

# Financial Statements

For the year ended 31 December 2021

## THE KESWICK CONVENTION TRUST

Company No: 03913741

Charity No: 1083584

WEDNESDAY



\*ABDI6315\*

A08

28/09/2022

#12

COMPANIES HOUSE

**THE KESWICK CONVENTION TRUST – COMPANY LIMITED BY GUARANTEE**

<b>CONTENTS</b>	<b>PAGE</b>
Information	3
Report of the Directors	4 - 16
Report of the Independent Auditor	17 - 20
Statement of Financial Activities	21
Balance Sheet	22
Statement of Cash Flows	23
Notes to the Financial Statements	24 - 38

## **THE KESWICK CONVENTION TRUST – COMPANY LIMITED BY GUARANTEE**

### **Reference information**

**ADDRESS:** Rawnsley Centre  
Main Street  
Keswick  
Cumbria  
CA12 5NP

**REGISTERED CHARITY NUMBER:** 1083584

**COMPANY REGISTRATION NO:** 03913741

**WORKING NAME:** Keswick Ministries

**GOVERNING DOCUMENT:** Memorandum and Articles of Association

**TRUSTEES:** Mr S Adam, Treasurer  
Dr T Chester (Retired 20 April 2022)  
Mr D Gascoigne  
Mr S Hale  
Mrs C Heath-Whyte  
Dr J McQuoid, Chairman  
Rev A Paine  
Mrs A Putt  
Mr M Salter  
Rev Dr M Sleeman  
Mr J Taylor  
Mrs J Whitehouse

**MINISTRY DIRECTOR  
& CEO:** Rev Dr J Robson

**COO:** Mr D Sawday (Stood down 31 January 2022)

**COMPANY SECRETARY:** Mr S Overend

**AUDITOR:** Mazars LLP, One St Peter's Square, Manchester, M2 3DE

**ACCOUNTANTS:** Robinson + Co, Oxford Chambers, New Oxford Street, Workington, CA14 2LR

**SOLICITORS:** Anthony Collins Solicitors LLP      Ellis-Fermor & Negus Limited  
134 Edmund Street      2 Devonshire Avenue  
Birmingham      Beeston, Nottingham  
B3 2ES      NG9 1DS

**CHARITY OBJECTS:** The Trust exists to promote Bible Teaching at an annual Convention in Keswick and on other occasions with the aim of encouraging holy and Biblical life styles.

**BANKERS:** HSBC plc, 1 Market Square, Penrith CA11 7SN

## **REPORT OF THE DIRECTORS**

The Directors present their Annual Report and Financial Statements for the year ended 31 December 2021.

### **DIRECTORS AND OFFICERS**

The following directors held office for the whole of the year to 31 December 2021 and to the date of this report unless otherwise stated:

Mr S Adam, Treasurer  
Dr T Chester (Retired 20 April 2022)  
Mr D Cascoigne  
Mrs C Heath-Whyte  
Mr S Hale  
Dr J McQuoid, Chairman  
Mr M Salter  
Rev A Palne  
Mrs A Platt  
Rev Dr M Sleeman  
Mr J Taylor  
Mrs J Whitehouse

### **KESWICK MINISTRIES VISION**

Keswick Ministries exists to inspire and equip Christians to love and live for Christ in His world. God's purpose is to bring his blessing to all nations (Gen12:3). All God's people are called to participate in this missionary purpose wherever we may be. Keswick Ministries helps Christians to fulfil that calling, so that, directed and guided by God's word, they will grow in the power of his Spirit.

Keswick Ministries has a long history of sending out Christians into the world to lead others by teaching the truths contained in the Bible and serving in all walks of life, including some of the poorest and most disadvantaged areas of this country and around the world.

We achieve these aims through Bible teaching at our summer Convention, through the resources that flow from this, in our programme of Teaching and Training courses and the publication of books and podcasts that support discipleship. Underlying this is encouragement and support for mission.

Over the last few years, we have been able to extend our activities into an all-year-round ministry, through the Derwent Project. As we look to address the spiritual need of the nation for in-depth Bible teaching and for the equipping of leaders to open the gospel to others, the Derwent Project creates a facility which will help inspire and equip many more Christians of all ages and backgrounds with a variety of callings, so they can return to their homes, places of work and ministries to help further God's mission in whichever capacity they serve.

The Derwent Project centres on the site of Keswick's former Pencil Factory which adjoins the Rawsley site where Keswick Ministries already has offices. The combination of the two sites allows the Convention to be brought together in one place and provides facilities for year-round training courses and conferences. Planning Permission has been granted and work is under way to restore the Pencil Factory. An area of the building was cleared to enable youth activity to be hosted on the site during the 2019 Convention. In 2020 the Covid pandemic meant that the three-week Convention in Keswick had to be cancelled. In its place the Pencil Factory building hosted a five-day Virtual Keswick Convention. The first Convention was held on the combined site in 2021. The Covid pandemic meant that we had to introduce registration and booking for the first time, and to operate with social distancing and face masks among other Covid mitigations measures. The facilities will also be available to other local and visiting groups year-round; there has already been some use, and lots of expressions of interest in using the facilities once fully refurbished.

The Derwent Project represents a significant investment in a local facility and has involved a separate fundraising programme. We are thankful for the prayers and donations of thousands of supporters and a number of Christian trusts which have helped provide the funds needed to deliver the Derwent Project.

## **THE KESWICK CONVENTION AND COVID-19**

2021 marked the Keswick Convention's 146<sup>th</sup> year. Having had to cancel the 2020 Convention due to the global Covid pandemic, the trustees and staff determined to plan as near normal a convention as possible for 2021, compliant with Government Covid guidelines. The Prime Minister set-out a roadmap in February, with four steps to the easing of restrictions, Step 4 not taking effect until June, and then only if certain conditions had been met. As such we planned to operate under Tier 3 restrictions, with maximum capacities of 1,000 per venue, social distancing and the wearing of facemasks. We also decided to require evidence of a negative lateral flow test, and to manage numbers introduced registration and booking for main sessions for the first time. A slimmed-down Children and Youth programme was planned given the challenges of operating with Covid restrictions; recruiting team, and the pressures the C&Y team leaders were working under. As will be recalled the move to Step 4 of the Government's roadmap was put-back to mid-July vindicating the decision to operate with Tier 3 restrictions. Understandably a number of regular conventioners decided not to attend, and others were unable to do so for various reasons. As a result, Convention attendance was down to around forty percent of usual numbers. Many favourable comments and thanks were received both from those attending in person, and from those taking advantage of the on-line provision – both live and via catch-up. With the lifting of restrictions at the start of Week 3 it was very moving to hear and see people singing for the first time in many months. The trustees want to put on record their great thanks and appreciation for all the hard work that made the running of the Convention possible in such uncertain and testing times. The 2021 Convention was the first to be based on the Pencil Factory and Rawnsey sites. The additional space that the sites provide was a significant factor in our ability to run the event with so many restrictions and additional Covid mitigation measures.

We are pleased to have been able to deliver a "nearer normal" three-week Convention in 2022, based on the Pencil Factory and Rawnsey sites. Ahead of Convention work was undertaken on Phase 2 of the Pencil Factory building refurbishment, which saw the first and second floors brought into use.

The Convention relies on over 650 volunteers who enable us to deliver the event safely and effectively. This is a very popular way to serve. Keswick Ministries provides accommodation and meals, and offers travel expenses; many volunteers return year after year to help. We are hugely indebted to these volunteers, without whom the Convention could not take place.

Volunteers undertake a wide variety of practical tasks during the Convention (children, youth and young adults work, welcome team, catering, café, finance, gift processing and reception teams). We provide appropriate training, including safeguarding and counter terrorism awareness, and carry out the necessary DBS safeguarding checks.

## **RESOURCES**

Keswick Ministries continues to publish literature resources that build on and support the teaching of the Convention. In 2021 we published three Food for the Journey daily devotionals – Confident, The Cross and Faithful. We also produced the Faithful – Because God is study guide.

In 2022 we have published three Food for the Journey devotionals – Hope, Holiness, and Love as well as the Grateful study guide. Peter Maiden's book Radical Gratitude (published previously) was our theme book for the 2022 Convention.

Our regular podcasts – The Keswick Podcast and Kes Talks – continue to be well received and can be accessed via all podcasting apps.

Recognising the wealth of excellent, and at times bewildering range of resources that are available, we have been making "resource recommendations" via our social media platforms. Due to other pressures, we have paused this initiative, but would like to reintroduce it.

