



**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 2011**

UK Registered Company no 5188360

UK Registered Charity no 1105670



**INET TRUST LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2011**

<b>Contents</b>	<b>Page</b>
Company Information	3
Report of the Directors	4
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10
Independent Examiner's report	12

## **INET TRUST LIMITED**

### **COMPANY INFORMATION**

<b>Status</b>	INET TRUST LIMITED is a company limited by guarantee
<b>Directors</b>	Jeremy Peter Horner Lewis Jackson Stephen Francis Nash Paul James Piper Dawn Lesley Pointing Stephen John Russell-Smith
<b>Secretary</b>	Stephen John Russell-Smith
<b>Registered office</b>	17 Sydenham Road Sydenham LONDON SE26 5EX
<b>Principal office</b>	17 Sydenham Road Sydenham LONDON SE26 5EX
<b>Registered Company no.</b>	5188360
<b>Registered Charity no.</b>	1105670
<b>Bankers</b>	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 2011

### **PRINCIPAL ACTIVITY**

iNet Trust Limited ("iNet" or the "Trust"), was set up in August 2004 by a group of independent, self-governing churches to enable them

- To operate a fully church-based missions programme
- To maintain among the missionaries of member churches a sense of community, of the bigger team, of 'being in it together'
- To stand together as local churches, encouraging and enabling one another in the development and implementation of overseas and cross cultural mission vision and activity
- To continue to offer support in prayer, through finances, pastorally and strategically for overseas and cross cultural missionaries of member churches
- To recruit and prepare more people for overseas and cross cultural 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 iNet, i.e. churches whose trusts have subscribed to the iNet 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

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 an operating team The major risks to which the charity is exposed, as identified by the trustees, are reviewed from time to time and, if considered appropriate, systems or procedures are established to manage those risks

Day to day operations is the responsibility of the Missions Director who is paid part-time and is not a trustee The Missions Director is supported by a Member Care Officer and an Office

Administrator both of whom are paid part-time A number of volunteers support the team some of whom are Directors

## **REVIEW OF THE YEAR**

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

Regarding iNet member churches' overseas workers

- Regular communication
- Annual appraisals
- A summer conference with the aim of providing fellowship, encouragement, training and envisioning
- An expo to celebrate and promote the work of iNet
- Pastoral and strategic support
- On field visits
- Financial support

During the year iNet and its member churches supported some 28 adult workers, plus children in fifteen countries outside the UK Two short term overseas workers were also supported during the year

Regarding iNet's member churches

- Providing monthly informational and prayer updates
- Providing advice and help with recruiting, preparing and sending new workers overseas
- Providing advice, training and preparation of people for cross-cultural activity in the UK and overseas
- Developing joint strategies for member churches both overseas and in London
- Providing training for individual churches and outside agencies on Mission
- Working with Global Connections

During the year iNet together with its member churches leaders reviewed the strategy for the charity This resulted in the appointment of James Price as Missions Director to implement the strategy to continue iNet's support and training of overseas workers and also to aid member churches in cross cultural mission in London James is a mission partner with World Outreach International, focusing on mission mobilisation in Europe James previously worked for CMS Ireland, where he was Regional Mission Partner (Europe), responsible for establishing new partnerships between local churches and projects across the continent

The trustees have complied with the duty imposed by Section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission in December 2008

## **FUTURE PLANS**

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

Specific plans for the forthcoming year include

- Training courses and events to facilitate recruitment and to prepare possible applicants for overseas work
- Various courses, seminars and materials for member churches and other churches to help their appreciation of and involvement in the challenge of world mission
- A conference for overseas workers and their supporters
- An exhibition to showcase the activities of overseas workers and mission opportunities to iNet churches (and other interested parties)
- Promote and mobilize local UK based cross-cultural mission opportunities
- Explore other churches joining iNet
- Develop work with young people
- Promote short term teams and individuals to assist overseas mission activities
- Promote the activities of iNet through speaking engagements at iNet churches and other interested church groups
- Review and develop the management and governance structure as appropriate

