

NORTHERN EVANGELICAL TRUST

REPORT AND ACCOUNTS

YEAR ENDED 31ST MARCH 2010

NORTHERN EVANGELICAL TRUST

REPORT AND ACCOUNTS - 2010

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NORTHERN EVANGELICAL TRUST**TRUSTEES REPORT FOR THE YEAR ENDED 31ST MARCH 2010**

The Trustees have pleasure in presenting their report and financial statements of Northern Evangelical Trust for the year ended 31st March 2010.

Trustees and officers

The Trustees listed below served throughout the year:

Mr B Jackson
Mr G Pountain

Mrs M Jackson
Mr N Lawrence

The Treasurer throughout the period was Mr D Borland OBE.

Charitable objects

The charity was established in 1986 with the object being to provide financial and other support for persons who are training to become or are already in full time pastoral and evangelical work of a Christian nature; to promote the Christian faith among school children and to work alongside ministers and elders of any Christian church in furthering the Christian faith. Thereafter the Bethany project was established with its aims of helping the most under privileged, deprived and vulnerable members of society, especially orphaned children.

Structure, Governance and Management

The trust is a registered charity, number 517995 and is constituted by Deed of Trust. The charity can be contacted at 39 Aspen Lane, Oswaldtwistle, Lancashire, BB5 4NN.

The procedure for the appointment of new Trustees is through consultation between the existing Trustees and the charity's supporters. When new Trustees are inducted their responsibilities are made clear to them by the existing Trustees and they are furnished with relevant booklets, etc. for their information.

Activities

We have maintained the number of children we care for (between 130-135) throughout the year. Our three Tanzanian female students China, Emma and Jesca were joined by Minza, Sophia and Fatuma in September 2009 to start their two year level 3 Diploma in 'Childcare and Education' at Accrington and Rossendale College.

Our new dining room which was started in July 2008 was nearing completion by the end of March 2010 – the roof completed and the floor tiles laid. We also introduced two new wood burning cooking stoves which are helping to improve our efficiency and keeping down costs. The intention to build a new boys dormitory has been put on hold whilst we consider the possible costs of refurbishing the old boys dormitory as an alternative. We now have mains electricity on site although we are still making use of the Solar system. Our 20 member children's choir (made up of children from the children's home) visited the UK for 6 weeks from the end of September to the beginning of November 2009 (approx. 7 weeks). The choir visited many churches and schools raising the awareness of Bethany and the problems in Africa.

Overall, Bethany is holding fast to its aims and objectives "...to help the most underprivileged, deprived and vulnerable members of society, especially orphaned children ...".

Plans for Future Periods

The Trustees plan to continue to develop the Tanzanian property to enhance the education of the children.

Voluntary Help

The financial statements exclude costs for voluntary help which cannot be quantified.

NORTHERN EVANGELICAL TRUST

TRUSTEES REPORT FOR THE YEAR ENDED 31ST MARCH 2010

(Continued)

Reserves and Risk Policies

Unrestricted funds are needed to ensure the continuance of the charity's work. The Trustees consider it prudent that unrestricted reserves should be sufficient:

- a) to avoid the necessity of realising fixed assets held for the charity's use;
- b) to cover four months expenditure.

At the year end unrestricted reserves were sufficient to cover this.

The level of reserves is monitored and reviewed by the Trustees on a regular basis.

The Trustees are assessing the major risks to which the charity is exposed and will investigate systems to mitigate exposure to these risks.

Financial Review

The income, expenditure and resulting deficit for the year, and the charity's financial position at the end of the year are shown on pages 4 and 5 of the financial statements.

A trustee, Mr G.Pountain and the treasurer make regular trips to Tanzania during which they undertake an internal review of the accounting for expenses at the orphanage.

The Trustees are satisfied that at the year end the charity is able to meet its ongoing liabilities.

The charity's balance sheet at the year-end showed a reasonable position.

We thank God for the support of all those who are faithful in their giving so that the charity's work can continue.

Signed on behalf of the Trustees on 12 November 2010



.....
G Pountain - Trustee

**REPORT OF THE INDEPENDENT EXAMINER TO
THE TRUSTEES OF NORTHERN EVANGELICAL TRUST**

I report on the accounts of the charity for the year ended 31st March 2010 which are set out on pages 4 to 8.

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 43(2) of the Charities Act 1993 ("the Act")) and that an independent examination is needed. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Act, whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 statement 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 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act

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.



.....
Carlton G. Cooper, FCA

15 November 2010

On behalf of Cassons
Chartered Accountants
St Crispin House
St Crispin Way
Haslingden
Rossendale
Lancashire
BB4 4PW

NORTHERN EVANGELICAL TRUST
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31ST MARCH 2010