## **THE DERWENT PROJECT**

The Derwent Project is an enormous opportunity, that is enabling Keswick Ministries to extend our work into year-round ministry. There is no doubt that our nation and the world have an important need for straightforward Bible-based teaching. This extends both to existing Christians and to those who want to consider more deeply the promises and blessings that flow from Christian faith. We also believe that Christians who serve provide a significant example to others and an encouragement to find out more of biblical values and truths.

We know this approach is warmly received by supporters who attend the Convention in the summer and would also be welcomed throughout the year. The purchase of the former Pencil Factory site, which adjoins our Rawnsley site, provided the opportunity to launch the Derwent Project and we have been grateful for the enthusiastic prayers and financial support both from Conventioners and other Christians and Christian groups around the country, and indeed from overseas. It allows us to build a beacon of refreshment and sending out where Christians come to deepen their knowledge and faith in the Lord. We want to see youth leaders equipped to speak to children and teenagers; ministers, lay-leaders and every Christian inspired to serve. A true place of restoration, reflection, and growth for all Christians.

The combined sites mean we can both hold the Convention on one location and have the space and facilities to run Teaching and Training courses and conferences throughout the year.

We have rebased our offices at the Rawnsley site and been able to let the former office space and an adjoining room at Skiddaw Street to a local charity. We are also seeking to increase the usage of the accommodation and have had some early success making rooms available on Airbnb.

The Project has required a considerable amount of management and staff focus, and we are hugely encouraged by the significant progress we have made.

In summary the principal goals of the Derwent Project are:

- to secure the future of the three-week summer Keswick Convention on an integrated site.
- to provide a facility for Christian teaching and training all year round.
- to serve churches and other Christian organisations in the UK and beyond, particularly serving Cumbria and the north.

We are also committed to ensuring that the local town of Keswick benefits from our activities. This will be achieved by making facilities available for local groups to use, and by attracting businesses to hold conferences within the Pencil Factory building and use local facilities while here. It has been pleasing to see the facilities being used by local groups including, a book launch, climate change and environmental meetings, and a major ultra-marathon and triathlon; in addition, a local parent and toddler group are making good use of the facilities, meeting a local need, and meeting twice a week.

The Derwent Project was launched at the 2015 Convention and has been given a significant profile since then at each Convention. In 2019 there were dedicated evening presentations including a video, and in the afternoons, there was a presentation and tour of the Pencil Factory building. During the Virtual Convention in 2020 the project was promoted via video. Last year people were able to see the great progress that had been made with the front of the building insulated and rendered, and with new windows; tours were run again and well received. We have been very encouraged by the overwhelmingly positive response to the project, and the appeal for financial support.

We have committed to an active programme of engagement with the local community, presenting the positive case for Ministry and the Derwent Project, and explaining the benefits which will flow to the local area. There have been a number of enquiries and expressions of interest in using the facilities, in addition to the use referred to above.

Funding raised so far has allowed us to purchase the site, obtain Planning Permission and complete Phase 1 of the refurbishment to make the ground floor available for the 2021 Convention. This Phase 1 work included the installation of toilets, electrics, drainage, heating, and lighting. We have funds to commence Phase 2 which commenced in November 2021 but need additional funds to complete the work and repay interest free loans from generous supporters.

Keswick Ministries is involved in an active and integrated fundraising programme that reaches out to supporters, Christian organisations and trusts inviting them to partner with Keswick in this ministry.

### **TEACHING AND TRAINING EVENTS**

As part of the extension of the ministry, our Teaching and Training courses and workshops go from strength to strength. These have run in each of the last five academic years. The 2021/22 programme was launched at the 2021 Convention, with 17 courses, including 6 monthly Hebrew Workshops, run over the period.

The focus of the Teaching and Training events is on biblical teaching that helps refresh, inspire and equip Christians, both church members and those in leadership positions. The courses are developed by the Ministry Director and often in collaboration with other Christian organisations.

Covid has meant that many courses have needed to be delivered on-line. This has meant that a number have been accessible to people who would not otherwise have been able to attend an event in Keswick; and indeed, some people have joined online from overseas.

The ever-popular Pastoral Refreshment Conference, run in conjunction with Living Leadership, was fully booked for 2022 well before Christmas, demonstrating the need for those in church leadership (and their spouses) to be refreshed for their service in the local church.

A new initiative – Faith in the second half – in partnership with Faith in Later Life, was launched with great success. The planned in-person event had to be switched to an online offering, but it was well received. We have run a successful event in Keswick in May 2022. A new initiative – Leading WELL – for elders and lay leaders was delivered in March / April with input from FIEC among others. Our first Arts Retreat was run in April 2022. These new courses have been very much appreciated and we plan to build on these with further events in 2022/3 and beyond.

We have also launched Churches Weekend Away, to allow smaller fellowships who might not be able to organise an event of their own to share with others. Keswick Ministries will provide Bible Teaching and worship. The first event is planned for Spring 2023 with a number of fellowships already signed up and others expressing interest.

As word spreads the courses and workshops are attracting increasing numbers of delegates, many of whom have had no previous connection with us. Some courses are starting to "sell out". Feedback from delegates is overwhelmingly positive, with many people returning when courses are run again and recommending them to others.

## **THE KESWICK FELLOWSHIP**

Mini 'Keswick' events are held all over the country as part of the Keswick Fellowship.

Across the UK there are nearly 40 locations where Bible Weeks or local 'Keswick' events are taking place. Some identify themselves by the name Keswick, and others are in fellowship with the wider work but use other titles (whether Bible Weeks, Conventions, or other designations). They have a family-likeness but have no formal or legal association.

A number of these events have been running for many years, whilst others are just starting up. They are sometimes local events based in a town, and sometimes they are more regional in nature. The connection between the UK local / regional events and Keswick Ministries is informal and occasional, shaped by a mutually agreed memorandum of understanding, but has often been very fruitful – especially in exchanging prayer news, sharing speakers, helping one another with best practice ideas, and so on.

Understandably Covid has led to a number of these events moving on-line or having to be cancelled.

The Keswick Fellowship operates throughout the UK as a national network to encourage the leaders of Bible Conventions and local Keswick events through prayer, practical support and fellowship.

There is also an International Keswick Fellowship which is a looser association still, and which embraces events in parts of Europe, Asia, North America, Australia, Africa and the Caribbean.

A small consultation of international Keswicks took place in August 2016, which also affirmed the value of such informal networking and prayerful support. A similar two-day event was held in September 2019 for anyone who is part of the Keswick Fellowship in the UK and those planning to set up a new one.

## **GIVING AND INCOME**

There is no charge to attend the Convention. We want to be open to all people just as churches across the land are open to everyone. We encourage giving at the event and throughout the year. During the Convention, and through printed and on-line resources, we explain the finances of the event and the funding needs of the Derwent project.

During 2019 we also launched a new fund-raising programme specifically for the Derwent Project. This involved a fundraising letter to all our supporters, events for donors in London and Glenridding (in Cumbria) and applications to Christian Trusts. In 2020 and 2021 fundraising was lower-key due to the pandemic, though fundraising letters were sent out at Easter and pre-Christmas 2021, and provided a much-needed boost to funding particularly for the Derwent Project.

Total giving was at a record level in 2019 with several larger gifts in support of the Derwent Project. Not surprisingly, in the light of Covid, giving in 2020 and 2021 was lower, but total income still covered all our expenditure. Additional income streams include the letting of our facilities to other groups and organisations, and car parking.

The flat standing areas at the Rawnsley Centre and the former Pencil Factory Site are used to provide car parking spaces for visitors to the town. This has become an important source of income for us. Keswick Ministries owns the entire share capital of Keswick Convention Projects (Rawnsley) Limited, a trading company that operates these car parking facilities. During 2019 we also applied for planning permission to operate the flat standing at the Skiddaw Street site as a private permitted car park, and this was brought into use in Spring 2021. Spaces are available to Guest House owners and others for periods ranging from three days to one year. We are also providing four electric vehicle charging points at Skiddaw Street.

When Keswick Ministries acquired the Pencil Factory site this included a building that houses the Keswick Pencil Museum whose holding company now leases that building from us. The museum has been closed for an extended period due to Covid and we have allowed a rent-free period as part of the process of renewing



the lease at a higher rental. The museum roof suffered storm damage in December 2021; the museum is still operating whilst repairs are carried out.

The directors permit a bookshop to operate during the Convention selling Christian literature that align with our values and beliefs. This provides a source of income; nominal royalties are received from the sale of recordings and books.

The company owns the entire share capital of Keswick Convention Project Limited, a company that operates a campsite in the neighbourhood during the Convention. As a result of Covid the size of the camp was reduced in 2021. Good management meant that the camp was still able to cover its costs.

