

Company number 3546759

Charity number 1069942

Clarendon Trust Limited

Group Report and Financial Statements

Year ended 31 August 2024

CLARENDON TRUST LIMITED

Financial Statements - 31 August 2024

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CLARENDON TRUST LIMITED

TRUSTEES' REPORT

REFERENCE AND ADMINISTRATIVE DETAILS

Clarendon Trust Limited is a registered charity (1069942) and a company limited by guarantee (3546759).

Its registered office is: 21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

The Trustees throughout the year, (unless otherwise shown), and at the date the report is signed were:

K Ball (resigned on 31st December 2023)
A Bateman (appointed on 11th June 2024)
W Bigwood
N de Freese (appointed on 20th February 2024)
J Foreman (resigned on 7th November 2023)
P Jarvis (resigned on 14th May 2024)
A Knight
M Sibanda
J Waller (appointed on 14th May 2024)
D Wilson (appointed on 19th March 2024)

The senior staff of the charity throughout the year were: Matt Carvel
Annie Waller
Neville Jones
Matt Simmonds
Stephen Dawson

Company Secretary A Waller

The company's advisors are:

Bankers: National Westminster Bank plc
103 Church Road
Hove
East Sussex
BN3 2BF

Registered Auditors: Shona Wardrop C.A.
Chariot House Limited
44 Grand Parade
Brighton
BN2 9QA

CLARENDON TRUST LIMITED

Trustees' Report – continued

The trustees present their report and the financial statements for the year ended 31 August 2024. The financial statements have been prepared in accordance with the accounting policies set out on pages 13 to 15 and comply with current statutory requirements the Financial Reporting Standard applicable in the U.K. and Republic of Ireland (FRS102) (effective from 1 January 2019), the Memorandum and Articles of Association, and the Statement of Recommended Practice: Accounting and Reporting by Charities 2019.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The company was incorporated on 16 April 1998 and was registered as a charity on 5 June 1998. It is governed by its Memorandum and Articles of Association. The company is limited by guarantee and has no share capital. The liability of the members is £10 each in the event of the company being wound up. The charity is also known as Emmanuel.

Potential new trustees are recommended by the Elders of the church and are appointed by the members, if considered suitable following interview by the existing trustees. The induction process for trustees involves supplying them with copies of the Memorandum & Articles of Association, recent Accounts and Minutes of Trustees' Meetings. They are also shown the work of Clarendon Trust Limited and meet with the senior staff. Opportunities for training are also made available through our lawyers and auditors. Trustees meet regularly through the year and all the major decisions of the charity are made with them in consultation with the church Elders.

Friends First Trust and Oaks Trust are connected with Clarendon Trust Ltd (of 17 Clarendon Villas, Hove, East Sussex BN3 3RE) in that the charities have common trustees and Clarendon Trust Ltd is the sole corporate member of both Friends First Trust and Oaks Trust. Clarendon Enterprise Trading (CET), operated for the purpose of raising funds for the benefit of Clarendon Trust through the hiring of rooms for conferences, meetings, weddings, parties, etc. The CET directors are Neville Jones, Nils de Freese and Kate Ball.

RISK MANAGEMENT

The trustees have recognised the importance of assessing and managing risk associated with the charity's objectives. The process of identifying risk is ongoing and has been an essential part of the management of the charity for some years. Clarendon Trust and its subsidiaries Friends First Trust and Oaks Trust have a set of comprehensive policies and rules in place to ensure ongoing identification, management and documentation of foreseeable risks.

Financial Sustainability is monitored through the Finance Department, Trustee meetings and sub-committees. Regular management accounts give an up-to-date picture of Clarendon Trust's financial position each month and cash flow forecasts monitors the organisation's liquidity. Attention has also been focussed on non-financial risks arising from fire, health and safety, and food hygiene. Members of staff undergo relevant training on a regular basis. A comprehensive insurance policy exists to ensure that all insurable risks are covered. DBS checks are in place to safeguard young people and minimise the risk of inappropriate persons being involved in pastoral and youth work.

OBJECTIVES AND ACTIVITIES

The trustees have had regard to the Charity Commission guidance on public benefit, and paid due regard to it in deciding what activities the charity should undertake. The trustees are satisfied that the ongoing activities which they are involved in means that the charity is continuing to meet the

CLARENDON TRUST LIMITED

Trustees' Report – continued

public benefit requirement. The main objectives of the charity are to advance the Christian faith, to provide assistance for aged persons and those in conditions of need, hardship or distress, and to make gifts, donations or loans to any charitable religious institution. These objectives have not changed during the year. Clarendon Trust aims to encourage, equip and care for members of the church in Brighton and Hove as well as to work with individuals and organisations in the United Kingdom and internationally who share the charity's vision and values.

