

Company registration number: 01617405

Charity registration number: 284929

King Edward Orthodox Trust Company Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2020

King Edward Orthodox Trust Company Limited

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King Edward Orthodox Trust Company Limited

Reference and Administrative Details

Trustees	Rev H Sabbas Rev A Alexis Mrs E Castle Fr Niphon
Secretary	Rev H Sabbas
Registered Office	St. Edward Brotherhood St. Cyprians Avenue Brookwood Woking Surrey GU24 0BL
Company Registration Number	01617405
Charity Registration Number	284929
Bankers	CAF Bank Limited HSBC Bank PLC
Independent Examiner	Goldwins Limited 75 Maygrove Road London NW6 2EG

King Edward Orthodox Trust Company Limited

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2020.

Objectives and activities

Objects and aims

The principal activity of the company in the year under review was that of the promotion and furtherance of the charitable work and purposes of the Orthodox Church.

Activity review

During the year the charity has continued with its property maintenance and improvements, the most significant undertakings being the completion of the exterior decorating works to the monastic house and the financial contribution to the restoration of the external cemetery wall.

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Structure, governance and management

Nature of governing document King Edward Orthodox Trust Company is a charitable company limited by guarantee and not having a share capital. The company's constitution and governance are laid down in its Memorandum and Articles of Association.

Recruitment and appointment of trustees

The Company Articles of Association provides for a minimum of 4 Trustees and where there is a requirement for new Trustees these would be identified and appointed by the Chairman.

Induction and training of trustees

The Chairman is responsible for the induction of any new Trustee which involves awareness of a trustee's responsibilities, the governing document, administrative procedures and the history and philosophical approach of the charity. A new Trustee would receive a copy of the previous year's annual report and accounts and a copy of the Charity commission leaflet 'The Essential Trustee: What You Need to Know'.

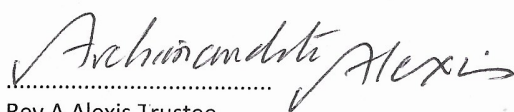
Policy on reserves

The reserves policy is to maintain a level of reserves sufficient to cover the day to day running costs of the company for one year, although this is being allowed to accumulate to fund any future building projects which may be required. Free reserves (unrestricted funds less fixed assets) at 31 March 2020 total £123,664 (2019: £111,334).

Small companies provision statement

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

The annual report was approved by the trustees of the charity on 9/8/20 and signed on its behalf by:



Rev A Alexis Trustee

King Edward Orthodox Trust Company Limited

Independent Examiner's Report to the trustees of King Edward Orthodox Trust Company Limited

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Anthony Epton BA FCA CTA FCIE

Goldwins

Chartered accountants

75 Maygrove Road

West Hampstead

London NW6 2EG

25 August 2020

King Edward Orthodox Trust Company Ltd**Statement of financial activities**

(incorporating an income and expenditure account)

For the year ended 31 March 2020

	Note	Unrestricted £	2020 Total £	2019 Total £
Income from:				
Donations and legacies	2	99,606	99,606	49,782
Investment income	3	99	99	43
Total income		99,705	99,705	49,825
Expenditure on:				
Charitable activities	4	133,690	133,690	74,549
Total expenditure		133,690	133,690	74,549
Net income/(expenditure) before net gains/(losses) on investments	5	(33,985)	(33,985)	(24,724)
Net gains/ (losses) on investments		(14,818)	(14,818)	702
Net (expenditure) / income for the year		(48,803)	(48,803)	(24,022)
Reconciliation of funds:				
Total funds brought forward		870,525	870,525	894,547
Total funds carried forward		821,722	821,722	870,525

All of the above results are derived from continuing activities.

There were no recognised gains or losses.

The attached notes form part of these financial statements.

