

THE DANISH CHURCH IN LONDON

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

Registered charity number 237897

REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 DECEMBER 2017

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CHARITY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2017

| | |
|---------------------------|---|
| UK Registered Charity No. | 237897 |
| Name of the charity: | The Danish Church in London |
| Registered office | The Danish Church in London 4 St Katherine's Precinct Regent's Park, London NW1 4HH |
| Trustees | Trustees and members of the Church Council from June 2017 to June 2018 are: Dorte Bille Harding (Chair), Christine Bergstedt Jørgensen (Deputy Chair), Søren Kjær Petersen (Chair of Finance Committee), Lisbeth Pedersen (Treasurer), Anne-Grethe Jensen (Secretary), Andy Marino (Church Warden), Ole Justesen (Church Warden), Benedikte Malling Bech, Flemming Kloster Poulsen (Pastor) Susanne Freddin Skovhus (Pastor - stopped 1 December 2017) Peter Melbye, Palle Baggesgaard Pedersen, Per Gullestrup Ulrik E. Petersen (Danish Embassy), Jacob Christiansen |

CHARITY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2017

| | |
|-----------------------|---|
| Independent examiners | Krogh & Partners Limited 823 Salisbury House 29 Finsbury Circus London EC2M 5QQ |
| Principal bankers | Barclays Bank Plc Danske Bank HSBC Plc Cazenove (custody/investments) Charles Stanley & Co. (custody/investments) |

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

The Trustees present their report and financial statements for the year ended 31 December 2017.

1. Structure, governance and management

The charity is governed by its Constitution, last revised on 15 September 2013.

The Church Council manages the Church in practical, legal and financial affairs, and represents the Church in all respects. The Bishop of Copenhagen is the Church's ecclesiastical supervisor.

The Danish Ambassador is Patron of the Church.

The Danish Church Abroad/Danish Seamen's Church organisation appoints one member of the Church Council, as does The Royal Danish Embassy. Resident pastors are automatically members of the Church Council, and Church Wardens are appointed directly by the Church Council. All other members (minimum of 5) are elected by the members of the Church, at the annual general meeting in June.

Two or three of the elected members retire annually, in rotation. Proposals to elect or re-elect Church Council members are made either by the Church Council, or in writing by three members of the Church.

2. Objects, objectives and achievements*Aim and Purpose*

The main purpose of the Danish Church in London is to preach the Christian Gospel according to the Lutheran Evangelical tradition, including conducting services and performing religious ceremonies for Danes in London, and to act as cultural and social meeting point for Danes in the Greater London area.

The Church Council ensures that activities are planned with due regard to the Charity Commission's public benefit guidance.

In order to continue this service in the years to come, the Church needs to upgrade, renovate and increase the usable areas of the existing church premises.

Achievements and Performance

In addition to Danish language Sunday Services, The Danish Church in London performs the whole range of traditional religious acts, including Christenings, confirmations, weddings and funerals.

In 2017 the Church conducted 53 Services. In addition, there were 24 Christenings, 4 full Marriages, 4 funerals and 16 confirmations. The Pastor was called to 145 official conversations and had 16 visits to the homebound or imprisoned.

The Church shows recent Danish films, and hosts concerts, talks and debates. Several Danish

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

groups meet in the church halls, amongst them parents and toddlers group, young people's group, Open Evening Cafe, book club, bridge club, sewing club, Senior Group, Danish Women in England and Team Danmark, a football and running club.

The Church runs a thriving Saturday School, where over 120 children are taught Danish language and culture, and during the week, the charity also offers Danish tuition for adults.

There are approximately 700 paying members of the Church, and annually over 10,000 people benefit from our activities.

The Church continues to donate 4 annual bursaries to young Danes studying in the UK, and to offer financial support to needy and/or elderly Danes on an ad-hoc basis.

Pastor

In 2017 the Church has benefitted from a resident pastor, Flemming Kloster Poulsen, who started work in July, as well as a part-time pastor, Susanne Freddin Skovhus, whose fixed term contract ended 1 December 2017. Looking forward, we are hoping to employ two full time pastors, to service the 40,000 Danes living in the Greater London area. Due to financial constraints, we rely on Danish Church Abroad/Danish Seamen's Church to fund the salaries.

