

The Evangelical Times Limited

Statement of Financial Activities for the Year ended 31 July 2017
(incorporating the company's income & expenditure account)

	<u>Note</u>	Unrestricted Funds 2016 <u>£</u>	Unrestricted Funds 2015 <u>£</u>
Incoming Resources			
<u>From generated funds</u>			
Voluntary income		2,964	3,803
Investment income	2	25,469	22,574
<u>From charitable activities</u>			
Publication of Evangelical Times, etc.	3	152,520	155,708
Total incoming resources		180,953	182,085
Resources expended			
<u>Charitable Activities</u>	4	156,321	160,502
Net Movement of Resources in the Year		24,632	21,583
General Fund brought forward		33,209	11,626
General Fund carried forward		57,841	33,209

The notes on pages 7 to 10 form part of these financial statements.

The Evangelical Times Limited

Balance Sheet as at 31 July 2017

	<u>Note</u>	Unrestricted Funds 2017 <u>£</u>	Unrestricted Funds 2016 <u>£</u>
FIXED ASSETS			
Tangible Assets	6	3,253	1,361
CURRENT ASSETS			
Stocks		-	-
Debtors	7	12,495	9,600
Cash at Bank & in hand		66,023	47,384
		78,518	56,984
CREDITORS:			
Due within one year	8	(23,930)	(25,136)
Net Current Assets		54,588	31,848
NET ASSETS		57,841	33,209
Financed by:			
RESERVES			
Accumulated Income Fund		57,841	33,209

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act applicable to companies subject to the small companies regime.

Approved on behalf of the Board:

R Fay, Director

Date: 2 November 2017

The notes on pages 7 to 10 form part of these financial statements.

The Evangelical Times Limited

Statement of Cash Flows for the year ended 31 July 2017

	2017	2016
	£	£
Cash flows from operating activities:		
Net income/(expenditure) for the year	24,632	21,583
Adjustments for:		
Depreciation	1,358	545
Dividends, interest and rents	(25,469)	(22,574)
(Increase)/decrease in stocks	-	1,887
(Increase)/decrease in debtors	(2,895)	2,406
Increase/(decrease) in creditors	(1,206)	(3,836)
	<hr/>	<hr/>
Net cash provided by/(used in) operating activities	(3,580)	11
	<hr/>	<hr/>
Cash flows from investing activities:		
Dividends, interest and rents	25,469	22,574
Purchase of property, plant and equipment	(3,250)	(1,077)
	<hr/>	<hr/>
	22,219	21,497
	<hr/>	<hr/>
Change in cash & cash equivalents in the year	18,639	21,508
Cash & cash equivalents at the start of the year	47,384	25,876
	<hr/>	<hr/>
Cash & cash equivalents at the end of the year	66,023	47,384
	<hr/> <hr/>	<hr/> <hr/>

The notes on pages 7 to 10 form part of these financial statements.

The Evangelical Times Limited**Notes to the Accounts for the Year ended 31 July 2017****1. Accounting Policies**

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's Financial Statements.

(a) Accounting Convention.

The Financial Statements are prepared under the Historical Cost Convention, and in accordance with the Charities SORP (FRS102), effective for accounts beginning on or after 1 January 2015.

(b) Income.

Voluntary income represents cash received during the year, including tax repayments receivable. Income from charitable activities represents amounts invoiced by the company in respect of goods and services rendered during the year, excluding VAT. Income in relation to subscriptions and advertising is included in the accounts in the period to which it relates. Deferred income therefore represents amounts received in advance for future periods.

(c) Depreciation.

