

**Report and  
Financial Statements**

**For the year ended 31 December 2009**

**Church Society  
(A company limited by guarantee)**

**Skingle Helps & Co  
28 Southway  
Carshalton Beeches  
Surrey  
SM5 4HW**

**Company No 213142  
Charity Registration No 249574**

**Report and  
Financial Statements**

**For the year ended 31 December 2009**

**Contents**

**Church Society  
(A company limited by guarantee)**

Trustees' and directors' report	1 - 4
Independent auditors' report	5
Statement of financial activities	6
Income and expenditure account	7
Balance sheet	8
Notes to the financial statements	9 - 22

# Church Society

## Financial statements for the year ended 31 December 2009

---

### Council members

D R L Boyd  
The Revd J A Cheeseman  
Cllr T D Cox  
J R Crabtree (Chairman)  
The Revd G R Curry  
M de Semlyen  
The Revd R W Farr (from 1 September 2009)  
P Gore (to 1 June 2009)  
The Revd Dr J B Hall  
The Revd A F Hogarth  
F A Knaggs (to 1 January 2009)  
The Revd R K Mody  
The Revd D L Moore  
The Revd Dr M J Ovey  
T J P Stevenson (to 19 October 2009)  
The Revd G Townsend  
The Revd N J C Tucker  
The Revd Canon M W Walters  
The Revd S J Walton  
The Revd G L Warren

### Secretary

The Revd D K Phillips

### Charity number

249574

### Company number

213142

### Registered office

Dean Wace House  
16 Rosslyn Road  
Watford  
WD18 0NY

### Auditors

Skingle Helps & Co  
28 Southway  
Carshalton Beeches  
Surrey  
SM5 4HW

### Principal address

Dean Wace House  
16 Rosslyn Road  
Watford  
WD18 0NY

# Church Society

## Financial statements for the year ended 31 December 2009

---

### Bankers

The Royal Bank of Scotland plc  
London Fleet Street Branch  
1 Fleet Street  
London  
EC4Y 1BD

Barclays Bank plc  
32 Clarendon Road  
Watford  
WD17 1GT

### Investment Managers

CCLA (Central Board of Finance)  
80 Cheapside  
London  
EC2V 6DZ

### Solicitors

Trowers & Hamlins  
Sceptre Court  
40 Tower Hill  
London  
EC3N 4DX

# Church Society

## Trustees' and directors' report For the year ended 31 December 2009

---

The directors present their report and the financial statements for the year ended 31 December 2009

### Charity's objectives

Church Society is a registered charity. Its objectives are set out in the Company's governing document, the Memorandum of Association. The charity constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The overall purpose of the Society is to maintain the character of the Church of England as a reformed and national Church witnessing to and seeking to serve the entire nation for the benefit of all. In particular by;

- upholding the supremacy, sufficiency and authority of Scripture;
- equipping and encouraging parochial clergy and lay people in their ministries;
- supporting local churches;
- administering and holding funds and properties with local and national benefits;
- contending for the reformed worship and doctrine of the 39 Articles and Book of Common Prayer;
- uniting all who share these principles;
- promoting friendship with all churches which accept the supreme authority of God's word written;
- opposing all practices which are contrary to reformed doctrine;
- taking all manner of action, including legal and political, to pursue these objectives.

Church Society is working towards these objectives through publishing, parish support, campaigning and administering trusts. Wherever possible this is done in consultation and co-operation with other groups and organisations.

Through its allied company, Church Society Trust, the Society is involved in the patronage work of the Church of England. The Trust is responsible for 113 Livings, many of which are on a shared basis.

Church Society manages a number of financial trusts with various objectives including:

- supporting the training and education of ordinands and clergy;
- providing convalescent care or holidays for sick children;
- Christian work in various parishes or locations subject to certain conditions

Through other trusts the Society owns various properties on behalf of others, in particular 2 Proprietary Chapels (one in Germany) and an Independent Evangelical Church. It acts as holding trustees and appoints some of the trustees for one Church, one Hall and a school. A further trust provides offices for the Society and accommodation for staff.

The operations of Church Society are controlled by a Council of up to 20 people elected annually by the members of the Society. The Churchman Editorial Board and Church Society Trust Directors operate largely as committees of the Council. In addition there is a finance committee. The Council must approve appointments of Church Society Trust Members and the membership of certain other charitable trusts.

There were two full-time and one half-time staff employed throughout the year. Volunteers also assist in many areas and their efforts are much appreciated. The Society is an association of members who share a common vision and members do much of the work of the Society.

### Activities and achievements

During the course of the year Church Society was actively involved in fulfilling its primary objectives of promoting the protestant reformed faith which is the backbone of the Church of England and the established religion of the United Kingdom, of supporting individuals, parishes and other organisations in similar vein, and in challenging and opposing teaching and actions which run counter to this faith.

Local churches and clergy have been helped in their ministry through some of the resources and literature produced by the Society, through advice given on a range of issues, through personal contact, speaking engagements and assistance in appointments.

The Society acted with two other organizations to run an exhibition stand at the Conservative Party Conference. With limited resources this was felt to be the best way to target efforts. Over 1,700 copies were handed out of a booklet entitled "Why Broken Britain Needs Christian Values" and they were given personally to at least half the Shadow Cabinet. Through the literature and conversations the aim was to explain to delegates, cabinet members, MPs and prospective candidates the great benefit of the Christian faith in national life in the past, present and future.

Within our nation there has been a growing pressure from secularists to drive out religion from the public arena and education. Church Society is convinced that this is not only bad for Christians, who desire to live out their faith in every area of life, but also for the nation as a whole which has benefitted so much from Christian influence. This is especially so in the area of education

# Church Society

## Trustees' and directors' report For the year ended 31 December 2009

---

where the Society has a role in appointing trustees to two schools but also knowing that so many parishes have church schools to which they are deeply committed.