### **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 30<sup>th</sup> September 2011 total income reduced by £11,427 to £47,598 compared to the last financial year primarily due to the previous year's change to member churches supporting overseas workers direct rather than through iNet. As a result of this change there was a corresponding reduction in gifts to overseas workers from iNet of £11,950. People costs also fell during the year by £9,369 due to a reduction in the hours worked by staff. Total expenditure was £38,427 some £22,221 lower than the previous year. This resulted in a surplus of £9,171 of which £8,538 is attributable to the general fund compared to a deficit of £1,623 the previous year of which £2,327 was attributable to the general fund.

### **RESERVES POLICY**

The trustees have reviewed the reserves policy and concluded that it is appropriate to maintain reserves equal to three months expenses, approximately £11,000. At the end of the financial year the general fund stood at £21,223.

### **GRANT MAKING POLICY**

iNet operates a small Youth Bursary Fund from which grants may be made from time to time to young people from member churches to assist them to explore overseas mission work opportunities.

### **RISK MANAGEMENT**

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

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The law applicable to charities in England and Wales requires the directors to prepare accounts for each financial year which give a true and fair view of the company's financial activities during the year and of the income and expenditure and financial position of the company as at the end of 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 Act 2006 and the Charities Act 1993. 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 30<sup>th</sup> April 2012  
and signed on its behalf by**



**Paul Piper  
Director and Company Secretary**



**Dawn Pointing  
Director**

**INET TRUST LIMITED**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2011**

		Unrestricted	Restricted	2011	2010
		£	£	Total	Total
	Note			£	£
<b>Incoming Resources</b>					
<u>Incoming resources from generated funds</u>					
Voluntary income					
Gifts & offerings		1,355	3,453	4,808	3,511
Contributions from member churches	2	33,347	6,485	39,832	51,896
Investment income - bank interest		4		4	13
<u>Incoming resources from charitable activities</u>					
Payments for Overseas Workers conference		2,664		2,664	2,505
Fees for Training Courses		200		200	784
Sales		90		90	316
<b>Total Incoming Resources</b>		<b>37,660</b>	<b>9,938</b>	<b>47,598</b>	<b>59,025</b>
<b>Resources Expended</b>					
<u>Charitable Activities</u>					
Grants payable					
Gifts to Overseas Workers	2		1,230	1,230	13,180
Other grants to individuals			250	250	0
Pensions for Overseas Workers		660		660	700
Costs of activities					
Overseas Workers conference		2,072	7,825	9,897	9,105
Training		380		380	4,068
Support costs					
UK Salaries (including pension costs)	3	10,192		10,192	18,481
UK self employed payments/ other human resources		11,413		11,413	8,805
Overseas travel by UK team		707		707	837
Subscriptions and membership charges		350		350	350
Office, administration & miscellaneous costs		1,333		1,333	3,032
Insurance		515		515	575
<u>Governance Costs</u>					
Accounting costs		1,500		1,500	1,500
Statutory costs				0	15
<b>Total Resources Expended</b>		<b>29,122</b>	<b>9,305</b>	<b>38,427</b>	<b>60,648</b>
<b>Incoming Resources minus Resources expended</b>		<b>8,538</b>	<b>633</b>	<b>9,171</b>	<b>-1,623</b>
Fund balance brought forward at 1 October 2010		12,685	1,832	14,517	16,140
Fund balance carried forward at 30 September 2011		<b>21,223</b>	<b>2,465</b>	<b>23,688</b>	<b>14,517</b>



