



Local Churches together in Global Mission

INET TRUST LIMITED

A company limited by guarantee, not having share capital

**DIRECTORS REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30 SEPTEMBER 2008**

AMENDING

UK Registered Company no. 5188360

UK Registered Charity no. 1105670

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INET TRUST LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2008

Contents	Page
Company Information	3
Report of the Directors	4
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9

INET TRUST LIMITED

COMPANY INFORMATION

Status	INET TRUST is a company limited by guarantee
Directors	Stephen Francis Nash Dawn Lesley Pointing Stephen John Russell-Smith Christopher Taylor (resigned 8 July 2008) Lewis Jackson (appointed 20 May 2008)
Secretary	Stephen John Russell-Smith
Registered office	17 Sydenham Road Sydenham LONDON SE26 5EX
Principal office	17 Sydenham Road Sydenham LONDON SE26 5EX
Registered Company no.	5188360
Registered Charity no.	1105670
Bankers	HSBC 141 High Street Beckenham, KENT BR3 1BX

INET TRUST

REPORT OF THE DIRECTORS

The directors present their report and the financial statements for the period ended 30 September 2008

PRINCIPAL ACTIVITY

iNet Trust (iNet), was set up in August 2004 by a group of churches who had previously been part of Ichthus Christian Fellowship but who have become independent, self-governing churches. iNet was set up as an independent charity by these churches to enable them

- To operate a fully church-based missions programme
- To maintain among the missionaries the sense of community, of the bigger team, of 'being in it together', that previously existed
- To stand together as local churches, encouraging and enabling one another in the development and implementation of overseas vision and activity
- To continue to offer support in prayer, through finances, pastorally and strategically for overseas missionaries
- To recruit and prepare more people for overseas missionary work
- To partner, where appropriate, with other churches and missionary agencies in the task of fulfilling the great commission

ADMINISTRATIVE INFORMATION

Charitable objectives

iNet is governed by its Memorandum and Articles of Association. The trust's objects are

1. To promote and advance the Christian Faith throughout the world generally including by the worship of God, the instruction and edification of Christians, the care and Christian instruction of young people and children and the evangelisation of non-Christians.
2. To relieve poverty, hardship, sickness and distress among all peoples of the world.
3. To promote education and training.
4. To support such other charities and charitable purposes as the trustees shall decide.

Structure governance and management

The 'owners' or 'members' of the company, i.e. churches whose trusts have subscribed to the Guarantee, regularly participate in consultations, both formal and informal, regarding the broader aims and objectives of the charity. They also receive the Directors Report annually at the AGM where a budget is presented for the forthcoming year

The Board of Directors who act as trustees of the charity are appointed by the members. They are responsible for the overall strategy and management of the charity and they delegate certain responsibilities to the Operations Director. The major risks to which the charity is exposed, as identified by the trustees, have been reviewed and systems or procedures have been established to manage those risks

Day to day operations are the responsibility of the Operations Director who works part time, and who is not a trustee. The Operations Director is supported by a part-time paid administrator and by members of the volunteer iNet Team, some of whom are also Directors.

REVIEW OF THE YEAR

Since incorporation iNet Trust has offered support and assistance for the benefit of our member churches and our member's workers overseas who have opted to receive the support and direction of the Trust. The Trust's activities for the past year have included the following:

Regarding iNet's Overseas Workers:

- Regular communication
- Annual appraisals
- A summer conference with the aim of encouraging training and envisioning
- Pastoral and strategic support
- On field visits
- Financial support

Regarding iNet's member churches

- Monthly informational updates
- Providing advice and help with recruiting and sending new workers overseas
- The Trust has also initiated an ongoing training programme; seminars were held during the year for up to 40 participants on a variety of topics relevant to our member churches

During the year iNet Trust's member churches supported a total of 32 adult workers, plus children, overseas with iNet in sixteen countries.

FUTURE PLANS

iNet will continue to provide its support and services to overseas workers and member churches.

Specific plans for the forthcoming year include:

- Further training courses to facilitate recruitment and to prepare possible applicants for overseas work
- Various courses and seminars for member churches to help their appreciation of the challenge of world mission
- A conference for overseas workers and their supporters.