3. Financial review

The Danish Church has in the financial year 2017 seen a positive financial result. The net increase in funds for the year amounted to £278,205. Donations increased in 2017 to £546,529 of which the large majority was related to the fundraising for the building and restoration project.

Return on investments in 2017 was positive by 6.9% across the Church's investment portfolio compared to 13.3% in 2016. The overall return arises from an increase in portfolio value of £65,681 and dividends and interest of £44,259. The main contribution to the return comes from the Equity share in the portfolio as interest rate levels remained at very low levels throughout 2017. All investments are well in line with the charity's investment policy, and are closely monitored in collaboration with our external Investment Managers.

Looking forward we don't expect 2018 to deliver returns in line with 2017. Depending on market development in the financial markets returns expectations for 2018 are in line with the target return in the charity's investment policy which is 3-4%.

Total income for 2017 amounted to £719,776, an significant increase from the previous year. Operating cost were higher in the year reflecting the higher level in the Church's activities. Total expenditure for the year increased to £507,252 up by 60.7%. Majority of the increase is related to the renovation of the Church Façade.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

Late in 2017, The Church's Benevolent Fund received a major contribution of £40,057 from Abbeyfield Danish Society, at the closure of the Society. This contribution will allow Benevolent Fund to help a wider range of elderly Danes and Danes in need, in the years to come.

4. Reserves policy

The accumulated funds at 31 December 2017 were £2,296,924 of which £1,639,896 related to designated funds and £657,028 unrestricted funds.

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which equates at least to approximately six months unrestricted expenditure. This provides sufficient funds to cover management and administration and support costs.

Currently the Church is highly liquid due to the incoming amounts from fundraising to the Building Project Fund. It is expected that beginning expenditure towards the project will begin in the coming year.

Funds contributed to the Building Project Fund through the fundraising campaign is held in segregated DKK and GBP denominated bank accounts with Danske Bank and HSBC.

The trustees remain of the view that charity is a going concern.

5. Investment policy

The charity's constitution requires its assets to be invested in Denmark or Great Britain, in bank accounts, investment assets or property. The total investment including cash at 31 December 2017 was £1,966,118.

The Church has set out its Investments Policy in line with guidelines set out by the Charity Commission. The Investment Policy is reviewed annually.

6. Risk review

The trustees have taken steps to identify the major risks to which the charity is exposed and systems have been established to mitigate those risks. Identification and management of investment risk is addressed in the Investment Policy of the Church.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

7. Post balance sheet events

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the charity, the results of these operations or the state of affairs of the charity in the financial year subsequent to the financial year ended 31 December 2017.

8. Building Project Fundraising

After years of extensive fundraising, we are now in the fortunate situation that both of our planned building projects are fully funded.

Facade Renovation Project

The facade renovation project is well under way. The project start was delayed until September 2017, and aims to secure the structural stability of the church turrets, that were found to have significant weaknesses at high level, as well as repairing the exterior stone layer of the front of the church. This project is scheduled to finish by end July 2018.

Heritage Lottery Fund has contributed with total £275,000 to facade renovation project. On top of this, we have received smaller but significant donations from CF Lunoe Trust Fund, Asta & Jul. Justesens Fond., Garfield Weston Foundation, AllChurches Trust and Heritage of London Trust, as well as generous donations from members of the congregation.

CF Møller Project

The larger building project, prepared by CF Møller Architects in London, has a budget of around £2.6 million. This project focus on replacing the heating system for the church nave with geo-thermal heating, and generally renewing the heating system throughout the buildings, together with a thorough renovation. In addition, the project will enlarge the storage area, and make better use of space available everywhere.

Final applications for Planning Permission and Listed Building Consent have submitted; Freeholder's Consent in Principle has already been granted. Pending permissions, we are expecting to start actual building in early 2019.

