

REGISTERED
COMPANIES

Company Number
4419680

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

FINANCIAL STATEMENTS

2007

NORMAN COX & ASHBY

Chartered Accountants and Registered Auditors

72 Grosvenor Road, Tunbridge Wells

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COMPANIES HOUSE

THE PROCLAMATION TRUST
(A Company Limited by Guarantee and not having a Share Capital)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2007

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THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

LEGAL AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 DECEMBER 2007

CHARITY COMMISSION NUMBER

1094952

COMPANY NUMBER

4419680

REGISTERED OFFICE

Willcox House
140 – 148 Borough High Street
Southwark
London SE1 1LB

TRUSTEES

A C Green
Rev R M Cunningham
Rev Prebendary R C Lucas
R F Hames
Rev M R Neville
Rev E P Bickerseth
Rev V E Roberts
Rev J L Samuel
Rev W T Taylor

SECRETARY

R J Green FCA

BANKERS

Lloyds TSB Bank plc
39 Threadneedle Street
London EC2R 8AU

INVESTMENT MANAGER

A C Green
c/o Global Asset Management
12 St James's Place
London SW1A 1NX

AUDITORS

Norman Cox & Ashby
Chartered Accountants and Registered Auditors
72 Grosvenor Road
Tunbridge Wells
Kent TN1 2AZ

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2007

The Trustees present their Report and the Financial Statements for the year ended 31 December 2007

ORGANISATION

The company is a charitable company limited by guarantee, incorporated on 18 April 2002 and registered by the Charity Commission on 6 December 2002. It commenced to operate on 1 January 2003.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. Under those Articles, the Trustees are elected at the Annual General Meeting to serve a period of three years, subject to ratification at each AGM. The Trustees meet on a regular basis and appoint new Trustees following consultation amongst themselves. The previous Trust was an unincorporated charity, registered number 293976, which transferred all its assets and liabilities to the company on 1 January 2003 at their balance sheet value.

The Articles of Association state that there must be not more than 10 trustees. New trustees receive internal training as to their responsibilities.

The Trustees have authorised four senior executives, none of whom are Trustees, to supervise the day to day running of the company. The executives are the President of The Proclamation Trust, the Director of Cornhill Training, the Director of Ministry and the Director of Finance and Administration. They report to the Trustees at their meetings. Decisions are made by the trustees at regular meetings by a simple majority.

OBJECTS AND ACTIVITIES

The principal object of the company is the advancement of the Christian Gospel and in particular to preach and teach the Gospel of Jesus Christ as set forth in Scripture. This is achieved through (a) Conferences at which increased numbers are attending and (b) the Cornhill Training Course from which more people are being placed in full time Christian work.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of its financial activities 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 the policies adopted are in accordance with the Charities SORP and with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time that the financial statements comply with the Companies Act 1985. They are responsible for safeguarding the assets of the company and hence for taking responsible steps for the prevention and detection of fraud and other irregularities.

INVESTMENT POWERS

The trustees have the power to invest funds as set out in the Trustees Investment Act 1961, as modified by the Trustees Act 2001. The investment manager continues to be A C Green, a trustee. The policy adopted is to hold quoted investments to provide income and some capital growth. The trustees consider the return of both income and value to be satisfactory.

Investment property is fully let at current commercial rent.

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2007

(Continued)

REVIEW OF THE YEAR

The total income derived from gifts under Gift Aid, including income tax refunds, and general donations amounted to £182,507. Income from investments, deposits and bank interest totalled £23,471. Conference fees at £132,347 reflected the level of activity during the year. The company's share of the loss from the Audio Partnership, a joint venture with St Helen's Church, was £118. Rent received from residential properties was £Nil and £156,732 from Willcox House. The total income from the Cornhill Training Course was £153,250. Total income from all sources amounted to £666,884 and total expenditure was £787,250.

At the year-end the unrealised gains on quoted investments over cost were £20,784.

One half of Willcox House is held as an Investment Fixed Asset and the Trustees have included this proportion at market value. At the year end the unrealised gain over cost was £1,156,012. The other half of Willcox House is used for the purposes of the company's charitable activities and is shown in Tangible Fixed Assets at cost less depreciation. The Trustees of the company acknowledge with gratitude the employees and those providing funds to the Trust, without whose support the present strength of the company would not have been achieved.

