

**The Angel Foundation**

**Trustees' report and consolidated  
financial statements**

Registered number 3818138

Charity number 1079501

31 March 2018



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## 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 2018. The Trustees have adopted the provisions of the Statement of Recommended Practice: 'Accounting and Reporting by Charities' (SORP 2015) and Financial Reporting Standard 102 (FRS 102) 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  
C Cole  
W Simpson  
G Dacre (resigned 4 December 2017)  
R Simpson  
D Wright

### *Secretary*

PV Le Druillenec

## 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 2018 the company made a loss before tax of £22k (2017: loss of £6k).

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 2018 the company made a profit before tax of £35k (2017: loss of £4k).

#### *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 until 4 December 2017*

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 / Chairman of the Board from 4 December 2017*

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.

#### **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.

#### **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.

## Trustees' report (*continued*)

### 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](http://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 22 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*

Under the leadership of our CEO, Ward Simpson, our Board of Trustees, and the GOD TV team, the Angel Foundation continues to build upon our solid foundation of more than 22 years of innovative Christian Media. We remain committed to acquiring and producing the best possible Christian programming and increasing our distribution of this content wherever possible. This includes a new online initiative that is harnessing a vast audience for GOD TV through social media, video on demand and our digital magazine. We continue to receive positive feedback from viewers across the globe as well as readers on our websites and on Facebook, Twitter, Instagram and YouTube whose lives have been touched in some way by GOD TV.

## Trustees' report (*continued*)

### *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," Marcel 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.

### *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.



## Trustees' report (*continued*)

### Achievements and performance and future developments (*continued*)

#### 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 1<sup>st</sup> 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.

#### 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.

## Trustees' report (*continued*)

### Achievements and performance and future developments (*continued*)

#### *December 2017*

As 2017 drew to a close, Year-End management meetings were held in Plymouth with CEO, Ward Simpson and the executive management team. While in the UK Ward, hosted a Call For Prayer broadcast LIVE from Plymouth on Thursday, December 7th with UK Regional Director, Fergus Scarfe. This also featured Mark Stevens of Arise Church in Yorkshire who often leads worship at these events. A GOD TV Staff Christmas party was held at the Plymouth office hosted by Ward and his wife Lydia and UK trustee, Chris Cole and his wife Kerry. The GOD TV UK Production unit visited Exeter Christmas market to film festive idents to air over the holidays and these were also recorded in the homes of staff members to create a family atmosphere. For the first time, GOD TV aired carol services from different GOD TV regions including Australia, Sri Lanka, India, Indonesia, the UK and Netherlands.

#### *January 2017*

The new year started with a team prayer meeting in Plymouth with a message from Olly Ryder of St Matthias, Plymouth. In this meeting, we prayed over our new representatives in Scandinavia, Stuart and Gine Glover who are setting up a new office in Norway. Once again GOD TV aired a Bless Israel fundraising campaign encouraging viewers to 'start the New Year right' by blessing Israel. The first broadcast aired on 6th January with a wrap up broadcast filmed on location in Jerusalem on 26th January. Ward showed viewers a giant scroll that records the names of all participants in 2017. A similar scroll will be done for 2018. Two new series launched in January, UK Regional Update with Fergus Scarfe and Radical Makeovers with Rebecca Friedlander. On UK Regional Update Fergus talks to Christian leaders from around the UK who are making a difference in their communities. A new season of Today With Ward started, with the GOD TV leader interviewing international Christian speakers and documenting significant testimonies including his wife, Lydia's medical miracle.

#### *February 2018*

Valentine's Day 2018 saw the launch of a new marriage series, entitled One Flesh with Jake and Nicci Hamilton which features Christian couples sharing how they keep their relationship on track, including the testimonies of some high-profile leaders. February 14th was also Ash Wednesday and the start of Lent. This year, GOD TV televised a major Lent Appeal inviting viewers to fast something and give the money saved into media missions. The Appeal included broadcasts from each GOD TV region and specials for Palm Sunday, Maundy Thursday, Good Friday and Easter Sunday. GOD TV's growing digital marketing team, launched a daily email newsletter featuring a popular GOD TV video, links to blog posts, programme highlights, special events and products. This adds to the reach of the GOD TV blog, GODTV.com which has become a significant promotional resource for the charity, having received 4 million hits during 2017. Part of the digital team's strategy is to create and market GOD TV products that augment the Angel Foundation's income. The first of these is God Today, a daily video devotional.