The key elements of the charity's strategy are:

- to preach and spread the message of the Christian gospel;
- to build and grow a community of believers who demonstrate Christian love for one another;
- to equip people for works of service both locally and internationally; and
- to engage with the local community through acts of service with a particular emphasis on the poor.

The charitable company receives a certain amount of voluntary help in various areas of church life including administration, children's work, Sunday services, social engagement ministries. It is not possible to quantify the value of this.

ACHIEVEMENTS AND PERFORMANCE FOR PUBLIC BENEFIT

The trustees confirm that they have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities. Emmanuel Church was founded over 45 years ago. In this time, we have sought to serve the local City, the UK and internationally. This report reflects aspects of each of these 3 components.

1. Sunday services and membership care

The focus of the last financial year has continued to be one of stabilisation of the organisation following some staff restructuring. All 5 services have been maintained and started to show signs of numerical growth. Together with this, we have continued to provide the online provision created to allow for those who are unable to come to view the Sunday service in-person, as well as providing a window into the church for those wanting to know more about Emmanuel. We have continued to engage volunteers in all areas of ministry, and further developing our plan for members to connect in small groups outside of the Sunday setting.

2. Church planting

Emmanuel is continuing to actively support a number of churches and church plants in the UK and Continental Europe. This involves cities such as London, Bath, Belfast, Berlin, Amsterdam and Krakow. In 2023-24 we continued to financially support, by means of grants, the church plants in London, Belfast and Krakow. Emmanuel is linked with these churches and church plants and supports them through regular visits and training as well as building strong relationships with the congregations.

3. Newday

In our final year of oversight of Newday, the event and activities were transferred to a newly established independent charity in December 2023.

CLARENDON TRUST LIMITED

Trustees' Report – continued

Oaks Trust

This subsidiary charity started activity during 2014 and seeks to help those who are poor and disadvantaged for a variety of reasons. The charity oversees the activities of foodbanks in each of our locations. Over the last year there has been 28% more referrals and requests made to foodbanks across the UK as well as free school meal provision rising by 13% in 2023. Oaks Trust has tried to meet this need by continuing to provide emergency food and a space for social workers to bring clients and chat whilst they wait to receive their food parcels, as well as an opportunity for people to access debt support services.

Friends First Trust

This subsidiary charity provides support to adult men and women with a background in homelessness and/or long-term unemployment to gain work experience and link them with opportunities to increase their employability and access to paid employment. The charity works in partnership with local employers who open up work experience and paid employment opportunities to its beneficiaries. Friends First works with socially minded property investors to enable beneficiaries to access secure and affordable accommodation. Friends First recruit, screen, and train volunteer mentors and befrienders to come alongside beneficiaries living in their local communities. The charity also has access to counselling referral and regularly work alongside and signpost to other like-minded agencies in the city.

FINANCIAL REVIEW

The accounts on pages 10 to 24 comply with statutory requirements of the Memorandum and Articles of Association.

The Consolidated Statement of Financial Activities on page 10 shows total net outgoing resources of £194,746 (2022/23: £135,529 incoming). The charitable company has continued to fund, out of the general fund, a variety of projects and activities which are in line with its stated objectives. The level of activity for the year was satisfactory. There was a balance of £1,523,993 (2023: £1,702,041) on the unrestricted funds at the year end. The principal restricted fund operated by the charity is the building fund. This has been used to fund the purchase and construction of the Clarendon Centre.

The main asset of the charitable company is the freehold property known as the Clarendon Centre, which is used as a church meeting place. The results of all subsidiaries - Friends First Trust, Oaks Trust and Clarendon Enterprise Trading – are consolidated into these financial statements. The results of Friends First and Oaks Trust are included within restricted funds. The result of Clarendon Enterprise Trading is included within unrestricted funds. The charitable company is dependent upon the continued receipt of donated income as its main source of income. This is complemented by trading income, receipts from conferences and contributions from other churches. At the year end its financial position was satisfactory and the trustees are satisfied that it is appropriate to prepare the accounts on a going concern basis.

The charity's employees' remuneration including key management personnel is set according to a salary band structure that has been established by the trustees using benchmarks with comparable organisations.

