

**REGISTERED CHARITY NUMBER: 265828**

**IGLESIA NI CRISTO  
TRUSTEES' REPORT AND  
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018**

**Albury Associates Limited  
2nd Floor, One Hobbs House,  
Harrovia Business Village  
Bessborough Road  
Harrow  
Middlesex  
HA1 3EX**

**IGLESIA NI CRISTO**

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FOR THE YEAR ENDED 31 DECEMBER 2018**

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## **IGLESIA NI CRISTO**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018**

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The trustees present their report with the financial statements of the charity for the year ended 31 December 2018. The trustees have adopted the provisions of 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).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and Activities**

The missions of the Iglesia ni Cristo (Church of Christ) embody its purposes as a Charity. The missions include: advancement of religion with dissemination and propagation of the Christian faith and teachings as written in the Bible, the Holy Scriptures; establishment of local congregations, group worship services, and extensions within the United Kingdom that the dissemination and propagation of this religious faith may reach, subject to existing laws of England and Wales.

Associated with these objectives, the Charity aims to establish places for official use of its members in different congregations such as for worship services, in-house training seminars, counseling, and other charitable services for both members and non-members. As proof of this, in the year of 2018, 4 new extensions were established and the locations are mentioned below including the date of their establishments:

Ipswich 3 August 2018

Heathrow North 2 November 2018

Swindon 2 November 2018

Dublin South 20 December 2018

The Charity is determined to establish additional local congregations and places for official use of its members in the United Kingdom.

Various activities are held to enhance and strengthen the spiritual life of the Church members in general. The activities include holding religious worship, prayer meetings, pastoral visitation of brethren, and propagation of the gospel through bible studies, evangelical missions and distribution of religious publications.

The Charity recognises social and humanitarian concerns. The Charity demonstrates this through continuing community activities locally and elsewhere in the world.

The Charity is determined to engage more in charitable works while expanding its mission and to grow in number for the organisation.

The Charity has developed and adopted policies in the advancement of these objectives and has made no changes to these policies during the year. The Charity has updated the governing document and successfully converted to a Charitable Incorporated Organisation (CIO), in order to modernize its practice and undertake thorough review of its powers.

In the furtherance of the actions that have been carried out by the Charity in registering its operations and activities in Scotland and Northern Ireland, the Charity Trustees have plans to complete the process in 2019, now that the Charity has converted to CIO in England and Wales.

Grants are made customarily to other Iglesia ni Cristo churches worldwide after the Trustees' have assessed the project and ensured it complies with the constitution and the UK Charities Act of 2011.

## IGLESIA NI CRISTO

### TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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#### ACHIEVEMENT AND PERFORMANCE

##### Achievements and Performance

The Charity has successfully and significantly met its goals and objectives in expansion through propagation, acquisition of properties, and strengthening of morals and spiritual values of its members.

This year, the Church continued the renovation of the properties to be used by the congregations in Leeds and North Shields, in preparation for the chapel dedications in mid-2019.

Due to the principles of the Church which promote a quality of life guiding people to be honest, law-abiding and God-fearing, the Iglesia Ni Cristo (Church of Christ), with all modesty, contributes greatly to the moral and spiritual enrichment of its members to benefit their families and the communities in which the members reside. The leadership members in the Church continue to guide members to be considerate to the welfare of others in the spirit of love and compassion. This has been the hallmark of the Iglesia Ni Cristo (Church of Christ) for more than a century of its existence in the Philippines, and more than half a century in the United Kingdom, the Church continues to contribute to the community through various charitable activities, which are called INC Giving activities. The INC Giving activities are open to everyone in the community, whether or not they are members of the Iglesia Ni Cristo (Church of Christ).