FINANCIAL REVIEW

The Directors are grateful to the member churches for their continued financial support throughout the period and for their willingness to participate in this tangible way in the extension of God's kingdom around the world.

During the year under review to September 2008 expenditure on overseas worker support reduced slightly as a number of workers returned to the UK and/or voluntarily reduced their requirement for charitable funding through iNet as they gathered other sources of personal support.

RESERVES POLICY

It is the intention of the directors to work towards being able to maintain reserves of up to three months income in order to prepare for unexpected or un-budgeted expense. This goal has not yet been met but the directors are confident that, should a need arise, the member churches would be willing and able to provide sufficient financial support.

GRANT MAKING POLICY

Grants are made to existing and new applicants according to their needs and after extensive work with them on drawing up budgets for income and expenditure. Levels of financial support are reviewed annually as part of the regular appraisal system. It is iNet policy that new workers must have raised at least 80% of their support through sources other than iNet before they are sent overseas. There are no upper or lower limits of support.

RISK MANAGEMENT

All major insurable risks are subject to normal charities and employers' insurance.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Charity 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 income and expenditure of the company for that period. In preparing these accounts, the directors are required to:-

- Select suitable accounting policies and then apply them consistently.
- Make adjustments and estimates that are reasonable and prudent.
- Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

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 Acts and the Charities Acts. 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 confirm that the accounts comply with current statutory requirements and those of the company's governing documents

Approved by the directors on: 20 May 2009

and signed on its behalf by



Stephen Russell-Smith
Director and Company Secretary



Dr Stephen Nash
Director

INET TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

SUMMARY INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30TH SEPTEMBER 2008

		Unrestricted	Restricted	2008 Total	2007 Total
		£	£	£	£
Incoming Resources	Note				
<u>Incoming resources from generated funds</u>					
Voluntary income:					
Gifts & offerings:		2,368	475	2,843	6,351
Contributions from member churches:		73,279	5,986	79,265	75,949
Investment income - bank interest		65		65	3
<u>Incoming resources from charitable activities:</u>					0
Payments for Overseas Workers conference		568		568	929
Fees for Training Courses		1,315		1,315	20
Sales		591		591	237
Total Incoming Resources		78,186	6,461	84,647	83,489
 Resources Expended					
<u>Charitable Activities</u>					
Grants payable:					
Gifts to Overseas Workers	2	32,288	282	32,570	35,534
Pensions for Overseas Workers		1,560		1,560	1,382
Other			131	131	0
Costs of activities:					
Overseas Workers conference		4,610	6,061	10,671	8,262
Training		6,824		6,824	8,244
Other events		390	300	690	0
Support costs:					
UK Salaries (including pension costs)	3	20,117		20,117	18,346
UK self employed payments		2,200		2,200	0
Overseas travel by UK team		0	989	989	1,444
Subscriptions and membership charges		315		315	441
Office, administration & miscellaneous costs		3,961		3,961	2,815
Insurance		646		646	215
<u>Governance Costs</u>		0			
Accounting costs		1,220		1,220	1,520
Statutory costs		15		15	0
Total Resources Expended		74,146	7,763	81,909	78,203
Incoming Resources minus Resources expended		4,040	-1,302	2,738	5,286
 Fund balance brought forward at 1 October 2007		7,138	1,627	8,765	3,478
Fund balance carried forward at 30 September 2008		11,178	325	11,503	8,765

INET TRUST LIMITED

BALANCE SHEET AS AT 30TH SEPTEMBER 2008

		2008 £	2007 £
	Note		
Fixed Assets		0	0
Current Assets			
Debtors	5	2,678	1,893
Cash at bank and in hand		11,600	8,421
		14,278	10,313
Current Liabilities			
Creditors: amounts falling due within one year	6	2,775	1,549
Net Assets (Assets less Liabilities)		<u>11,503</u>	<u>8,765</u>
Reserves			
Restricted Funds	7	325	1,627
Unrestricted Funds		11,178	7,138
		<u>11,503</u>	<u>8,765</u>

These financial statements have been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small companies.