All fixed assets are written off on a straight line balance basis over their expected useful lives, at the following annual rates:

Furniture & Equipment 25%

	Unrestricted Funds <u>2017</u> £	Unrestricted Funds <u>2016</u> £
2. Investment income		
Rental income	25,417	22,499
Bank interest	52	75
	<u>25,469</u>	<u>22,574</u>

3. Incoming Resources from Charitable Activities

Sale of newspapers	43,558	45,841
Subscriptions to newspapers	21,112	23,196
Advertising income	82,450	80,994
Evangelical Press Missionary Trust	5,107	4,930
Miscellaneous sales	293	747
	<u>152,520</u>	<u>155,708</u>

4. Charitable Activities Costs

<u>Direct charitable expenditure</u>		
Postage & printing	46,666	53,711
Other production costs	6,239	7,630
Payments to contributors	3,405	4,630
Staff costs (see note 12)	37,182	36,497
Consultancy costs	15,351	15,434
Bad debts	29	147
Grants to institutions	18,040	18,090
Carried forward	<u>126,912</u>	<u>136,139</u>

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Notes to the Accounts for the Year ended 31 July 2017 (Cont.)

	Unrestricted Funds <u>2017</u> £	Unrestricted Funds <u>2016</u> £
<u>Direct charitable expenditure brought forward</u>	<u>126,912</u>	136,139
<u>Support costs</u>		
Rent & Service charge	6,961	6,960
Rates & water	733	832
Room hire	445	222
Telephone & broadband	1,530	1,712
Postage, stationery & office costs	1,752	4,257
Insurance	538	319
Software & website expenses	10,629	6,689
Travel & entertaining	2,836	752
Sundries	723	266
Bank charges	832	774
Depreciation	1,358	545
Independent examination & accountancy	1,072	1,035
	<u>29,409</u>	<u>24,363</u>
Total Charitable Activities	<u>156,321</u>	<u>160,502</u>
5. Net Movement of Resources		
This is stated after charging:-		
Depreciation	1,358	545
Independent Examiner's Remuneration	995	975
Director's Remuneration	-	-
	<u>-</u>	<u>-</u>
6. Tangible Fixed Assets		
	Furniture & Equipment	Total
<u>Cost or Valuation</u>		
At 1 August 2016	11,130	11,130
Additions	3,250	3,250
At 31 July 2017	<u>14,380</u>	<u>14,380</u>
<u>Depreciation</u>		
At 1 August 2016	9,769	9,769
Charge for the Year	1,358	1,358
At 31 July 2017	<u>11,127</u>	<u>11,127</u>
Net Book Value 31 July 2017	<u>3,253</u>	<u>3,253</u>
Net Book Value 31 July 2016	<u>1,361</u>	<u>1,361</u>

All of the fixed assets are used for direct charitable purposes.

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Notes to the Accounts for the Year ended 31 July 2017 (Cont.)

7. Debtors: due within one year	Unrestricted Funds 2017 £	Unrestricted Funds 2016 £
Trade debtors	8,883	6,783
VAT	165	416
Prepayments & accrued income	3,447	2,401
	12,495	9,600

8. Creditors: Amounts due within one year

Trade creditors	1,776	2,726
Other Creditors	713	396
Deferred income	18,333	18,508
Accruals	3,108	3,506
	23,930	25,136

9. Contingent Liabilities

There were no contingent liabilities at 31 July 2017 (2016: nil)

10. Capital commitments

There were no capital commitments at 31 July 2017 (2016: nil)

11. Trustees

During the year expenses totalling £2,355 were reimbursed to 5 trustees (2016: £1,041 to 5 trustees). In addition, £1,095 was paid to J Rubens for his work as company secretary (2016 £1,178).

12. Employees

The number of staff employed by the charity (full-time equivalents) was 2 (2016: 2). The costs in respect of these staff were as follows:

Gross salaries	35,798	34,186
Pension costs	863	1,062
Life Assurance costs	521	1,249
	37,182	36,497

13. Related Party Disclosures

Purchase of editorial services from Orego Ltd (a company of which A P Rowell is a director)	14,408	14,256
Donations made to Evangelical Press Missionary Trust	18,040	18,040
Expenses recharged to Evangelical Press Missionary Trust	5,107	4,930

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Notes to the Accounts for the Year ended 31 July 2017 (Cont.)

	Unrestricted Funds 2017 <u>£</u>	Unrestricted Funds 2016 <u>£</u>
14. Share Capital		
<u>Authorised</u> 100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
<u>Allotted, called up & fully paid</u> 100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Note: The called up share capital is included within unrestricted funds.