#### *March 2018*

GOD TV televised Billy Graham's Funeral LIVE and GODTV.com carried several tributes to the renowned evangelist. A documentary on this life was also aired from the BGEA. A highlight of March was the Jesus Culture Encounter 18 event LIVE from Manchester. This included performances from the Jesus Culture Band and messages from its founder, Banning Liebscher, Lisa Bevere and Ben Fitzgerald. The Lent Appeal continued throughout the month. Ian Young-Valentine joined GOD TV as Director of Fundraising with the task of setting up a new donor development team in the UK. This includes building a network of partner churches and highlighting all facets of the Angel Foundation's charitable work, beyond our media outreach through GOD TV. Ward Simpson hosted GOD TV's Arise Zion 70th Anniversary Tour of Israel along with our regional directors including Ron Cantor, RD for Israel. Pilgrims started the Tour at the Sea of Galilee and spent several days in Jerusalem. While in Israel they visited GOD TV's Bless Israel Projects in partnership with Together With Israel, including a children's playground.

## **Trustees' report (*continued*)**

### **Achievements and performance and future developments (*continued*)**

#### *April 2018*

Over Easter, GOD TV televised the Sunrise Service LIVE, direct from the Garden Tomb in Jerusalem on Resurrection Sunday. This was the first time we have done this. The service included an address by RT Kendall who pastored Westminster Chapel for 25 years. Call For Prayer was aired LIVE on 12 April with Judah and Rachel Cole of Open Well Church in Liverpool. April was a busy month for GOD TV with three new launches including Books For Life; the Normal Christian Life; and the Abba Sessions. Books For Life, filmed in Cheltenham features interviews and presentations from best-selling, mainly British authors like Adrian Plass. Hosted by Dr Krish Kandiah it features books that have impacted each author the most. Normal Christian Life is a Reality TV series from Australia focused on challenging believers to step out of their comfort zones and Abba Sessions offers hope to the children of divorce. Also in April, GOD TV India announced a distribution breakthrough. We are now available on SUN Direct DTH channel 609 and reach a total 110 million homes in India.

#### *May 2018*

During May GOD TV aired three major LIVE broadcasts, the US National Day of Prayer; the Presence Healing Conference in Holland and Burning Hearts from Germany. Presence 2018, from 9-12<sup>th</sup> May was hosted by Jean-Luc Trachsel from Switzerland, with Ben Fitzgerald and Heidi Baker as keynote speakers. The Burning Hearts Pentecost hosted by Walter Heidenreich from 18-21 May with Bill Johnson, Heidi Baker and Daniel Kolenda. Our UK regional Director Fergus Scarfe was also in Germany to host the LIVE broadcasts. A new original series from GOD TV UK, 'Let's Get Real' launched on 21 May. Filmed in Manchester and produced by Samantha Stephen, who is GOD TV's Head of UK Production it comprises of 15 episodes featuring British Christian leaders, men and women, discussing how we as believers can be more authentic in our walk with God and in our relationships with others. The panel includes Sue Eldridge, Alison Wilson; Chris Larkin and Marj Rossol.

#### *June 2018*

June was a major fundraising month for GOD TV as we aired Vision Week LIVE from Orlando Florida and Plymouth, England. GOD TV CEO Ward Simpson was in the USA with special guests: Troy Brewer, Bishop Harry Jackson, Claud Bowers, Paul and Brenda Crouch, Scott Volk and others. Worship was led by Paul Wilbur and Lydia Marrow. Fergus Scarfe was in our UK studio along with GOD TV's regional directors from across the globe. The theme was 'Favour' with speakers teaching viewers how to obtain God's favour and walk in the fullness of his blessing. The GOD TV digital team launched the Israel Insider email newsletter each weekday providing the latest news from Israel.

#### *July 2018*

The GOD TV UK team hosted Danny & Sheri Silk in Plymouth for our July Call for Prayer. The Silks served for many years as key leaders at Bethel Church, Redding and joined Fergus Scarfe in the studio to pray for viewer's needs. Call For Prayer was broadcast LIVE worldwide and also as a Facebook LIVE with our Plymouth call centre experiencing high call volumes. A new series of Today With Ward was filmed in Orlando, Florida with GOD TV's CEO Ward Simpson interviewing men and women of God. The series is scheduled to air in September starting off with Olly Ryder of St Matthias Church, Plymouth, a fast-growing plant of HTB, London which has a vision for the evangelisation, revitalisation and transformation of the UK.

#### *August 2018*

The GOD TV digital team announced that GOD TV now has 1.2 million likes on Facebook and GODTV.com is now receiving well over a million hits per month. It is fast becoming one of the globe's leading Christian media platforms offering an inspirational platform for engagement between believers of diverse backgrounds. With contributors from all over the world, GODTV.com aims to encourage, uplift and inspire, while making a bold stand for the issues that matter to Bible-believing Christians. GOD TV televised One Race LIVE from Stone Mountain in Georgia on 25 August. The One Race Movement aims to foster racial healing, bringing leaders of all races and ethnicities together to renounce the spirit of racism, stand for unity and bring about reconciliation.