Within the Church of England the legislation to consecrate women as bishops has ground on slowly. Church Society again made representation on this matter and through media comment and publications has sought to uphold Biblical teaching on male presbytership and ensure that those who take a similar position are not driven out of the Church of England. The final approval for legislation will not come until a new General Synod is elected in 2010 and the Society has been active in seeking to get candidates to stand for election.

The turmoil in the Anglican Communion precipitated by the promotion of sexual immorality has continued. In July the Fellowship of Confessing Anglicans was launched in the UK. Whilst this has been an encouragement in resisting theological liberalism it must also uphold the character of the protestant and reformed character of the national Church as established by law.

In all the above areas and many others the Society has sought to respond in the public arena setting out Biblical teaching, to publish material via its websites and written publications and to influence opinion both at General Synod and more broadly within the Church.

The Society plays a positive role in supporting and resourcing churches in their gospel work. The staff are also contacted regularly by churches with queries and much of the campaigning work done is to protect and promote ministry at the local level.

Church Society Trust is an associated company holding patronage rights in 113 parishes and an involvement in the appointment of ministers for four other chapels. The concern of the Trust Directors, who meet monthly, is to promote gospel ministry. The Directors are appointed annually by the Council of Church Society from among the members of the Trust. Further details are included in the Trust's own Annual Report and Accounts. During 2009 the Directors handled matters to do with 22 different vacancies. Due to the increasing suspension of presentation and patronage which is held jointly or by turns, not all such appointments are made by the Trust. Consideration was given to changes to 14 parishes.

The backcloth of clergy appointments is a falling number of clergy, ever tighter finances in Dioceses and Diocesan staff who are hard pushed to fulfil their duties. These things have resulted in patrons rights being frequently suspended and often undermined. It now seems to be the exception rather than the rule that proper procedures are followed and proper paperwork issued.

The Society's Annual Conference was held in May on the subject of The Church of England Catholic or Reformed? Once again this was well received though numbers were smaller than hoped. The main speakers were Roger Beckwith, Angus MacLeay, Lee Gatiss and Paul Darlington. The event was again much appreciated and the Annual General Meeting was held on the middle afternoon.

The Society continues to be actively engaged in supporting and resourcing members of the General Synod and also where possible providing material for use in Diocesan or Deanery Synods.

The Society's publishing work is intended to promote Biblical Christianity and address issues in both the Church and nation. Churchman is an international journal of theology and is edited by Professor Gerald Bray with much hard work being done by other members of the Board. Cross+Way is the members' magazine edited by the General Secretary. The main website (churchsociety.org) continued to be expanded with new material being added almost every working day and receives much favourable comment. The site contains over 1,600 articles and content pages. The news site (evangelicals.org) is updated regularly and was clearly appreciated by members and others. The Society also published a booklet encouraging evangelicals to consider ministry in non-evangelical parishes, written by Paul Darlington.

The Directors of Church Society Trust are the shareholders of the Kirchengrundstücksgesellschaft mbH which owns the buildings and appoints the minister for Christ Church, Düsseldorf. The Trust is also represented on the Trustees of St. John's School in Blackpool.

The Council appoint the majority of the Trustees of St. James Ryde and the Society hold the buildings on behalf of the Trustees. The Council also appoint the Trustees of the Luckley Oakfield School Trust and one Council member is also a Governor. The Council appoint the majority of the Trustees of the Hollabury Mission Hall (in the parish of Poughill, Bude). The Council are required by a High Court Order to approve the increase in the remuneration of the Director of the Llewelin Machine Company Ltd of Bristol.

During the course of the year the Council successfully proved and registered its title to a plot of land in the parish of St. Catherine's Wigan which is held on trust for the recreational use of the people of Wigan or for the work of the Society.

A large part of the work of the Society is done by members of the Council, the Finance Committee, Church Society Trust and the Churchman Editorial Board who give their time and energy to serving Christ through pursuing the various objectives of the Society. Other volunteers assist in such things as gift aid processing, stuffing mailings and the compilation of the prayer diary. The office staff are David Phillips (General Secretary) David Meager (Administrative Assistant) and Mike Locke (part-time Finance Assistant). We are particularly grateful for the continuing weekly help of Geoff Cooper. Many other individuals help in other and various ways to assist the work of the Society and Trust.

# Church Society

## Trustees' and directors' report For the year ended 31 December 2009

---

Two serving members of the Council, Philip Gore and Trevor Stevenson, died during the year. Both were very active laymen within the Society, their local churches and the wider church including on General Synod. Philip was the Honorary Treasurer, Trust Director and member of the Finance Committee whilst Trevor had previously been a Director and Finance Committee member. The Society was blessed by God in having two such faithful members and needs others, particularly lay people, to follow in their steps.

### Financial Review

The assets under the control of the Society fall into two broad categories: those used directly in facilitating the work of the Society itself, and those that are administered by the Society for the benefit of others (managed funds).

There are four funds which relate directly to the Society's own work. The General is an unrestricted fund. The Beynon and Dean Wace Memorial funds are permanent endowment and the Patronage fund has been classified as restricted.

Once again the Society has run a deficit for the year. During 2008 and 2009 there was a general recession and turmoil in the financial markets. In 2009 this particularly affected the level of income from investments and as a result the Council was forced to review some of the disbursements from these funds. An appeal was again made to members to increase their giving in order to reduce the ongoing deficit. By the end of 2009 the working reserves were £57,000, enough to cover only about 15 months of the anticipated deficit. This is again significantly better than had been expected at the start of the year and the Council thank God for generous gifts and for an unexpected donation from a charitable trust.

The Society also has shares in the Southsea Mortgage and Investment Company Ltd. that were given to the Society about 30 years ago. No income was received from these shares during the year, although one of the Directors of the Company kindly made a generous donation to the Society to partly offset this. The shares are listed at a nominal value (£20,000 – see note 7) because they cannot be sold easily. The income from the Dean Wace Memorial Fund is included in the General Fund reserve but has been designated by the Council as a building repairs reserve.