This year, the Iglesia Ni Cristo (Church of Christ), engaged in more charitable activities, such as community service through clean-up drives to promote the importance of the environment, visiting the senior members of the community organised by the Church's singing volunteers, and food/clothing/toy donations to local charities. This year's events are the following:

Event	Date
INC Giving Neighbourhood Clean-up Drive (Heathrow)	18 February 2018
INC Giving Feed the Homeless (Manchester)	11 March 2018
INC Giving Singing For A Cause (Belfast)	
INC Giving Baby Items Donation (Cambridge/Colchester/Hertfordshire/Norwich)	08 April 2018
INC Giving Clean up Drive	13 May 2018
INC Giving Food Donation	23 June 2018
INC Giving Teachers Appreciation Day	24 June 2018
INC Giving Firefighters Appreciation Day (Newport, Wales)	15 July 2018
INC Giving Blood Donation Drive	08 September 2018
INC Giving Coastal Clean-up Drive (Glasgow)	16 September 2018
INC Giving Neighbourhood Appreciation Day (Battersea)	29 September 2018
INC Giving Police Appreciation Day (Leeds)	12 October 2018
INC Giving Singing For A Cause (Camberwell)	20 October 2018
INC Giving Winter Clothes Donation (Sunderland/North Shields)	22 December 2018

The Charity also continued to hold a series of activities to edify and help propagate the Christian faith and teachings upheld in the Iglesia Ni Cristo (Church of Christ). These activities were:

Event	Date
Worldwide Walk	07 May 2018
Youth Summit	13 May 2018
Musical Production ('One Flock And One Shepherd: God's Promises Fulfilled')	27 July 2018
Picnic in the Park and Food Fare	02 September 2018
Choir INC Concert	04 November 2018
Children's Bible Quiz	23 December 2018

As well as the activities listed above, the Church also promoted good health, exercise and sports activities, through health monitoring and fitness sessions, which were held in various locations in the United Kingdom, such as Camberwell, Battersea, Manchester, Bournemouth, Glasgow, Edinburgh, and Belfast.

The Charity holds the above-mentioned activities to promote the enhancement of social and cultural values of its members, by guiding them to wholesome and enriching activities in sports, music and the arts.

These activities are held by the Iglesia Ni Cristo (Church of Christ) in order to strengthen the faith of the members of the Church who participate and can strengthen the bond between them in a fun and friendly environment. Non-Church members are also invited to these events, so that they can have more exposure to the Christian faith and teachings upheld in the Iglesia Ni Cristo (Church of Christ).

The Charity also carries out outreach work to assist people who are suffering as a result of poverty, natural disasters and catastrophes, regardless of their religious beliefs. This is because the Iglesia Ni Cristo (Church of Christ) embraces the teaching of the Bible to love our neighbours, countrymen and brethren. Therefore the Charity has also been helping the Iglesia Ni Cristo (Church of Christ) Central Administration's program on International Aid to Humanity, which benefits many impoverished people in various parts of the world.

**TRUSTEES' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**ACHIEVEMENT AND PERFORMANCE**  
**Achievements and Performance**

The Trustees were satisfied with the results and progress of the Charity for the year. The Charity Trustees look forward to meet the demand of the times as to continue to be self-sustaining, while meeting its goal for growth and expansion in the years to come.

**FINANCIAL REVIEW**  
**Financial Review**

After reviewing the Charity's financial position at the end of the reporting period, the Trustees are satisfied with the financial position at the Balance Sheet date.

The policy of the Charity remains that unrestricted funds not designated for a specific use should be maintained at a level equivalent to between three and six months expenditures. The Trustees foresee that this level of reserved amounts will ensure that the Charity will be able to continue the current activities should there be a significant drop in funding. During this allotted time, the Trustees will then promote ways in which additional funds may be raised. This group has successfully maintained this goal of reserves throughout the year.

There are no uncertainties about the Charity's ability to continue. The Trustees also maintains that there are no funds or subsidiary undertakings that are materially in deficit.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Structure, Governance and Management**

The Charity was established as a Charitable Trust deed on 10 May 1973.

The Chairman of the Board of Trustees appoints the Trustees when a vacancy would arise.