**INET TRUST LIMITED**  
**BALANCE SHEET AS AT 30TH SEPTEMBER 2011**

		2011 £	2010 £
<b>Fixed Assets</b>	Note	<b>0</b>	<b>0</b>
<b>Current Assets</b>			
Debtors	5	2,507	4,481
Cash at bank and in hand		22,852	11,884
		<b>25,359</b>	<b>16,365</b>
<b>Current Liabilities</b>			
Creditors amounts falling due within one year	6	1,671	1,848
<b>Net Assets (Assets less Liabilities)</b>		<u><b>23,688</b></u>	<u><b>14,517</b></u>
<b>Reserves</b>			
Restricted Funds	7	2,465	1,832
Unrestricted Funds		21,223	12,685
		<u><b>23,688</b></u>	<u><b>14,517</b></u>

Audit Exemption

For the year ended 30/09/2011 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

Directors' responsibilities

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

Approved by the board on 30th April 2012

Signed on its behalf by



Paul Piper  
Director

**INET TRUST LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2011**

**1 ACCOUNTING POLICIES**

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006 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 HM Revenue & Customs 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 original 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**

During the previous year iNet changed from making grants to overseas workers, to grants being made to overseas workers directly from member churches. This accounts for there being no gifts to overseas workers from general funds and also a corresponding reduction in contributions from member churches.

**3 STAFF COSTS AND RELATED PARTY TRANSACTION**

a) Three people were employed by the company during the year, all part time.

**b) Employment Costs**

	<b>2011</b>	<b>2010</b>
	£	£
Gross Pay	9,717	17,783
Social Security costs (Employer's National Insurance)	248	449
Pension costs (Employer's contribution)	227	249
	<u><b>10,192</b></u>	<u><b>18,481</b></u>

**INET TRUST LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2011**

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

d) One of the employees is a director of the company, Mrs Dawn Pointing, whose employment costs during the year were £4,816 (including employer's national insurance and pension costs) Permission was granted by the Charity Commission on 16 12 09, prior to her employment, for the charity to employ Mrs Pointing No other director received remuneration or reimbursed personal expenses during the year

**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**

	<b>2011</b>
	£
Income tax recoverable under the gift aid scheme	840
Other debtors	1,322
Prepayment	345
	<u><b>2,507</b></u>

**6 CREDITORS**

	<b>2011</b>
	£
Accounting costs	500
Other creditors	1,171
	<u><b>1,671</b></u>

**7 RESTRICTED FUNDS**

	<b>At 1.10.10</b>	<b>Incoming Resources</b>	<b>Resources expended</b>	<b>At 30.09.11</b>
	£	£	£	£
Overseas Workers Gifts	208	1,230	1,230	208
Overseas Workers Conference Fund	0	7,825	7,825	0
Youth Bursary Fund	1,504	883	250	2,137
Other restricted funds	120	0	0	120
	<u><b>1,832</b></u>	<u><b>9,938</b></u>	<u><b>9,305</b></u>	<u><b>2,465</b></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

**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

**Youth Bursary Fund**

These are gifts received from churches and individuals to be used to help fund young people travelling overseas to participate in cross cultural mission work

## **Independent Examiner's report to the Trustees of iNet Trust Ltd**

I report on the Accounts of iNet Trust Ltd for the year ended 30<sup>th</sup> September 2011, which are set out on pages 8 to 11.

### **Respective responsibilities of the Trustees and the Examiner**

The charity's trustees consider that an audit is not required for this year (under section 43(2) of the Charities Act 1993 (the Act), as amended by s.28 of the Charities Act 2006) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts (under section 43 of the Act, as amended),
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 43(7)(b) of the Act, as amended), and
- to state whether particular matters have come to my attention.

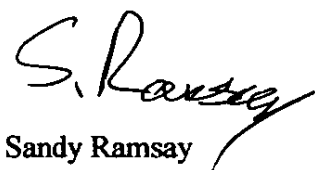
### **Basis of independent examiner's report**

My examination was carried out in accordance with General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

### **Independent examiner's statement**

In the course of my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in, any material respect, the trustees have not met the requirements to ensure that:
  - proper accounting records are kept (in accordance with section 41 of the Act); and
  - accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Sandy Ramsay

Address: 33 The Woodlands, London SE13 6TZ

Date: 30<sup>th</sup> April 2012

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