

Company Number
4419680

THE PROCLAMATION TRUST
(A Company Limited by Guarantee and not having a Share Capital
FINANCIAL STATEMENTS
2004



NORMAN COX & ASHBY
Chartered Accountants and Registered Auditors
72 Grosvenor Road, Tunbridge Wells

THE PROCLAMATION TRUST

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

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 2004

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THE PROCLAMATION TRUST

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LEGAL AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31st DECEMBER 2004

CHARITY COMMISSION NUMBER

1094952

COMPANY NUMBER

4419680

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

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 31st DECEMBER 2004

The Trustees present their Report and the Financial Statements for the year ended 31st December 2004.

ORGANISATION

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

The Articles of Association state that there must be not more than 6 trustees. These are currently being amended to increase the maximum number of trustees to 10.

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.

OBJECTS

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.

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.

REVIEW OF THE YEAR

The total income derived from gifts under Gift Aid, including income tax refunds, and general donations amounted to £297,329. Income from investments, deposits and bank interest totalled £9,336. Conference fees at £133,908 reflected the level of activity during the year. There was a profit on the sale of investments of £15,745. The company's share of the loss from the Audio Partnership, a joint venture with St Helen's Church, was £1,016. Rent received from residential properties was £Nil and £121,159 from Willcox House. The total income from the Cornhill Training Course was £153,069. Total income from all sources amounted to £740,878 and total expenditure was £579,523.

THE PROCLAMATION TRUST

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

REPORT OF THE TRUSTEES (continued)

FOR THE YEAR ENDED 31ST DECEMBER 2004

REVIEW OF THE YEAR (continued)

The quoted investments are held to provide income and give some capital growth. At the year-end the unrealised gain over cost was £11,951. *One half of Willcox House is held as an Investment Fixed Asset and the Trustees have included this proportion at their estimate of market value.* 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. During the year two freehold houses were purchased which were funded by the sale of the majority of the Trusts quoted investments. These houses were to accommodate two members of staff and their families.

The company has continued the Audio Partnership Joint Venture with St Helen's Church and details are included in note 9 of the financial statements.

CONFERENCE PROGRAMME 2004

Details of the conference programme are shown in note 6 of the Notes to the Financial Statements.

CORNHILL TRAINING COURSE - ACADEMIC YEAR 2004-5

109 students have registered, comprising:

Full-time:	20 (12 men, 8 women)	Two of these studied for only two terms. <i>One of these studied for only one term</i>
Part-time:	78 (53 men, 25 women)	One of these studied for only two terms.
One-Day-A-Week	6 (men)	One of these studied for only one term.
Ministry Stream only:	5 (women)	Four of these for one Stream only. One for Women's Ministry.
Overseas Bursary Students:	Full Bursaries:	1 from Russia 1 from Sierra Leone (1 term, but may return) 1 from Ghana (2 terms to complete CTC) 1 from Pakistan (in the UK before CTC)
	Fees-only Bursaries:	2 were from France, 1 from Israel and 1 from UK (in Laos before CTC and returning there long-term.)

In addition, 39 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 (continued)

FOR THE YEAR ENDED 31ST DECEMBER 2004

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. 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.

Approved by the Trustees on 12th October 2005 and signed on their behalf by:

A C GREEN, Trustee

A large, stylized handwritten signature in black ink, consisting of a large loop followed by several smaller strokes.

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 2004 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) 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' responsibilities for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards 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 United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' report is not consistent with the financial statements, if the Company has not kept proper accounting records, we have not received all the information and explanations we require for the 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 statement in the Trustees' Report concerning the major risks to which the Company is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the Company'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.

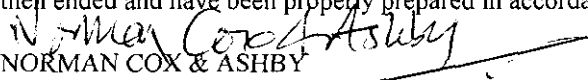
BASIS OF OPINION

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and 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 of the state of the charitable company's affairs as at 31st December 2004 and of its incoming resources and application of resources including its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


NORMAN COX & ASHBY
Chartered Accountants and Registered Auditors
Grosvenor Lodge
72 Grosvenor Road
Tunbridge Wells
Kent TN1 2AZ