Their induction includes the following: meeting the office staff; being briefed on procedures; updates being issued by concerned government agencies affecting their roles; and addressing any training needs they may have.

The Trustees manage the Charitable Trust together, and ensure that the expenditures of all funds received are in accordance with the trust deed.

This Charitable Trust is part of a wider network, also called Iglesia ni Cristo (Church Of Christ), an international Christian denomination religion originating in the Philippines and is currently located around the world.

The Trustees are responsible for the management of risks that the Charity would face. The Trustees have undertaken a full risk assessment of the organization and have introduced various key controls. The trustees also review these controls regularly. The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

One of the key risks for the Charity is the impact of a negative event on the Charity's reputation. The Trustees are satisfied that a policy and action plan has been put in place to ensure adequate control of this risk.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**  
265828

**Principal address**  
79 Staines Road West  
Sunbury on Thames  
Surrey  
TW16 7AH

## IGLESIA NI CRISTO

### TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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#### REFERENCE AND ADMINISTRATIVE DETAILS

##### Trustees

Mr Eduardo Manalo	Executive Minister	
	Chairman	
Mr Glicerio Santos Jr	General Auditor	
Mr Ernesto Suratos	General Treasurer	
Mr Bienvenido Santiago Sr	General Evangelist	
Mr Vernon Cunanan	Resident Trustee	
Mr Gerry Sison	Resident Trustee	
Mr Radel Cortez	General Secretary	- resigned 31/5/2019
Mrs Dorothy Orosa	Corporate Secretary	
Mr Harley Alcantara	Resident Trustee	- resigned 31/1/2019
Mr Philip Velasquez	Resident Trustee	
Mr. Allistair Cagnayo	Resident Trustee	
Mr Rene Panoncillo	General Secretary	- appointed 1/6/2019

##### Independent auditors

Albury Associates Limited  
2nd Floor, One Hobbs House,  
Harrobian Business Village  
Bessborough Road  
Harrow  
Middlesex  
HA1 3EX

##### Bankers

Metro Bank  
1 Southampton Row  
London  
WC1B 5HA

#### EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

#### STATEMENT OF TRUSTEES RESPONSIBILITIES

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 and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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.

Approved by order of the board of trustees on 15 November 2019 and signed on its behalf by:

  
Mr Gerry Sison - Trustee

## **REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF IGLESIA NI CRISTO**

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### **Opinion**

We have audited the financial statements of Iglesia Ni Cristo (the 'charity') for the year ended 31 December 2018 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2018 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 the requirements of the Charities Act 2011.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **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.

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

## REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF IGLESIA NI CRISTO

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### **Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

### **Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 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 auditors' 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Albury Associates Limited  
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006  
2nd Floor, One Hobbs House,  
Harrovia Business Village  
Bessborough Road  
Harrow  
Middlesex  
HA1 3EX

15 November 2019

Kiran Patel BA FCA

Senior Statutory Auditor



**IGLESIA NI CRISTO**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	Unrestricted funds £	Restricted funds £	2018 Total funds £	2017 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	4,664,134	588,788	5,252,922	3,260,433
Investment income	3	931	-	931	1,546
Transfers from Restricted fund		-	4,840,741	4,840,741	393,849
<b>Total</b>		<b>4,665,065</b>	<b>5,429,529</b>	<b>10,094,594</b>	<b>3,655,828</b>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	4				
Management and Administration		37,616	3,940,155	3,977,771	2,037,294
Depreciation		114,211	-	114,211	133,224
Building Services and Utilities		-	612,164	612,164	166,359
Property rentals and hire		-	555,971	555,971	545,225
Transfers to Restricted fund		4,646,100	194,641	4,840,741	393,849
<b>Total</b>		<b>4,797,927</b>	<b>5,302,931</b>	<b>10,100,858</b>	<b>3,275,951</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>(132,862)</b>	<b>126,598</b>	<b>(6,264)</b>	<b>379,877</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>1,675,873</b>	<b>16,952,535</b>	<b>18,628,408</b>	<b>18,248,531</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>1,543,011</b>	<b>17,079,133</b>	<b>18,622,144</b>	<b>18,628,408</b>