## Trustees' report (*continued*)

### Achievements and performance and future developments (*continued*)

#### *Outlook*

With all that has been accomplished over the past year, GOD TV is well prepared for 2019, with 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 March 2019, 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). 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 2018, The Angel Foundation made a deficit of £2.6m compared to a deficit of £1.8 in the previous financial year. Year on year comparison highlights the following main differences:

- Income from donations has fallen by over £500k;
- Investment in programme library down by £500k;
- Increase in transmission costs by £120k due to weaker pound;
- Decrease of staff costs by £350k;
- Decrease of £400k in other costs mainly due to revaluation of loans in foreign currencies;
- Spending on properties decreased by £60k and depreciation by £120k after selling Drake's Hill Court; and
- Decrease in governance cost of £40k due to legal advice in respect of the sale of property received in the prior year.

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 as an intercompany balance in their respective balance sheets. The balance owed by AF to ACTT at the beginning of the year was £985k and £1.3m at the end of the year.

The Charity's wholly owned trading subsidiary, Angel Media Network Private Limited, showed a loss of £22k (2017: profit of £6k). The Charity's 93% owned trading subsidiary, Dream Family Network Limited made a profit of £23k (2017: loss of £4k).

The Trustees do not believe a material tax liability arises on the 2018 results, as detailed in note 6 but note the HMRC tax contingent liability disclosed in note 24. 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 £2.6m (2017: outflow of £1.6m). There was no movement on restricted funds (2017: outflow of £141k).

## Trustees' report (*continued*)

### 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 2018 would be £600,000.

The actual free reserves at 31 March 2018 were negative at £2.8m (total deficit £1.2m less fixed assets £1.6m), which is down from the prior year negative of £3.4m.

The working capital at 31 March 2018 was negative but a large part of this relates to a long term loan from supporters who have given confirmation that they are not seeking 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](http://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

19th December 2018

## **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 have, are required to prepare the group and parent company 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 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 group's excess of expenditure over income for that period. In preparing each of the group and charitable company financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- assess the group's and the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the group or the charitable company or to cease operations, or have no realistic alternative but to do so.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that its financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the group 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**

**Opinion**

We have audited the financial statements of The Angel Foundation ("the charitable company") for the year ended 31 March 2018 which comprise the Consolidated statement of financial activities (including income and expenditure account), Group and charity balance sheets, cash flow statement and related notes, including the accounting policies in note 1.

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 2018 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 accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the group in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

**Material uncertainty related to going concern**

We draw attention to note 1 to the financial statements. The charity has net current liabilities of £2.8m at 31 March 2018 and is dependent upon the ongoing financial support of certain parties. The charity also has an uncertain VAT position with HMRC which is disclosed as a contingent liability in note 24. These events and conditions, along with the other matters explained in notes 1 and 24, constitute a material uncertainty that may cast significant doubt on the group's and the parent charity's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

**Other information**

The directors are responsible for the other information, which comprises the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the other information;
- 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; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.



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

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required 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 charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

### **Trustees' responsibilities**

As explained more fully in their statement 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; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the group's and the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the group or the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

### **The purpose of our audit work and to whom we owe our responsibilities**

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.



**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

21 December 2018

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

for the year ended 31 March 2018

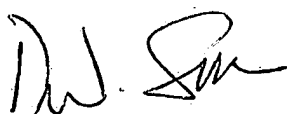
	Note	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
<b>Income from:</b>					
Donations and legacies		3,981,857	-	3,981,857	4,511,724
Charitable activities:					
Broadcast of Christian television programmes	3	746,766	-	746,766	768,397
Merchandise		2,384	-	2,384	92
Investments	4	119,986	-	119,986	143,323
Other trading activities	4	2,850	-	2,850	1,041
Disposal of tangible fixed assets		-	-	-	130,953
<b>Total income and endowments</b>		<b>4,853,843</b>	<b>-</b>	<b>4,853,843</b>	<b>5,555,530</b>
<b>Expenditure on:</b>					
Charitable activities		6,953,618	-	6,953,618	7,362,765
Loss on disposal of tangible fixed assets		470,202	-	470,202	-
<b>Total resources expended</b>		<b>7,423,820</b>	<b>-</b>	<b>7,423,820</b>	<b>7,362,765</b>
<b>Net outgoing resources before other recognised gains and losses</b>	3-10	<b>(2,569,977)</b>	<b>-</b>	<b>(2,569,977)</b>	<b>(1,807,235)</b>
<b>Other recognised gains</b>					
Losses/(gains) on foreign exchange movements		(29,546)	-	(29,546)	41,780
<b>Net movement in funds</b>		<b>(2,599,523)</b>	<b>-</b>	<b>(2,599,523)</b>	<b>(1,765,455)</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		1,358,410	41,845	1,400,255	3,165,710
<b>Total (deficit)/funds carried forward</b>		<b>(1,241,113)</b>	<b>41,845</b>	<b>(1,199,268)</b>	<b>1,400,255</b>