CLARENDON TRUST LIMITED

Trustees' Report – continued

RESERVES POLICY

Clarendon Trust's reserves policy is to maintain a sufficient level of reserves to enable operating activities to be maintained, taking account of potential risks and contingencies that may arise from time to time. The level of reserves is monitored throughout the year and the policy is reviewed annually by the trustees. The trustees consider that the charity currently needs to maintain free reserves of three months unrestricted expenditure. At 31 August 2024, free reserves were £624,726.

The charity has a number of designated and restricted funds, details of which are given in notes 12 and 13 to the financial statements. Any funds which would only be realised by disposing of fixed assets held for charity use are also excluded from the figure for free reserves.

PLANS FOR FUTURE YEARS

Clarendon Trust Limited's key objectives for the future are to continue the communication of the Christian gospel in a clear and contextually relevant way and to develop the growing work of service to the community and internationally both through the work of the charity as an organisation and through the individual members of it. Each year the leadership of the trust have a strategic and financial plan that is shaping major decisions.

The primary aim of this plan is to see continued growth in our online and in-person Sunday meetings, more effective care of our membership and continued outreach to those in need in our society. We'll continue to focus on leadership development to help run the increasing responsibilities as a growing multi-site church. We're also looking to further support the current church plants overseas in various ways including regular visits, training and financial resources. With regards to properties, we're planning to maintain our existing fixed assets to continue to serve our operations and projects. We want to further build capacity in our social action ministries to serve a greater number of people in the city.

TRUSTEES RESPONSIBILITIES

The trustees (who are also directors of Clarendon Trust Limited for the purposes of company law) 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).

Company law requires the trustees to prepare financial statements for each financial year and not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and charity and of the incoming resources and application of resources, including the income and expenditure, of the group for that year.

CLARENDON TRUST LIMITED

Trustees' Report – continued

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 on that basis.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Financial statements are published on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements, which may vary from legislation in other jurisdictions. The maintenance and integrity of the charity's website is the responsibility of the trustees. The trustees' responsibility also extends to the ongoing integrity of the financial statements contained therein.

STATEMENT OF DISCLOSURE TO AUDITOR

The trustees who are in office on the date of approval of these financial statements have confirmed that, as far as they are aware, there is no relevant audit information of which the auditor is unaware. Each of the trustees have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

AUDITORS

Chariot House Limited have been appointed as auditors via a resolution at the Annual General Meeting. This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

Approved by the trustees on 25th March 2025 and signed on their behalf by



William Bigwood
Chair of Trustees

21/23 Clarendon Villas
Hove
East Sussex
BN3 3RE

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES AND MEMBERS OF CLARENDON TRUST LIMITED

Opinion

We have audited the financial statements of Clarendon Trust (the 'charitable company') (the 'parent company') and its subsidiaries ('the group') for the year ended 31 August 2024 which comprise the Group Statement of Financial Activities, the Group and Parent company Balance Sheet, the Group and parent company cashflows 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 including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 August 2024 and of the group's and of the parent company's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and the parent company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a year of at least twelve months from when the financial statements are authorised for issue. Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES AND MEMBERS OF CLARENDON TRUST LIMITED (CONTINUED)

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company, and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustee's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on pages 5 and 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 group's and parent company'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 group or the parent company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES AND MEMBERS OF CLARENDON TRUST LIMITED (CONTINUED)

Based on our understanding of the charity and its activities, and through discussion with the trustees and management, we identified the principal risks of material misstatement both at the financial statement level and at the assertion level. We considered these risks in the light of various factors including the level of complexity, subjectivity, uncertainty, potential management bias, fraud, materiality and any other relevant factors. We considered the extent to which these would have a material impact on the financial statements and designed our audit work accordingly. In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud, and reviewed significant or unusual transactions to identify their underlying supporting rationale
- We inspected the minutes of meetings of those charged with governance, and made direct enquiries of management and the board of trustees concerning the charity's policies and procedures relating to:
 - Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.

In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates were indicative of a potential bias and tested significant transactions that were unusual or those outside the normal course of business.

We also

- discussed and reviewed the charity's business model and forward planning to assess going concern
- communicated applicable laws and regulations throughout the audit team and remained alert to any indications of non-compliance throughout the audit.
- reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- Carried out substantive testing on income and expenditure.
- Re-performed reconciliations of control accounts, and recalculated items such as depreciation

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation.

