

REGISTERED COMPANY NUMBER: 07163237 (England and Wales)
REGISTERED CHARITY NUMBER 1134634

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 28th February 2013
for
Grace Christian Trust



Daniels & Co (Accountants) Limited
Chartered Accountants
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Grace Christian Trust

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for the Year Ended 28th February 2013

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Grace Christian Trust

Report of the Trustees **for the Year Ended 28th February 2013**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 28th February 2013. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07163237 (England and Wales)

Registered Charity number

1134634

Registered office

Otford Manor
Shorehill
Knatts Valley
Sevenoaks
Kent
TN15 6XF

Trustees

A Mayo
I W Mayo
Mrs J F Mayo

Independent examiner

Jeremy Byers FCA
Daniels & Co (Accountants) Limited
Chartered Accountants
111a Station Road
West Wickham
Kent
BR4 0PX

COMMENCEMENT OF ACTIVITIES

The company became a registered charity on 3rd March 2010 and commenced trading with the acquisition of freehold property on 1st April 2010.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

New trustees are recruited as and when the current trustees deem it necessary. Any new trustees are appointed by passing an ordinary resolution at a general meeting of the company.

Induction and training of new trustees

As part of the induction process new trustees are provided with a copy of the "Statement of Beliefs" that the Grace Christian Trust operates under. In addition new trustees are provided with Charity Commission documentation so that they have a full understanding of their responsibilities as trustees.

Organisational structure

Currently the day to day management of the charity is undertaken solely by the trustees of the charity.

Grace Christian Trust

Report of the Trustees **for the Year Ended 28th February 2013**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error

The trustees have followed the Charity Commission guidance and have identified the following risks, having considered the Charity Commission guidance These are

External Risks

The trustees are aware that achieving the necessary planning permission to allow change of use to allow the desired Community Centre and Church is uncertain Ongoing discussions with the local community and planning office lead the trustees to believe that they are reasonably certain of achieving the change of use permission, however if this is not granted they have a suitable plan to meet this contingency

Operational Risks

The trustees are aware that ongoing physical security of the freehold property whilst it is vacant is a major risk The trustees believe that these risks have been mitigated by taking the necessary property insurance and also by ensuring that the property is kept locked securely, regularly inspected and damage is promptly repaired

Financial Risks

The trustees are aware that in the current economic climate obtaining funding for the completion of this project may not be forthcoming The trustees consider that the strong indications of future financial support from the local community, local partner church, other local bodies and individuals is sufficient to mitigate this risk

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity are to advance the Christian faith and also to relieve sickness, hardship and promote and preserve good health

Currently the trustees plan to promote the Christian faith by working with a local church in Caterham to develop a new community and church centre This has been partly achieved by acquiring a freehold property however negotiations continue with the relevant planning authorities to obtain the necessary planning permissions required to facilitate the site's redevelopment

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The trust acquired the freehold property identified as a suitable site to develop a community and church centre in the financial year ended 28th February 2011 The trustees together with their partner church in Caterham have been working towards achieving planning permission to allow change of use to develop the proposed centre

The partner church have appointed project managers and are currently identifying architects to work on the project At this stage it is uncertain when planning permission will be obtained, but the trustees along with their partner church hope to achieve this by Autumn 2014

In the meantime the trustees continue to ensure that the property is kept secure by carrying out regular inspections and if damage to the property is identified it is made good promptly

FINANCIAL REVIEW

Reserves policy

Sufficient reserves have been received to allow the purchase of the freehold property which had been identified as a potential site for a community centre and church

The trustees regularly review their ongoing cash resources that they have available and aim to hold sufficient funds to be able to meet approximately six months ongoing expenditure of the charity

Grace Christian Trust

Report of the Trustees
for the Year Ended 28th February 2013

FUTURE DEVELOPMENTS

The trustees continue to work with their partner church towards achieving the necessary planning permission to allow the development of the new community centre and church facilities. Once the necessary planning permission has been granted the trustees will discuss and agree with their local partner church the best approach to allow the development to take place.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD



A Mayo - Trustee

Date 25/11/13

**Independent Examiner's Report to the Trustees of
Grace Christian Trust**

I report on the accounts for the year ended 28th February 2013 set out on pages five to ten