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

**Group and charity balance sheets**  
*at 31 March 2018*

	<i>Note</i>	<b>Group 2018 £</b>	<b>Group 2017 £</b>	<b>Charity 2018 £</b>	<b>Charity 2017 £</b>
<b>Fixed assets</b>					
Tangible assets	12	470,539	2,335,882	463,108	2,326,001
Intangible assets	13	1,149,794	2,510,885	1,149,794	2,510,885
Investments	14	-	-	229,000	260,000
		<u>1,620,333</u>	<u>4,846,767</u>	<u>1,841,902</u>	<u>5,096,886</u>
<b>Current assets</b>					
Debtors	15	610,296	588,219	353,056	277,901
Cash and cash equivalents		315,831	272,861	297,586	229,129
		<u>926,127</u>	<u>861,080</u>	<u>650,642</u>	<u>507,030</u>
<b>Creditors: amounts falling due within one year</b>	16	<u>(3,744,153)</u>	<u>(4,296,562)</u>	<u>(3,733,526)</u>	<u>(4,222,116)</u>
<b>Net current liabilities</b>		<u>(2,818,026)</u>	<u>(3,435,482)</u>	<u>(3,082,884)</u>	<u>(3,715,086)</u>
<b>Total assets less current liabilities</b>		<u>(1,197,693)</u>	<u>1,411,285</u>	<u>(1,240,982)</u>	<u>1,381,800</u>
<b>Creditors: amounts falling due after more than one year</b>	17	<u>(1,575)</u>	<u>(11,030)</u>	<u>(1,575)</u>	<u>(11,030)</u>
<b>Net (liabilities)/assets</b>		<u><u>(1,199,268)</u></u>	<u><u>1,400,255</u></u>	<u><u>(1,242,557)</u></u>	<u><u>1,370,770</u></u>
<b>Funds</b>					
Restricted reserves	19	41,845	41,845	41,845	41,845
Unrestricted general reserve	19	(1,188,814)	1,383,568	(1,284,402)	1,328,925
Foreign exchange reserve	19	(55,331)	(25,785)	-	-
Minority interests	19	3,032	627	-	-
		<u><u>(1,199,268)</u></u>	<u><u>1,400,255</u></u>	<u><u>(1,242,557)</u></u>	<u><u>1,370,770</u></u>

These financial statements were approved by the board of trustees on 19 December 2018 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 2018*

	Group 2018 £	Group 2017 £
<b>Cash flow from operating activities</b>		
<b>Net movement in funds</b>	<b>(2,599,523)</b>	<b>(1,765,455)</b>
<i>Adjustments for non-cash items:</i>		
Depreciation, amortisation and impairment	1,806,288	1,628,690
Interest payable	90,475	148,381
(Increase)/decrease in debtors	(22,077)	33,747
Increase in creditors	687,179	805,205
Loss/(profit) on disposal of tangible assets	470,202	(130,953)
Loss on disposal of intangible assets	-	26,358
Foreign exchange movement on loans	(157,659)	265,689
<b>Net cash flow from operating activities</b>	<b>274,885</b>	<b>1,011,662</b>
<b>Cash flows from investing activities</b>		
Purchase of tangible fixed assets	(11,754)	(50,000)
Capitalised intangible fixed assets expenditure	(261,560)	(792,950)
Proceeds from sale of tangible fixed assets	1,222,200	493,463
<b>Net cash flows from investing activities</b>	<b>948,886</b>	<b>(349,487)</b>
<b>Cash flows from financing activities</b>		
Interest paid	(21,110)	(148,381)
Repayment of loans	(1,150,236)	(541,843)
Repayment of finance lease	(9,455)	(9,569)
New borrowings	-	-
<b>Net cash flows from financing activities</b>	<b>(1,180,801)</b>	<b>(699,793)</b>
Increase/(decrease) in cash and cash equivalents in the year	42,970	(37,618)
Cash and cash equivalents at the beginning of the year	272,861	310,479
<b>Cash and cash equivalents at the end of the year</b>	<b>315,831</b>	<b>272,861</b>

## 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.

#### *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:

The Trustees have prepared cash flow forecasts for a twelve month period from the date of approval of these financial statements, which they consider indicates that the group and charity can continue to operate and to meet their liabilities as they fall due, although the level of headroom in the forecasts is low. The following matters form an integral part of this assessment.

#### *Working capital*

The group had net current liabilities of £2.8m at 31 March 2018. The Trustees have instigated further budget cuts and new fund raising initiatives. The Trustees continue to monitor the working capital of the group and the charity which is to a large extent reliant on uncertain voluntary income, and will continue to instigate further fund raising and cost reduction actions as required.

In addition, The Angel Christian Television Trust Inc. (ACTT) has indicated to the Trustees that it will provide adequate financial support so as to ensure the continuity of the group and charity for a period of 12 months from 13 December 2018.

#### *Amounts payable on demand*

A loan balance of £0.7m continued to be made available during the year from D & M Willett (note 16). This loan was originally taken out to fund the new Revival Prayer Centre and. Although this loan is repayable on demand the lenders have indicated to the Trustees that there is no intention to seek any repayment of this loan before 12 December 2019 and the trustees are confident that repayment after that date will not be sought until such time as the Charity has sufficient funds to be able to do so.