King Edward Orthodox Trust Company Ltd
Balance sheet
As at 31 March 2020

	Note	2020 £	2020 £	2019 £	2019 £
Fixed assets:					
Tangible assets	8		694,434		755,567
Investments	9		85,884		50,702
			<u>780,318</u>		<u>806,269</u>
Current assets:					
Debtors	10	8,192		9,580	
Cash at bank and in hand		<u>33,932</u>		<u>55,396</u>	
		<u>42,124</u>		<u>64,976</u>	
Liabilities:					
Creditors: amounts falling due within one year	11	<u>720</u>		<u>720</u>	
Net current assets / (liabilities)			<u>41,404</u>		<u>64,256</u>
Total net assets / (liabilities)			<u>821,722</u>		<u>870,525</u>
Funds	13				
Unrestricted funds:			<u>821,722</u>		<u>870,525</u>
Total funds			<u>821,722</u>		<u>870,525</u>

For the financial year ending 31 March 2020 the charity 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- 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 trustees on 9th August 2020
and signed on their behalf by:



Rev A Alexis
Trustee

Company registration no. 01617405

The attached notes form part of the financial statements.

1 Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 - effective 1 January 2015) - (Charities SORP FRS 102) and the Companies Act 2006.

The charitable company meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

b) Going concern

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern. The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

c) Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

d) Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

1 Accounting policies (continued)

g) Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

h) Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include finance and governance costs which support the charity and its activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 4.

i) Tangible fixed assets

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Freehold property	In accordance with the property
Fixtures and fittings	15% on cost
Improvements to property	10% on cost
Monastic house	In accordance with the property

j) Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

k) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

m) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

King Edward Orthodox Trust Company Ltd
Notes to the financial statements
For the year ended 31 March 2020

2 Income from donations and legacies

	Unrestricted £	2020 Total £	Unrestricted	2019 Total £
Donations from individuals	99,606	99,606	49,782	49,782
	<u>99,606</u>	<u>99,606</u>	<u>49,782</u>	<u>49,782</u>

3 Income from investments

	Unrestricted £	2020 Total £	Unrestricted	2019 Total £
Bank interest	99	99	43	43
	<u>99</u>	<u>99</u>	<u>43</u>	<u>43</u>

4 Analysis of expenditure

	Activity undertaken directly £	Support costs £	2020 Total £	2019 Total £
Insurance	3,456	-	3,456	3,334
Light & Heat	2,185	-	2,185	1,775
Telephone	398	-	398	369
Repair and maintenance	50,138	-	50,138	3,431
Council tax	910	-	910	882
Depreciation	61,133	-	61,133	61,133
Donations	13,868	-	13,868	2,605
<u>Support costs</u>				
Independent Examiner's fees	-	720	720	720
Legal fees	-	792	792	240
Bank charges	-	90	90	60
	<u>132,088</u>	<u>1,602</u>	<u>133,690</u>	<u>74,549</u>
Support costs	1,602	(1,602)	-	-
Total expenditure 2020	<u>133,690</u>	<u>-</u>	<u>133,690</u>	<u>-</u>
Total expenditure 2019	<u>74,549</u>	<u>-</u>	<u>-</u>	<u>74,549</u>

Total expenditure of £133,690 (2019: £74,549) was unrestricted.

4 Analysis of expenditure (prior year)

	Activity undertaken directly £	Support costs £	2019 Total £	2018 Total £
Insurance	3,334	-	3,334	3,022
Light & Heat	1,775	-	1,775	1,837
Telephone	369	-	369	347
Repair and maintenance	3,431	-	3,431	3,564
Council tax	882	-	882	843
Depreciation	61,133	-	61,133	56,490
Donations	2,605	-	2,605	-
<u>Support costs</u>				
Independent Examiner's fees	-	720	720	1,440
Legal fees	-	240	240	-
Bank charges	-	60	60	65
	<u>73,529</u>	<u>1,020</u>	<u>74,549</u>	<u>67,608</u>
Support costs	1,020	(1,020)	-	-
Total expenditure 2019	<u>74,549</u>	<u>-</u>	<u>74,549</u>	<u>-</u>
Total expenditure 2018	<u>67,608</u>	<u>-</u>	<u>-</u>	<u>67,608</u>

Total expenditure of £74,549 (2018: £67,608) was unrestricted.