The project is fully funded, with the main benefactor AP Møller Foundation, as well as support from a range of Danish Trusts and local companies and individuals.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

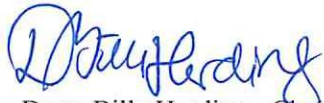
9. Plans for future periods

The Trustees do not anticipate that there will be any fundamental changes in the development of the charity's operation during the coming year. The fundraising campaign for the Building Project has been successful, and we are most grateful for all contributions. Even though the fundraising goals have now been met, donations are still welcomed.

The Church Council believes that both of the planned building projects are urgently required, in order to secure the Church's continued public benefit for the years to come.

Approved and signed on behalf of the trustees

17 June 2018



Dorte Bille Harding - Chairman

INDEPENDENT EXAMINERS' REPORT TO THE MEMBERS OF THE DANISH CHURCH IN LONDON

I report on the accounts of the Charity for the year ended 31 December 2017, which are set out on page 10 to 20.

Respective responsibilities of trustees and examiner

The charity's trustees 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 needed.

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 Commission under section 145(5)(B) of the 2011 Act
- 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 explanation 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 next statement.

Independent Examiner's Statement

In connection with my examination, no matters 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 130 of the 2011 Act and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

INDEPENDENT EXAMINERS' REPORT TO THE MEMBERS OF
THE DANISH CHURCH IN LONDON

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

823 Salisbury House
29 Finsbury Circus
London EC2M 5QQ

17 June 2018


John Lindegaard
Krogh & Partners Limited
Chartered Accountants & Registered Auditors

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2017

| | Note | General Funds GBP | Designa- ted funds GBP | 2017 GBP | 2016 GBP |
|-------------------------------------|------|-------------------------|------------------------------|------------------|------------------|
| INCOMING RESOURCES | | | | | |
| Donations and gifts | | 92,487 | 454,042 | 546,529 | 382,067 |
| Income from operating activities | 2 | 128,988 | 0 | 128,988 | 185,860 |
| Investment income | 3 | 39,686 | 4,573 | 44,259 | 40,970 |
| Total incoming resources | | <u>261,161</u> | <u>458,615</u> | <u>719,776</u> | <u>608,897</u> |
| RESOURCES EXPENDED | | | | | |
| Cost of generating funds | | | | | |
| Fundraising and publicity costs | 5 | 63,478 | 0 | 63,478 | 77,035 |
| Investment management costs | 5 | 4,419 | 0 | 4,419 | 1,870 |
| Charitable activities | 4 | 162,842 | 263,458 | 426,300 | 224,177 |
| Governance costs | 4 | 13,055 | 0 | 13,055 | 12,567 |
| Total resources expended | | <u>243,794</u> | <u>263,458</u> | <u>507,252</u> | <u>315,649</u> |
| NET INCOMING RESOURCES FOR THE YEAR | | <u>17,367</u> | <u>195,157</u> | <u>212,524</u> | <u>293,248</u> |
| Transfers between funds | | <u>14,686</u> | <u>-14,686</u> | <u>0</u> | <u>0</u> |
| NET INCOMING RESOURCES FOR THE YEAR | | 32,053 | 180,471 | 212,524 | 293,248 |
| Gains/(Losses) on investments | | 58,221 | 7,460 | 65,681 | 109,819 |
| NET MOVEMENTS IN FUNDS | | 90,274 | 187,931 | 278,205 | 403,067 |
| BALANCES BROUGHT FORWARD | | | | | |
| 1 JANUARY 2017 | | 566,754 | 1,451,965 | 2,018,719 | 1,615,652 |
| BALANCE BROUGHT FORWARD | | <u>657,028</u> | <u>1,639,896</u> | <u>2,296,924</u> | <u>2,018,719</u> |

BALANCE SHEET AT 31 DECEMBER 2017

| | Note | 2017 GBP | 2016 GBP |
|---|------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | 6 | 271,152 | 281,679 |
| Investments | | <u>1,212,327</u> | <u>1,166,296</u> |
| | | <u>1,483,479</u> | <u>1,447,975</u> |
| Current assets | | | |
| Stocks | | 5,056 | 3,824 |
| Debtors | 7 | 64,516 | 32,880 |
| Cash at bank and in hand | | <u>753,791</u> | <u>537,975</u> |
| | | 823,363 | 574,679 |
| Creditors: amounts falling due within one year | 8 | <u>-9,918</u> | <u>-3,935</u> |
| Net current assets | | <u>813,445</u> | <u>570,744</u> |
| Net assets | | <u>2,296,924</u> | <u>2,018,719</u> |
| Funds | | | |
| Unrestricted income funds | | 657,028 | 566,754 |
| Restricted income funds | | <u>1,639,896</u> | <u>1,451,965</u> |
| | 10 | <u>2,296,924</u> | <u>2,018,719</u> |