The notes form part of these financial statements

**IGLESIA NI CRISTO**

**STATEMENT OF FINANCIAL POSITION  
AT 31 DECEMBER 2018**

	Notes	Unrestricted funds £	Restricted funds £	2018 Total funds £	2017 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	10	422,941	16,815,141	17,238,082	17,082,856
<b>CURRENT ASSETS</b>					
Debtors	11	47,423	-	47,423	46,594
Cash at bank and in hand		1,121,549	263,992	1,385,541	1,559,795
		<u>1,168,972</u>	<u>263,992</u>	<u>1,432,964</u>	<u>1,606,389</u>
<b>CREDITORS</b>					
Amounts falling due within one year	12	(48,902)	-	(48,902)	(60,837)
<b>NET CURRENT ASSETS</b>		<u>1,120,070</u>	<u>263,992</u>	<u>1,384,062</u>	<u>1,545,552</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,543,011</u>	<u>17,079,133</u>	<u>18,622,144</u>	<u>18,628,408</u>
<b>NET ASSETS</b>		<u>1,543,011</u>	<u>17,079,133</u>	<u>18,622,144</u>	<u>18,628,408</u>
<b>FUNDS</b>	13				
Unrestricted funds:					
General fund				1,543,011	1,675,873
Restricted funds:					
Restricted Fund				16,815,141	16,591,102
Local fund				166,697	262,471
District fund				97,295	98,962
				<u>17,079,133</u>	<u>16,952,535</u>
<b>TOTAL FUNDS</b>				<u>18,622,144</u>	<u>18,628,408</u>

The financial statements were approved by the Board of Trustees on 15 November 2019 and were signed on its behalf by:

  
Mr Gerry Sison -Trustee

  
Mr Vernon Cunanan -Trustee

The notes form part of these financial statements

**IGLESIA NI CRISTO**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

		<b>2018</b>	<b>2017</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities:</b>			
Cash generated from operations	1	<u>122,076</u>	<u>514,486</u>
<b>Net cash provided by (used in) operating activities</b>		<u>122,076</u>	<u>514,486</u>
<b>Cash flows from investing activities:</b>			
Purchase of tangible fixed assets		<u>(297,261)</u>	<u>(130,103)</u>
Interest received		<u>931</u>	<u>1,546</u>
<b>Net cash provided by (used in) investing activities</b>		<u>(296,330)</u>	<u>(128,557)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>(174,254)</u>	<u>385,929</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>1,559,795</u>	<u>1,173,866</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>1,385,541</u></u>	<u><u>1,559,795</u></u>

The notes form part of these financial statements

NOTES TO THE STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2018

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2018 £	2017 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(6,264)	379,877
Adjustments for:		
Depreciation charges	142,035	133,224
Interest received	(931)	(1,546)
Increase in debtors	(829)	(15,815)
(Decrease)/increase in creditors	(11,935)	18,746
Net cash provided by (used in) operating activities	<u>122,076</u>	<u>514,486</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

**Income**

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

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- no depreciation provided
Fixtures and fittings	- Straight line over 10 years
Motor vehicles	- Straight line over 5 years

Depreciation is not provided in respect of freehold properties as the Trustees believe that the present market value is not less than the cost stated in the accounts. The Charity also follows a regular programme of maintaining the properties in a good state by way of incurring expenditure on repairs and maintenance.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

# IGLESIA NI CRISTO

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2018

### 1. ACCOUNTING POLICIES - continued

#### Restricted funds

##### Building renovation and purchases

These restricted funds are received from other related charities. The funds are restricted to the purchase and renovation of properties, mainly to be used for worship services, training and seminars, counselling and other charitable services for both members and non-members.