13th October 2005

THE PROCLAMATION TRUST

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

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31ST DECEMBER 2004

	<u>Notes</u>	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Total 2004</u> £	<u>Total 2003</u> £
INCOMING RESOURCES					
Donations – Charity		265,603	31,726	297,329	184,366
Joint Venture		1,092	-	1,092	1,390
Proclamation Trust		-	-	-	3,534,555
Grant – Joint Venture		13,400	-	13,400	17,700
Activities in furtherance of the Charity's Object					
Course Fees		-	153,069	153,069	159,164
Conference Fees	6	133,908	-	133,908	109,409
Activities for generating Funds	2	39,100	3,912	43,012	60,940
Investment Income					
Income from Investment Properties		121,159	-	121,159	83,024
Income from Listed Investments		2,370	-	2,370	6,487
Interest on Cash Investments: Charity		6,966	-	6,966	11,882
Joint Venture		-	-	-	34
Other Incoming Resources					
Realised Gains on Investment Assets		15,745	-	15,745	79,037
TOTAL COMBINED INCOME		599,343	188,707	788,050	4,247,988
Deduct: Income from Joint Venture		(47,172)	-	(47,172)	(55,593)
TOTAL INCOMING RESOURCES		552,171	188,707	740,878	4,192,395
RESOURCES EXPENDED					
Grants Payable	5	10,000	23,639	33,639	61,410
Costs of activities in furtherance of the Charity's Objects					
Conferences and Training	6	92,289	28,836	121,125	120,361
Media and Video Production		-	10,533	10,533	16,005
Support Costs	3	246,038	153,425	399,463	392,542
Management and Administration	4	13,747	-	13,747	11,339
TOTAL RESOURCES EXPENDED		362,074	216,433	578,507	601,658
NET INCOME FOR THE YEAR		190,097	(27,725)	162,372	3,590,737
(LOSS)/PROFIT FROM JOINT VENTURE	9	(1,016)	-	(1,016)	32
UNREALISED GAINS ON INVESTMENT ASSETS					
		-	-	-	42,548
NET MOVEMENT IN FUNDS		189,081	(27,725)	161,356	3,633,317
FUNDS BROUGHT FORWARD		3,393,827	239,490	3,633,317	-
FUNDS CARRIED FORWARD		<u>£3,582,908</u>	<u>£211,765</u>	<u>£3,794,673</u>	<u>£3,633,317</u>

THE PROCLAMATION TRUST

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BALANCE SHEET

AT 31ST DECEMBER 2004

	Notes	£	£	£	2003	£
FIXED ASSETS						
Tangible Fixed Assets	7	1,573,318		798,760		
Investments	8	2,069,277		2,251,310		
Investment in Joint Venture	9	(966)		50		
			3,641,629			3,050,120
CURRENT ASSETS						
Debtors	10	71,459		71,244		
Cash at Bank and in Hand	11	127,531		554,908		
		198,990		626,152		
LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR						
Creditors	12	45,946		42,955		
NET CURRENT ASSETS			153,044			583,197
NET ASSETS			<u>£3,794,673</u>			<u>£3,633,317</u>
Financed by:						
UNRESTRICTED FUND	13	3,582,908				3,393,828
RESTRICTED FUNDS	14	211,765				239,489
TOTAL FUNDS			<u>£3,794,673</u>			<u>£3,633,317</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 June 2002).

These financial statements were approved by the Trustees on 12th OCTOBER 2005 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 31ST DECEMBER 2004

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 2000) and the Financial Reporting Standard for Smaller Entities (effective June 2002).

(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 – in the year to which they relate. Support costs are incurred directly in support of expenditure in furtherance of the Company's objectives. Management and administration costs relate to the administration of the Company.

(d) 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.

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

(e) 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 the Trustees' best estimate of market value.

(f) 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.

(g) Operating Leases

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

(h) 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.

(i) Transfer of Charitable Funds

The company received the assets and liabilities of the previous non-incorporated registered charity, The Proclamation Trust, as a donation on 1st January 2003. These were transferred at their balance sheet value at 31st December 2002.

THE PROCLAMATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2004

	<u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £	<u>Total</u> <u>2004</u> £	<u>Total</u> <u>2003</u> £
2 ACTIVITIES FOR GENERATING FUNDS				
Sales – Charity	6,420	3,912	10,332	24,431
Sales - Joint Venture	32,680	-	32,680	36,509
	<u>39,100</u>	<u>3,912</u>	<u>43,012</u>	<u>60,940</u>
3 SUPPORT COSTS				
Salaries and Staff costs	119,367	103,348	222,716	221,582
Office expenses	33,317	9,289	42,606	47,440
Property costs	50,178	39,809	89,986	99,205
Depreciation	43,176	979	44,155	24,316
	<u>246,038</u>	<u>153,425</u>	<u>399,463</u>	<u>392,543</u>
4 MANAGEMENT AND ADMINISTRATION				
Audit Fees	5,286	-	5,286	4,190
Other Professional Fees	5,127	-	5,127	2,087
Legal Expenses	2,186	-	2,186	3,824
Bank Charges	777	-	777	730
Stockbroker Fees	371	-	371	508
	<u>13,747</u>	<u>-</u>	<u>13,747</u>	<u>11,339</u>
5 GRANTS PAYABLE				
During the year a grant of £10,000 was paid to the Joint Venture and further grants totalling £23,639 were paid to 18 individuals for overseas bursaries together with £17,565 transferred for their Cornhill Training Course Fees.				