A balance of £1.3m is owed to ACTT which has indicated to the Trustees that it will not seek repayment of these amounts before 13 December 2019 and the trustees are confident that repayment after that date will not be sought until such time as the Charity has sufficient funds to be able to do so. (notes 16 and 22).

A further balance of £0.9m is owed to SES SA, a supplier who has indicated that it does not intend to seek full repayment of the balance until such a time as the Charity has sufficient funds to be able to make repayment (note 16). Further, ACTT has indicated that will assume responsibility for the repayment of this debt as well as the cost of any future services provided by SES SA, for a period of 12 months from 13 December 2018.

## Notes (continued)

### 1 Accounting policies (continued)

#### *Amounts payable on demand (continued)*

As with any entity placing reliance on third parties for financial support, the Trustees acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

#### *Contingent liability – VAT*

As disclosed in note 24 the charity has an uncertain VAT position with HMRC. HMRC are seeking up to £2.1m in additional VAT liabilities. The Trustees are challenging this assessment as they do not believe that this reflects the previously agreed position with HMRC. Whilst the Trustees believe their position to be supportable, they acknowledge that there is a risk that the charity could be required to settle the assessed VAT together with any associated penalties and interest that might accrue. Therefore the timing and amount of any settlement remains uncertain at the date of approval of these financial statements. No amounts have been provided in these financial statements in respect of this VAT issue, which has been treated as a contingent liability. Should any liability arise then the charity will need to secure increased levels of funding to cover this, and the forecasts do not currently include any provision for such payments.

#### *Conclusion*

Based on the above the Trustees believe that it remains appropriate to prepare the financial statements on a going concern basis. However, the above circumstances represent a material uncertainty that may cast significant doubt on the group and charitable company's ability to continue as a going concern and, therefore, to continue realising their assets and discharging its liabilities in the normal course of business. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.

#### *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

#### *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.

## Notes (continued)

### 1 Accounting policies (continued)

#### *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.

#### *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.

## Notes (continued)

### 1 Accounting policies (continued)

#### *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.

#### *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 2017 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.



## Notes (continued)

### 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:

	2018 £	2017 £
<b>Gross incoming resources</b>	<b>4,496,939</b>	<b>5,385,590</b>
Total expenditure on charitable activities	(6,993,197)	(7,026,719)
Governance costs	(117,069)	(167,508)
	<hr/>	<hr/>
<b>Net movement in funds</b>	<b>(2,613,327)</b>	<b>(1,808,637)</b>
Total funds brought forward	1,370,770	3,179,407
	<hr/>	<hr/>
Total (deficit)/funds carried forward	(1,242,557)	1,370,770
	<hr/> <hr/>	<hr/> <hr/>

### 3 Income from the broadcast of Christian television programmes

	2018 £	2017 £
Telecast sponsorship	686,911	768,397
Advertising	59,855	-
	<hr/>	<hr/>
	746,766	768,397
	<hr/> <hr/>	<hr/> <hr/>

### 4 Investment income and activities for generating funds

	2018 £	2017 £
<i>Investment income</i>		
Other interest	34,420	-
Rental income	85,566	143,323
	<hr/>	<hr/>
	119,986	143,323
	<hr/> <hr/>	<hr/> <hr/>
	£	£
<i>Activities for generating funds</i>		
Mobile phone aerial rental	-	1,041
Other income	2,850	-
	<hr/>	<hr/>
	2,850	1,041
	<hr/> <hr/>	<hr/> <hr/>

## Notes (continued)

### 5 Resources expended

#### Broadcast and production of Christian television programmes /

	Unrestricted 2018 £	Restricted 2018 £	Total 2018 £	Total 2017 £
Impairment of intangible fixed assets	1,297,800	-	1,297,800	1,041,511
Transmission costs	1,537,216	-	1,537,216	1,412,735
Amortisation charges on intangible fixed assets	324,851	-	324,851	280,655
Depreciation charges on tangible fixed assets	183,637	-	183,637	306,525
Staff costs	2,082,154	-	2,082,154	2,428,498
Freelance fees and temporary staff	280,356	-	280,356	177,708
Bank charges	55,446	-	55,446	55,588
Interest	90,475	-	90,475	121,016
Travelling and subsistence	257,280	-	257,280	237,991
Telephone, postage and stationery	311,290	-	311,290	293,169
Establishment costs	345,978	-	345,978	402,551
Tithe donations	177,321	-	177,321	177,792
Loss on disposal of intangible fixed assets	-	-	-	26,358
Merchandise costs	1,650	-	1,650	-
Other costs including exchange differences	(114,289)	-	(114,289)	232,524
	<u>6,831,165</u>	<u>-</u>	<u>6,831,165</u>	<u>7,194,621</u>