	Unrestricted funds £	Restricted funds £	Total funds 2010 £	Total funds 2009 £
INCOMING RESOURCES				
Donations	-	159,710	159,710	134,030
Fundraising Income	-	2,050	2,050	2,285
Investment income – deposit interest	7	188	195	2,171
Total incoming resources	7	161,948	161,955	138,486
RESOURCES EXPENDED				
Charitable activities				
Wages and staff costs	-	32,895	32,895	36,628
Overseas travel costs	-	23,559	23,559	25,291
Light, heat and household	-	9,939	9,939	10,009
Food and subsistence	-	25,037	25,037	24,905
Sundry expenses	-	1,486	1,486	5,077
Donations	22,309	-	22,309	-
Students' UK expenses	-	970	970	950
Motor expenses	-	10,557	10,557	7,207
Building work and repairs	-	34,865	34,865	45,025
Depreciation	818	3,164	3,982	8,559
Administration and exchange rate movements	-	(76)	(76)	1,215
	23,127	142,396	165,523	164,866
Cost of generating funds				
Fundraising costs	-	700	700	305
Governance costs				
Stamps and stationery	-	-	-	-
Sundry	-	144	144	103
	-	144	144	103
Total resources expended	23,127	143,240	166,367	165,274
Net outgoing resources for the year	(23,120)	18,708	(4,412)	(26,788)
Transfers between funds	(5,577)	5,577	-	-
Total funds brought forward	33,427	108,108	141,535	168,323
Total funds carried forward	4,730	132,393	137,123	141,535

NORTHERN EVANGELICAL TRUST

BALANCE SHEET

31ST MARCH 2010

	Note	2010 £	£	2009 £	£
Fixed assets					
Tangible assets	4		11,915		14,914
Current assets					
Debtors		23,340		18,126	
Cash at bank and in hand		101,968		108,595	
		<u>125,308</u>		<u>126,721</u>	
Liabilities: amounts falling due within one year					
Creditors and accruals		100		100	
Net current assets			125,208		126,621
Net assets	5		<u>137,123</u>		<u>141,535</u>
FUNDS					
Unrestricted Income Funds:					
General Purposes Fund			4,730		33,427
Restricted Income Funds:					
Bethany Orphanage Fund			132,393		108,108
			<u>137,123</u>		<u>141,535</u>

Approved by the Board of Trustees on 12 November 2010 and signed on its behalf by


 B. Jackson - Trustee

NORTHERN EVANGELICAL TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31ST MARCH 2010

1. Accounting policies

The accounts have been prepared in accordance with the Statement of Recommended Practice - "Accounting and Reporting by Charities" - and other relevant accounting standards issued by U.K. accountancy bodies. The particular accounting policies are described below.

a) Accounting convention

The accounts are prepared under the historical cost convention.

b) Donations

- i) Donations made under deeds of covenant and gift aid, together with the associated income tax recoverable, are recognised as income when the donation is received.
- ii) Other donations received are credited to the income and expenditure account in the period they are received.

c) Tangible fixed assets

- i) Depreciation is not provided on land. On other assets it is provided in annual instalments over the estimated useful lives of the assets from the date the assets are brought into use. The rates of depreciation are as follows:

Equipment and fixtures	10% - 25% on cost
Mission Tent	7% on net book value
Computer equipment	25% on net book value

- ii) No value is attributed to donated fixed assets.

2. Expenditure

Included within expenditure for the year are the following:

	2010 £	2009 £
Staff costs – United Kingdom	-	-
Overseas	32,895	36,628
Independent Examiner's fees	- =====	- =====

The average number of UK employees in the year was nil (2009 – nil).

NORTHERN EVANGELICAL TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31ST MARCH 2010

3. Trustees' remuneration, expenses and other transactions

Other than disclosed below, no remuneration directly or indirectly out of the funds of the charity was paid or payable for the year to any trustee or to any person known to be connected with any trustee (2009 – Nil).

No reimbursement of expenses has been made to any trustees in respect of the year (2009 – Nil). The Charity paid travel costs taking Mr G. Pountain, a Trustee, to Tanzania to oversee and assist with the work at the Bethany Orphanage. In common with all volunteer helpers, Mr Pountain makes donations to the Charity which covers the travel expenses.

Mr B Jackson is a Trustee of Hope Metro, a registered charity. During the year the charity made donations of £22,309 to Hope Metro. This donation was made from out of the unrestricted funds which had accumulated in prior years for the purpose of evangelistic work in the UK.

4. Fixed assets for use by the charity

	Mission Tent	Equipment and vehicles	Total
Cost	£	£	£
At 1st April 2009	16,205	101,228	117,433
Additions	-	983	983
Disposals	-	(2,188)	(2,188)
At 31st March 2010	16,205	100,023	116,228
Depreciation			
At 1st April 2009	10,751	91,768	102,519
Charge for the year	818	3,164	3,982
Disposals	-	(2,188)	(2,188)
At 31st March 2010	11,569	92,744	104,313
Net book value			
At 31st March 2010	4,636	7,279	11,915
At 31st March 2009	5,454	9,460	14,914

The costs of the construction and subsequent extensions of the orphanage in Tanzania have not been capitalised. The land upon which the orphanage has been built is not owned by the charity and the Trustees have been unable to secure any legal documentation transferring title of the property to the charity.

NORTHERN EVANGELICAL TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31ST MARCH 2010

5. Analysis of Net Assets by Fund

	General Purposes Fund £	Bethany Orphanage Fund £	Total £
Fixed assets	4,638	7,277	11,915
Current assets	192	125,116	125,308
Liabilities: amounts falling due within one year	(100)	-	(100)
Fund balance	<u>4,730</u> =====	<u>132,393</u> =====	<u>137,123</u> =====

Donations and gifts are given specifically to the Bethany Orphanage Fund. Separate bank accounts have been established for the purpose of ensuring all funds are correctly deposited and administered. The Bethany project is registered in Tanzania as an International Society.