##### Local funds

These restricted funds are received in the form of cash donations from the local congregations. The funds are created for local expenditure only.

##### District funds

These restricted funds are received in the form of cash donations from the local congregations. The funds are created for district and local expenditure only. The district is defined as the UK.

### 2. DONATIONS AND LEGACIES

	2018 £	2017 £
Donations	<u>5,252,922</u>	<u>3,260,433</u>

### 3. INVESTMENT INCOME

	2018 £	2017 £
Deposit account interest	<u>931</u>	<u>1,546</u>

### 4. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Grant funding of activities (See note 5) £	Support costs (See note 6) £	Totals £
Management and Administration	1,334,574	2,239,822	403,375	3,977,771
Building Services and Utilities	612,164	-	-	612,164
Property rentals and hire	526,739	-	29,232	555,971
Depreciation	-	-	114,211	114,211
	<u>2,473,477</u>	<u>2,239,822</u>	<u>546,818</u>	<u>5,260,117</u>

### 5. GRANTS PAYABLE

	2018 £	2017 £
Management and Administration	<u>2,239,822</u>	<u>-</u>

Grants amounting to £2,239,822 were paid to other Iglesia Ni Cristo churches during the year (2017: £NIL).

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

**6. SUPPORT COSTS**

	Management	Finance	Governance costs	Totals
	£	£	£	£
Management and Administration	27,824	20,311	355,240	403,375
Depreciation	114,211	-	-	114,211
Property rentals and hire	-	-	29,232	29,232
	<u>142,035</u>	<u>20,311</u>	<u>384,472</u>	<u>546,818</u>

**7. TRUSTEES' REMUNERATION AND BENEFITS**

	2018	2017
	£	£
Trustees' salaries	<u>9,792</u>	<u>73,026</u>

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 December 2018 nor for the year ended 31 December 2017.

**8. STAFF COSTS**

	2018	2017
	£	£
Wages and salaries	799,479	892,557
Social security costs	64,609	80,378
Other pension costs	22,046	-
	<u>886,134</u>	<u>972,935</u>

The average monthly number of employees during the year was as follows:

	2018	2017
Ministers	26	27
Administrative	14	15
Trustees	11	11
	<u>51</u>	<u>53</u>

No employees received emoluments in excess of £60,000.

**9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	2,609,482	650,951	3,260,433
Investment income	1,546	-	1,546
Transfers from Restricted fund	-	393,849	393,849
<b>Total</b>	<u>2,611,028</u>	<u>1,044,800</u>	<u>3,655,828</u>

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

**9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Management and Administration	1,642,116	395,178	2,037,294
Depreciation	133,224	-	133,224
Building Services and Utilities	149,067	17,292	166,359
Property rentals and hire	359,993	185,232	545,225
Transfers to Restricted fund	118,463	275,386	393,849
<b>Total</b>	<b>2,402,863</b>	<b>873,088</b>	<b>3,275,951</b>
<b>NET INCOME/(EXPENDITURE)</b>	<b>208,166</b>	<b>171,712</b>	<b>379,877</b>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	1,467,708	16,780,823	18,248,531
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>1,675,873</b>	<b>16,952,536</b>	<b>18,628,408</b>

**10. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 January 2018	16,591,102	1,110,006	236,797	17,937,905
Additions	224,039	61,217	12,005	297,261
At 31 December 2018	16,815,141	1,171,223	248,802	18,235,166
<b>DEPRECIATION</b>				
At 1 January 2018	-	667,500	187,549	855,049
Charge for year	-	114,211	27,824	142,035
At 31 December 2018	-	781,711	215,373	997,084
<b>NET BOOK VALUE</b>				
At 31 December 2018	16,815,141	389,512	33,429	17,238,082
At 31 December 2017	16,591,102	442,506	49,248	17,082,856

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Other debtors	47,423	46,594



NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Taxation and social security	15,302	33,237
Other creditors	33,600	27,600
	<u>48,902</u>	<u>60,837</u>