**Report of the Trustees and
Financial Statements for the Year Ended 31 July 2017 for
The Evangelical Times Limited**

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Report of the Trustees for the Year ended 31 July 2017

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2017.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00941912

Company Secretary

J H Rubens

Registered Charity number

258927

Independent examiner

D C S Cooke MA (Oxon) FCA FCIE
David Cooke & Co Chartered Accountants
5 Briar Close
Banbury
Oxon. OX16 9DS

Registered office

3 Trinity Court
Faverdale North
DARLINGTON
Co Durham DL3 0PH

Bankers

CAF Bank Limited Kings Hill
WEST MALLING
Kent ME19 4TA

Trustees

R W Fay
P A Garner
S P Metcalfe
A P Rowell
J G Lodge
M T S Judge (appointed 2/3/17)
J D Stobbs (appointed 2/3/17)

Santander
Bridle Road
Bootle
L30 4G

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company, incorporated on 6 November 1968 and registered as a charity on 27 June 1969. The company was established under a Memorandum of Association which established the objects and the powers of the charitable company and is governed under its Articles of Association.

Recruitment and appointment of new trustees

The directors of the company are also trustees for the purposes of charity law. The directors have the power to appoint any other person as a director subject to a maximum of ten directors.

Induction and training of new trustees

New trustees will be invited and encouraged to attend a training session at the charity's registered office to familiarise themselves with the charity and the context in which it operates. They will be provided with a copy of the Memorandum and Articles, the latest financial statements and the current financial and sales positions. Prospective trustees will be invited to sit in on the work and meetings of the existing trustees for an agreed period prior to appointment by mutual agreement.

Related parties

Evangelical Press Missionary Trust is a related party.

Risk management

The trustees have identified the major risks to which the charity is exposed. These have been reviewed and the trustees are satisfied that adequate systems of control have been established to mitigate these risks. As part of the controls of the charity, regular financial reports are considered by the trustees and frequent discussions between trustees and those involved in the senior management of the operation are undertaken.

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Report of the Trustees for the Year ended 31 July 2017 (continued)

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal objective of the charity is the advancement of the Evangelical Christian Faith.

The principal activity of the company is the production and publication of "The Evangelical Times".

Public Benefit

The charity's aims and achievements are set out within this report. The activities set out in this report have been undertaken to further the charitable company's charitable purposes for the public benefit. The trustees have complied with the duty under Section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charities Commission and the trustees have paid due regard to this guidance in deciding what activities the charitable company should undertake.

The charity's activities in providing the publication of "The Evangelical Times" benefit the Christian community and the advancement of the Evangelical Christian Faith to the public.

ACHIEVEMENT AND PERFORMANCE

The net incoming resources for the year were £24,632 (2016: £21,583) as set out in the Statement of Financial Activities on page 5.

The circulation of the newspaper has seen a small decline over the past twelve months, although sales of advertising space continues well. Interest in the special December issue continues to be good. The development of the online edition of the newspaper continued throughout the year.

Response to ETI, the international edition of the newspaper, has been steady despite activities to increase the circulation. Sales of ET Perspectives, a series of booklets based on articles previously published in the newspaper, continued at a low level. These booklets have now been transferred to another distributor.

FINANCIAL REVIEW

After considering budgets, cash flows and other financial information the trustees and directors believe that the charitable company will maintain its trading position over the next twelve months. The current level of free reserves is £54,588 (2016: £31,848).

The international edition of 'The Evangelical Times' attracts good donor support but will continue to require financial support for the foreseeable future. The current level of reserves is therefore considered to be appropriate.

Approved by order of the board of trustees on 2 November 2017 and signed on its behalf by:

R W Fay
Trustee

Independent Examiner's Report to the Trustees of The Evangelical Times Limited

I report on the accounts for the year ended 31 July 2017 set out on pages 4 to 10.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the 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 you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

D C S Cooke MA (Oxon) FCA FCIE
David Cooke & Co
Chartered Accountants
5 Briar Close
Banbury
Oxon.
OX16 9DS

2 November 2017