## **ACHIEVEMENTS, PERFORMANCE AND FUTURE PLANS**

### **KEY PERFORMANCE INDICATORS:**

#### **Financial:**

- We aim to cover annual running costs each year; this was achieved in 2021 despite all the challenges of Covid. For 2022 we have planned and budgeted for a nominal deficit which is covered by reserves.
- For the Derwent Project we have raised £6.9m of our £8m target, with a further £1.4m of loans received, and have every confidence of achieving the full amount. Work is only being commissioned when we have clear visibility of available funds.

#### **Non-Financial:**

- The Convention continues to be our main activity and it receives very positive feedback in terms of the quality of the ministry and the impact it has had on peoples' lives, including new commitments to Christ and offers to serve in the mission field.
- The growing programme of year-round teaching and training events are also being well attended and receiving very positive feedback.
- Good relations with the local Christian, and wider community, have been built on, with senior members of the staff team engaging widely. We have also continued our engagement with the local community, including our quarterly Town Liaison Forum with members of the local community, town councillors, businesses and statutory agencies.
- Keswick Ministries partners with different Christian organisations to help take forward its objectives.
- Significant site and building works have been undertaken on the Pencil Factory site, and refurbishment of the former Pencil Factory building is underway. Having brought the ground floor into use for the 2021 Convention, work has been undertaken so that the remaining two floors were able to be used for the 2022 Convention.

## **RISK MANAGEMENT**

The Trustees regularly review the risks to which the charity is exposed, so that reasonable measures are taken to reduce and manage them and to obtain insurance cover where this is financially sensible. A risk review procedure is in place to identify the most significant risks and the Trustees check that appropriate remedial action has been taken. A Risk Management framework was put in place adopting best practice from the April 2017 Mazars Charity Conference and guidance from the Charity Commission. We are advised on Health and Safety issues by external consultants.

Keswick Ministries take safeguarding seriously. We are committed to the safeguarding of children and adults with care and support needs and to ensuring their wellbeing. A trustee lead on safeguarding has been appointed. We undertook a review of our Safeguarding Policy and procedures ahead of the 2021 Convention.

Further work is underway to build on this, working with Christian Safeguarding Service and to ensure that safeguarding is appropriately prioritised. Safeguarding is an agenda item at all trustee meetings.

Trustees, staff and volunteers are instructed in the risk management policies that are appropriate to the work that they undertake.

Expenditure is monitored and the financial situation is examined by the Hon. Treasurer on a monthly basis, via management accounts so as to manage financial risk.

Local public relations issues are taken seriously, and regular consultative meetings are held with representative bodies across the town. We refreshed our Town Liaison Forum in November 2017, meeting with business, Keswick Town Council and official agencies representatives on a quarterly basis as indicated above.

A review of our key policies has been undertaken and a system put in place to ensure their regular review by a trustee and staff "owner".

The Finance and General Purposes Committee oversees the Risk Register, and the Trustees receive a Risk Management report annually in November, with an update in May. The following have been identified as the main areas of risk:

#### **Financial:**

- General: The risk of raising insufficient funds to cover annual running costs, which is mitigated by a very broad support base, non-donor income streams, adequate reserves, tight management of expenditure and the provision and review of monthly management accounts.
- Derwent Project: A £5m fundraising project was launched at the 2015 Convention. Following consultation with planning authorities and others, this was reassessed to £7.5m at the 2016 Convention and now stands at £8.5m due to cost inflation and Covid delays. A Christian Trust purchased the Pencil Factory site in Keswick on behalf of Keswick Ministries in 2015. Thanks to the generous giving of our supporters, we were able to purchase the site a year earlier than planned in 2017, and the Trust generously agreed to forgo £0.4m plus the £0.1m paid in lease payments since 2015. The trustees are taking a prudent and responsible approach to the phasing of the project, linked to the availability of funds. Phase One refurbishment of the former Pencil Factory commenced in autumn 2020, with the building handed back by the contractors in time for the 2021 Convention. As mentioned above Phase 2 has brought the remaining two floors into use, with work only commissioned when we have clear visibility of funding.

#### **Organisational Resourcing, Skills and Knowledge:**

- The ministry relies on a broad range of skills and abilities to deliver its activities and, in particular, the annual Convention. The ministry is well served by its small staff team; by its Trustees who bring a broad mix of theological and business knowledge and experience; and by hundreds of volunteers. Policies, processes, and procedures are maintained and reviewed.
- A number of changes in the core team present challenges and opportunities that are being worked through with a view to ensuring that we have the right team in place to deliver the ministry the Lord has so clearly led and used over so many years.

#### **Convention 2022:**

- Planning for the 2021 Convention during the Covid pandemic, with a lack of certainty over just what would be allowed and what constraints we would need to comply with was particularly challenging. Linked to this some changes within the Children & Youth Team and a desire to ensure that they can deliver a compliant programme, was an additional stretch. We were able to plan for and deliver a near normal Convention in 2022.

## STRUCTURE, GOVERNANCE AND MANAGEMENT

The Keswick Convention Trust is both a company limited by guarantee, not having a share capital, and a registered charity; it was incorporated as a company on 1 September 2001 when the assets and liabilities of the former trust were transferred to the company.

Under the Trust Deed directors are known as Trustees. The Council of Management consists of the Trustees who meet three times a year, normally including an overnight meeting, to manage the Trust. Trustees serve for a term of three years; are re-electable for a maximum of a further three terms; and may remain in office until age 70 years. Trustee terms of service are under review.

New Trustees are appointed in accordance with the Charity's Memorandum and Articles of Association. The Council regularly reviews the skills mix required to manage the Charity and plans succession based on the known retirement dates of Trustees.

New Trustees are required to follow an induction process which consists of being introduced to the operations of the Trust, normally attending one Council meeting before being formally appointed, and are offered appropriate formal training in their responsibilities. A new process on "induction" and "buddying" at Convention has been introduced for newly appointed trustees, and all trustees have undertaken a Safeguarding for Trustees course facilitated by Thirtyone:eight.

A procedure for Trustee appraisal is in place and takes place during the final year of their three-year term of appointment.

Throughout 2021 the staff team was headed up by Ministry Director, James Robson assisted by David Sawday, Chief Operating Officer with Simon Overend the Head of Operations & Company Secretary reporting to him. In-line with Government Covid guidance staff have generally been working from home for much of the year, and were again at the start of 2022, using Zoom for daily devotions, weekly staff meeting, and other meetings.

With the completion of the building element of the Derwent Project in sight, the trustees and Ministry Director have sought to reshape the staff team to meet the ministry opportunities before us. This has resulted in the departure of COO David Sawday on 31<sup>st</sup> January 2022. A new Operations Director post is being recruited for, with an events delivery and facilities brief. We have recruited for a new Head of Communications and Development post. There will be some changes to reporting lines.

The Keswick Ministries vision is articulated through a Vision Document prepared by Ministry Director, James Robson. It has a five-year horizon running to 2022 including planning, resourcing, and delivery. The pandemic has meant that the end point has been delayed somewhat. The Ministry Director and trustees have started the process of looking at the next phase of the vision. The Trustees (directors) have unanimously supported this document.

There are two main committees which support the Council; the Ministry Committee, chaired by the chairman of the charity, which is responsible for the spiritual development of the ministry, and the Finance and General Purposes Committee, chaired by the Hon Treasurer, which is responsible for the business and practical development.

### Local Engagement

- We are committed to the benefits of the Convention and the Derwent Project also flowing through to the town of Keswick. We want Keswick Ministries and its operation to be a source of pride and benefit locally. Within the constraints of the pandemic, we have continued with a number of initiatives to build on engagement within the town. These include the Town Liaison Forum, a local sourcing policy, and the promotion of local businesses via our Enjoy Keswick website. We have attended occasional Keswick Town Council Meetings; occasional Keswick Tourism Association meetings by invitation, and promote and open dialogue with local stakeholders.

#### Independence of Trustees:

- The breath and independence of the ministry is a key strength and is maintained by a process of regular review of the needs and open discussion of those who might serve and complement the team. Two new trustees were appointed in 2019 (both under 40 and one female); two trustees also left the board that year. Jeremy McQuoid was elected as a new trustee in April 2020 and took over the chairmanship in August 2020. There were no changes during 2021. Tim Chester stood down at the end of his second term of office in April 2022 whilst remaining fully committed to supporting Keswick Ministries.

#### Reputation:

- Areas of reputational risks include – ministry, morality, health and safety, safeguarding, company and charity compliance. We are well served by the Finance and General Purposes Committee, where we have finance, accounting, and legal expertise, and by our professional advisors. We also subscribe to relevant publications, and to Companies House and Charity Commission email updates.