These accounts were approved on behalf of the trustees on 17 June 2018


Dorte Bille Harding - Chairman

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

1 Accounting policies

Accounting basis and standards

The accounts have been prepared on the going concern basis and in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting and Reporting by Charities SORP (FRS 102).

Incoming resources

Church activities and related income are accounted for in the period in which the service is provided. Fee receivables are stated after deducting discounts.

Donations are credited to revenue when receivable provided conditions for receipt have been complied with. Donations for specific categories of revenue expenditure are credited to restricted funds.

Investment income is included in the financial statements on an accrual basis.

Resources expended

Expenditure, including staff costs, is included in the accounts on an accruals basis and has been classified under heading that aggregate all costs relating to that category. The irrecoverable VAT is included with the item of expense to which it relates.

Tangible assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided on certain classes of fixed assets so as to write off their cost over their expected useful lives.

The trustees have during the financial year considered the accounting estimates regarding the expected useful lives of tangible fixed assets and amended it in accordance with the below stated rates of depreciation.

| | |
|-----------------------|----------|
| Plant & Machinery | 5 years |
| Furniture & fixtures | 10 years |
| Organ (refurbishment) | 5 years |
| Office equipment | 5 years |
| Motor vehicles | 10 years |

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

No depreciation is charged on the freehold property on the basis that the depreciation on the buildings element is not material.

Foreign currencies

Assets and liabilities in foreign currency are translated into sterling at the rates ruling at the dates of the balance sheet. Transactions in foreign currencies are translated into sterling at the rates ruling at the date of the transactions. Exchange differences are taken into account when arriving at the operating result.

Investments

Investments held as fixed assets are stated at market value.

Debtors

Debtors are valued individually and there are made provision according to this valuation.

Creditors

Creditors are carried at payment or settlement amounts. Where the time value of money is material, creditors are carried at amortized cost.

Funds

Unrestricted general funds can be transferred to specific unrestricted designated funds as the trustees see necessary to provide for future designated expenditure.

Remuneration of Trustees

Members did not receive payments or remuneration during the period. Members' travelling and secretarial expenses incurred when travelling to, or engaged upon, the business of the charity were reimbursed.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

2 Incoming resources

| | General Funds GBP | Designa- ted funds GBP | Total 2017 GBP | Total 2016 GBP |
|--|-------------------------|------------------------------|----------------------|----------------------|
| In furtherance of the charity's objectives | 103,723 | 0 | 103,723 | 129,239 |
| For generating funds | 25,265 | 0 | 25,265 | 56,621 |
| | <u>128,988</u> | <u>0</u> | <u>128,988</u> | <u>185,860</u> |

3 Investment Income

| | | | | |
|---------------|---------------|--------------|---------------|---------------|
| Dividend etc. | 39,686 | 4,573 | 44,259 | 40,620 |
| Bank interest | 0 | 0 | 0 | 350 |
| | <u>39,686</u> | <u>4,573</u> | <u>44,259</u> | <u>40,970</u> |

