

LANGLEY CHARITABLE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

LANGLEY CHARITABLE TRUST

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LANGLEY CHARITABLE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2016

Trustees	Sylvia Gilmour John Gilmour
Charity registered number	280104
Principal office	Wheatmoor Farm 301 Tamworth Road Sutton Coldfield B75 6JP
Independent auditor	MHA MacIntyre Hudson Chartered Accountants Statutory Auditors Rutland House 148 Edmund Street Birmingham B3 2FD
Bankers	HSBC Bank Plc 67 The Parade Sutton Coldfield West Midlands B72 1PV
Solicitors	Anthony Collins Solicitors LLP 134 Edmund St Birmingham B3 2ES

LANGLEY CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

The trustees present their report and the financial statements for the year ended 31st December 2016. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting & Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

Objectives and Activities

Policies and objectives

The principal activity of the trust is to advance the gospel of Jesus Christ and Christianity and the general welfare of humanity in its creation, nurturing and development of Christian outreach in varied dimensions. The trust does not support projects that do not directly benefit or help people.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. The trustees feel that all activities undertaken by the trust fulfil these requirements.

The trustees derive no private benefit from the activities of the charity.

Grant making policies

The trustees meet on a regular basis to review requests for grants and to consider projects under development.

Correspondence for grant applications

The trustees only reply where they require further information. No telephone calls or correspondence will be entered into concerning any proposed or declined applications.

All correspondence should be addressed to: The trustees, Wheatmoor Farm, 301 Tamworth Road, Sutton Coldfield, West Midlands.

Financial review

Review of activities

The statement of financial activities is shown on page 7. During the year the trustees made grants totalling £28,000 (2015: £58,955). Details of all grants made are shown in note 3.

In addition during the year, the charity purchased a property which has been classified as a programme related investment within tangible fixed assets. The charity has granted a fifteen year lease on a peppercorn rent to Adventure Plus, a registered charity whose charitable purposes fall within the purposes of Langely Charitable Trust. The trustees consider that in granting a lease at below market value, they are supporting the charitable purposes of Adventure Plus.

The net incoming movement in funds for the year was £114,352 including £113,041 surplus on revaluation of investments (2015: £936,350 and £15,655).

Reserves policy

The trustees have accumulated reserves with a view to providing ongoing financial support to new projects as well as providing one off grants. The trustees have currently adopted a policy to accumulate reserves as part of a longer term vision for a project which will require significant capital investment.

LANGLEY CHARITABLE TRUST

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2016

Principal funding

The principal source of income is one off donations received and investment income.

Structure, governance and management

Constitution

The Langley Charitable Trust is an unincorporated body which was established as a grant making trust on 24 January 1980 and registered as a charity on 19 March 1980.

The charity was established under a trust deed that established the objects and powers of the trust. Mr J P Gilmour and Mrs S S Gilmour have held office as trustees since the creation of the trust to date and have complete discretion over the use of the charity's funds and consider allocation of grants on a regular basis.

Method of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

Organisational structure and decision making

The charity is managed by the Trustees.

Risk management

The trustees believe that the charity is not exposed to significant external risk. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

Plans for future periods

Future developments

The trust continues to support a number of initiatives and projects in line with the charity's principal objective of Christian outreach to benefit and help people. During the year the trust has made a commitment to support the employment of a Youth Development Worker at NAYC, initially until 31 July 2017. The trustees are prayerfully considering the direction that the Lord would have them take in deciding upon further projects to support.

LANGLEY CHARITABLE TRUST

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2016

Trustees' responsibilities statement

The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees on 24 October 2017 and signed on their behalf by:

John Gilmour
Trustee

Sylvia Gilmour
Trustee

LANGLEY CHARITABLE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF LANGLEY CHARITABLE TRUST

We have audited the financial statements of Langley Charitable Trust for the year ended 31 December 2016 set out on pages 7 to 16. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statements of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of Trustees and auditor

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 145 of the Charities Act 2011 and report to you in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

LANGLEY CHARITABLE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF LANGLEY CHARITABLE TRUST

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2016 and of its incoming resources and application of resources 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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and in other respects the requirements of the Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

MHA MacIntyre Hudson

Chartered Accountants
Statutory Auditors
Rutland House
148 Edmund Street
Birmingham
B3 2FD
24 October 2017