The company had a Joint Venture with St Helen's Church which ceased on 31 March 2007. Details of the Audio Partnership are included in note 9 of the financial statements.

The Trustees believe that the Company is successfully achieving its objectives and future plans involve building on the success of the past.

CONFERENCE PROGRAMME 2007

The Evangelical Ministry Assembly was once again the largest conference of the year with nearly 900 people attending St Helen's Church in Bishopsgate for the three days. There were three Ministers conferences and two Minister's wives conferences held during the year together with a Bible Training Weekend, Practical Preaching Seminars and a Summer School.

CORNHILL TRAINING COURSE - ACADEMIC YEAR 2007-8

87 students were registered during this Academic Year

Full-time	11	(9 men, 2 women)
Part-time	65	(45 men, 20 women)
One day a week	6	(6 men)
Overseas Bursary Students	3	Full bursaries
	3	Fees-only

In addition, 31 apprentices registered for a Friday morning only course.

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2007

(Continued)

GRANT MAKING POLICY

The Trust offers a small number of grants to overseas students to attend the Cornhill Training Course. These grants are offered at the discretion of Cornhill Training and the Trustees.

RESERVES POLICY

A significant proportion of the unrestricted fund reserves represents the gift of the freehold property and unrealised gains on investments. The charity retains the balance of reserves to fund future bursaries to Cornhill Students and to meet the company's running costs, in total covering the period of approximately six months expenditure (approximately £395,000). The free reserves are approximately £160,000 which are considered adequate to meet this requirement following receipt of the proceeds of £560,000 from a property sale in February 2008. Restricted funds are retained according to the instructions of donors of the funds.

RISK MANAGEMENT

The Trustees have continued their review to identify and examine the major risks faced by the company and are committed to ensuring that systems are in place to manage and mitigate those risks.

DISCLOSURE OF INFORMATION TO THE AUDITORS

The Trustees who held office at the date of approval of the Trustees' 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 they ought to have taken as a trustee to make themselves aware and the auditors aware of any relevant audit information and to establish that the auditors are aware of that information needed in connection with preparing their independent auditors' report.

AUDITORS

In accordance with Section 385 Companies Act 1985 the re-appointment of Messrs Norman Cox & Ashby will be proposed at the Annual General Meeting.

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

Approved by the Trustees on

24th September 2008

and signed on their behalf by


A.C. GREEN, Trustee

REPORT OF THE INDEPENDENT AUDITORS

TO THE TRUSTEES OF

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

We have audited the financial statements of The Proclamation Trust for the year ended 31 December 2007 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes 1 to 19. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007) under the historical cost convention as modified by the revaluation of certain fixed assets and under the accounting policies set out therein.

This report is made solely to the Company's trustees, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the Company's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

The Trustees' (who are also directors of The Proclamation Trust for the purposes of company law) responsibilities for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether, in our opinion, the trustees' report is consistent with the financial statements, if the Company has not kept proper accounting records, we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the Company is not disclosed.

We are not required to consider whether the statements in the Trustees' Report concerning the major risks to which the charity is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charity's risk management and control procedures.

We read other information contained in the Trustees' Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances and consistently applied and adequately disclosed.

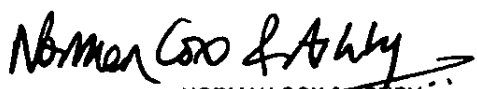
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming an opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion:

- the financial statements give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the Company's affairs as at 31 December 2007 and of its incoming resources and application of resources including its income and expenditure for the year then ended, and
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Trustees' Report is consistent with the financial statements.