The Council and staff remain committed to sustaining the clear focus of the organisation around its primary charitable objectives, whilst also seeking to put in place the foundations for the future development of the ministry under the Lord's leading. Our values use the mnemonic CHRIST – Commitment, Humility, Respect, Integrity, Stewardship and Teamwork, with the overriding call to Christlikeness.

Keswick Ministries partners with different Christian organisations to help take forward its objectives, including the recording, broadcasting and publishing of the teaching given at the Keswick Convention; the provision of a Convention programme for adults with learning difficulties and the provision of a Convention bookshop. We have also partnered again with Living Leadership to deliver a Pastoral Refreshment Conference; an event held over three days "to provide an oasis for those in church leadership." A fourth PRC was held online 2021. We have run an "in-person" event again in February 2022 and were fully booked well before Christmas. Other Teaching and Training events are also delivered in partnership with other organisations and appropriately gifted trainers.

The Missionary Hospitality Fund supports the cost of attendance of missionaries at the annual Convention and also the costs of those attending other Keswick Ministries mission related activities.

Consolidated financial statements have not been prepared on the grounds that the results of the subsidiary undertakings would not be material to the group financial statements.

#### COVID-19

As commented above for the last two years, for everyone in the world, Covid-19 has brought significant challenges, changes and trauma, and mid-2022 we are still living with its impact on many areas of our life and witness. Without wanting to minimise for a moment the deep and personal impacts on others, this continues to be a time of challenge and change for Keswick Ministries as well.

- As indicated above, we ran as near-normal an event as possible in 2021, operating within Government guidelines, liaising with the local authorities and successfully maintained a Covid free site.
- We have rescheduled a number of the (only recently started / new) teaching and training events, with others proceeding as on-line events - making them accessible to more people.
- Staff have generally worked from home wherever possible and mandated, and socially distanced when in the office.
- With lower numbers attending the 2021 Convention, giving at the event was lower than usual. Thankfully this has been more than made up for by increased year-round giving, for which we are hugely grateful.
- There has also been a loss of non-donor income from the cancellation of accommodation bookings, and the lack of use of our car parks.

- Work on the Pencil Factory, as part of the Derwent Project, has been interrupted by contractors needing to self-isolate and by impacts on the supply chain. We have also seen quite significant increases in the cost of materials, and are facing substantial increases in fuel costs.
- As stated above we have been able to run a near normal three-week Convention in 2022.

Mitigating the financial impact of the above, we are blessed by a broad and supportive donor base, non-donor lines of income, limited reserves, and no commercial debt.

While there are a number of uncertainties and some significant challenges, our 2022 budget indicates no need for undue concern. The budget shows that, in the opinion of the Board of Trustees, there are no material uncertainties about the entity's ability to continue to operate as a going concern. We continue to give thanks for the ways in which the Lord continues to meet our needs.

## **FINANCIAL REVIEW**

### **General**

The Trustees' financial objectives are twofold:

- To raise sufficient funds to meet the cost of the Trust's current activities and to develop new activities.
- To raise sufficient additional money to continue the refurbishment of the Pencil Factory building to provide further accommodation for Convention activities, and conference facilities to host ministry activities in pursuit of our objectives at other times of the year.

The income of Keswick Ministries comes mainly from voluntary donations made by those who support and attend the Convention, and its financial viability is dependent on this. Once again we are grateful to God for the financial provision in the year under review, and to the many thousands who have caught the vision for the work of the ministry and have given so generously towards it.

### **Summary of Financial Position**

The financial results are set out in the Statement of Financial Activities on page 21 and can best be described under two headings; The General Fund (unrestricted) and Derwent & Mission Hospitality Fund (restricted).

The General Fund had income for the year of £1,425,782 compared with £1,334,130 in 2020, an increase of 7%. Expenditure, at £1,351,951 was more than 70% higher than in 2020 (£784,831). Taken together, 2021 produced a net surplus of £73,831, compared with a net surplus of £549,299 in the previous year. In 2020 the physical Convention was cancelled and replaced with a virtual one. Normal giving and expenditure were both considerably down in 2020 because of that, although the reduction in income was offset by a significant legacy. We are very thankful that giving to the General Fund has held up well in what has been another year of great uncertainty due to the pandemic.

With regards to the Derwent Project and Mission Hospitality Fund (Restricted Funds) the financial results in 2021 are also very pleasing. Income was £804,923 compared with £618,948 in the previous year, a rise of 30%. Expenditure was £313,840 (2020 - £281,587) leaving a net surplus of £491,083 (2020 - £337,361).

The Derwent Project, which is now in its seventh year, accounts for the vast majority of the restricted income and expenditure.

The Mission Hospitality Fund included in these numbers, has not had an appeal or special offering for the last six years because of the focus on Derwent. Income for this fund was £2,957 in the year compared with £2,765 in 2020, leaving a balance on the Fund of £6,481 (see note 16). This fund enables missionaries to attend, and benefit from, the Convention who otherwise wouldn't be able to do so.

The Restricted Funds balance at the year-end, of (£322,921) (2020 - £1,140,789), relates almost entirely to the Derwent Project. The deficit is covered by the Derwent Project Designated Fund, and expected to be covered by giving during 2022/3.

Total income (restricted and unrestricted) amounted to £2,230,705 compared to a previous year's total of £1,953,078. After deducting expenditure, the net surplus for the year was £564,914 (2020 - £886,660).

Once again the Trustees are thankful for the continuing high numbers supporting the ministry, and for their generosity in both prayer and giving.

### **DONATIONS AND LEGACIES**

The activities of the charity are financed almost entirely by voluntary gifts throughout the year, offerings taken during Convention and legacies. Legacies of £155,906 (2020 - £453,962) were recognised during the year.

We gratefully acknowledge the many unrecorded gifts of time and expertise given by so many during the course of the year, without which our operating costs would increase greatly.

### **FUNDRAISING**

Keswick Ministries is fortunate in having a large and loyal supporter base who have supported the charity for many years, and who give generously in support of our financial needs.

When the Derwent Project was launched in the summer of 2015, the financial needs of the project were laid before our supporters, with supporting material, and they have responded magnificently. Normally we update our supporters on plans and progress at the annual Convention, and by means of regular newsletters. Owing to the fact that the Convention in 2021, while a three-week physical event, still had many restrictions due to the pandemic, newsletter updates were supplemented with video clip updates, something which we plan to continue.

We have worked with design agencies to produce quality campaign material, and are registered with the Fundraising Regulator complying with their standards. In addition we have Trustees and a minister-at-large, who is a former trustee with fund-raising experience. These areas are overseen by our Treasurer and the Finance & General Purposes Committee of the Council.

We have not used external agencies or third parties to specifically fundraise on our behalf, and have taken a responsible approach to seeking funds for the protection of all our supporters, including those who may be deemed vulnerable.

We have not had any complaints about our fundraising, but were any to be received, they would be taken seriously and handled at a senior level.

### **RESERVES POLICY**

In addition to the Designated Reserves set out in Note 16, the directors have agreed a General Reserves policy designed to meet the required level of working capital given the cyclical nature of cash flow; General Reserves of £250,000 to £400,000 are considered appropriate. As such the General Reserves of £1,011,068 are considered to be more than adequate and some of this will be used for the Dewent Project.

The Designated Fixed Assets represent the net book value thereof, less a loan from a supportive charity, on favourable terms.

## **RENUMERATION POLICY**

The pay of the senior staff is set so as to be fair in the light of prevailing rates in other Christian charities, and the locality, and to ensure that the right calibre of people can be recruited to key roles. The Trustees review salaries annually and usually make a cost of living increase to all staff. Total pay and benefits in the year was £413,957 (2020 - £456,292, which included £14,500 of redundancy costs); this represents a like-for-like decrease of 6% (see note 7).

## **TANGIBLE FIXED ASSETS**

The assets and related depreciation, including rates of depreciation are set out in Notes 1 and 8.

## **PUBLIC BENEFIT**

The Trustees have considered the public benefit guidance issued by the Charity Commission together with the supplemental guidance on the application of the public benefit test to charities whose aims include advancing religion. The Trustees are aware of their legal duty to have regard to the public benefit guidance and to report on this charity's compliance with the public benefit obligation.

The physical and spiritual refreshment gained by those who attend the Convention provides a direct public benefit by the deepening of the spiritual life of the individuals and, through the individuals, their church communities and, through those church communities, the wider communities in which the churches are set. In 2020 much of this benefit was achieved through having the Convention available on-line, and accessed by people from all over the world.