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

4 Charitable Activities

| | General Funds GBP | Designa- ted funds GBP | Total 2017 GBP | Total 2016 GBP |
|--------------------------|-------------------------|------------------------------|----------------------|----------------------|
| Salaries and NIC | 57,363 | 0 | 57,363 | 43,230 |
| Bursaries | 3,830 | 0 | 3,830 | 3,400 |
| Motor & Travel expenses | 4,330 | 0 | 4,330 | 6,234 |
| Admin. and communication | 21,356 | 0 | 21,356 | 20,090 |
| Sundry expenses | 1,344 | 0 | 1,344 | 2,980 |
| Rent, rates & water | 7,691 | 0 | 7,691 | 13,830 |
| Insurance | 12,102 | 0 | 12,102 | 14,388 |
| Light & heat | 25,203 | 0 | 25,203 | 21,324 |
| Repairs & maintenance | 19,096 | 0 | 19,096 | 50,462 |
| Professional fees | 0 | 263,458 | 263,458 | 25,324 |
| Depreciations | 10,527 | 0 | 10,527 | 11,290 |
| Irrecoverable VAT | 0 | 0 | 0 | 11,625 |
| | <u>162,842</u> | <u>263,458</u> | <u>426,300</u> | <u>224,177</u> |
| <i>Governance costs</i> | | | | |
| Accountancy | 9,855 | 0 | 9,855 | 9,367 |
| Independent Examiners | 3,200 | 0 | 3,200 | 3,200 |
| | <u>13,055</u> | <u>0</u> | <u>13,055</u> | <u>12,567</u> |

The average number of employees during the year was 5 and there were no higher paid staff.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

5 Costs of generating funds

| | General Funds GBP | Designa- ted funds GBP | Total 2017 GBP | Total 2016 GBP |
|---------------------------|-------------------------|------------------------------|----------------------|----------------------|
| Printing | 0 | 0 | 0 | 6,330 |
| Bazaar | 7,463 | 0 | 7,463 | 3,451 |
| Canteen goods | 43,308 | 0 | 43,308 | 48,395 |
| Entertainers | 269 | 0 | 269 | 7,029 |
| Books | 11,259 | 0 | 11,259 | 1,281 |
| Candles & flowers | 1,179 | 0 | 1,179 | 1,085 |
| Other costs | 0 | 0 | 0 | 9,464 |
| | <u>63,478</u> | <u>0</u> | <u>63,478</u> | <u>77,035</u> |
| Bank interest and charges | <u>4,419</u> | <u>0</u> | <u>4,419</u> | <u>1,870</u> |

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

6 Tangible assets

| | Freehold property GBP | Plant machinery, furniture & fixtures GBP | Organ refurbishment GBP | Total GBP |
|---------------------|-----------------------------|---|-------------------------------|----------------|
| Cost | | | | |
| At 1 January | 245,000 | 114,011 | 107,917 | 466,928 |
| Additions | 0 | 0 | 0 | 0 |
| Disposals | 0 | 0 | 0 | 0 |
| At 31 December | <u>245,000</u> | <u>114,011</u> | <u>107,917</u> | <u>466,928</u> |
| Depreciation | | | | |
| At 1 January | 0 | 105,851 | 79,398 | 185,249 |
| Additions | 0 | 1,020 | 9,507 | 10,527 |
| Disposals | 0 | 0 | 0 | 0 |
| At 31 December | <u>0</u> | <u>106,871</u> | <u>88,905</u> | <u>195,776</u> |
| Net book value | | | | |
| At 31 December 2017 | <u>245,000</u> | <u>7,140</u> | <u>19,012</u> | <u>271,152</u> |
| At 31 December 2016 | <u>245,000</u> | <u>8,160</u> | <u>28,519</u> | <u>281,679</u> |

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

7 Debtors

| | 2017 GBP | 2016 GBP |
|---------------|---------------|---------------|
| Other debtors | 64,516 | 32,880 |
| | <u>64,516</u> | <u>32,880</u> |

8 Creditors: amounts falling due within one year

| | 2017 GBP | 2016 GBP |
|-----------------|--------------|--------------|
| Other creditors | 48 | 735 |
| Accruals | 9,870 | 3,200 |
| | <u>9,918</u> | <u>3,935</u> |

9 Related party disclosures

There are no related party transactions that needs to be included.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