Audit Exemption

For the year ended 30 September 2008 the company was entitled to exemption under section 249A(1) of the Companies Act 1985. No members have required the company to obtain an audit of its accounts for the period in question in accordance with section 249B(2). The directors acknowledge their responsibilities for:

- i) Ensuring the company keeps accounting records that comply with section 221; and
- ii) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

Approved by the board on 20 May 2009

Signed on its behalf by



Stephen Russell-Smith
Director

INET TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2008

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 1985 and follow the recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) 2005.

a) Incoming resources

Gifts are accounted for on a received basis. Contributions, fees, and tax recoverable from the Inland Revenue under the Gift Aid scheme are recognised on an accruals basis when receivable.

b) Capitalisation and Depreciation

Items of equipment are only capitalised where the purchase price exceeds £1,000. As the charity has no fixed assets, no policy on depreciation has been made.

c) Expenditure

Expenditure is accounted for on an accruals basis, inclusive of VAT, which cannot be recovered.

d) Pensions

The charitable company offers its employees, and its overseas workers, a pension with Legal & General Assurance Society, administered by Kingsworld Walder Ltd. The scheme is a defined contributions scheme. The charitable company matches employees' contribution up to 5% of their gross salary. For overseas workers the equivalent of 5% of their monthly gift is contributed irrespective of any contribution they choose to make. Expenditure is charged to the Statement of Financial Activities in the period to which it relates.

e) Funds accounting

Funds held by the charitable company are:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds - these are funds which can only be used for particular purposes within the objects of the charitable company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. The nature and purpose of each fund is explained further in the notes to the financial statements.

2 GIFTS TO OVERSEAS WORKERS

Grants were made to 18 (2007: 16) adults on a regular monthly basis (6 individuals and 6 couples). iNet provided pastoral and other support to an additional 16 (2007: 18) adult workers.

iNet has no contractual obligation to its overseas workers, all of whom are independent workers who receive support from elsewhere as well as iNet. Nevertheless iNet does have a sense of moral obligation to provide a degree of continued support if its circumstances should change drastically. iNet has very little reserves but considers that there is sufficient stability in the contributions from member churches to provide that degree of financial support.

3 STAFF COSTS

- a) Three people were employed by the company during the year, all part time, one of whom left and one of whom joined during the year.

INET TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2008

b) Employment Costs	2008	2007
	£	£
Gross Pay	19,600	16,858
Social Security costs (Employer's National Insurance)	1,017	946
Pension costs (Employer's contribution)	-500	542
	<u>20,117</u>	<u>18,346</u>

c) No employee earned more than £50,000 during the period.

d) The directors received no remuneration or reimbursed personal expenses during the period.

4 TAXATION

As a registered charity (no. 1105670) the income of the company is exempt from tax under S505 of the Income and Corporation Taxes Act 1988.

5 DEBTORS

	2008
	£
Income tax recoverable under the gift aid scheme	789
HMRC overpayment	471
Other debtors	987
Prepayment	431
	<u>2,678</u>

6 CREDITORS

	2008
	£
Accounting costs	560
Other creditors	2,215
	<u>2,775</u>

7 RESTRICTED FUNDS

	At 1.10.07	Incoming Resources Resources expended	At 30.09.08
	£	£	£
Overseas Workers Gifts	239	31	208
Returning Overseas Workers Fund	282	282	0
Overseas Workers Conference Fund	0	6,061	0
Overseas Workers Pastoral Fund	1,056	989	67
Other restricted funds	50	400	50
	<u>1,627</u>	<u>6,461</u>	<u>325</u>

Overseas Workers Gifts

These are gifts given for individual overseas workers or their work, either for general or specific needs, and are paid on to the overseas worker concerned.

Returning Overseas Workers Fund

This represents a gift given to to enable overseas workers to settle back into life in the UK.

Overseas Workers Conference Fund

This fund was set up to receive gifts from member churches to contribute to the costs of their overseas worker(s) attending the conference, and to receive gifts for the running of the conference.

Overseas Workers Pastoral Fund

This represents a gift given for the pastoral support of overseas workers, and has been used to cover the costs of travel for overseas pastoral visits