THE PROCLAMATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2004

6 CONFERENCE FEES AND COSTS - Unrestricted Funds

<u>Total</u> <u>Income</u> £		<u>Speakers</u> £	<u>Accomm-</u> <u>odation</u> £	<u>Catering</u> £	<u>Sundries</u> £	<u>Total</u> <u>Expenses</u> £
49,192	Evangelical Ministry Assembly	2,150	-	6,457	10,721	19,328
12,793	Senior & Young Mins - Autumn	781	11,353	1,279	1,204	14,617
2,410	Theological Students	-	-	-	230	230
1,300	London Week	32	500	22	188	742
9,950	Young Ministers - Spring	746	9,431	-	885	11,062
9,830	Young Ministers Wives - Summer	300	8,835	-	115	9,250
9,530	Bible Training Weekend	316	6,311	-	1,423	8,050
9,335	Women in Ministry	219	7,501	-	173	7,893
11,638	Senior Ministers Wives - Spring	100	8,470	-	333	8,903
2,021	Day Conferences	150	1,359	146	615	2,270
7,490	Senior Ministers - Spring	641	7,130	-	757	8,528
7,243	Cornhill Summer School	-	-	194	1,009	1,203
1,176	Evening Lectures	-	-	-	213	213
<u>£ 133,908</u>		<u>£5,435</u>	<u>£60,890</u>	<u>£8,098</u>	<u>£17,866</u>	<u>£92,289</u>

7 TANGIBLE FIXED ASSETS

	<u>Freehold Land</u> <u>and Buildings</u> £	<u>Motor</u> <u>Vehicle</u> £	<u>Equipment</u> <u>and Furniture</u> £	<u>Total</u> £
COST				
At 1 January 2004	836,104	10,320	154,725	1,001,149
Additions in the year	815,863	-	2,850	818,713
Disposals in the year	-	(10,320)	-	(10,320)
At 31 December 2004	<u>1,651,967</u>	<u>-</u>	<u>157,575</u>	<u>1,809,542</u>
DEPRECIATION				
At 1 January 2004	50,166	5,160	147,063	202,389
Disposals in the year	-	(7,740)	-	(7,740)
Charges for the year	33,039	2,580	5,955	41,574
At 31 December 2004	<u>83,206</u>	<u>-</u>	<u>153,018</u>	<u>236,224</u>
NET BOOK VALUE				
31 December 2004	<u>£1,568,761</u>	<u>-</u>	<u>£4,557</u>	<u>£1,573,318</u>
NET BOOK VALUE				
31 December 2003	<u>£785,938</u>	<u>£5,160</u>	<u>£7,662</u>	<u>£798,760</u>

The freehold land and buildings cost £2,488,070. The Trustees estimate that its market value is £4 million and that 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 PROCLAMATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2004

8 FIXED ASSET INVESTMENTS

	<u>Freehold Land and Buildings in the United Kingdom</u>	<u>Quoted</u>	<u>Total</u>
	£	£	£
Market Value			
At 1 January 2004	2,047,921	203,389	2,251,310
Additions at Cost	-	1,712	1,712
Disposals at Book Value	-	(92,479)	(92,479)
Sale Proceeds from Disposals	-	(107,011)	(107,011)
Profit in the year	-	15,745	15,745
At 31 December 2004	<u>£2,047,921</u>	<u>£21,356</u>	<u>£2,069,277</u>
Represented by:		<u>2004</u>	<u>2003</u>
		£	£
Global Asset Management UK Diversified Unit Trust		10,854	52,664
Global Asset Management International Growth Unit Trust		10,502	81,094
		<u>21,356</u>	<u>133,758</u>
Other Investment Assets in the United Kingdom		-	69,631
Investment Assets outside the United Kingdom		-	-
		<u>£21,356</u>	<u>£ 203,389</u>

The Trustees estimate that the freehold land and property have a market value of £4 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

Name – The Audio Partnership (previously The Tape Ministry)

The Company's interest – 50%

Nature of activities – To record conferences and sermons

	<u>2004</u>	<u>2003</u>
	£	£
Company's interest in:		
Gross income – Sales	32,680	36,509
Grant	13,400	17,700
Donations	1,093	1,350
Interest Received	-	34
	<u>47,173</u>	<u>55,593</u>
Cost of Generating Funds	(34,973)	(42,151)
Charitable Activities	(13,216)	(13,410)
Net results – Loss/Profit	<u>(£1,016)</u>	<u>£ 32</u>
Fixed Assets	6,305	10,000
Current Assets	26,430	24,212
Liabilities under one year	(13,341)	(9,865)
Reserve & Current Account	<u>(20,360)</u>	<u>(24,297)</u>
	<u>(£ 966)</u>	<u>£ 50</u>