This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Shona Wardrop

Shona Wardrop C.A.
Chariot House Limited
Chartered Accountants
44 Grand Parade
Brighton
East Sussex
BN2 9QA

Date: 25th March 2025

CLARENDON TRUST LIMITED**Consolidated Statement of Financial Activities (including income and expenditure account)
for the year ended 31 August 2024**

	Notes	Unrestricted funds	Restricted funds	Total funds 2024	Total funds 2023
INCOME FROM					
		£	£	£	£
Donations and legacies	2	2,035,691	126,271	2,161,962	2,355,555
Charitable Activities					
Housing and Work Support		-	59,410	59,410	52,096
Conferences and other events		31,918	-	31,918	972,546
Investments		17,974	-	17,974	12,917
Trading Subsidiary		64,272	-	64,272	257,349
Total income		<u>2,149,855</u>	<u>185,681</u>	<u>2,335,536</u>	<u>3,650,463</u>
EXPENDITURE ON					
Raising Funds		26,622	-	26,622	27,584
Trading Subsidiary		19,166	-	19,166	63,485
Charitable activities					
Conference costs		115,587	-	115,587	903,649
Pastoral costs		1,263,446	190,857	1,454,303	1,431,820
Mission support costs		780,999	-	780,999	966,899
Housing and Work Support		-	133,605	133,605	121,648
Total expenditure	3	<u>2,205,820</u>	<u>324,462</u>	<u>2,530,282</u>	<u>3,515,085</u>
Net income (expenditure)		(55,965)	(138,781)	(194,746)	135,529
Transfers between funds	12/ 13	(122,083)	122,083	-	-
Net movement in funds		<u>(178,048)</u>	<u>(16,698)</u>	<u>(194,746)</u>	<u>135,529</u>
Fund balances brought forward at 1 September 2023		<u>1,702,041</u>	<u>1,119,277</u>	<u>2,821,318</u>	<u>2,685,789</u>
Fund balances carried forward at 31 August 2024	12	<u><u>1,523,993</u></u>	<u><u>1,102,580</u></u>	<u><u>2,626,573</u></u>	<u><u>2,821,318</u></u>

The Statement of Financial Activities reflects the results of continuing activities for the year. There were no recognised gains or losses for the year other than those shown on the Consolidated Statement of Financial Activities.

The notes on pages 13 to 25 form part of these financial statements.

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CLARENDON TRUST LIMITED**Balance Sheet (Group and Charity) at 31 August 2024**

	Notes	2024 Group £	2023 Group £	2024 Charity £	2023 Charity £
FIXED ASSETS					
Tangible assets	6	1,468,417	1,533,486	1,468,417	1,533,486
CURRENT ASSETS					
Debtors	7	39,938	93,813	37,516	90,640
Cash at bank and in hand		1,399,503	1,625,407	1,197,893	1,292,111
		<u>1,439,441</u>	<u>1,719,220</u>	<u>1,235,409</u>	<u>1,382,751</u>
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	8	<u>(70,286)</u>	<u>(209,278)</u>	<u>(43,694)</u>	<u>(173,277)</u>
NET CURRENT ASSETS		<u>1,369,155</u>	<u>1,509,943</u>	<u>1,191,715</u>	<u>1,209,474</u>
CREDITORS - AMOUNTS FALLING DUE AFTER ONE YEAR	9	<u>(210,999)</u>	<u>(222,111)</u>	<u>(210,999)</u>	<u>(222,111)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES AND NET ASSETS		<u><u>2,626,573</u></u>	<u><u>2,821,318</u></u>	<u><u>2,449,133</u></u>	<u><u>2,520,849</u></u>
FUNDS					
Unrestricted funds					
General funds	12	676,574	721,324	630,442	526,435
Designated funds	12	847,419	980,716	847,419	980,716
Restricted funds	13	<u>1,102,580</u>	<u>1,119,277</u>	<u>971,272</u>	<u>1,013,698</u>
TOTAL FUNDS	14	<u><u>2,626,573</u></u>	<u><u>2,821,318</u></u>	<u><u>2,449,133</u></u>	<u><u>2,520,849</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the trustees, signed on their behalf by and authorised for issue on 25th March 2025.



William Bigwood (Chair of trustees)

The notes on pages 13 to 25 form part of these financial statements.