MHA MacIntyre Hudson is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

LANGLEY CHARITABLE TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	Unrestricted and total funds 2016 £	Unrestricted and total funds 2015 £
INCOME FROM:			
Donations and legacies		1,951	940,793
Investments	2	48,798	53,489
Other income		197	5,187
TOTAL INCOME		50,946	999,469
EXPENDITURE ON:			
Raising funds		15,782	14,207
Charitable activities	3,4	33,853	64,567
TOTAL EXPENDITURE		49,635	78,774
NET INCOME BEFORE INVESTMENT GAINS/(LOSSES)		1,311	920,695
Net gains/(losses) on investments	9	113,041	15,655
NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES		114,352	936,350
NET MOVEMENT IN FUNDS		114,352	936,350
RECONCILIATION OF FUNDS:			
Total funds brought forward		5,440,753	4,504,403
TOTAL FUNDS CARRIED FORWARD		5,555,105	5,440,753

The notes on pages 10 to 16 form part of these financial statements.

LANGLEY CHARITABLE TRUST

**BALANCE SHEET
AS AT 31 DECEMBER 2016**

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Tangible assets	7		1,105,647		-
Investments	9	1,592,537		1,495,278	
Programme related investments	8	1,314,276		1,456,724	
Total investments			2,906,813		2,952,002
			4,012,460		2,952,002
CURRENT ASSETS					
Debtors	10	11,893		13,301	
Cash at bank and in hand		1,538,319		2,478,450	
			1,550,212	2,491,751	
CREDITORS: amounts falling due within one year					
	11	(7,567)		(3,000)	
NET CURRENT ASSETS			1,542,645		2,488,751
NET ASSETS			5,555,105		5,440,753
CHARITY FUNDS					
Unrestricted and total funds			5,555,105		5,440,753
TOTAL FUNDS			5,555,105		5,440,753

The financial statements were approved by the Trustees on 24 October 2017 and signed on their behalf, by:

John Gilmour
Trustee

The notes on pages 10 to 16 form part of these financial statements.

LANGLEY CHARITABLE TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016 £	2015 £
Cash flows from operating activities			
Net cash (used in)/provided by operating activities	13	(42,920)	870,214
Cash flows from investing activities:			
Interest and rents from investments		50,205	48,966
Net repayment of programme related investments		142,448	307,281
Purchase of tangible fixed assets		(1,105,647)	-
Proceeds from sale of investments		1,192,283	14,207
Purchase of investments		(1,176,500)	(500,000)
Net cash used in investing activities		(897,211)	(129,546)
Change in cash and cash equivalents in the year		(940,131)	740,668
Cash and cash equivalents brought forward		2,478,450	1,737,782
Cash and cash equivalents carried forward	14	1,538,319	2,478,450

The notes on pages 10 to 16 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

1. ACCOUNTING POLICIES

1.1 General Information

Langley Charitable Trust is a charitable trust registered in England and Wales. The address of its registered office is Wheatmoor Farm, 301 Tamworth Road, Sutton Coldfield, B75 6JP, which is also the address of its principal place of business. The principal activity of the trust is supporting organisations which are aligned with the Trust's objectives.

1.2 Basis of preparation of financial statements

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

Langley Charitable Trust constitutes a public benefit entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity and rounded to the nearest £.

1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

1.4 Income

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 income receivable can be measured reliably.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

1. ACCOUNTING POLICIES (continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds comprise costs associated with investment management.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.6 Tangible fixed assets and depreciation

Freehold property held in furtherance of charitable objectives but not occupied by the charity is programme related investment property but is accounted for as tangible fixed assets.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	at 4% straight line
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1.7 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities.

1.8 Programme related investments

Programme related investments held as fixed assets represent long term loans and advances, sometimes on terms that are interest free, to assist in the acquisition and development of property and projects for charitable purposes by third parties.

The loans are initially measured at fair value and subsequently measured at amortised cost using the effective interest rate method, less impairment.

1.9 Debtors

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

1. ACCOUNTING POLICIES (continued)

1.10 Cash at Bank and in hand

Cash at bank and 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.

1.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.12 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 Critical accounting estimates and areas of judgment

There are no judgements (apart from those involving estimates) that have been made in the process of applying the accounting policies that have a significant effect on amounts recognised in the financial statements.