Grosvenor Lodge
72 Grosvenor Road
Tunbridge Wells
Kent TN1 2AZ


NORMAN COX & ASHBY
Chartered Accountants and Registered Auditors

25 September 2008

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2007

	<u>Notes</u>	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total 2007</u>	<u>Total 2006</u>
		£	£	£	£
INCOMING RESOURCES					
Donations – Charity		136,372	46,135	182,507	927,185
– Joint Venture		42	-	42	103
Grant – Joint Venture		7,916	-	7,916	11,667
Activities for generating Funds	2	13,715	9,746	23,461	41,217
Investment Income					
Income from Investment Properties		156,732	-	156,732	127,425
Income from Listed Investments		91	-	91	775
Interest on Cash Investments - Charity		23,380	-	23,380	8,435
Activities in furtherance of the Charity's Object					
Course fees		153,250	-	153,250	157,621
Conference Fees		132,347	-	132,347	135,549
TOTAL COMBINED INCOME		<u>623,845</u>	<u>55,881</u>	<u>679,726</u>	<u>1,409,977</u>
Deduct Income from Joint Venture		(12,842)	-	(12,842)	(41,078)
TOTAL INCOMING RESOURCES		<u>611,003</u>	<u>55,881</u>	<u>666,884</u>	<u>1,368,899</u>
RESOURCES EXPENDED					
Costs of generating funds					
Investment Management Costs		24,567	-	24,567	30,890
Charitable activities					
Grants payable	5	9,597	60,728	70,325	68,149
Conferences and Training	3	452,941	-	452,941	422,747
PT Media	3	-	76,297	76,297	88,023
Governance costs	4	14,279	-	14,279	23,164
Other resources expended	3	148,841	-	148,841	157,253
TOTAL RESOURCES EXPENDED		<u>650,225</u>	<u>137,025</u>	<u>787,250</u>	<u>790,226</u>
NET INCOMING RESOURCES BEFORE TRANSFERS		(39,222)	(81,144)	(120,366)	578,673
Gross transfer between funds		(24,557)	24,557	-	-
		<u>(63,779)</u>	<u>(56,587)</u>	<u>(120,366)</u>	<u>578,673</u>
Loss from Joint Venture		(118)	-	(118)	(10,698)
Unrealised (Losses)/Gains on Investment Assets		(47,919)	-	(47,919)	4,926
NET MOVEMENT IN FUNDS		<u>(111,816)</u>	<u>(56,587)</u>	<u>(168,403)</u>	<u>572,901</u>
Funds brought forward at 1 January 2007		4,303,400	134,715	4,438,115	3,865,214
TOTAL FUNDS CARRIED FORWARD AT 31 DECEMBER 2007		<u>£4,191,584</u>	<u>£78,128</u>	<u>£4,269,712</u>	<u>£4,438,115</u>

THE PROCLAMATION TRUST

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BALANCE SHEET

AT 31 DECEMBER 2007

	<u>Notes</u>	£	£	£	<u>2006</u>	£
FIXED ASSETS						
Tangible Fixed Assets	7		1,997,838		1,504,873	
Investments	8		2,030,807		2,078,726	
Investment in Joint Venture	9					
Share of gross assets		-		13,700		
Share of gross liabilities		-		(25,121)		
					(11,421)	
			<u>4,028,645</u>		<u>3,572,178</u>	
CURRENT ASSETS						
Debtors	10	47,488		207,848		
Cash at Bank and in Hand	11	270,735		717,520		
			<u>318,223</u>	<u>925,368</u>		
CREDITORS						
Amounts falling due within one year	12	77,156		59,431		
NET CURRENT ASSETS			<u>241,067</u>		<u>865,937</u>	
NET ASSETS			<u>£4,269,712</u>		<u>£4,438,115</u>	
Financed by						
UNRESTRICTED FUND						
Revaluation Fund	13			1,224,715		
General Fund	8	1,176,796		3,078,685		
		<u>3,014,788</u>		<u>4,303,400</u>		
RESTRICTED FUNDS	14		78,128		<u>134,715</u>	
TOTAL FUNDS			<u>£4,269,712</u>		<u>£4,438,115</u>	

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2007)

These financial statements were approved by the Trustees on *24th September 2008* and signed on their behalf by

A C GREEN, Trustee

R C LUCAS, Trustee

Richard Lucas

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

1 ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements are prepared under the historical cost convention except for investments that have been included at re-valued amounts and in accordance with applicable accounting standards and the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005), the Financial Reporting Standard for Smaller Entities (effective January 2007) and prepared in accordance with Companies Act 1985

(b) Incoming Resources

Income is accounted for on an accruals basis, apart from interest receivable which is credited when received. Legacies and tax recoverable on gift aid and investment income is accounted for when receivable