### Managed Funds

Most of the managed funds are subsidiary charities for which the Council acts as Trustees (or sometimes as joint Trustees). In each case a trust deed or scheme sets the parameters within which the fund is to be used. A brief description of each can be found on pages 20 and 21 of the accounts. Several funds consist solely of freehold properties including churches, houses or halls. Because many of these are long-standing funds there are often issues that arise and the Society has been undertaking a gradual programme of clarifying the precise nature of each trust. There have been some significant matters that have come to light as a result of this which have taken time and money to resolve. The General Secretary made visits to some of the properties during the year to check on their condition.

The Council has no authority to expend permanent endowment funds but is under an obligation to make attempts to expend the income from those trusts. Other funds contain capital that the Council can spend should they so choose. In most cases the decision has been made not to spend capital unless there is a pressing reason to do so. Wherever income or capital is spent the Council must act within the terms of the Trust. In many instances the trusts were established with very clear terms as to how they should be used. The Council is very aware of the need to honour this in making grants or payments today.

The staff have been undertaking the process of ensuring that all the managed properties have up-to-date land registry entries. Given the age of some of these and varied nature of the document this has not been a straightforward task and remains unfinished.

A list of the grants made from funds can be found on page 11. These will be seen to include such things as holidays for sick children, paying or contributing to salaries, evangelistic work, student grants, building maintenance and more.

In line with common practice the Society charges an administration fee against managed funds. This is set at present at 1% on the balance of invested funds at the start of the year.

The Finance Committee monitored the spread of investments during the course of the year. At the start of year almost all the investments were held in CBF Deposit funds but during the course of the year a cautious return was made to other forms of investment such that at the end of the year there was a split between Deposit and CBF Investments and CBF UK Equities funds.

Financial decisions are the responsibility of the Council but the Finance Committee, which includes considerable experience in a range of financial areas, advises them in this.

### Statement on risks

The trustees confirm that they have given consideration to the major risks to which the charity is exposed and that systems have been designed and established to mitigate those risks.

# Church Society

## Trustees' and directors' report For the year ended 31 December 2009

---

### Statement of trustees'/directors' responsibilities

The trustees (who are also the directors of Church Society Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Statement as to disclosure of information to auditors

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

### Auditors

Skingle Helps & Co have expressed their willingness to continue as auditors and a resolution proposing their re-appointment will be put to the forthcoming annual general meeting.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985, relating to small entities.

Approved by the Trustees  
and signed on their behalf by

Mr J R Crabtree  
**Trustee**

2 March 2010



# Independent auditors' report to the members on the audited financial statements of Church Society

---

We have audited the financial statements of Church Society for the year ended 31 December 2009 on pages 6 to 22. The financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with Section 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

## Respective responsibilities of trustees and auditors

The trustees' (who are also the directors of the charitable company for the purposes of company law) responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out on page 1.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, are properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and are prepared in accordance with the Companies Act 2006. We also report to you whether, in our opinion the information given in the Report of the Trustees is consistent with those financial statements.

In addition, we report to you if, in our opinion, the charitable company has not kept adequate accounting records, if the charitable company's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

We read the Report of the Trustees and consider the implications for our report if we become aware of any apparent misstatements within it.

## Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

## Opinion

In our opinion:

- the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 December 2009 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the Companies Act 2006; and
- the information given in the Report of the Trustees is consistent with the financial statements.

John Helps (Senior Statutory Auditor)  
for and on behalf of Skingle Helps & Co  
28 Southway  
Carshalton Beeches  
Surrey  
SM5 4HW

# Church Society

## Statement of financial activities For the year ended 31 December 2009

	<i>Notes</i>	<i>Un- restricted funds</i>	<i>Restrict- ed funds</i>	<i>Endow- ment funds</i>	<i>2009 Total</i>	<i>2008 Total</i>
		£	£	£	£	£
<b>Incoming resources</b>						
<b><i>Incoming resources from generated funds</i></b>						
<i>Voluntary income:</i>						
Donations		71,562	141	-	71,703	53,113
Legacies		500	-	-	500	5,000
<i>Activities for generating funds:</i>						
Rent receivable		-	150	-	150	200
Fee and other income		12,345	-	-	12,345	16,638
<i>Investment income:</i>						
Investment income		808	19,181	1,786	21,775	51,686
		<u>85,215</u>	<u>19,472</u>	<u>1,786</u>	<u>106,473</u>	<u>126,637</u>
<b><i>Incoming resources from charitable activities:</i></b>						
Subscriptions and publications		12,186	154	-	12,340	14,691
		<u>97,401</u>	<u>19,626</u>	<u>1,786</u>	<u>118,813</u>	<u>141,328</u>
<b>Resources expended</b>						
<b><i>Costs of generating funds:</i></b>						
Fundraising and publicity		3,214	-	-	3,214	2,920
<b><i>Charitable activities:</i></b>						
Distribution and grants	2	22,577	-	-	22,577	19,318
Other costs in furtherance of the charity's objectives		69,804	26,730	-	96,534	104,717
<b><i>Governance costs</i></b>						
		<u>21,556</u>	<u>9,659</u>	<u>-</u>	<u>31,215</u>	<u>32,427</u>
		<u>117,151</u>	<u>36,389</u>	<u>-</u>	<u>153,540</u>	<u>159,382</u>
<b>Total incoming resources</b>						
<b>Total resources expended</b>						
Net incoming/(outgoing) resources before transfers		(19,750)	(16,763)	1,786	(34,727)	(18,054)
Transfers between funds		9,378	(7,592)	(1,786)	-	-
Transfer out of Hollabury Mission Hall charity	23	-	-	(1,000)	(1,000)	-
		<u>(10,372)</u>	<u>(24,355)</u>	<u>(1,000)</u>	<u>(35,727)</u>	<u>(18,054)</u>
<b>Net incoming/(outgoing) resources for the year</b>						
<b>Other recognised gains and losses</b>						
Investments - unrealised gains		-	7,826	19,186	27,012	-
Investments – realised gains/(losses)		-	23,380	6,575	29,955	(260,455)
Fixed assets – unrealised gains		-	-	-	-	-
		<u>(10,372)</u>	<u>6,851</u>	<u>24,761</u>	<u>21,240</u>	<u>(278,509)</u>
<b>Net movement in funds</b>						
<b>Reconciliation of funds</b>						
Balance at 1 January 2009 as originally stated		87,163	297,122	1,651,710	2,035,995	2,314,504
Prior year adjustment	5	-	-	-	-	-
Balance at 1 January 2009 as restated		<u>87,163</u>	<u>297,122</u>	<u>1,651,710</u>	<u>2,035,995</u>	<u>2,314,504</u>
Net movement in funds		<u>(10,372)</u>	<u>6,851</u>	<u>24,761</u>	<u>21,240</u>	<u>(278,509)</u>
<b>Balances carried forward at 31 December 2009</b>						
		<u>76,791</u>	<u>303,973</u>	<u>1,676,471</u>	<u>2,057,235</u>	<u>2,035,995</u>