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act), and
- to state whether particular matters have come to my attention

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

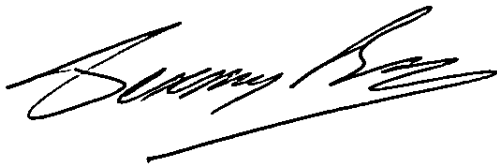
In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006, and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached



Jeremy Byers FCA
Daniels & Co (Accountants) Limited
Chartered Accountants
111a Station Road
West Wickham
Kent
BR4 0PX

Date 25/11/13

Grace Christian Trust

Statement of Financial Activities
for the Year Ended 28th February 2013

	Notes	2013 Unrestricted funds £	2012 Total funds £
INCOMING RESOURCES			
Incoming resources from generated funds			
Voluntary income		10,000	25,000
Investment income	2	10	75
Total incoming resources		10,010	25,075
RESOURCES EXPENDED			
Charitable activities			
Church Building Project		60,021	54,080
Governance costs		780	(462)
Total resources expended		60,801	53,618
NET INCOMING/(OUTGOING) RESOURCES		(50,791)	(28,543)
RECONCILIATION OF FUNDS			
Total funds brought forward		1,957,214	1,985,757
TOTAL FUNDS CARRIED FORWARD		1,906,423	1,957,214

The notes form part of these financial statements

Grace Christian Trust

Balance Sheet

At 28th February 2013

	Notes	2013 Unrestricted funds £	2012 Total funds £
FIXED ASSETS			
Tangible assets	5	1,904,487	1,945,007
CURRENT ASSETS			
Debtors	6	163	155
Cash at bank		6,392	17,697
		<u>6,555</u>	<u>17,852</u>
CREDITORS			
Amounts falling due within one year	7	(4,619)	(5,645)
NET CURRENT ASSETS		<u>1,936</u>	<u>12,207</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,906,423	1,957,214
NET ASSETS		<u>1,906,423</u>	<u>1,957,214</u>
FUNDS	8		
Unrestricted funds		<u>1,906,423</u>	<u>1,957,214</u>
TOTAL FUNDS		<u>1,906,423</u>	<u>1,957,214</u>

The notes form part of these financial statements

Grace Christian Trust

Balance Sheet - continued

At 28th February 2013

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28th February 2013

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 28th February 2013 in accordance with Section 476 of the Companies Act 2006

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company

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

The financial statements were approved by the Board of Trustees on 25/11/13 and were signed on its behalf by


A Mayo Trustee

The notes form part of these financial statements

Grace Christian Trust

Notes to the Financial Statements **for the Year Ended 28th February 2013**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Land and buildings - 2% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements

2. INVESTMENT INCOME

	2013	2012
	£	£
Deposit account interest	10	75

3. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	2013	2012
	£	£
Auditors' remuneration	-	(1,230)
Depreciation - owned assets	40,520	40,521

Grace Christian Trust

Notes to the Financial Statements - continued
for the Year Ended 28th February 2013

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 28th February 2013 nor for the year ended 29th February 2012

Trustees' expenses

There were no trustees' expenses paid for the year ended 28th February 2013 nor for the year ended 29th February 2012

5. TANGIBLE FIXED ASSETS

	Land and buildings £
COST	
At 1st March 2012 and 28th February 2013	2,026,049
DEPRECIATION	
At 1st March 2012	81,042
Charge for year	40,520
At 28th February 2013	121,562
NET BOOK VALUE	
At 28th February 2013	1,904,487
At 29th February 2012	1,945,007

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Other debtors	163	155

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Other creditors	4,619	5,645

8. MOVEMENT IN FUNDS

	At 1/3/12 £	Net movement in funds £	At 28/2/13 £
Unrestricted funds			
General fund	1,957,214	(50,791)	1,906,423
TOTAL FUNDS	1,957,214	(50,791)	1,906,423

Grace Christian Trust

Notes to the Financial Statements - continued
for the Year Ended 28th February 2013

8 MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	10,010	(60,801)	(50,791)
TOTAL FUNDS	<u>10,010</u>	<u>(60,801)</u>	<u>(50,791)</u>