### 6 Governance costs

	Unrestricted 2018 £	Restricted 2018 £	Total 2018 £	Total 2017 £
Legal and professional	94,853	-	94,853	140,982
Audit fees	27,600	-	27,600	27,162
	<u>122,453</u>	<u>-</u>	<u>122,453</u>	<u>168,144</u>

## Notes (continued)

### 7 Movement in total funds for the year

	2018	2017
	£	£
This is stated after charging/(crediting):		
Impairment of intangible fixed assets	1,297,800	1,041,511
Depreciation of tangible fixed assets	183,637	306,525
Amortisation of intangible fixed assets	324,851	280,655
Loss on disposal of intangible assets	-	26,358
Loss/(gain) on disposal of tangible fixed assets	470,202	(130,953)
	<u>          </u>	<u>          </u>
<i>Auditor's remuneration:</i>		
	£	£
Audit of these financial statements	27,600	27,162
	<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 2018. 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 (2017: *£nil*). No contributions were paid to money purchase pension schemes (2017: *£nil*) and no expenses were reimbursed in the year (2017: *£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	
	2018	2017
	56	62
	<u>          </u>	<u>          </u>
The aggregate payroll costs of these persons were as follows:		
	2018	2017
	£	£
Wages and salaries	1,836,230	2,128,249
Social security costs	245,924	300,249
	<u>          </u>	<u>          </u>
	2,082,154	2,428,498
	<u>          </u>	<u>          </u>

## Notes (continued)

### 9 Staff numbers and costs (continued)

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

	Number of employees	
	2018	2017
£60,001 - £69,999	1	1
£70,000 - £79,999	2	2
£90,000 - £99,999	-	2
£100,000 - £109,999	1	-
	<u>1</u>	<u>5</u>

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

### 10 Interest payable and similar charges

	2018 £	2017 £
On bank loans	-	28,395
On other loans	90,475	92,621
	<u>90,475</u>	<u>121,016</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 £	2017 Total funds £
<b>Income and endowments from:</b>			
Donations and legacies	4,509,482	2,242	4,511,724
Investments	143,323	-	143,323
Charitable activities:			
Broadcast of Christian television programmes	768,397	-	768,397
Merchandise	92	-	92
Other trading activities	1,041	-	1,041
Disposal of fixed assets	130,953	-	130,953
<b>Total income and endowments</b>	<u>5,553,288</u>	<u>2,242</u>	<u>5,555,530</u>
<b>Expenditure on:</b>			
Charitable activities	7,283,793	78,972	7,362,765
<b>Total expenditure</b>	<u>7,283,793</u>	<u>78,972</u>	<u>7,362,765</u>
Transfers	64,396	(64,396)	-
<b>Net outgoing resources before other recognised gains and losses</b>	<u>(1,666,109)</u>	<u>(141,126)</u>	<u>(1,807,235)</u>
Other recognised gains	41,780	-	41,780
<b>Net movement in funds</b>	<u>(1,624,329)</u>	<u>(141,126)</u>	<u>(1,765,455)</u>

## Notes (continued)

### 12 Tangible fixed assets

Group	Freehold land and property £	Leasehold property improvements £	Equipment £	Motor vehicles £	Office furniture £	Computer equipment £	Total £
<b>Cost</b>							
At 31 March 2017	1,534,991	1,150,188	754,110	30,865	47,362	1,188,148	4,705,664
Exchange adjustments	-	-	(2,282)	(2,183)	(139)	(6,458)	(11,062)
Additions	-	-	11,754	-	-	-	11,754
Disposals	(1,445,384)	(579,335)	-	-	-	-	(2,024,719)
At 31 March 2018	89,607	570,853	763,582	28,682	47,223	1,181,690	2,681,637
<b>Depreciation</b>							
At 31 March 2017	187,423	231,692	711,124	28,257	36,621	1,174,665	2,369,782
Exchange adjustments	-	-	(1,496)	(1,906)	(138)	(6,463)	(10,003)
Charge for year	40,608	91,824	29,032	1,070	8,423	12,680	183,637
On disposal	(180,660)	(151,658)	-	-	-	-	(332,318)
At 31 March 2018	47,371	171,858	738,660	27,421	44,906	1,180,882	2,211,098
<b>Net book value</b>							
At 31 March 2018	42,236	398,995	24,922	1,261	2,317	808	470,539
At 31 March 2017	1,347,568	918,496	42,986	2,608	10,741	13,483	2,335,882
<b>Charity</b>							
	Freehold land and property £	Leasehold property improvements £	Equipment £	Motor vehicles £	Office furniture £	Computer equipment £	Total £
<b>Cost</b>							
At 31 March 2017	1,534,991	1,150,188	732,519	10,194	46,049	1,126,988	4,600,929
Additions	-	-	11,280	-	-	-	11,280
Disposals	(1,445,384)	(579,335)	-	-	-	-	(2,024,719)
At 31 March 2018	89,607	570,853	743,799	10,194	46,049	1,126,988	2,587,490
<b>Depreciation</b>							
At 31 March 2017	187,423	231,692	696,799	10,194	35,320	1,113,500	2,274,928
Charge for year	40,608	91,824	28,246	-	8,414	12,680	181,772
On disposal	(180,660)	(151,658)	-	-	-	-	(332,318)
At 31 March 2018	47,371	171,858	725,045	10,194	43,734	1,126,180	2,124,382
<b>Net book value</b>							
At 31 March 2018	42,236	398,995	18,754	-	2,315	808	463,108
At 31 March 2017	1,347,568	918,496	35,720	-	10,729	13,488	2,326,001

