524,618
Tithe donations	177,792	-	177,792	179,627
Loss on disposal of intangible fixed assets	26,358	-	26,358	131,455
Merchandise costs	-	-	-	13,748
Other costs	232,525	-	232,525	90,108
	<u>7,115,649</u>	<u>78,972</u>	<u>7,194,621</u>	<u>7,456,900</u>

6 Governance costs

	Unrestricted 2017 £	Restricted 2017 £	Total 2017 £	Total 2016 £
Legal and professional	140,982	-	140,982	85,186
Audit fees	27,162	-	27,162	26,652
	<u>168,144</u>	<u>-</u>	<u>168,144</u>	<u>111,838</u>

Notes (continued)

7 Movement in total funds for the year

	2017	2016
	£	£
This is stated after charging:		
Impairment of intangible fixed assets	1,041,511	896,419
Depreciation of tangible fixed assets	306,525	346,017
Amortisation of intangible fixed assets	280,655	142,963
Loss on disposal of intangible assets	26,358	131,455
	<u> </u>	<u> </u>
<i>Auditor's remuneration:</i>		
	£	£
Audit of these financial statements	27,162	26,652
	<u> </u>	<u> </u>

The Trustees believe that no material tax liability arises on the activities of the charity and its subsidiaries in the year ended 31 March 2017. For this reason no provision for corporation tax is included in the results for the current year.

8 Trustees remuneration

None of the trustees received any remuneration in the year (2016: £nil). No contributions were paid to money purchase pension schemes (2016: £nil) and no expenses were reimbursed in the year (2016: £nil).

9 Staff numbers and costs

The average number of persons employed by the charity, as full time equivalents, (including trustees) during the year was as follows:

	Number of employees
	2017
	2016
	62
	68
	<u> </u>

The aggregate payroll costs of these persons were as follows:

	2017	2016
	£	£
Wages and salaries	2,128,249	2,167,497
Social security costs	300,249	300,505
	<u> </u>	<u> </u>
	2,428,498	2,468,002
	<u> </u>	<u> </u>

Employees receiving remuneration of more than £60,000 were as follows:

	Number of employees
	2017
	2016
£60,001 - £69,999	1
£70,000 - £79,999	2
£80,000 - £89,999	-
£90,000 - £99,999	2
	<u> </u>

No contributions were made to pension schemes on behalf of these employees.

Notes (continued)

10 Interest payable and similar charges

	2017 £	2016 £
On bank loans	28,395	11,835
On other loans	92,621	95,473
	<u>121,016</u>	<u>107,308</u>

11 Prior period statement of financial activities

An analysis of the prior period statement of financial activities is shown below:

	Unrestricted funds £	Restricted funds £	2016 Total funds £
Income and endowments from:			
Donations and legacies	6,169,004	29,616	6,198,620
Investments			
Charitable activities:			
Broadcast of Christian television programmes	658,479	-	658,479
Merchandise	3,224	-	3,224
Other trading activities	39,467	-	39,467
Investments	105,374	29,616	105,374
	<u>6,975,548</u>	<u>29,616</u>	<u>7,005,164</u>
Total income and endowments			
	6,975,548	29,616	7,005,164
Expenditure on:			
Charitable activities	7,568,738	-	7,568,738
	<u>7,568,738</u>	<u>-</u>	<u>7,568,738</u>
Total expenditure			
	7,568,738	-	7,568,738
Net outgoing resources before other recognised gains and losses	(593,190)	29,616	(563,574)
Other recognised losses	(6,233)	-	(6,233)
	<u>(599,423)</u>	<u>29,616</u>	<u>(569,807)</u>
Net movement in funds			
	(599,423)	29,616	(569,807)

Notes (continued)