10 Funds

| a) Movements of Funds (2017) | Balance 1 January 2017 | Net Incoming/ Outgoing Resources | Balance 31 December 2017 |
|------------------------------|------------------------------|--|--------------------------------|
| General fund | 566,754 | 90,274 | 657,028 |
| Organ fund | 5,026 | 1,904 | 6,930 |
| Building and Reserve fund | 438,834 | 51,000 | 489,834 |
| Salary and Pension fund | 432,243 | 0 | 432,243 |
| Friends fund | 16,042 | 0 | 16,042 |
| Summer School fund | 26,740 | 1,321 | 28,061 |
| FUHU - educational fund | 60,000 | 0 | 60,000 |
| In Memoriam fund | 2,290 | 2,789 | 5,079 |
| Building project fund | 239,472 | 24,650 | 264,122 |
| Façade project fund | 106,186 | -882 | 105,304 |
| Garden fund | 20,332 | 0 | 20,332 |
| Church interior fund | 2,802 | 0 | 2,802 |
| Nordea School fund | 0 | 58,456 | 58,456 |
| Benevolent fund | 101,998 | 48,693 | 150,691 |
| | <u>2,018,719</u> | <u>278,205</u> | <u>2,296,924</u> |

b) Purpose of funds

General fund: Unrestricted reserves

Organ fund: Maintenance and repair of the Church's organ

Building and reserve fund: Purchasing or leasing of new sites or buildings or the repair or rebuilding of existing buildings to be used for Danish Church services in London or in other ways for the furtherance of the work of the church

Salary and Pension fund: Provide salaries and pension for the vicars

Friends fund: Support for the long-term financial stability of the church

Summer School fund: Interest from the fund may be used to send pupil(s) to Summer school in Denmark

FUHU - educational fund: Interest from the fund is used to provide help and financial assistance to Danish student(s) living in the UK or with connections to the UK in the form of bi-annual scholarship grants

In Memoriam fund: Provide flowers on specific dates in memory of a deceased member

Building project fund: Internal rebuilding and development

Façade project fund: External rebuilding and maintenance

Garden fund: Renovation of the Church's court yard and gardens following the Façade- and Building projects

Church interior fund: Maintenance and repair of the church interior

Nordea School fund: Educational supplies, particularly electronic equipment, as well as fixtures and fittings for educational and general purpose

Benevolent fund: Interest from the fund may be used to making grants to Danes in London, who have formerly been in good circumstances, but are now in need

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2017

10 Funds

| a) Movements of Funds (2016) | Balance 1 January 2016 | Net Incoming/ Outgoing Resources | Balance 31 December 2016 |
|------------------------------|------------------------------|--|--------------------------------|
| General fund | 468,086 | 98,668 | 566,754 |
| Organ fund | 3,251 | 1,775 | 5,026 |
| Building and Reserve fund | 462,343 | -23,509 | 438,834 |
| Salary and Pension fund | 432,243 | 0 | 432,243 |
| Friends fund | 16,042 | 0 | 16,042 |
| Summer School fund | 21,780 | 4,960 | 26,740 |
| FUHU - educational fund | 56,469 | 3,531 | 60,000 |
| In Memoriam fund | 2,290 | 0 | 2,290 |
| Building project fund | 41,018 | 198,454 | 239,472 |
| Façade project fund | 0 | 106,186 | 106,186 |
| Garden fund | 20,332 | 0 | 20,332 |
| Church interior fund | 2,802 | 0 | 2,802 |
| Benevolent fund | 88,996 | 13,002 | 101,998 |
| | <u>1,615,652</u> | <u>403,067</u> | <u>2,018,719</u> |

b) Purpose of funds

General fund: Unrestricted reserves

Organ fund: Maintenance and repair of the Church's organ

Building and reserve fund: Purchasing or leasing of new sites or buildings or the repair or rebuilding of existing buildings to be used for Danish Church services in London or in other ways for the furtherance of the work of the church

Salary and Pension fund: Provide salaries and pension for the vicars

Friends fund: Support for the long-term financial stability of the church

Summer School fund: Interest from the fund may be used to send pupil(s) to Summer school in Denmark

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In Memoriam fund: Provide flowers on specific dates in memory of a deceased member

Building project fund: Internal rebuilding and development

Façade project fund: External rebuilding and maintenance

Garden fund: Renovation of the Church's court yard and gardens following the Façade- and Building projects

Church interior fund: Maintenance and repair of the church interior

Benevolent fund: Interest from the fund may be used to making grants to Danes in London, who have formerly been in good circumstances, but are now in need