Key accounting estimates made in applying accounting policies are:

Depreciation of fixed assets
Valuation of listed investments

2. INVESTMENT INCOME

	Unrestricted and total funds 2016 £	Unrestricted and total funds 2015 £
Rental income (including gravel extraction)	4,405	3,008
Bank interest	16,849	19,770
Loan interest on programme related investments	27,544	30,711
	48,798	53,489
<i>Total 2015</i>	53,489	

LANGLEY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

3. ANALYSIS OF GRANTS PAYABLE

	Grants to Institutions 2016 £	Total 2016 £	Total 2015 £
Grants to institutions	28,000	28,000	58,955

Grants made to institutions in the year are:-

	2016 £	2015 £
Stafford Elim	-	25,000
Coton Green Church	2,500	2,500
Northamptonshire Association of Youth Clubs	25,000	25,000
Urban Devotion	-	1,000
North Warwickshire Vineyard	-	250
Narthex	-	1,000
Caring for Life	-	2,000
Centre for Life Management	-	205
European Christian Mission	-	500
Falcon Lodge Chapel	-	500
Bible Society	-	1,000
Bentley Beginning	500	-
Total	28,000	58,955

4. SUPPORT COSTS

	Total 2016 £	Total 2015 £
Secretarial	1,943	2,386
Postage and Stationery	78	81
Bank charges/interest	62	55
Auditor's remuneration	3,770	3,090
	5,853	5,612
<i>At 31 December 2015</i>	5,612	

5. NET INCOME/(EXPENDITURE)

During the year, no Trustees received any remuneration or reimbursement of expenses.

There are no employees and therefore no one earning more than £60,000.

LANGLEY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

6. AUDITORS' REMUNERATION

The Auditor's remuneration amounts to an Audit fee of £3,500 (2015 - £3,090) and accountancy services of £270 (2015 - £Nil).

7. TANGIBLE FIXED ASSETS

	Freehold property £
Cost	
Additions	1,105,647
At 31 December 2016	1,105,647
Depreciation	
At 1 January 2016 and 31 December 2016	-
Net book value	
At 31 December 2016	1,105,647
At 31 December 2015	-

8. PROGRAMME RELATED INVESTMENTS

	Programme related investments £
Cost	
At 1 January 2016	1,456,724
Additions	160,000
Repayments	(302,448)
At 31 December 2016	1,314,276
At 31 December 2015	1,456,724
Programme related investments comprises two loans: Loan 1 is an interest free loan and is repayable in instalments - no interest. Loan 2 is repayable in instalments bearing interest at a rate of 2.85% above base.	

	Loan 2016 £	Total 2015 £
NAYC Loan 1	500,000	575,000
NAYC Loan 2	814,276	881,724
	1,314,276	1,456,724

LANGLEY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

9. FIXED ASSET INVESTMENTS

	Listed securities £
Fair value	
At 1 January 2016	1,495,278
Additions	1,176,500
Disposals	(1,192,282)
Revaluations	113,041
	<hr/>
At 31 December 2016	1,592,537
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10. DEBTORS

	2016 £	2015 £
Accrued income	11,893	13,301
	<hr/>	<hr/>

11. CREDITORS: Amounts falling due within one year

	2016 £	2015 £
Accruals	7,567	3,000
	<hr/>	<hr/>

12. FINANCIAL INSTRUMENTS

	2016 £	2015 £
Financial assets measured at fair value through income and expenditure	1,592,537	1,495,278
Financial assets measured at amortised cost	1,326,169	1,470,025
	<hr/>	<hr/>
	2,918,706	2,965,303
	<hr/>	<hr/>
Financial liabilities measured at amortised cost	7,567	3,000
	<hr/>	<hr/>

Financial assets measured at fair value through income and expenditure comprise quoted investments.

Financial assets measured at amortised cost comprises programme related loans and accrued income.

Financial liabilities measured at amortised cost comprise accruals.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

**13. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW
FROM OPERATING ACTIVITIES**

	2016 £	2015 £
Net income for the year (as per Statement of Financial Activities)	114,352	936,350
Adjustment for:		
Gains on investments	(113,041)	(15,655)
Bank interest receivable	(21,254)	(19,770)
Increase in creditors	4,567	-
Interest receivable on programme related investments	(27,544)	(30,711)
Net cash (used in)/provided by operating activities	(42,920)	870,214

14. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2016 £	2015 £
Cash in hand	1,538,319	2,478,450
Total	1,538,319	2,478,450

15. RELATED PARTY TRANSACTIONS

Programme related investments, in the form of loans, have been made to Northamptonshire Association of Youth Club ("NAYC"), a charity of which both trustees are board members.

At the year end £1,314,276 (2015: £1,456,724) was due from NAYC. The trust holds a legal charge over a property owned by NAYC as security. Interest of £27,544 (2015: £30,711) was received in connection with the interest bearing loans.

During the year rental income of £885 (2015: £885) was received from the James Gilmour Partnership, of which one trustee is a partner.