King Edward Orthodox Trust Company Ltd
Notes to the financial statements
For the year ended 31 March 2020

5 Net income / (expenditure) for the year

This is stated after charging / (crediting):

	2020	2019
	£	£
Depreciation	61,133	61,133
Independent Examiner's fees:	720	720

6. No trustees, nor any persons connected with them, have received any remuneration from the charity during the year (2019: Nil).

No trustees have received any reimbursed expenses from the charity during the year (2019: Nil).

7 Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

8 Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Improvements to property £	Monastic house £	Total £
Cost					
At the start of the year	52,500	27,209	550,377	557,039	1,187,125
Additions in year	-	-	-	-	-
At the end of the year	<u>52,500</u>	<u>27,209</u>	<u>550,377</u>	<u>557,039</u>	<u>1,187,125</u>
Depreciation					
At the start of the year	11,576	27,209	326,132	66,641	431,558
Charge for the year	525	-	55,038	5,570	61,133
At the end of the year	<u>12,101</u>	<u>27,209</u>	<u>381,170</u>	<u>72,211</u>	<u>492,691</u>
Net book value					
At the end of the year	<u>40,399</u>	<u>-</u>	<u>169,207</u>	<u>484,828</u>	<u>694,434</u>
At the start of the year	<u>40,924</u>	<u>-</u>	<u>224,245</u>	<u>490,398</u>	<u>755,567</u>

All of the above assets are used for charitable purposes.

9 Investments

	2020	2019
	£	£
Investments at fair value:		
Investment funds	85,884	50,702
	<u>85,884</u>	<u>50,702</u>
Movements		
Market value at the start of the year	50,702	50,000
Additions at cost	50,000	-
Disposals proceeds	-	-
Net gain/ (loss) on investments	(14,818)	702
Market value at the end of the year	<u>85,884</u>	<u>50,702</u>

King Edward Orthodox Trust Company Ltd
Notes to the financial statements
For the year ended 31 March 2020

10 Debtors

	2020 £	2019 £
Trade debtors	500	2,300
Other debtors	4,236	3,825
Prepayments	3,457	3,456
	8,193	9,580

11 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals	720	720
	720	720

12 Analysis of net assets between funds

	General unrestricted £	2020 Total funds £	General unrestricted £	2019 Total funds £
Tangible fixed assets	694,434	694,434	755,567	755,567
Investments	85,884	85,884	50,702	50,702
Net current assets	41,404	41,404	64,256	64,256
Net assets at the end of the year	821,722	821,722	870,525	870,525

13 Movements in funds

	At the start of the year £	Incoming resources & gains £	Outgoing resources & losses £	Transfers £	At the end of the year £
Unrestricted funds:					
Unrestricted general funds	866,901	99,705	(148,508)	-	818,098
Non distributable reserves	3,624	-	-	-	3,624
Total unrestricted funds	870,525	99,705	(148,508)	-	821,722

13 Movements in funds (prior year)

	At the start of the year £	Incoming resources & gains £	Outgoing resources & losses £	Transfers £	At the end of the year £
Unrestricted funds:					
Unrestricted general funds	890,923	50,527	(74,549)	-	866,901
Non distributable reserves	3,624	-	-	-	3,624
Total unrestricted funds	894,547	50,527	(74,549)	-	870,525

14 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. Each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

15 Related party transactions

There are no related party transactions to disclose for 2020 (2019: none).

16 Post balance sheet events

The World Health Organization declared the outbreak of COVID-19 a pandemic in March 2020. As we progress through 2020, more information is coming to light on the scale and impact of coronavirus. The pandemic might have a significant financial effect and it might lead to reduction in future donations.