(c) Resources Expended

Expenditure is recognised on an accruals basis. Grants payable are recognised in the year they are agreed instead of the year to which they relate. (This is a change of Accounting Policy) Support costs are incurred directly in support of expenditure in furtherance of the Company's objectives. Governance costs relate to the administration of the Company

(d) Allocation of Support Costs

Property costs are allocated on a pro-rata basis. All the other Support Costs are allocated to functions including office running expenses to Other Resources Expended

(e) Tangible Fixed Assets and Depreciation

The functional part of freehold land and buildings are shown at cost. Depreciation is provided at a rate of 2% per annum on cost apart from the leasehold property which is depreciated over the length of the lease 118 years

Depreciation is provided on other tangible fixed assets over their estimated useful working life as follows

Furniture and Equipment	-	33 3% per annum on cost
Motor Vehicle	-	25% per annum on cost

Fixed Assets costing less than £1,000 are not capitalised

(f) Investments

Investments are stated at market value. The SOFA includes the net gains and losses arising on re-valuations and disposals throughout the year

The investment part of freehold land and buildings has been included at market value. Depreciation is not provided on the investment part of freehold land and buildings

Although this accounting policy is in accordance with Financial Reporting Standard for Smaller Entities (effective January 2007), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the Trustees compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified

(g) Income Funds

Unrestricted Funds are expendable at the discretion of the Trustees in the furtherance of the objects of the company. Restricted funds are funds subject to specific trusts within the objects of the Company

(h) Operating Leases

Rentals paid under operating leases are charged to income on a straight-line basis over the lease term

(i) Pension Scheme

The Company operates a defined contribution scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charged represents both contributions payable by the Company to the fund and also contributions into individuals' own pension schemes

(j) Deferred Income

Income received in advance of a course or conference is deferred in the balance sheet. Income is recognised in the income and expenditure account at the start of the course or conference

(k) Grant Making Policy

Grants are made to students to attend training courses and to the joint venture in order for it to meet its objectives. Grants are made at the discretion of the trustees and Cornhill Training

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Total 2007</u> £	<u>Total 2006</u> £
2 ACTIVITIES FOR GENERATING FUNDS				
Sales - Charity	8,831	9,746	18,577	11,909
Sales - Joint Venture	4,884	-	4,884	29,308
	<u>13,715</u>	<u>9,746</u>	<u>23,461</u>	<u>41,217</u>
3 SUPPORT COSTS				
Staff Salaries	221,508	57,009	278,517	285,361
Other Staff Costs	28,223	-	28,223	19,735
Office Expenses	194,481	9,749	204,230	273,426
Property Costs	140,299	9,539	149,838	117,015
Depreciation	41,838	-	41,838	36,103
Pt Media Salaries	-	-	-	(32,727)
	<u>626,349</u>	<u>76,297</u>	<u>702,646</u>	<u>698,913</u>
Allocated to				
Investment Management Costs	24,567	-	24,567	30,890
Conferences and Training	452,941	-	452,941	422,747
PT Media	-	76,297	76,297	88,023
Other Resources Expended	148,841	-	148,841	157,253
	<u>626,349</u>	<u>76,297</u>	<u>702,646</u>	<u>698,913</u>
4 GOVERNANCE COSTS				
Audit Fees	7,568	-	7,568	6,766
Other Professional Fees	738	-	738	7,158
Legal Expenses	1,925	-	1,925	5,636
Bank Charges	3,460	-	3,460	3,017
Stockbroker Fees	588	-	588	587
	<u>14,279</u>	<u>-</u>	<u>14,279</u>	<u>23,164</u>
5 GRANTS PAYABLE				
	<u>2007</u>		<u>2006</u>	
	<u>Institutes</u>	<u>Individuals</u>	<u>Institutes</u>	<u>Individuals</u>
Joint Venture	7,500	-	10,000	-
Cornhill Scotland	2,097	-	24,514	-
Others	-	-	2,307	-
Bursaries	-	60,728	-	31,328
	<u>9,597</u>	<u>60,728</u>	<u>36,821</u>	<u>31,328</u>

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

6 TAXATION

The Company is registered with the Charity Commissioners as a charity and is exempt from taxation in accordance with Section 505 of the Income and Corporation Taxes Act 1988