12 Tangible fixed assets

Group	Freehold land and property £	Leasehold property improvements £	Equipment £	Motor vehicles £	Office furniture £	Computer equipment £	Total £
<i>Cost or valuation</i>							
At 31 March 2016	1,945,384	1,387,524	750,830	27,726	131,920	1,180,225	5,423,609
Exchange adjustments	-	-	3,280	3,139	1,564	7,923	15,906
Additions	-	78,364	-	-	-	-	78,364
Disposals	(410,393)	(315,700)	-	-	(86,122)	-	(812,215)
At 31 March 2017	1,534,991	1,150,188	754,110	30,865	47,362	1,188,148	4,705,664
<i>Depreciation</i>							
At 31 March 2016	155,472	426,822	677,628	24,626	110,733	1,103,458	2,498,739
Exchange adjustments	-	-	2,042	2,701	191	6,583	11,517
Charge for year	79,834	120,570	31,454	930	9,113	64,624	306,525
On disposal	(47,883)	(315,700)	-	-	(83,416)	-	(446,999)
At 31 March 2017	187,423	231,692	711,124	28,257	36,621	1,174,665	2,369,782
<i>Net book value</i>							
At 31 March 2017	1,347,568	918,496	42,987	2,608	10,740	13,483	2,335,882
At 31 March 2016	1,789,912	960,702	73,202	3,100	21,187	76,767	2,924,870
Charity							
	Freehold land and property £	Leasehold property improvements £	Equipment £	Motor vehicles £	Office furniture £	Computer equipment £	Total £
<i>Cost or valuation</i>							
At 31 March 2016	1,945,384	1,387,524	732,519	10,194	129,465	1,126,988	5,332,074
Additions	-	78,364	-	-	-	-	78,364
Disposals	(410,393)	(315,700)	-	-	(83,416)	-	(809,509)
At 31 March 2017	1,534,991	1,150,188	732,519	10,194	46,049	1,126,988	4,600,929
<i>Depreciation</i>							
At 31 March 2016	155,472	426,822	666,229	9,540	109,659	1,048,876	2,416,598
Charge for year	79,834	120,570	30,570	654	9,077	64,624	305,330
On disposal	(47,883)	(315,700)	-	-	(83,416)	-	(446,999)
At 31 March 2017	187,423	231,692	696,799	10,194	35,320	1,113,500	2,274,928
<i>Net book value</i>							
At 31 March 2017	1,347,568	918,496	35,720	-	10,729	13,488	2,326,001
At 31 March 2016	1,789,912	960,702	66,290	654	19,806	78,112	2,915,476

Notes (continued)

12 Tangible fixed assets (continued)

Group and Charity

Fixed assets include the following in respect of assets held on finance leases:

	2017		2016	
	Net book value	Depreciation charge	Net book value	Depreciation charge
	£	£	£	£
Property improvements	22,454	5,910	-	-

Group and Charity

As at 31 March 2014 the freehold land and buildings relating to 'Angel House' were revalued by Rook Matthews Sayer, Chartered Surveyors. The basis of the valuation was open market value in existing use. The valuation on this basis was £500,000. Angel House was sold in the financial year. The remaining freehold land and buildings purchased since this date are recorded at cost, which the trustees consider to be materially equal to their fair value.

	2017	2016
	£	£
Historical cost	1,534,991	1,874,598
Depreciation brought forward	107,598	173,607
Charge for the year	79,834	89,598
Depreciation carried forward	187,423	263,205
Historical cost net book value	1,347,568	1,611,393

Notes (continued)

13 Intangible fixed assets

Group and charity	Investment in programmes £
<i>Cost</i>	
At 31 March 2016	6,859,011
Additions	792,950
Disposals	(28,566)
	<hr/>
At 31 March 2017	7,623,395
	<hr/>
<i>Amortisation</i>	
At 31 March 2016	3,792,553
Charge for the year	280,655
Impairment	1,041,511
Disposals	(2,208)
	<hr/>
At 31 March 2017	5,112,510
	<hr/>
<i>Net book value</i>	
At 31 March 2017	2,510,885
	<hr/>
At 31 March 2016	3,066,458
	<hr/>

14 Fixed asset investments

Charity	Shares in subsidiary undertakings £
<i>Cost</i>	
At beginning and end of year	3,033,649
	<hr/>
<i>Provisions</i>	
At beginning and end of year	2,773,649
	<hr/>
<i>Net book value</i>	
At beginning and end of year	260,000
	<hr/>

The above subsidiary investments represent a 100% shareholding in Angel Media Network Private Limited, registered and based in India who sell airtime and negotiate distribution with local suppliers on God TV (see note 20) and a 93% shareholding in The Dream Family Network Limited which handles advertising and merchandising on behalf of The Angel Foundation.

Notes (continued)

15 Debtors

	Group 2017 £	Group 2016 £	Charity 2017 £	Charity 2016 £
Trade debtors	91,408	149,143	91,408	149,143
Other debtors	191,456	252,435	186,493	244,014
Prepayments and accrued income	305,355	220,388	-	-
	<u>588,219</u>	<u>621,966</u>	<u>277,901</u>	<u>393,157</u>

16 Creditors: amounts falling due within one year

	Group 2017 £	Group 2016 £	Charity 2017 £	Charity 2016 £
Bank loans	-	151,259	-	151,259
Loan from the Goshen Trust	30,393	81,539	30,393	81,539
Other loans (see note 17)	2,002,403	1,736,714	2,002,403	1,736,714
Obligations under finance leases (see note 17)	9,455	-	9,455	-
Trade creditors	1,751,919	1,005,309	1,760,488	1,005,309
Amounts owed to group undertakings (note 22)	-	-	-	12,854
Sundry creditors	147,628	36,218	64,682	-
Taxation and social security	48,540	58,348	48,552	58,358
Accruals and deferred income	306,224	251,003	306,143	250,924
	<u>4,296,562</u>	<u>3,320,390</u>	<u>4,222,116</u>	<u>3,296,957</u>

Amounts secured in creditors falling due within one year.