The notes on pages 9 to 22 form part of these financial statements.

All operations are continuing operations.

# Church Society

## Income and expenditure account For the year ended 31 December 2009

---

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
<b>Income</b>		
Total income of continuing operations	117,027	136,345
<b>Expenditure</b>		
Total expenditure of continuing operations	153,540	159,382
<b>Net expenditure for the year before transfers and investment asset disposals</b>	<u>(36,513)</u>	<u>(23,037)</u>
Transfer from endowment fund	1,786	4,983
Net expenditure for the year before investment asset disposals	<u>(34,727)</u>	<u>(18,054)</u>
Surplus/(deficit) on disposal of investment assets	<u>29,955</u>	<u>(260,455)</u>
<b>Net expenditure for the year</b>	<u><u>(4,772)</u></u>	<u><u>(278,509)</u></u>

The results for the above financial years as set out have been derived entirely from continuing operations.

All recognised gains and losses during the above financial years have been included in the income and expenditure account.

# Church Society

## Balance sheet As at 31 December 2009

	<i>Notes</i>	<i>2009</i>		<i>2008</i>	
		£	£	£	£
<b>Fixed assets</b>					
Tangible fixed assets	5,6		1,033,927		1,035,146
Fixed asset investments	5,7		<u>45,000</u>		<u>45,000</u>
			1,078,927		1,080,146
<b>Current assets</b>					
Stocks	8	4,826		5,325	
Debtors	9	2,636		3,838	
Investments	10	529,720		-	
Bank and short term deposits		<u>452,099</u>		<u>956,896</u>	
		989,281		966,059	
<b>Creditors: amounts falling due within one year</b>	11	<u>(10,973)</u>		<u>(10,210)</u>	
<b>Net current assets</b>			<u>978,308</u>		<u>955,849</u>
<b>Total assets less current liabilities</b>			<u><u>2,057,235</u></u>		<u><u>2,035,995</u></u>
<b>Funds</b>					
Endowment funds	12,16		1,676,471		1,651,710
Restricted funds	13,17		303,973		297,122
Unrestricted funds	14,18		<u>76,791</u>		<u>87,163</u>
	15		<u><u>2,057,235</u></u>		<u><u>2,035,995</u></u>

The notes on pages 9 to 22 form part of these financial statements.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Trustees on 2 March 2010 and were signed on its behalf by:

Mr J R Crabtree  
Chairman

Mr D R L Boyd  
Chairman, Finance Committee

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

---

### 1. Accounting policies

The following accounting policies are considered material in relation to the charitable company's financial statements.

#### 1.1 Accounting convention

The financial statements have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets), and in accordance with the Financial Reporting Standards for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

#### 1.2 Classification of funds

Permanent endowments represents those funds where the capital is required to be retained but the income from those funds can be spent for the benefit of Church Society or others subject in certain cases to specific restrictions contained in the original endowment.

Restricted funds represent the accumulated income of managed funds whose use is restricted to specific purposes according to the terms on which the funds were received.

General fund represents unrestricted income which may be spent generally for furthering the religious and charitable work of Church Society.

#### 1.3 Depreciation of tangible assets

Depreciation is provided on all tangible assets, except freehold property, at annual rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	33% on a straight line basis
----------------------------------	------------------------------

No depreciation is provided on freehold land. It is the policy of the Society to maintain these at least to their current standard and to charge the Statement of Financial Activities the cost of maintenance as incurred. In the opinion of the Council, the depreciation charge is not material because the residual value is not materially different from the carrying amount of the asset. The useful economic lives and residual values are reviewed at the end of each year.

Inalienable fixed and investment fixed assets are not depreciated.

#### 1.4 Investments

Investments are included at market value at the balance sheet date.

Realised gains and losses on investments are calculated as the difference between sales proceeds and market value at the start of the year, or subsequent cost, and are charged or credited to the statement of financial activities in the year of disposal.

Unrealised gains and losses represent the movement in market value during the year and are charged or credited to the statement of financial activities based on the market value at the year end.

#### 1.5 Stocks

Stocks are valued at the lower of cost and net realisable value. Provision is made for obsolete, slow-moving or effective stock where appropriate.

#### 1.6 Incoming resources and resources expended

Income and expenditure is accounted for on the accruals basis. Direct charitable expenditure comprises all expenditure directly relating to the charitable objectives. Fundraising and publicity costs and management and administration costs include a proportion of the salaries of staff engaged in those activities and an apportionment of property costs.