## Notes (continued)

### 12 Tangible fixed assets (continued)

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

<i>Group and Charity</i>	2018		2017	
	Net book value £	Depreciation charge £	Net book value £	Depreciation charge £
Property improvements	15,362	7,092	22,454	5,910

### 13 Intangible fixed assets

#### Group and charity

##### *Cost*

At 31 March 2017	7,623,395
Additions	261,560
At 31 March 2018	7,884,955

##### *Amortisation*

At 31 March 2017	5,112,510
Charge for the year	324,851
Impairment	1,297,800
At 31 March 2018	6,735,161

##### *Net book value*

At 31 March 2018	1,149,794
At 31 March 2017	2,510,885

### 14 Fixed asset investments

#### Charity

##### *Cost*

At beginning and end of year	3,033,649
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##### *Provisions*

At beginning of year	2,773,649
Impairment	31,000
At end of year	2,804,649

##### *Net book value*

At 31 March 2018	231,000
At 31 March 2017	260,000

## Notes (continued)

### 14 Fixed asset investments (continued)

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.

### 15 Debtors

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Trade debtors	118,115	91,408	114,495	91,408
Other debtors	240,357	191,456	238,561	186,493
Prepayments and accrued income	251,824	305,355	-	-
	<u>610,296</u>	<u>588,219</u>	<u>353,056</u>	<u>277,901</u>

### 16 Creditors: amounts falling due within one year

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Loan from the Goshen Trust	-	30,393	-	30,393
Other loans	794,266	2,002,403	794,266	2,002,403
Obligations under finance leases (note 17)	9,455	9,455	9,455	9,455
Trade creditors (note 22)	2,631,195	1,751,919	2,631,189	1,760,488
Amounts owed to group undertakings (note 22)	-	-	28,042	-
Sundry creditors	36,398	147,628	-	64,682
Taxation and social security	47,984	48,540	47,389	48,552
Accruals and deferred income	224,855	306,224	223,185	306,143
	<u>3,744,153</u>	<u>4,296,562</u>	<u>3,733,526</u>	<u>4,222,116</u>

Amounts secured in creditors falling due within one year.

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Obligations under finance leases	9,455	9,455	9,455	9,455
Other loans	794,266	2,002,403	794,266	2,002,403
	<u>803,721</u>	<u>2,011,858</u>	<u>803,721</u>	<u>2,011,858</u>

## Notes (continued)

### 16 Creditors: amounts falling due within one year (continued)

#### Other loans

The Charity has a loan agreement with D and M Willett. At 31 March 2018, an amount of £794,266 (2017: £2,002,403) 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, and which was subsequently secured on the Charity's film library. Interest has been accrued at 5% on this loan. 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.

### 17 Creditors: amounts falling due after more than one year

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Obligations under finance leases	1,575	11,030	1,575	11,030

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

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Obligations under finance leases	1,575	11,030	1,575	11,030

### 18 Financial instruments

The carrying amounts of financial assets and liabilities include:

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
<b>Assets measured at amortised cost</b>				
Trade debtors	118,115	91,408	114,495	91,408
Other debtors	240,357	191,456	238,561	186,492
<b>Liabilities measured at amortised cost</b>				
Trade creditors	2,631,195	1,751,919	2,631,189	1,760,488
Sundry creditors	36,398	147,628	-	64,682
Amounts owed to group undertakings	-	-	28,042	-
Loans	794,266	2,032,796	794,266	2,032,796
Obligations under finance leases	11,030	20,485	11,030	20,485

Debt excluding finance leases can be analysed as falling due:

	2018 £	2017 £
In one year or less, or on demand	794,266	2,032,796



## Notes (continued)

### 18 Financial instruments (continued)

The maturity of obligations under finance leases is as follows:

	2018 £	2017 £
Within one year	9,455	9,455
Between one and two years	1,575	9,455
Between two and five years	-	1,575
	<u>11,030</u>	<u>20,485</u>