	Group 2017 £	Group 2016 £	Charity 2017 £	Charity 2016 £
Bank loans	-	151,259	-	151,259
Obligations under finance leases	9,455	-	9,455	-
Other loans	2,002,403	1,736,714	2,002,403	1,736,714
	<u>2,011,858</u>	<u>1,887,973</u>	<u>2,011,858</u>	<u>1,887,793</u>

Notes (continued)

17 Creditors: amounts falling due after more than one year

	Group 2017 £	Group 2016 £	Charity 2017 £	Charity 2016 £
Goshen loan	-	31,421	-	31,421
Bank loans	-	308,017	-	308,017
Trade creditors	-	98,235	-	98,235
Obligations under finance leases	11,030	-	11,030	-
	<u>11,030</u>	<u>437,673</u>	<u>11,030</u>	<u>437,673</u>

Amounts secured in creditors falling due after more than one year.

	Group 2017 £	Group 2016 £	Charity 2017 £	Charity 2016 £
Bank loans	-	308,017	-	308,017
Obligations under finance leases	11,030	-	11,030	-
	<u>11,030</u>	<u>-</u>	<u>11,030</u>	<u>-</u>

Bank loans

The bank loans are secured by first charge over Angel House, with two guarantees, for £150,000, and £750,000 held by The Goshen Trust and a cash charge over funds totalling £870,000 held on deposit at Barclays by The Goshen Trust. Interest is charged on the loans at between 1% and 2% above base rate. Angel House was sold during the year and the proceeds used to settle the loans.

Other loans

In prior year, the Charity entered into a loan agreement with D and M Willett. At 31 March 2017, an amount of £2,002,402 (2016: £1,736,714) remained outstanding in respect of this loan, which is denominated in US dollars and which was secured against the Drakes Hill Court building until its sale after the balance sheet date. Although this loan is technically repayable on demand, the Group has received assurances from the lenders that there is no intention to seek repayment in the foreseeable future.

The loan from The Goshen Trust is unsecured and interest of 3% was charged during the year.

Notes (continued)

18 Financial instruments

The carrying amounts of financial assets and liabilities include:

	Group 2017 £	Group 2016 £	Charity 2017 £	Charity 2016 £
Assets measured at amortised cost				
Trade debtors	91,408	149,143	91,408	149,143
Other debtors	191,456	252,435	186,492	244,014
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Liabilities measured at amortised cost				
Trade creditors	1,751,919	1,103,544	1,760,488	1,103,544
Sundry creditors	147,628	36,218	64,682	-
Amounts owed to group undertakings	-	-	-	12,854
Loans	2,032,796	2,308,950	2,032,796	2,308,950
Obligations under finance leases	20,485	-	20,485	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

	2017 £	2016 £
Debt excluding finance leases can be analysed as falling due:		
In one year or less, or on demand	2,032,796	1,969,512
Between one and two years	-	160,554
Between two and five years	-	178,884
	<u> </u>	<u> </u>
	2,032,796	2,308,950
	<u> </u>	<u> </u>

The maturity of obligations under finance leases is as follows:

	2017 £	2016 £
Within one year	9,455	-
Between one and two years	9,455	-
Between two and five years	1,575	-
	<u> </u>	<u> </u>
	20,485	-
	<u> </u>	<u> </u>

The obligations under finance lease are secured on assets to which they relate.

Notes (continued)

19 Funds

Group	At 31 March 2016 £	Income £	Expenditure £	Gains/ (losses) and transfers £	At 31 March 2017 £
Unrestricted general reserve	2,870,857	5,553,281	(7,283,485)	242,915	1,383,568
Foreign exchange reserve	(67,565)	-	-	41,780	(25,785)
Revaluation reserve – on freehold land & buildings	178,519	-	-	(178,519)	-
Minority interests*	928	7	(308)	-	627
Total unrestricted funds	2,982,739	5,553,288	(7,283,793)	106,176	1,358,410
Restricted funds:					
Revival property appeal	141,126	2,242	(78,972)	(64,396)	-
Tsunami appeal	35,652	-	-	-	35,652
Sudan appeal	5,270	-	-	-	5,270
Kenya appeal	712	-	-	-	712
Haiti appeal	211	-	-	-	211
Total restricted funds	182,971	2,242	(78,972)	(64,396)	41,845
Total funds	3,165,710	5,555,530	(7,362,765)	41,780	1,400,255

*Represents a 7% (2016: 7%) holding in The Dream Family Network Limited.