THE PROCLAMATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2004

	<u>2004</u>	<u>2003</u>		
	£	£		
10 DEBTORS				
Amount due from Joint Venture	20,198	2,835		
Other Debtors	39,041	48,409		
Prepayments	12,220	20,000		
	<u>£ 71,459</u>	<u>£ 71,244</u>		
11 CASH AT BANK AND IN HAND				
Bank Current Account	42,396	34,163		
Deposit with CBF Church of England Fund	81,868	156,465		
Cash with Stockbrokers	3,152	364,033		
Petty Cash	115	247		
	<u>£ 127,531</u>	<u>£ 554,908</u>		
12 CREDITORS				
Amount due to Joint Venture	3,456	-		
Other Creditors	9,291	17,969		
Accruals	4,000	6,741		
Deferred Income	29,199	18,245		
	<u>£45,946</u>	<u>£ 42,955</u>		
13 RECONCILIATION OF FUNDS				
	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>	
	<u>Funds</u>	<u>Funds</u>		
	£	£	£	
Balance at 1 January 2004	3,393,827	239,490	3,633,317	
Net Movement in Funds	189,081	(27,725)	161,356	
Balance at 31 December 2004	<u>£3,582,908</u>	<u>£211,765</u>	<u>£3,794,673</u>	
Represented by:				
Tangible Fixed Assets	1,573,318	-	1,573,318	
Investments	1,861,507	206,804	2,068,311	
Current Assets	194,029	4,961	198,990	
Current Liabilities	(45,946)	-	(45,946)	
	<u>£3,582,908</u>	<u>£211,765</u>	<u>£3,794,673</u>	
14 RESTRICTED FUNDS				
	<u>1 January</u>	<u>Incoming</u>	<u>Outgoing</u>	<u>31 December</u>
	<u>2004</u>	<u>Resources</u>	<u>Resources</u>	<u>2004</u>
	£	£	£	£
Cornhill Training Course - Bursary	69,122	31,726	(23,639)	59,644
Cornhill Training Course - General	25,486	153,069	(182,260)	13,860
Media Fund (including Video Project)	144,882	3,912	(10,533)	138,261
	<u>£239,490</u>	<u>£188,707</u>	<u>£(216,432)</u>	<u>£211,765</u>

The Cornhill Training Course Bursary Fund grants bursaries to overseas students.

The Cornhill Training Course General Fund provides assistance for the costs of running Cornhill courses.

The Media Fund finances the production of Christian Teaching Videos, Books and CD's.

THE PROCLAMATION TRUST

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 2004

15 RELATED PARTY TRANSACTIONS

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

- (a) R J Green, his brother, received fees of £40,962 as secretary of the Company. In addition contributions of £3,776 were paid into a personal pension fund.
- (b) L J Green, his daughter, who was employed from 1st September 2004, received £ 4,796 in the year.
- (c) 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 31st December 2004 was £21,356.

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

- (a) T A Hames, his brother, the Proprietor of Christian Printing Services received £2,440 for printing work supplied.

16 TRANSACTIONS WITH TRUSTEES

No remuneration was paid to the trustees. During the year the trustees were reimbursed £1,228 for expenses incurred in connection with the business of the Charity.

17 STAFF COSTS AND EMOLUMENTS

	<u>2004</u>	<u>2003</u>
	£	£
Gross Salaries	141,030	146,391
Employer's National Insurance	12,293	12,655
Pension Contributions	13,771	11,418
	<u>£167,094</u>	<u>£170,464</u>
Average number of full time equivalent employees:		
Conferences	2	2
Training Courses	4	3
Support	2	4
	<u> </u>	<u> </u>

No employees received emoluments above £50,000.

The number of employees for whom retirement benefits are accruing is	7	4
	<u> </u>	<u> </u>

18 PROVISIONS FOR COMMITMENTS

- (a) Bursaries

In addition to the grants paid during the year a further £ 18,663 was authorised for payment between 31st December 2004 and 31st July 2005.

- (b) Operating Leases

	<u>2004</u>	<u>2003</u>
	£	£
The company is committed to making the following annual payments for rent of its properties -- expiring:		
Within one year	-	18,000
Between two and five years	20,837	-
Over five years	-	19,845
	<u>£20,837</u>	<u>£ 37,845</u>