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

---

### 1.7 Intangible income

The contribution to the administration of Church Society supplied in the form of voluntary services is acknowledged with gratitude but not recognised in these financial statements.

### 1.8 Pension costs

Defined benefit scheme – Contributions payable are charged to the statement of financial activities so as to spread the cost of pensions over the service lives of employees in the scheme. The pension charge is calculated on the basis of actuarial advice.

Defined contribution scheme – The pension costs charged in the financial statements represent the contribution payable by the charity during the year.

### 1.9 Grants

Grants are included at the amounts paid from the funds during the year.

### 1.10 Allocation of costs

Wherever applicable, costs associated with relevant training are charged to the Amalgamated Ordination and Training Fund. Likewise wherever applicable, costs associated with patronage work are charged to the Patronage Fund.

### 1.11 Taxation

The charity is exempt from corporation tax on its charitable activities.

### 1.12 Investment Properties

In accordance with SSAP 19:

- i. investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve; and
- ii. no depreciation or amortisation is provided in respect of freehold investment properties and leasehold investments with over 20 years to run.

The Directors consider that this accounting policy results in the accounts giving a true and fair view. Depreciation is only one of many factors reflected in the annual valuation and the amount which might otherwise be shown cannot be separately identified or quantified.

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

---

2. Grants paid	<i>2009</i>	
	£	£
<b>Amalgamated Ordination and Training Fund</b>		
Scholarships	3,000	
Book grants	557	
	<hr/>	3,557
<b>Birchington Convalescent Benefit Fund</b>		
Grants (8 individuals)		1,600
<b>Brighton Emmanuel Church</b>		
Grants to churches	4,000	
Other grants	1,000	
Conference subsidy	-	
	<hr/>	5,000
<b>Düsseldorf Chaplaincy</b>		
Travel costs	70	
Service register	32	
	<hr/>	102
<b>Gloucester Mariners Housing Fund</b>		
Expenses in relation to chaplain		3,798
<b>Leamington Spa, Christ Church</b>		
Contribution to St Mark's, Leamington	600	
Grant to Leamington 'Passion for Life' event	3,000	
	<hr/>	3,600
<b>Paddock Wood Parochial Hall Trust</b>		
Costs of Ashcroft Road property		4,420
<b>Ryde Ecclesiastical Charity</b>		
Payments on behalf of St James Trust		<hr/>
		500
		<hr/>
		22,577
		<hr/>
2008 comparative		19,318
		<hr/>

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

3. Total resources expended	<i>Distributions and grants</i> £	<i>Staff costs</i> £	<i>Depreciation</i> £	<i>Other costs</i> £	<i>Total 2009</i> £	<i>Total 2008</i> £
Fundraising and publicity	-	-	-	3,214	3,214	2,920
Activities in furtherance of charitable objectives:	22,577	50,616	1,662	45,256	120,111	124,035
Governance costs	-	13,683	-	16,532	30,215	32,427
	<u>22,577</u>	<u>64,299</u>	<u>1,662</u>	<u>65,002</u>	<u>153,540</u>	<u>159,382</u>
<b>Other costs</b>					<b>2009</b> £	<b>2008</b> £
Fundraising and publicity					3,214	2,920
Establishment and property					15,014	17,382
Publications					18,609	19,734
Meetings and conferences					10,038	12,153
Other staff costs					1,544	1,180
Professional and management fees					7,848	9,792
Auditors' remuneration – audit services					4,289	3,940
Miscellaneous					4,446	7,941
					<u>65,002</u>	<u>75,042</u>
<b>Staff costs</b>					<b>2009</b> £	<b>2008</b> £
Wages and salaries					51,364	49,742
Social security costs					3,777	3,668
Pension costs (see note 20)					9,158	8,895
					<u>64,299</u>	<u>62,305</u>

The average number of persons employed by the charitable company during the year was 2.5 (2008: 2.5). No employee earned more than £60,000.

#### 4. Trustee remuneration and related party transactions

Council members receive no remuneration for their services. Their travelling expenses are reimbursed in respect of expenses incurred on either Church Society or Church Society Trust business. In the year ended 31 December 2009, 11 Council Members claimed reimbursement of travelling expenses totalling £4,116 (2008: £4,167).

The charitable company does not have indemnity insurance to protect it from loss arising from neglect or defaults of its trustees, employees or agents or to indemnify the trustees or officers against the consequences of any neglect or default on their part.

#### 5. Adjustments to comparative figures for fixed assets

The disclosure in these financial statements of fixed assets and fixed asset investments has been altered to reflect a better classification of those items. Comparative figures have also been altered to reflect this new classification. The reclassification has no effect on reserves.



# Church Society

## Notes to the financial statements For the year ended 31 December 2009

6. Tangible fixed assets	<i>Freehold property – for the charity's own use</i> £	<i>Freehold property – held for charitable purposes</i> £	<i>Fixtures fittings and equipment</i> £	<i>Total</i> £
<b>Cost or valuation</b>				
As at 1 January 2009	750,000	283,000	30,359	1,063,359
Additions	-	-	1,443	1,443
Disposals	-	(1,000)	(676)	(1,676)
Revaluation	-	-	-	-
As at 31 December 2009	750,000	282,000	31,126	1,063,126
<b>Accumulated depreciation</b>				
As at 1 January 2009	-	-	28,213	28,213
Provision for the year	-	-	1,662	1,662
Eliminated on disposals	-	-	(676)	(676)
As at 31 December 2009	-	-	29,199	29,199
<b>Net book value</b>				
As at 31 December 2009	750,000	282,000	1,927	1,033,927
As at 31 December 2008	750,000	283,000	2,146	1,035,146

### **Freehold property – for the charity's own use**

Dean Wace House, Watford – valued in November 1999 by Rumball Sedgwick Chartered Surveyors at a value of £350,000 (historic cost plus cost of improvements £375,892). Value updated as at 31 December 2007 and confirmed as at 31 December 2009 by the directors to £750,000.