7 TANGIBLE FIXED ASSETS

	<u>Freehold Land and Buildings</u> £	<u>Leasehold Land and Buildings</u> £	<u>Equipment and Furniture</u> £	<u>Total</u> £
Cost				
At 1 January 2007	1,651,967	-	157,578	1,809,545
Additions in the year	-	528,355	6,447	534,802
At 31 December 2007	<u>1,651,967</u>	<u>528,355</u>	<u>164,025</u>	<u>2,344,347</u>
Depreciation				
At 1 January 2007	149,284	-	155,388	304,672
Charges for the year	33,040	4,477	4,320	41,837
At 31 December 2007	<u>182,324</u>	<u>4,477</u>	<u>159,708</u>	<u>346,509</u>
Net Book Value				
31 December 2007	<u>£1,469,643</u>	<u>£523,878</u>	<u>£4,317</u>	<u>£1,997,838</u>
31 December 2006	<u>£1,502,683</u>	<u>£ -</u>	<u>£2,190</u>	<u>£1,504,873</u>

Included in freehold land and buildings is Willcox House which cost £1,680,084. J C Millest FRICS, Senior Surveyor at the firm of Chesterton, assessed the market value in 2007 at £4.0 million. One half is used as a functional company asset included in tangible fixed assets at cost and one half as an investment property, included in fixed asset investments at valuation. Depreciation has been provided on the one half included in tangible fixed assets.

The remaining properties costing £1,344,217 at 31 December 2007 are estimated by the Trustees to have a market value of £1.7 million. One of these properties costing £400,000 was sold in February 2008 for £560,000.

THE PROCLAMATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

8 FIXED ASSET INVESTMENTS

	<u>Freehold Land and Buildings in the United Kingdom</u>	<u>Quoted Investments</u>	<u>Total</u>
	£	£	£
Market Value			
At 1 January 2007	2,047,921	30,805	2,078,726
Unrealised (Loss)/Profit in the year	(47,921)	2	(47,919)
At 31 December 2007	<u>£2,000,000</u>	<u>£30,807</u>	<u>£2,030,807</u>
Represented by		<u>2007</u>	<u>2006</u>
		£	£
Investment assets in the United Kingdom			
Global Asset Management UK Diversified Unit Trust		15,596	15,843
Global Asset Management International Growth Unit Trust		15,211	14,962
		<u>£30,807</u>	<u>£30,805</u>
The original cost and unrealised gains on this property and the quoted shares are			
	<u>Original Cost</u>	<u>Unrealised Gains</u>	<u>Market Value</u>
	£	£	£
Freehold Land and Buildings	843,988	1,156,012	2,000,000
Quoted Investments	10,023	20,784	30,807
	<u>£854,011</u>	<u>£1,176,796</u>	<u>£2,030,807</u>

The unrealised gains represent the revaluation fund

The freehold land and property has a market value of £4 0 million and one half is included as an investment property at valuation, together with the additions to the investment property in 2003

9 JOINT VENTURE as at 31 March 2007

Name – The Audio Partnership (previously The Tape Ministry)

The Company's interest – 50%

Nature of activities – To record conferences and sermons

	<u>2007</u>	<u>2006</u>
	£	£
Company's interest as at 31 March 2007 in		
Gross Income – Sales	4,884	29,309
Grant	7,916	11,667
Donations	42	103
	<u>12,842</u>	<u>41,079</u>
Cost of Generating Funds	(8,056)	(37,983)
Charitable Activities	(4,904)	(13,794)
Net Results – Loss	<u>£(118)</u>	<u>£(10,698)</u>

The Audio Partnership ceased trading on 31 March 2007

THE PROCLAMATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

10 DEBTORS

	<u>2007</u>	<u>2007</u>	<u>2006</u>	<u>2006</u>
	£	£	£	£
Other Debtors		24,791		179,710
Prepayments		22,156		22,534
Amount due from Joint Venture				
- Trading	(6,977)		(1,914)	
- Loans	<u>7,518</u>	541	<u>7,518</u>	5,604
		<u>£47,488</u>		<u>£207,848</u>

11 CASH AT BANK AND IN HAND

Bank Current Account		29,320		513,349
Deposit with CBF Church of England Fund		237,966		201,253
Cash with Stockbrokers		2,885		2,271
Petty Cash		564		647
		<u>£270,735</u>		<u>£717,520</u>