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

### 19 Funds

Group	At 31 March 2017 £	Income £	Expenditure £	Gains/ (losses) and transfers £	At 31 March 2018 £
Unrestricted general reserve	1,383,568	4,849,486	(7,421,868)	-	(1,188,814)
Foreign exchange reserve	(25,785)	-	-	(29,546)	(55,331)
Minority interests*	627	4,357	(1,952)	-	3,032
	<u>1,358,410</u>	<u>4,853,843</u>	<u>(7,423,820)</u>	<u>(29,546)</u>	<u>(1,241,113)</u>
Restricted funds:					
Tsunami appeal	35,652	-	-	-	35,652
Sudan appeal	5,270	-	-	-	5,270
Kenya appeal	712	-	-	-	712
Haiti appeal	211	-	-	-	211
	<u>41,845</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,845</u>
Total restricted funds	41,845	-	-	-	41,845
	<u>1,400,255</u>	<u>4,853,843</u>	<u>(7,423,820)</u>	<u>(29,546)</u>	<u>(1,199,268)</u>
<b>Total funds</b>	<u>1,400,255</u>	<u>4,853,843</u>	<u>(7,423,820)</u>	<u>(29,546)</u>	<u>(1,199,268)</u>

\*Represents a 7% (2017: 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 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 earthquake victims.

The foreign exchange reserve 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.

## Notes (continued)

### 19 Funds (continued)

Charity	At 1 April 2017 £	Income £	Expenditure £	At 31 March 2018 £
Unrestricted general reserve	1,328,925	4,496,939	(7,110,266)	(1,284,402)
<b>Total unrestricted funds</b>	<b>1,328,925</b>	<b>4,496,939</b>	<b>(7,110,266)</b>	<b>(1,284,402)</b>
Restricted funds:				
Tsunami appeal	35,652	-	-	35,652
Sudan appeal	5,270	-	-	5,270
Kenya appeal	712	-	-	712
Haiti appeal	211	-	-	211
<b>Total restricted funds</b>	<b>41,845</b>	<b>-</b>	<b>-</b>	<b>41,845</b>
<b>Total (deficit)/funds</b>	<b>1,370,770</b>	<b>4,496,939</b>	<b>(7,110,266)</b>	<b>(1,242,557)</b>

### 20 Analysis of net assets between funds

Group	Restricted funds 2018 £	General funds 2018 £	Total 2018 £	Total 2017 £
Fund balances at the end of the year are represented by:				
Tangible fixed assets	-	470,539	470,539	2,335,882
Intangible fixed assets	-	1,149,794	1,149,794	2,510,885
Current assets	41,845	884,282	926,127	861,080
Current liabilities	-	(3,744,153)	(3,744,153)	(4,296,562)
Long term liabilities	-	(1,575)	(1,575)	(11,030)
<b>Total net (liabilities)/assets</b>	<b>41,845</b>	<b>(1,241,113)</b>	<b>(1,199,268)</b>	<b>1,400,255</b>

Charity	Restricted funds 2018 £	General funds 2018 £	Total 2018 £	Total 2017 £
Fund balances at the end of the year are represented by:				
Tangible fixed assets	-	463,108	463,108	2,326,001
Intangible fixed assets	-	1,149,794	1,149,794	2,510,885
Investments	-	229,000	229,000	260,000
Current assets	41,845	608,797	650,642	507,030
Current liabilities	-	(3,733,526)	(3,733,526)	(4,222,116)
Long term liabilities	-	(1,575)	(1,575)	(11,030)
<b>Total net (liabilities)/assets</b>	<b>41,845</b>	<b>(1,284,402)</b>	<b>(1,242,557)</b>	<b>1,370,770</b>

## Notes (continued)

### 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 2018 £	Balance owed by the company 2017 £
The Dream Family Network Limited (93% owned)	28,042	8,569

#### 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 (2017: *trade creditors*) and attracts interest at 2.5% above base rate.

	Balance owed by the company 2018 £	Balance owed by the company 2017 £
Angel Christian Television Trust Inc	1,320,469	985,503

### 23 Donations

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

	2018 £	2017 £
Kondanani	74,400	74,400
Mercy Ministries	60,000	60,000
International Children's Mission	32,121	32,992
Alive in Spirit	8,100	10,400
Bath Abbey	2,000	-
Other	700	-
<b>Total donations</b>	<b>177,321</b>	<b>177,792</b>

## **Notes** *(continued)*

### **24 Contingent liability**

The Charity is currently in discussion with HMRC in respect of a VAT assessment which, if fully upheld, could lead to the charity being liable for VAT to a total value of £2.1m. The Trustees have vigorously challenged the assessment as they do not consider the position taken by HMRC to be in line with a previously agreed position, and consequently, they do not expect to have to settle at the value assessed by HMRC. Whilst the Trustees consider their position to be supportable and do not consider, based on evidence to date, that a material settlement liability will arise from this issue, nevertheless they acknowledge that there is a risk that the Charity may be required to pay VAT and associated interest and penalties in respect of this matter, however the timing and the amount of any settlement remains uncertain at the date of approval of the financial statements.

### **25 Ultimate controlling party**

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