### **Freehold property – held for charitable purposes**

Ashcroft Road, Paddock Wood – valued in 1996 by Ecclesiastical Insurance Group at £80,000 (historic cost £12,561). Value updated as at 31 December 2007 and confirmed as at 31 December 2009 by the directors to £275,000.

The following properties have all been shown in the balance sheet at a notional amount of £1,000. In each case, the property is an asset of an endowment fund and its sale is subject to significant restrictions or is not permitted under any circumstances.

#### ***Not inalienable – expendable endowment***

Lightbowne Evangelical Church  
Gloucester Mariners Hall  
St Andrews, Montserrat  
Southfields Scout Hut

#### ***Not inalienable – permanent endowment***

Gloucester Mariners Church

#### ***Inalienable – permanent endowment***

Penrhyn Hall, Walthamstow  
Old Hill Hall

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

### 7. Fixed assets investments

	<i>Freehold property – Commercial Road, Paddock Wood</i>	<i>Shares in Southsea Mortgage and Invest- ment Company Limited</i>	<i>Total</i>
	£	£	£
Cost or valuation			
Valuation at 1 January 2009	25,000	20,000	45,000
Revaluation	-	-	-
	<hr/>	<hr/>	<hr/>
Market valuation at 31 December 2009	25,000	20,000	45,000
	<hr/>	<hr/>	<hr/>
<b>Historic cost</b>	-	2,430	2,430

Commercial Road, Paddock Wood – valued in November 1995 by Ibbett Mosely Chartered Surveyors at a value of £3,000 (historic cost £nil). Value updated as at 31 December 2007 and confirmed as at 31 December 2009 by the directors to £25,000.

The shares in the Southsea Mortgage and Investment Company Limited have been re-valued and assigned a value based on long-term income. The shares can only be sold or transferred to another shareholder of Southsea Mortgage and Investment Company Limited.

### 8. Stocks

	<i>2009</i>	<i>2008</i>
	£	£
Publications for resale	4,826	5,325

### 9. Debtors

	<i>2009</i>	<i>2008</i>
	£	£
Amount owed by Church Society Trust	-	-
Prepayments	1,603	3,142
Other debtors due after more than one year	1,033	696
	<hr/>	<hr/>
	2,636	3,838

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

---

<b>10. Current asset investments</b>	<b>2009</b>
	<b>£</b>
<b>Cost or valuation</b>	
Valuation at 1 January 2009	-
Purchases	585,368
Disposals	(82,660)
Revaluation	27,012
	<hr/>
Market value at 31 December 2009	<u>529,720</u>
<b>Historic cost</b>	
At 31 December 2009	<u>502,708</u>
At 31 December 2008	<hr/> -

All current asset investments are placed with CCLA Investment Management Limited - The CBF Church of England Funds. Of the above market value total, £79,688 is held in the UK Equity Funds and £450,032 is held in Investment Funds.

<b>11. Creditors: amounts falling due within one year</b>	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Other creditors	1,528	1,591
Deferred income	2,679	530
Accruals	6,766	8,089
	<hr/>	<hr/>
	<u>10,973</u>	<u>10,210</u>

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

### 12. Endowment funds

	<i>Movement in funds</i>				<i>Balance 31 December 2009</i>
	<i>Balance 1 January 2009</i>	<i>Incoming resources</i>	<i>Resources expended</i>	<i>Gains/ (losses) and transfers</i>	
	£	£	£	£	£
<b>Permanent endowment funds</b>					
E A Beynon Fund	91,335	1,786	-	7,542	100,663
Birchington Convalescent Benefit Fund	53,169	-	-	1,607	54,776
Brighton Emmanuel	164,771	-	-	5,300	170,071
Gloucester Mariners Church	1,000	-	-	-	1,000
Hollabury Mission Hall, Poughill, Cornwall	1,000	-	-	(1,000)	-
Leamington Spa, Christchurch	53,367	-	-	1,543	54,910
Maidstone, St Faith Parish Room	116,922	-	-	3,585	120,507
Old Hill Hall	1,000	-	-	-	1,000
Walthamstow, Penrhyn Hall Trust	1,000	-	-	-	1,000
	483,564	1,786	-	18,577	503,927
Dean Wace Memorial	762,869	-	-	389	763,258
	1,246,433	1,786	-	18,966	1,267,185
<b>Expendable endowment funds</b>					
Lightbowne Evangelical Church, Manchester	1,000	-	-	-	1,000
Gloucester Mariners Hall	1,000	-	-	-	1,000
St Andrews, Montserrat	1,000	-	-	-	1,000
Southfields Scout Hut	1,000	-	-	-	1,000
Düsseldorf Chaplaincy	4,664	-	-	140	4,804
Gloucester Mariners Residence Fund	100,047	-	-	3,446	103,493
Paddock Wood Parochial Church Hall Trust	296,566	-	-	423	296,989
	1,651,710	1,786	-	22,975	1,676,471

Following further clarification of the terms of the certain funds, Lightbowne Evangelical Church, Manchester, Gloucester Mariners Hall, St Andrews, Montserrat and Southfields Scout Hut have all been reclassified as expendable endowment funds rather than permanent endowment funds.