These benefits are directly related to the aims of the charity and the Trustees are conscious of the need, so far as they are able, to balance the delivery of the benefits against any possible detriment or harm.

Since the main Convention event is open to the public and no charge is made for attendance at the overwhelming majority of the programme, there is the widest possible reach from the charity's activities. Because there is no fee, those in poverty are not excluded from the opportunity to benefit as they can attend the meetings at no charge. The Trustees are conscious of the need to ensure that any private benefits are only incidental.

The work of the charity through the year in offering assistance and guidance to similar Conventions and meetings elsewhere has the effect of spreading the public benefit even wider.

## **INVESTMENT POLICY**

The directors have powers to invest surplus funds in investments, securities and properties as they think fit, subject to the provisions of any relevant legislation. Property investment may be for the dual purpose of active use by the charity and appropriate letting for periods not required for direct charitable purposes. During the year the Trustees have considered the investment policies, especially in the light of the low interest rates being paid. Given the active consideration that is being given to the timing of some of the major costs noted in this report, surplus funds are invested in a mix of Term and Instant Access bank deposits. Social, environmental and ethical considerations are considered in selecting the banks at an appropriate level of risk.

Liquid funds are invested with a view to maintaining their value, pending planned expenditure in the short to medium term. The trustees consider the performance of these investments to be satisfactory.

## **DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;

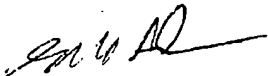
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors also confirm that as far as they are aware there is no relevant audit information of which the charity's auditors are unaware and they have taken all steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

In preparing this report the trustees have taken advantage of the small company exemptions provided by section 415A of the Companies Act 2006.

By order of the Directors



Steve Adam (Treasurer)

Date: 14<sup>th</sup> September 2022



## **Independent auditor's report to the members of Keswick Convention Trust**

### **Opinion**

We have audited the financial statements of Keswick Convention Trust (the 'charity') for the year ended 31 December 2021 which comprise Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

### **Other information**

The other information comprises the information included in the Trustees' report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Report have been prepared in accordance with applicable legal requirements.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

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

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' and Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

### **Responsibilities of Directors**

As explained more fully in the directors' responsibilities statement set out on pages 15 & 16, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the 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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Based on our understanding of the charity and its industry, we identified that the principal risks of non-compliance with laws and regulations related to the Charities Act 2011 the Charities Statement of Recommended Practice, UK tax legislation, pensions legislation, employment regulation and health and safety regulation, anti-bribery, corruption and fraud, money laundering and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Companies Act 2006.

To help us identify instances of non-compliance with these laws and regulations, and in identifying and assessing the risks of material misstatement in respect to non-compliance, our procedures included, but were not limited to:

- Inquiring of management and, where appropriate, those charged with governance, as to whether the company is in compliance with laws and regulations, and discussing their policies and procedures regarding compliance with laws and regulations;
- Inspecting correspondence, if any, with relevant licensing or regulatory authorities;
- Communicating identified laws and regulations to the engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the company which were contrary to applicable laws and regulations, including fraud.

We also considered those laws and regulations that have a direct effect on the preparation of the financial statements, such as Charities Act 2011 the Charities Statement of Recommended Practice, UK tax legislation,

pensions legislation, employment regulation and health and safety regulation, anti-bribery, corruption and fraud, money laundering.

In addition, we evaluated the directors' and management's incentives and opportunities for fraudulent manipulation of the financial statements, including the risk of management override of controls, and determined that the principal risks related to posting manual journal entries to manipulate financial performance, management bias through judgements and assumptions in significant accounting estimates, in particular in relation to investment properties and the treatment of transactions related to the Derwent Project, revenue recognition (which we pinpointed to the cut-off assertion), and significant one-off or unusual transactions.

Our audit procedures in relation to fraud included but were not limited to:

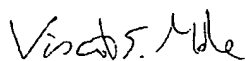
- Making enquiries of the directors and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

#### Use of the audit report

This report is made solely to the 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 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 company and the company's members as a body for our audit work, for this report, or for the opinions we have formed.



Vincent Marke (Senior Statutory Auditor) for and on behalf of Mazars LLP  
Chartered Accountants and Statutory Auditor

5th Floor  
3 Wellington Place  
Leeds  
LS1 4AP

Date 26th September 2022

**Statement of Financial Activities (including income and expenditure account)**  
**For the year ended 31 December 2021**

	Note	Unrestricted Funds	Restricted Funds	Total Funds	2020 Total funds (note 23)
		£	£	£	£
<b>Income and endowments from:</b>					
Donations and legacies	3	1,087,005	804,923	1,891,928	1,733,439
Charitable activities		28,015	-	28,015	22,279
Other trading activities		38,330	-	38,330	5,730
Investments	3	203,546	-	203,546	135,472
Rents and licence income		57,405	-	57,405	18,417
Other		11,481	-	11,481	37,741
<b>Total</b>		<b>1,425,782</b>	<b>804,923</b>	<b>2,230,705</b>	<b>1,953,078</b>
<b>Expenditure on:</b>					
Raising funds	5	80,120	115,987	196,107	177,904
Charitable activities	4, 5	1,271,831	197,853	1,469,684	888,514
<b>Total</b>		<b>1,351,951</b>	<b>313,840</b>	<b>1,665,791</b>	<b>1,066,418</b>
<b>Net income</b>		<b>73,831</b>	<b>491,083</b>	<b>564,914</b>	<b>886,660</b>
Revaluation of investment property	9	770,000	-	770,000	157,500
Transfers between funds	16	1,954,163	(1,954,163)	-	-
<b>Net movement in funds</b>		<b>2,797,994</b>	<b>(1,463,080)</b>	<b>1,334,914</b>	<b>1,044,160</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		8,422,436	1,140,789	9,563,225	8,519,065
<b>Total funds carried forward</b>		<b>11,220,430</b>	<b>(322,291)</b>	<b>10,898,139</b>	<b>9,563,225</b>

The Statement of Financial Activities includes all gains and losses recognised in the year.

All income and expenditure derives from continuing activities.

**Balance Sheet**  
**As at 31 December 2021**

**Company number: 03913741**

	Note	Total Funds	Total funds
		2021	2020
		£	£
<b>Fixed assets</b>			
Tangible assets	8	7,751,862	5,828,894
Investments	9	2,910,220	2,140,220
Deposits	11	5,553	5,520
<b>Total fixed assets</b>		<b>10,667,635</b>	<b>7,974,634</b>
<b>Current assets</b>			
Debtors	10	178,590	718,696
Cash at bank and in hand	11	1,811,873	2,574,016
<b>Total current assets</b>		<b>1,990,463</b>	<b>3,292,712</b>
<b>Liabilities</b>			
Creditors: amounts falling due within one year	12	309,959	254,121
<b>Net current assets</b>		<b>1,680,504</b>	<b>3,038,591</b>
<b>Total assets less current liabilities</b>		<b>12,348,139</b>	<b>11,013,225</b>
Long Term Loans	13	1,450,000	1,450,000
<b>Total net assets or liabilities</b>		<b>10,898,139</b>	<b>9,563,225</b>
<b>The funds of the charity:</b>			
Restricted income funds	15, 16, 17	(322,291)	1,140,789
Unrestricted funds – Designated	16, 17	10,209,361	7,516,394
Unrestricted funds – General	16, 17	1,011,069	906,042
<b>Total charity funds</b>		<b>10,898,139</b>	<b>9,563,225</b>

These financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies.

Approved by the directors on  
and signed on their behalf by



Steve Adam (Treasurer)

14<sup>th</sup> September 2022

**Statement of Cash Flows**  
**For the year ended 31 December 2021**

		2021	2020
	Note	£	£
<b>Cash provided by operating activities</b>	21	<b>1,004,634</b>	<b>463,597</b>
<b>Cash flows from investing activities:</b>			
Interest		11,350	26,191
Rents from investments		192,197	109,281
Sale of tangible fixed assets		2,500	-
Purchase of tangible fixed assets	8	(1,972,791)	(1,365,841)
<b>Cash (used in) investing activities</b>		<b>(1,766,744)</b>	<b>(1,230,369)</b>
<b>Cash flows from financing activities:</b>			
Raising of borrowing	13	-	-
<b>Net cash flows from financing activities</b>		<b>-</b>	<b>-</b>
 (Decrease) in cash and cash equivalents in the year		 (762,110)	 (766,772)
Cash and cash equivalents at the beginning of the year		2,579,536	3,346,308
<b>Total cash and cash equivalents at the end of the year</b>	11	<b>1,817,426</b>	<b>2,579,536</b>

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

**1. Accounting policies**

**a. Accounting convention**

The charity is a public benefit entity and the accounts are prepared under the historical cost convention in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland, the Companies Act 2006 and Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 102).