12 CREDITORS

Other Creditors		38,804		28,609
Accruals		6,500		5,500
Deferred Income				
Balance at 1 January 2007	25,322		36,011	
Incoming resources deferred in current year	31,852		25,322	
Amounts realised in current year	<u>(25,322)</u>		<u>(36,011)</u>	
Balance at 31 December 2007	<u>31,852</u>	31,852	<u>25,322</u>	25,322
		<u>£77,156</u>		<u>£59,431</u>

13 RECONCILIATION OF FUNDS

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
	<u>Funds</u>	<u>Funds</u>	
	£	£	£
Balance at 1 January 2007	4,303,400	134,715	4,438,115
Net Movement in Funds	(111,816)	(56,587)	(168,403)
Balance at 31 December 2007	<u>£4,191,584</u>	<u>£78,128</u>	<u>£4,269,712</u>
Represented by			
Tangible Fixed Assets	1,997,838	-	1,997,838
Investments	2,030,807	-	2,030,807
Current Assets	240,095	78,128	318,223
Current Liabilities	<u>(77,156)</u>	<u>-</u>	<u>(77,156)</u>
	<u>£4,191,584</u>	<u>£78,128</u>	<u>£4,269,712</u>

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions

THE PROCLAMATION TRUST

(A Company Limited by Guarantee and not having a Share Capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

14 RESTRICTED FUNDS

	<u>1 January</u> <u>2007</u>	<u>Incoming</u> <u>Resources</u>	<u>Transfers</u>	<u>Outgoing</u> <u>Resources</u>	<u>31 December</u> <u>2007</u>
	£	£	£	£	£
Cornhill Training Course - Bursary	110,758	46,135	(18,037)	(60,728)	78,128
PT Media Fund	23,957	9,746	42,594	(76,297)	-
	<u>£134,715</u>	<u>£55,881</u>	<u>£24,557</u>	<u>£(137,025)</u>	<u>£78,128</u>

The Cornhill Training Course Bursary Fund grants bursaries to overseas students
PT Media Fund finances the production of Christian Teaching DVD's, Books and CD's
The Transfers were made to and from the General Fund to cover bursary fees and media shortfall

15 RELATED PARTY TRANSACTIONS

A C Green, a trustee, was involved in the following transactions

- (a) R J Green, his brother, received fees of £45,162 as the Company Secretary. In addition contributions of £7,005 were paid into a personal pension fund
- (b) A large proportion of the investment portfolio is held with Global Asset Management of which A C Green is a consultant. The market value of these investments at 31 December 2007 was £30,807. A C Green is also the Investment Manager of The Proclamation Trust

R F Hames, a trustee, was involved in the following transactions

T A Hames, his brother, the proprietor of Christian Printing Services received £963 for printing work supplied

16 TRANSACTIONS WITH TRUSTEES

No remuneration was paid to the trustees. During the year 4 trustees were reimbursed £374 for travelling expenses incurred in connection with the business of the Charity

17 STAFF EMOLUMENTS

	<u>2007</u>	<u>2006</u>
	£	£
Gross Salaries	243,258	245,242
Employer's National Insurance	21,702	16,720
Pension Contributions	13,557	23,399
	<u>£278,517</u>	<u>£285,361</u>
Average number of full time equivalent employees		
Conferences	2	2
Training Courses	4	4
Support	4	3
	<u> </u>	<u> </u>

No employees received emoluments above £60,000

THE PROCLAMATION TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2007

18 PROVISIONS FOR COMMITMENTS

(a) Bursaries

In addition to the grants paid during the year a further £21,603 (2006 £23,166) was authorised for payment between 31 December 2007 and 31 July 2008. Provision has been included for this liability at 31 December 2007.

(b) Operating Leases

	<u>2007</u> £	<u>2006</u> £
The company is committed to making the following annual payments for rent of its properties – expiring		
Within one year	14,400	14,400
Between two and five years	32,837	32,837
Over five years	200	-
	<u>£47,437</u>	<u>£47,237</u>

19 POST BALANCE SHEET EVENTS

In February 2008 one of the freehold properties was sold for £560,000