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

### 13. Movement on restricted funds

	<i>Balance 1 January 2009</i>	<i>Incoming resources</i>	<i>Movement in funds Resources expended</i>	<i>Gains/ (losses) and transfers</i>	<i>Balance 31 December 2009</i>
	£	£	£		£
Amalgamated Ordination and Training Fund	161,215	3,650	(5,175)	12,659	172,349
Birchington Convalescent Benefit Fund	1,208	1,520	(2,139)		589
Brighton Emmanuel Trust	3,899	3,809	(6,678)	11,861	12,891
Dean Wace Memorial	6,162	458	(781)	-	5,839
Düsseldorf	203	133	(149)	-	187
Gloucester, Mariners Hall	179	-	-	-	179
Gloucester Mariners Residence Fund	3,143	2,801	(5,035)	-	909
Hove, Holy Trinity	4,091	93	(36)	19	4,167
Leamington Spa, Christchurch	50,038	2,866	(4,731)	(1,801)	46,372
Maidstone, St Faith Parish Room	2,844	2,490	(1,188)	-	4,146
Paddock Wood Parochial Church Hall Trust	18,729	536	(4,576)	-	14,689
Patronage Fund	4,419	64	(3,681)	-	802
Publications	5,141	235	(1,215)	-	4,161
Ryde Ecclesiastical Charity	23,273	634	(875)	662	23,694
Walthamstow, Penrhyn Hall Trust	3,518	102	(35)	-	3,585
Walthamstow, St John	9,060	236	(95)	213	9,414
	<u>297,122</u>	<u>19,627</u>	<u>(36,389)</u>	<u>23,613</u>	<u>303,973</u>

### 14. Movement on unrestricted funds

	<i>Balance 1 January 2009</i>	<i>Incoming resources</i>	<i>Movement in funds Resources expended</i>	<i>Gains/ (losses) and transfers</i>	<i>Balance 31 December 2009</i>
	£	£	£		£
General fund	54,992	97,401	(117,151)	9,378	44,620
Legacies fund	32,171	-	-	-	32,171
	<u>87,163</u>	<u>97,401</u>	<u>(117,151)</u>	<u>9,378</u>	<u>76,791</u>

### 15. Net assets held by funds

	<i>Un- restricted funds</i>	<i>Restricted funds</i>	<i>Endow- ment funds</i>	<i>Total funds</i>
	£	£	£	£
Tangible fixed assets	1,927	-	1,032,000	1,033,927
Fixed asset investments	20,000	-	25,000	45,000
Current asset investments	-	165,914	363,806	529,720
Other current assets	65,837	138,059	255,665	459,561
Current liabilities	(10,973)	-	-	(10,973)
	<u>76,791</u>	<u>303,973</u>	<u>1,676,471</u>	<u>2,058,235</u>

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

### 16. Net assets held by endowment funds

	<i>Fixed assets</i>	<i>Invest- ments</i>	<i>Other net current assets</i>	<i>Total</i>
	£	£	£	£
<b>Permanent endowment funds</b>				
E A Beynon Fund	-	30,176	70,487	100,663
Birchington Convalescent Benefit Fund	-	43,952	10,824	54,776
Brighton Emmanuel	-	94,970	75,101	170,071
Gloucester Mariners Church	1,000	-	-	1,000
Hollabury Mission Hall, Poughill, Cornwall	-	-	-	-
Leamington Spa, Christchurch	-	42,199	12,711	54,910
Maidstone, St Faith Parish Room	-	45,964	74,543	120,507
Old Hill Hall	1,000	-	-	1,000
Walthamstow, Penrhyn Hall Trust	1,000	-	-	1,000
	<u>3,000</u>	<u>257,261</u>	<u>243,666</u>	<u>503,927</u>
Dean Wace Memorial	750,000	10,639	2,619	763,258
	<u>753,000</u>	<u>267,900</u>	<u>246,285</u>	<u>1,267,185</u>
<b>Expendable endowment funds</b>				
Lightbowne Evangelical Church, Manchester	1,000	-	-	1,000
Gloucester Mariners Hall	1,000	-	-	1,000
St Andrews, Montserrat	1,000	-	-	1,000
Southfields Scout Hut	1,000	-	-	1,000
Düsseldorf Chaplaincy	-	3,855	949	4,804
Gloucester Mariners Residence Fund	-	83,016	20,477	103,493
Paddock Wood Parochial Church Hall Trust	300,000	9,035	(12,046)	296,989
	<u>1,057,000</u>	<u>363,806</u>	<u>255,665</u>	<u>1,676,471</u>
Original cost	388,453	344,620	255,665	988,738
Revaluations	668,547	19,186	-	687,733
	<u>1,057,000</u>	<u>363,806</u>	<u>255,665</u>	<u>1,676,471</u>

Following further clarification of the terms of the certain funds, Lightbowne Evangelical Church, Manchester, Gloucester Mariners Hall, St Andrews, Montserrat and Southfields Scout Hut have all been reclassified as expendable endowment funds rather than permanent endowment funds.

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

### 17. Net assets held by restricted funds

	<i>Invest- ments</i>	<i>Other net current assets</i>	<i>Total</i>
	£	£	£
Amalgamated Ordination and Training Fund	90,722	81,627	172,349
Birchington Convalescent Benefit Fund	-	589	589
Brighton Emmanuel Trust	-	12,891	12,891
Dean Wace Memorial	-	5,839	5,839
Düsseldorf	-	187	187
Gloucester, Mariners Hall	-	179	179
Gloucester Mariners Residence Fund	-	909	909
Hove, Holy Trinity	2,332	1,835	4,167
Leamington Spa, Christchurch	42,766	3,606	46,372
Maidstone, St Faith Parish Room	-	4,146	4,146
Paddock Wood Parochial Church Hall Trust	-	14,689	14,689
Patronage Fund	-	802	802
Publications	-	4,161	4,161
Ryde Ecclesiastical Charity	18,095	5,599	23,694
Walthamstow, Penrhyn Hall Trust	-	3,585	3,585
Walthamstow, St John	11,999	(2,585)	9,414
	<u>165,914</u>	<u>138,059</u>	<u>303,973</u>
Original cost	158,088	138,059	296,147
Revaluations	7,826	-	7,826
	<u>165,914</u>	<u>138,059</u>	<u>303,973</u>