The Keswick Convention Trust is a private company limited by guarantee and is non-profit making. The Keswick Convention Trust is incorporated in the United Kingdom and registered in England and Wales.

**b. Consolidation**

The charity's two subsidiaries are not consolidated on the grounds of immateriality.

**c. Going concern**

The company's business activities, its performance and position are set out in the Directors' Report on pages 4 to 16.

The company's forecasts and projections show that the company should be able to operate within the working capital facilities available to it. The forecasts and projections have since been amended to reflect the potential impact of Covid-19 and the impact of these are discussed on pages 12-13.

The Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. They therefore continue to adopt the going concern basis of accounting in preparing the annual financial statements.

There are no material uncertainties about the entity's ability to continue to operate.

**d. Income**

Donations and legacies consist of gifts, offerings, legacies and related Gift Aid claims.

Income which is received for a specific purpose is accounted for within a restricted fund.

Income is recognised in the year in which the company is entitled to receipt and the amount can be measured reliably. It is allocated to activities on an actual basis. In accordance with this policy, legacies are included when it is probable that it will be received.

Donations in kind are reported at fair value, in accordance with accounting standards.

**e. Expenditure**

Includes all expenditure directly relating to the objects of the charity, included on an accruals basis, inclusive of any VAT which cannot be recovered, and on the following basis:

Wherever possible, costs are allocated to activities on an actual basis. Costs shared between activities are apportioned between these activities. Support costs which are not attributable to a specific activity have been apportioned between the activities being supported.

Wages and salaries have been split between funds on the basis of estimated time spent by staff members on the Derwent project.



**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**f. Financial instruments**

The trust only has financial assets and liabilities of a kind that qualify as basic financial instruments.

**g. Debtors**

Includes amounts invoiced but not yet paid, together with payments in advance, less provisions for any doubtful debts.

**h. Cash at bank and in hand**

Equates to less than 100 days access bank balances and cash floats.

**i. Creditors and provisions for liabilities**

Includes purchases invoiced but not yet paid. Concessionary loans are measured at amortised cost.

**j. Fixed assets**

Fixed assets are shown at original cost or, if donated, at their value on the date of the gift, less accumulated depreciation. Depreciation is calculated to write off the cost less estimated residual value of fixed assets over their estimated useful life. Land is not depreciated and buildings are depreciated at a rate of 2% on a straight-line basis; equipment and furniture are depreciated on a reducing balance basis at a rate of 30%;

The minimum capitalisation level is £1,000.

**k. Fund accounting**

The directors have retained the designated sums forming part of the charity's unrestricted funds to be used for particular purposes in the future as outlined in Note 16.

Investments in subsidiaries are recognised by the charity at cost less and provision for impairment.

**l. Investments**

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value or at fair value as determined by the Trustees as shown in Note 9.

Investments in subsidiary undertakings are recognised at cost less any provision for impairment.

**m. Public benefit concessionary loans**

Public benefit concessionary loans are initially measured at cost with the carrying amount adjusted in subsequent years to reflect repayments and any impairment as determined necessary by the Trustees.

**n. Operating leases**

Rentals paid under operating leases are recognised in income on a straight-line basis over the period of the lease.

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**2. Judgements in applying accounting policies and key sources of estimation uncertainty**

**Investment properties**

The Rawnsley site has been valued on the basis of the net income derived from car parking. An informed view has been taken as to an appropriate rate of return, with income forecast over a 20 year period and into perpetuity, informed by historic trends, known plans and any other pertinent external factors.

The Pencil Museum has been valued on the basis of the net income derived from rental income. An informed view has been taken as to an appropriate rate of return, with income forecast over a 5 year period and into perpetuity, informed by historic trends, known plans and any other pertinent external factors.

Discount rates in the range 7.5% to 8.0% are considered appropriate and have been used for these calculations.

**Derwent Project**

Site development costs in respect of the Derwent Project fall within the VAT Capital Goods Scheme and as such an estimate of the VAT partially recoverable thereon is included at the balance sheet date. The amount of VAT partially recovered is linked to the current and projected activities of the charity.

**3. Income**

Donations and legacies:	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Legacies	155,906	453,962
Unrestricted donations	931,099	660,529
Restricted donations	804,923	618,948
	<b>1,891,928</b>	<b>1,733,439</b>
Investments:	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Interest received	11,350	26,191
Rental income	192,196	109,281
	<b>203,546</b>	<b>135,472</b>

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**4. Analysis of expenditure on charitable activities**

Activity	Activities undertaken directly £	Support costs £	Total £
<u>Restricted funds</u>			
Missionary Hospitality Fund			
Derwent Project	25,646	172,207	197,853
<u>Unrestricted funds</u>			
Charitable activities	861,024	261,622	1,122,646
Other	43,622	105,563	149,185
<b>Total</b>	<b>930,292</b>	<b>539,392</b>	<b>1,469,684</b>

Charitable activities costs include the year round costs of the Skiddaw Street Convention Centre and staff offices, and of the Rawnsley building.

**2020 comparative**

Activity	Activities undertaken directly £	Support costs £	Total £
<u>Restricted funds</u>			
Missionary Hospitality Fund	250	-	250
Derwent Project	28,970	148,223	177,193
<u>Unrestricted funds</u>			
Charitable activities	256,476	306,582	563,058
Other	71,174	76,839	148,013
<b>Total</b>	<b>356,870</b>	<b>531,644</b>	<b>888,514</b>

Charitable activities costs include the year round costs of the Skiddaw Street Convention Centre and staff offices, and of the Rawnsley building.

Notes to the Financial Statements  
For the year ended 31 December 2021  
Continued

5. Analysis of costs – 2021

	Unrestricted Funds				Restricted Funds				Total Funds
	Raising funds	Charitable activities	Other	Total unrestricted	Raising funds	Charitable activities	Other	Total Restricted	Total
<b>Support cost</b>									
Governance	1,356	6,711	3,491	11,558	2,000	-	-	2,000	13,558
Finance	1,555	7,996	7,477	17,028	518	-	-	518	17,546
Information Technology	1,219	4,062	1,625	6,906	1,219	-	-	1,219	8,125
Human Resources (salaries and pension contributions)	30,909	151,204	16,337	198,150	45,040	29,823	140,944	215,807	413,957
Fees	1,873	35,506	2,497	39,876	1,873	1,440	-	3,313	43,189
Other (including depreciation and insurance)	43,208	56,142	74,437	173,787	65,337	-	-	65,337	239,124
	<b>80,120</b>	<b>261,621</b>	<b>105,564</b>	<b>447,305</b>	<b>115,987</b>	<b>31,263</b>	<b>140,944</b>	<b>288,194</b>	<b>735,499</b>
<b>Direct costs</b>									
Other Charitable	-	861,024	43,622	904,646	-	25,646	-	25,646	930,292
	-	<b>861,024</b>	<b>43,622</b>	<b>904,646</b>	-	<b>25,646</b>	-	<b>25,646</b>	<b>930,292</b>
<b>Total</b>	<b>80,120</b>	<b>1,122,645</b>	<b>149,186</b>	<b>1,351,951</b>	<b>115,987</b>	<b>56,909</b>	<b>140,944</b>	<b>313,840</b>	<b>1,665,791</b>

Analysis of costs - 2020

	Unrestricted Funds				Restricted Funds				Total Funds
	Raising funds	Charitable activities	Other	Total unrestricted	Raising funds	Charitable activities	Other	Total Restricted	Total
<b>Support cost</b>									
Governance	498	7,705	3,105	11,308	3,105	-	-	3,105	14,413
Finance	638	6,022	5,210	11,870	484	-	-	484	12,354
Information Technology	917	1,284	317	3,118	550	-	-	550	3,668
Human Resources (salaries and pension contributions)	38,043	197,886	20,559	256,588	51,790	147,914	-	199,704	456,292
Fees	-	46,589	327	47,516	-	309	-	309	47,825
Other (including depreciation and insurance)	33,664	47,097	46,321	126,782	48,215	-	-	48,215	174,997
	<b>73,760</b>	<b>306,583</b>	<b>76,839</b>	<b>457,182</b>	<b>104,144</b>	<b>148,223</b>	-	<b>252,367</b>	<b>709,549</b>
<b>Direct costs</b>									
Other Charitable	-	256,476	71,173	327,649	-	29,220	-	29,220	356,869
	-	<b>256,476</b>	<b>71,173</b>	<b>327,649</b>	-	<b>29,220</b>	-	<b>29,220</b>	<b>356,869</b>
<b>Total</b>	<b>73,760</b>	<b>563,059</b>	<b>148,012</b>	<b>784,831</b>	<b>104,144</b>	<b>177,443</b>	-	<b>281,587</b>	<b>1,066,418</b>

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**6. Auditor's remuneration**

The company incurred the following charges from the auditor:

	2021	2020
	£	£
Audit fee – 2019	–	(180)
Audit fee – 2020	(115)	12,600
Audit fee – 2021	12,996	–
Tax advice and consultancy	–	1,750
	<b>12,881</b>	<b>14,170</b>

**7. Staff costs, related parties and volunteers**

	2021	2020
	£	£
Wages and salaries	338,470	365,504
Social Security costs	22,615	29,382
Pension contributions	52,872	46,906
Redundancy	–	14,500
	<b>413,957</b>	<b>456,292</b>

The Trust operates a defined contribution pension scheme.