The unrestricted general reserve represents the free funds of the charity which are not designated for particular purposes.

The Revival property appeal fund represents funds raised specifically to develop a Christian conference centre in Plymouth.

The Tsunami appeal fund represents funds raised specifically helping the clean up and survivors of the disaster.

The Sudan appeal fund represents funds raised specifically to hold conferences with Todd Bentley.

The Kenya appeal fund represents funds raised for humanitarian assistance such as drilling water wells.

The Haiti appeal fund represents funds raised specifically to provide relief for earth quakes victims.

The foreign exchange reserve, which arises from the retranslation of the financial statements of Angel Media Network Private Limited is in deficit. This is due to adverse foreign currency exchange rates at the balance sheet date. The deficit is covered by unrestricted reserves.

Notes (continued)

19 Funds (continued)

Charity	At 1 April 2016 £	Income £	Expenditure £	Transfers £	At 31 March 2017 £
Unrestricted general reserve	2,817,917	5,173,368	(6,905,275)	242,915	1,328,925
Revaluation reserve – on freehold land & buildings	178,519	-	-	(178,519)	-
Total unrestricted funds	2,996,436	5,173,368	(6,905,275)	64,396	1,328,925
Restricted funds:					
Revival property appeal	141,126	2,242	(78,972)	(64,396)	-
Tsunami appeal	35,652	-	-	-	35,652
Sudan appeal	5,270	-	-	-	5,270
Kenya appeal	712	-	-	-	712
Haiti appeal	211	-	-	-	211
Total restricted funds	182,971	2,242	(78,972)	(64,396)	41,845
Total funds	3,179,407	5,175,610	(6,984,247)	-	1,370,770

20 Analysis of net assets between funds

Group	Restricted funds 2017 £	General funds 2017 £	Total 2017 £	Total 2016 £
Fund balances at the end of the year are represented by:				
Tangible fixed assets	-	2,335,882	2,335,882	2,924,870
Intangible fixed assets	-	2,510,885	2,510,885	3,066,458
Current assets	41,845	819,235	861,080	932,445
Current liabilities	-	(4,296,562)	(4,296,562)	(3,320,390)
Long term liabilities	-	(11,030)	(11,030)	(437,673)
Total net assets	41,845	1,358,410	1,400,255	3,165,710

Notes (continued)

20 Analysis of net assets between funds (continued)

Charity	Restricted funds 2017 £	General funds 2017 £	Total 2017 £	Total 2016 £
Fund balances at the end of the year are represented by:				
Tangible fixed assets	-	2,326,001	2,326,001	2,915,476
Intangible fixed assets	-	2,510,885	2,510,885	3,066,458
Investments	-	260,000	260,000	260,000
Current assets	41,845	465,185	507,030	672,103
Current liabilities	-	(4,222,116)	(4,222,116)	(3,296,957)
Long term liabilities	-	(11,030)	(11,030)	(437,673)
Total net assets	41,845	1,328,925	1,370,770	3,179,407

21 Subsidiary undertakings

The undertakings in which the company's interest at the year end is more than 20% are as follows:

	Country of incorporation	Principal activity	Percentage of ordinary shares held
<i>Subsidiary undertakings</i>			
Angel Media Network Private Limited	India	Operating activities of charity in India	100%
The Dream Family Network Limited	UK	Selling advertising space for God TV	93%

22 Related party transactions

Company

The following balances are outstanding at the year end in respect of subsidiaries which are not wholly owned by the Company:

	Balance owed by the company 2017 £	Balance owed by the company 2016 £
The Dream Family Network Limited (93% owned)	8,569	12,854

Notes (continued)

22 Related party transactions (continued)

Company and Group

The following organisations replicate the functions of The Angel Foundation in other geographical locations whilst remaining independent in operation. This balance is included in trade creditors (2016: *trade creditors*).

	Balance owed by the company 2017 £	Balance owed by the company 2016 £
Angel Christian Television Trust Inc	985,503	372,772

23 Donations

The following donations of £1,000 or more were made during the year:

	2017 £	2016 £
Kondanani	74,400	79,180
Mercy Ministries	60,000	60,000
International Children's Mission	32,992	28,447
Prayer Ministries UK	-	5,500
Freedom International	-	5,500
Alive in Spirit	10,400	1,000
Total donations	177,792	179,627

24 Ultimate controlling party

The Board of Trustees is the ultimate controlling party of the Group and the Charity.