### 18. Net assets held by unrestricted funds

	<i>Fixed assets</i>	<i>Invest- ments</i>	<i>Other net current assets</i>	<i>Total</i>
	£	£	£	£
General fund	1,927	20,000	22,693	44,620
Legacies fund	-	-	32,171	32,171
	<u>1,927</u>	<u>20,000</u>	<u>54,864</u>	<u>76,791</u>

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

---

### 19. Purpose of funds

Amalgamated Ordination and Training Fund	To assist with and promote the educational and training needs of those persons who are, or are training to become, ministers in the established Church of England who subscribe to the conservative, evangelical tradition.
E A Beynon Fund	For the general purposes of the National Church League which in 1950 merged with Church Association to become Church Society.
Birchington Convalescent Benefit Fund	To make grants to enable poor children and in default of poor children other poor persons to obtain convalescent treatment after illness.
Brighton, Emmanuel Church	To maintain Christian and missionary work on Scriptural Protestant and Evangelical lines so far as practicable in the Brighton and Hove area and Subject thereto elsewhere.
Patronage Fund	To pay for work in relation to Church Society's patronage activities (in particular those of Church Society Trust).
Dean Wace Memorial Fund	To provide land and buildings for Church Society and money for the Society's general purposes.
Düsseldorf Chaplaincy	To pay for the expenses of Christ Church, Düsseldorf in relation to both the upkeep of buildings and the employment of staff.
Gloucester Mariners Church	To provide a residence for the chaplain of the Mariner's Chapel.
Hove, Holy Trinity	To promote the Christian religion by such means as the Trustees shall decide, in particular to make payments for the maintenance, of the buildings and fabric of Holy Trinity, Hove and subject thereto for the promotion of Christian religion through other churches practising an evangelical and Protestant belief.
Leamington Spa, Christ Church	For the augmentation of the stipend of the Incumbent of St Mark's, Leamington Spa, so long as the doctrine and worship in the parish of St Mark's are evangelical in character.
Maidstone, St Faith Parish Room	To provide funds for the Vicar of St. Faith's for the purposes of the parish.
Paddock Wood Parochial Church Hall Trust	To provide funds for evangelical purposes in or in connection with the parish of St. Andrew's Paddock Wood.
Publications Fund	Established in 2003 to further the publishing work of Church Society including the production, marketing and distribution of material for sale or free distribution.



# Church Society

## Notes to the financial statements For the year ended 31 December 2009

---

### 19. Purpose of funds (continued)

Ryde Ecclesiastical Charity	To further the religious and other charitable work of the Church of England in the Ecclesiastical Parish of Ryde.
Ryde, St James	To provide for maintenance and propagation of the Protestant and Evangelical principles of the Church of England through St. James' Chapel Ryde, the Isle of Wight.
Walthamstow, Penrhyn Hall Trust	To permit the Penrhyn Hall to be used under the direction and control of the vicar of St. John's Walthamstow so long as it is used consistently with evangelical principles.
Walthamstow, St John	To support any work within the parish of St. John's Walthamstow, either being part of church activities or in support of charities operating within the parish.
Freeholds held on behalf of Churches or other charities	Lightbowne Evangelical Church, Manchester, Gloucester Mariners Hall, Hollabury Mission Hall, Poughill, Cornwall, St Andrews, Montserrat, Southfields Scout Hut, Old Hill Hall.

### 20. Pension Schemes

The Church Society participates in the Church of England Funded Pensions Scheme and employs one member of the Scheme out of a total membership of approximately 10,000 active members.

The Church of England Funded Pensions Scheme is a defined benefit scheme but Church Society is unable to identify its share of the underlying assets and liabilities - each employer in that scheme pays a common contribution rate. A valuation of the Scheme was carried out as at 31 December 2006. This revealed a shortfall of £141 million, with assets of £468 million and a funding target of £609 million, assessed using the following assumptions:

- An investment strategy of: a nil allocation to gilts for the next 10 years, increasing linearly to reach 30% after 20 years; and the balance of the assets in equities;
- Investment returns of 4.25% pa on gilts and 5.75% pa on equities;
- RPI inflation of 3.1% pa (and pension increases consistent with this);
- Increase in pensionable stipends 4.6% pa; and
- Post-retirement mortality in accordance with the PA00 tables, adjusted so that members are assumed to be two years younger than they actually are, with allowance for future improvements according to the "medium cohort" projections, and subject to a minimum annual improvement in mortality rates of 1% for males and 0.5% for females.

For schemes such as the Church of England Funded Pension Scheme, paragraph 9(b) of FRS 17 requires Church Society to account for pension costs on the basis of contributions actually payable to the Scheme in the year.

Following the results of the valuation, and some agreed changes to benefits, Church Society's contribution rate decreased from 39.8% to 39.7% of pensionable stipends with effect from 1 April 2008. The contribution rate was subsequently increased to 45% of pensionable stipends with effect from 1 January 2010, reflecting unfavourable investment experience and changes in financial conditions. A new valuation of the scheme is being carried out as at 31 December 2009.

During the year contributions to the Church of England Funded Pensions Scheme totalled £7,741 (2008: £7,529).

Additionally, during the year defined contribution pension costs of £1,417 (2008: £1,366) were paid on behalf of 2 (2008: 2) employees to the Church of England Defined Contribution Scheme section of the Church Workers Pension Fund.

# Church Society

## Notes to the financial statements For the year ended 31 December 2009

---

### 21. Capital commitments and contingent liabilities

The charitable company had no material capital commitments nor contingent liabilities at 31 December 2009. (2008: £nil).

### 22. Luckley-Oakfield School Trust

The Council of Church Society appoints the Trustees of the Luckley-Oakfield School Trust which owns a school near Woking. In the event of the Trust being wound up the assets would revert to Church Society for educational purposes.

### 23. Hollabury Mission Hall

During the year to 31 December 2009, the Hollabury Mission Hall was transferred to a separate Trustee body with the Society remaining as holding trustee for the building. Church Society Council appoints the Trustees.