No employee earned £60,000 per annum or more (2020 – no employees falling in the band £60,000 to £70,000).

The average number of full time equivalent employees was 10.5 (2020 - 12) and the average headcount was 13 (2020 – 15).

**Trustees' and Chief Executive Remuneration**

	2021	2020
	£	£
Trustees	–	<u>5,314</u>
Ministry Director (CEO) & Chief Operating Office (COO)	<u>112,128</u>	<u>113,164</u>

The above remuneration is considered to be the remuneration of the key management personnel. James Robson led the organisation, assisted by the Chief Operating Office, David Sawday.

Mrs E McQuoid, a trustee director (Resigned on 23 April 2020), received remuneration of £nil (2020 – £5,028), under an employment contract as a trustee up to the date of resignation, in respect of Commissioning Editor services. A contribution of £nil (2020 - £286) was also made to the charity defined contribution pension scheme.

Authority for the trustee director's employment is contained within the constitution of the charity.

Expenses of £677 (2020 – £1,993) were reimbursed to 6 (2020 – 11) directors for travel and meeting expenses in the year.

The spouse of a trustee, received remuneration of £14,305 (2020 – £9,284). A contribution of £858 (2020 - £572) was also made to the charity defined contribution pension scheme.

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**7. Staff costs, related parties and volunteers (continued)**

No trustee director received any remuneration in respect of their services as a Trustee of the charity.

The charity is extremely grateful to over 600 volunteers who assist during the three weeks of the Convention and at other times throughout the year. The Convention volunteers undertake a wide variety of practical tasks in the areas of children, youth, and young adult's ministry, stewarding, catering, gift processing, and reception. Having had to cancel the in-person Convention in 2020 due to the Covid pandemic, it was wonderful to see people returning to serve and make the in-person event such a blessing to so many.

We are also indebted to the volunteers who have helped year round with administrative tasks, and with practical work on site in support of the Derwent Project and the general maintenance of our sites. The trustees wish to record their appreciation for all the assistance that has been, and continues to be given in support of the ministry.

**8. Fixed assets**

	Freehold land & buildings £	Freehold land & buildings £	Equipment & Furniture £	Assets under Construction £	Total £
<b>COST</b>					
At 1 January 2021	977,427	669,935	184,279	4,855,712	6,687,353
Additions	-	-	18,628	1,954,163	1,972,791
Disposals	-	-	(24,478)	-	(24,478)
At 31 December 2021	977,427	669,935	178,429	6,809,875	8,635,666
<b>DEPRECIATION</b>					
At 1 January 2021	518,799	183,046	156,614	-	858,459
Charge for the year	19,550	13,398	8,479	-	41,427
Disposals	-	-	(16,082)	-	(16,082)
At 31 December 2021	538,349	196,444	149,011	-	883,804
<b>NET BOOK VALUE</b>					
At 31 December 2021	439,078	473,491	29,418	6,809,875	7,751,862
At 31 December 2020	458,628	486,889	27,665	4,855,712	5,828,894

The Convention Centre at Skiddaw Street, with a net book value of £439,078 secures a loan on favourable terms from a supportive charitable trust.

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**9. Investments**

Basis of valuation	Investment Property Fair Value	Quoted Investments Valuation	Unquoted Investments Cost	Total
	£	£	£	£
Cost or valuation at 1 January 2021	2,137,500	2,715	5	2,140,220
Disposals at cost or valuation	-	-	-	-
Gains on revaluation	770,000	-	-	770,000
Transfer to current assets	-	-	-	-
<b>Cost or Valuation at 31 December 2021</b>	<b>2,907,500</b>	<b>2,715</b>	<b>5</b>	<b>2,910,220</b>

The fair value of the investment property has been calculated using the cash flows of rental income as a yield on the investment. No formal valuation has been obtained from a qualified independent valuer. There are no restrictions on the ability to realise proceeds on disposal of the properties or on the remittance of income.

**Subsidiary Companies**

	2021 £	2020 £
Wholly owned subsidiary:		
Keswick Convention Projects Ltd	3	3
Keswick Convention Projects (Rawnsley) Ltd	2	2
	<u>5</u>	<u>5</u>

Keswick Convention Project Limited, a company engaged in carrying out projects in connection with the Keswick Convention, and Keswick Convention Projects (Rawnsley) Limited, a company engaged in carrying out trading activities in support of the Keswick Convention, are both wholly owned trading subsidiaries, and incorporated in England. All shares held are ordinary £1 shares. The year end for both subsidiaries is 31 December 2021.

The aggregate share capital and reserves of Keswick Convention Projects (Rawnsley) Limited was £2 and its turnover for the year was £199,245 resulting in a loss of £3.

Keswick Convention Project Limited aggregate share capital and reserves at 31 December 2021 was £4,809 and its turnover for the year was £22,114 resulting in a net profit before tax of £2,772 and donations to the parent company of £6,425.

Consolidated financial statements have not been prepared on the grounds that the results of the subsidiary undertakings would not be material to group financial statements.

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**10. Debtors**

	2021	2020
	£	£
Trade debtors	11,623	4,323
Payments in advance – accommodation	35,427	63,551
Prepayments and accrued income	80,025	583,526
Amounts owed by group undertakings	19,233	1,107
Other debtors	32,282	66,189
	<u>178,590</u>	<u>718,696</u>

**11. Cash and cash equivalents**

	2021	2020
	£	£
Cash in hand	1,131,256	511,963
Notice deposits (less than three months)	680,617	2,062,053
Current asset	<u>1,811,873</u>	<u>2,574,016</u>

	2021	2020
	£	£
Longer term deposits	5,553	5,520
Non-current asset	<u>5,553</u>	<u>5,520</u>
Total cash	<u>1,817,426</u>	<u>2,579,536</u>

**12. Creditors: amounts falling due within one year**

	2021	2020
	£	£
Trade creditors	128,743	125,674
Other creditors	100,000	539
Accruals	58,085	113,911
Deferred income	23,131	13,997
	<u>309,959</u>	<u>254,121</u>

Deferred income relates to deposits for centre bookings and course fees falling in the next financial year.  
Deferred income has been recognised as follows:

	2021	2020
	£	£
Deferred income brought forward	13,997	26,222
Released to income during the year	(13,997)	(24,137)
Received during the year	23,131	11,912
Deferred income carried forward	<u>23,131</u>	<u>13,997</u>



**Notes to the Financial Statements  
For the year ended 31 December 2021**

Continued

**13. Creditors: amounts falling due after one year**

	2021	2020
	£	£
<b>Concessionary loans</b>		
Due between 1 and 2 years	550,000	-
Due between 2 and 5 years	150,000	700,000
Due after 5 years	750,000	750,000
	<b>1,450,000</b>	<b>1,450,000</b>

The £750,000 loan is concessionary; from a supportive Christian Trust; at zero interest; repayable by 16 June 2027 and secured by a first charge on the Skiddaw Street Convention Centre.

The £550,000 loan is concessionary; from supportive individuals; at zero interest; repayable by 31 December 2023 and is unsecured.

The £150,000 loan is concessionary; from a supportive individual; at zero interest; repayable by 31 December 2025.

**14. Financial instruments**

	2021	2020
	£	£
Financial assets measured at amortised cost	30,856	5,430
Cash and cash equivalents	1,817,426	2,579,536
Financial liabilities measured at amortised cost	1,578,743	1,575,674

Financial assets measured at amortised cost comprise trade and other debtors. Financial liabilities measured at amortised cost comprise trade and other creditors and loans.