13. MOVEMENT IN FUNDS

	At 1/1/18 £	Net movement in funds £	At 31/12/18 £
<b>Unrestricted funds</b>			
General fund	1,676,873	(132,862)	1,543,011
<b>Restricted funds</b>			
Restricted Fund	16,591,102	224,039	16,815,141
Local fund	262,471	(95,774)	166,697
District fund	98,962	(1,667)	97,295
	<u>16,952,535</u>	<u>126,598</u>	<u>17,079,133</u>
<b>TOTAL FUNDS</b>	<u>18,628,408</u>	<u>(6,264)</u>	<u>18,622,144</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	4,665,065	(4,797,927)	(132,862)
<b>Restricted funds</b>			
Restricted Fund	224,039	-	224,039
Local fund	5,012,516	(5,108,290)	(95,774)
District fund	192,974	(194,641)	(1,667)
	<u>5,429,529</u>	<u>(5,302,931)</u>	<u>126,598</u>
<b>TOTAL FUNDS</b>	<u>10,094,594</u>	<u>(10,100,858)</u>	<u>(6,264)</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018

## 13. MOVEMENT IN FUNDS - continued

## Comparatives for movement in funds

	At 1/1/17 £	Net movement in funds £	At 31/12/17 £
<b>Unrestricted Funds</b>			
General fund	1,467,708	208,165	1,675,873
<b>Restricted Funds</b>			
Restricted Fund	16,472,640	118,462	16,591,102
Local fund	201,870	60,601	262,471
District fund	106,313	(7,351)	98,962
	<u>16,780,823</u>	<u>171,712</u>	<u>16,952,535</u>
<b>TOTAL FUNDS</b>	<u>18,248,531</u>	<u>379,877</u>	<u>18,628,408</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	2,611,028	(2,402,863)	208,165
<b>Restricted funds</b>			
Restricted Fund	118,462	-	118,462
Local fund	658,303	(597,702)	60,601
District fund	268,035	(275,386)	(7,351)
	<u>1,044,800</u>	<u>(873,088)</u>	<u>171,712</u>
<b>TOTAL FUNDS</b>	<u>3,655,828</u>	<u>(3,275,951)</u>	<u>379,877</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/17 £	Net movement in funds £	At 31/12/18 £
<b>Unrestricted funds</b>			
General fund	1,467,708	75,303	1,543,011
<b>Restricted funds</b>			
Restricted Fund	16,472,640	342,501	16,815,141
Local fund	201,870	(35,173)	166,697
District fund	106,313	(9,018)	97,295
	<u>16,780,823</u>	<u>298,310</u>	<u>17,079,133</u>
<b>TOTAL FUNDS</b>	<u>18,248,531</u>	<u>373,613</u>	<u>18,622,144</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018

13. MOVEMENT IN FUNDS - continued

At current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	7,276,093	(7,200,790)	75,303
<b>Restricted funds</b>			
Restricted Fund	342,501	-	342,501
Local fund	5,670,819	(5,705,992)	(35,173)
District fund	461,009	(470,027)	(9,018)
	<u>6,474,329</u>	<u>(6,176,019)</u>	<u>298,310</u>
<b>TOTAL FUNDS</b>	<u>13,750,422</u>	<u>(13,376,809)</u>	<u>373,613</u>

14. RELATED PARTY DISCLOSURES

During the year, grants amounting to £2,239,822 were made to other Iglesia Ni Cristo churches (2017: £NIL).

15. EVENTS SINCE THE END OF THE YEAR

**Constitution**

Both during the year and since the year end date, the Trustees have been actively involved in amending the Constitution in order to bring it in line with the Charity's current activities and locations, in order to achieve compliance with regulations.

**Charitable Incorporated Organisation**

Since the year end date, the Charity has successfully registered the conversion of its status into a Charitable Incorporated Organisation on 8 July 2019. The Trustees spent a substantial amount of time in ensuring that full compliance was achieved.