**15. Restricted funds**

	Balance	Movement		Balance
		Income	Expenditure and Transfers	
	1 January 2021	2021	2021	31 December 2021
	£	£	£	£
Missionary Hospitality Fund	3,524	2,957	-	6,481
Derwent Project Fund	1,137,265	801,966	2,268,003	(328,772)
	<b>1,140,789</b>	<b>804,923</b>	<b>2,268,003</b>	<b>(322,291)</b>

The Missionary Hospitality Fund was established to receive gifts in order that accommodation can be provided and grants can be given enabling missionaries to attend the Convention and other Keswick Ministries mission related activities, together with associated administration costs.

The Derwent Project will secure the future of the Convention and allow for the growth of the ministry at other times of the year. Further information in respect of the Derwent Project can be found in the directors' report. The deficit arising on the Derwent Project fund is covered by the Derwent Project Designated fund.

Restricted funds are held in liquid assets.

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**16. Summary of fund movements**

Fund	Balance 1 January 2021	Income	Expenditure	Gain on revaluation of	Transfers	Balance 31 December 2021
<b>Designated Funds</b>						
Fixed Asset	7,216,394	-	49,824	770,000	1,972,791	9,909,361
Derwent Project Fund	300,000	-	-	-	-	300,000
General Funds	906,042	1,425,782	1,302,127	-	(18,628)	1,011,069
<b>Unrestricted Funds</b>	<b>8,422,436</b>	<b>1,425,782</b>	<b>1,351,951</b>	<b>770,000</b>	<b>1,954,163</b>	<b>11,220,430</b>
<b>Restricted Funds</b>						
Missionary Hospitality Fund	3,524	2,957	-	-	-	6,481
Derwent Project Fund	1,137,285	801,966	313,840	-	(1,954,163)	(328,772)
<b>Restricted Funds</b>	<b>1,140,789</b>	<b>804,923</b>	<b>313,840</b>	<b>-</b>	<b>(1,954,163)</b>	<b>(322,291)</b>
<b>Total Funds</b>	<b>9,563,225</b>	<b>2,230,705</b>	<b>1,665,791</b>	<b>770,000</b>	<b>-</b>	<b>10,898,139</b>

**Designated Funds**

The Fixed Asset Fund represents the total amounts invested, from general funds and special appeals in the past, in tangible fixed assets and investment properties less depreciation and borrowings secured thereon. Included within the Fixed Asset Fund is £2,139,918 (2020: £1,369,918) of non-distributable reserves, arising from revaluation.

The Derwent Project Designated Fund represents amounts set aside in relation to the Derwent Project. The Trustees expect the amount to be used within the year following.

**Transfers**

Transfers of £1,954,163 from the Derwent Restricted Fund to the General Fund relates to the capitalisation of fixed assets purchased in respect of the Derwent Project.

Transfers of £18,628 from the General Fund to the Fixed Asset Designated Fund relate to the capitalisation of fixed assets purchased in respect of the general fund.

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**17. Analysis of net assets between funds**

<b>2021</b>	<b>Tangible Assets</b>	<b>Investments &amp; Deposits</b>	<b>Net Current Assets/(liabilit ies)</b>	<b>Long Term Concessionary Loan</b>	<b>Total</b>
	£	£	£	£	£
Unrestricted – designated	7,751,862	2,907,500	300,000	(750,000)	10,209,362
Unrestricted – general		5,558	1,705,510	(700,000)	1,011,068
<b>Total unrestricted</b>	<b>7,751,862</b>	<b>2,913,058</b>	<b>2,005,510</b>	<b>(1,450,000)</b>	<b>11,220,430</b>
Missionary Hospitality Fund	-	2,715	3,766	-	6,481
Derwent Project Fund	-		(328,772)	-	(328,772)
<b>Total restricted</b>	<b>-</b>	<b>2,715</b>	<b>(325,006)</b>	<b>-</b>	<b>(322,291)</b>
<b>Total funds</b>	<b>7,751,862</b>	<b>2,915,773</b>	<b>1,680,504</b>	<b>(1,450,000)</b>	<b>10,898,139</b>

<b>2020</b>	<b>Tangible Assets</b>	<b>Investments &amp; Deposits</b>	<b>Net Current Assets/(liabilit ies)</b>	<b>Long Term Concessionary Loan</b>	<b>Total</b>
	£	£	£	£	£
Unrestricted – designated	5,828,894	2,137,500	300,000	(750,000)	7,516,394
Unrestricted – general	-	5,525	1,600,517	(700,000)	906,042
<b>Total unrestricted</b>	<b>5,828,894</b>	<b>2,143,025</b>	<b>1,900,517</b>	<b>(1,450,000)</b>	<b>8,422,436</b>
Missionary Hospitality Fund	-	2,715	809	-	3,524
Derwent Project Fund	-	-	1,137,265	-	1,137,265
<b>Total restricted</b>	<b>-</b>	<b>2,715</b>	<b>1,138,074</b>	<b>-</b>	<b>1,140,789</b>
<b>Total funds</b>	<b>5,828,894</b>	<b>2,145,740</b>	<b>3,038,591</b>	<b>(1,450,000)</b>	<b>9,563,225</b>

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

*Continued*

**18. Related party transactions**

Keswick Convention Projects (Rawnsley) Limited is a wholly owned subsidiary of Keswick Convention Trust. For the year ended 31 December 2021 Keswick Convention Projects (Rawnsley) Limited was charged rent of £171,285 (2020 - £84,647) by Keswick Convention Trust, of which £19,233 (2020 - £1,107) remained outstanding as at the year end.

Keswick Convention Project Limited is a wholly owned subsidiary of Keswick Convention Trust. Keswick Convention Trust incurred no expenses on behalf of the subsidiary.

At the year-end a provision has been made for the payment of a charitable donation in Keswick Convention Project Limited's accounts to Keswick Convention Trust for the sum of £6,425 (2020 - £nil).

During the year the Trustees made donations to the Charity of £10,785 (2020 - £3,940). Of this £1,695 (2020 - £2,020) was in relation to the Derwent Project. The project has the full support of the Trustees.

**19. Financial commitments**

At 31 December 2021 the charity had capital commitments totalling £1,138,070 (2020: £1,836,700)

**20. Pension commitments**

The charity operates a defined contribution pension scheme compliant with auto enrolment. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £52,872 (2020: £46,905). Contributions totalling £nil (2020: £nil) were payable to the fund at the balance sheet date.

The pension commitments are a liability of the unrestricted funds, in line with the expense.

**Notes to the Financial Statements**  
**For the year ended 31 December 2021**

Continued

**21. Reconciliation of net movement in funds to net cash flow from operating activities**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Net income for the reporting period	564,914	886,660
Adjustments in respect of:		
Depreciation charges	41,427	41,658
Loss on disposal of fixed assets	5,896	-
Interest received	(11,350)	(26,191)
Rental income	(192,196)	(109,281)
Decrease/(Increase) in debtors	540,106	(464,960)
Increase in creditors	55,837	135,711
	<b>1,004,634</b>	<b>463,597</b>

**22. Analysis of changes in net funds**

	<b>At 1 January 2021</b>	<b>Cash flows</b>	<b>At 31 December 2021</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Cash and cash equivalents	2,579,536	(762,110)	1,817,426
Debt due after one year	(1,450,000)	-	(1,450,000)
	<b>1,129,536</b>	<b>(762,110)</b>	<b>367,426</b>

**23. 2020 SOFA comparatives**

	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£
<b>Income and endowments from:</b>			
Donations and legacies	1,114,491	618,948	1,733,439
Charitable activities	22,279	-	22,279
Other trading activities	5,730	-	5,730
Investments	135,472	-	135,472
Rents and licence income	18,417	-	18,417
Other	37,741	-	37,741
<b>Total</b>	<b>1,334,130</b>	<b>618,948</b>	<b>1,953,078</b>
<b>Expenditure on:</b>			
Raising funds	73,760	104,144	177,904
Charitable activities	711,071	177,443	888,514
<b>Total</b>	<b>784,831</b>	<b>281,587</b>	<b>1,066,418</b>
<b>Net income</b>	<b>549,299</b>	<b>337,361</b>	<b>886,660</b>
Revaluation of investment property	157,500	-	157,500
Transfers between funds	1,358,976	(1,358,976)	-
<b>Net movement in funds</b>	<b>2,085,775</b>	<b>(1,021,615)</b>	<b>1,044,160</b>
<b>Reconciliation of funds:</b>			
Total funds brought forward	6,356,661	2,162,404	8,519,065
<b>Total funds carried forward</b>	<b>8,422,436</b>	<b>1,140,789</b>	<b>9,563,225</b>