CLARENDON TRUST LIMITED**Consolidated Cash Flow Statement for the year ended 31 August 2024**

	2024		2023	
Reconciliation of net movement in funds to net cash flows from operating activities	£	£	£	£
Net movement in funds	(194,746)		135,329	
Investment income	(17,974)		(12,917)	
Depreciation	65,069		68,309	
Decrease in stock	-		-	
(Increase)/Decrease in debtors	53,876		(2,291)	
Increase/(decrease) in creditors	(139,427)		(108,858)	
Net cash inflow (outflow) from operating activities		(233,202)		79,772
Returns on investments and servicing of finance				
New Loan in the year	-		-	
Loan Repayments in the year	(10,676)		(11,729)	
Investment income received	17,974		12,917	
Net cash inflow from returns on investments and servicing of finance		7,298		1,188
Capital expenditure				
Purchase of tangible fixed assets	-		-	
Disposal of tangible fixed assets	-		-	
Net cash outflow from capital expenditure		-		-
Increase/(decrease) in cash in the year		(225,904)		80,690
Reconciliation of net cash flow to movement in net cash funds				
Net funds at beginning of the year		1,625,407		1,544,447
Change in net funds during the year		(225,904)		80,690
Net funds at end of the year		1,399,503		1,625,407

The notes on pages 13 to 25 form part of these financial statements.

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****1 ACCOUNTING POLICIES**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the entity and are rounded to the nearest pound.

(a) Basis of preparation

Consolidated accounts have been prepared which consolidate the results of Clarendon Trust Limited, Clarendon Enterprise Trading, Friends First Trust and Oaks Trust on a line by line basis. A separate Statement of Financial Activities, or Income and Expenditure Account, has not been presented for the charitable company itself as it has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

The gross income of Clarendon Trust Limited itself was £2,085,582 (2022/23: £3,251,079) and its net outgoing resources were £143,499 (2022/23: incoming £41,789).

(b) Going concern

In view of the Trusts level of reserves, the directors are of the opinion that there are no material uncertainties in relation to its ability to continue operating and as such the accounts have been prepared on a going concern basis. The directors have taken into consideration a period of 12 months from the date of signing of the accounts.

(c) Incoming resources

Income is recognised when: a) the charity has entitlement to the funds; b) any performance conditions attached to the items of income have been met; c) it is probable that the income will be received; d) the amount can be measured reliably.

(d) Donations

Donations are accounted for as received. In the event that a donation is subject to fulfilling performance conditions before the charity is entitled to the funds, the income is deferred until either those conditions are met in full, or their fulfilment is wholly within the control of the charity and it is probable that those conditions will be fulfilled by the reporting period.

(e) legacy income

The charity recognises residuary legacy income at the earlier date of receipt or when the executors have determined that a payment can be made following the agreement of the estate's accounts, or on notification by the executors that payment will be made. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

CLARENDON TRUST LIMITED

Notes to the Financial Statements for the year ended 31 August 2024

(f) Grant income; Income from charitable activities

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific conditions and is recognised as earned. Grant funding included in this category provides funding to support activities and is recognised where there is entitlement, probability of receipt, and the amount can be measured with sufficient reliability.

(g) Earned and other income

Income from the café and other trading activities are recognised as earned. Income from events is only recognised in the year and period the event takes place. Until such time that the event takes place any such income is deferred to future periods. Other incoming resources comprises one off and irregular income recognised using the same criteria for voluntary income.

(h) Resources expended

Expenditure is allocated between cost of generating funds, charitable expenditure, support costs and the cost of management and administration of the charitable company on an accruals basis. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. Overhead and Support costs have been allocated to charitable activities. Staff costs are apportioned on the basis of actual time spent.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office and governance costs. They are incurred directly in support of expenditure on the objects of the charity.

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

(i) Fixed assets and depreciation

Freehold property and fixtures, fittings and office equipment are capitalised at their historic cost (capitalisation threshold is £10k) and stated at cost less depreciation. Freehold buildings are depreciated to write down the cost less estimated residual value over their remaining useful life by equal annual instalments. No depreciation is charged on freehold land. Fixtures, fittings and office equipment are depreciated on a reducing balance basis.

Depreciation is taken in full in the first year and calculated to write off the cost less estimated residual value on a written down basis over their estimated useful lives. The rates are:

Freehold Property	2%
Fixtures, Fittings and Office Equipment	20%
Motor Vehicles	30%

CLARENDON TRUST LIMITED

Notes to the Financial Statements for the year ended 31 August 2024

(j) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost.

(k) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(l) Voluntary assistance

A certain amount of time is expended on the charitable company's activities which is donated free of charge. It is not possible to quantify the value of the time given, and accordingly it is neither recorded as donated income nor as an expense in the financial statements.

(m) Leases

Equipment acquired under finance leases are capitalised in the balance sheet at an amount representing the capital element of the related rental payments. The interest element of these obligations is charged to the Statement of Financial Activities over the relevant year. The capital element of the future payments is treated as a liability. The equipment is depreciated over the shorter of the lease term and its expected useful life of the asset.

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

(n) Taxation

The company is a charity within the meaning of Para 1 Schedule 6 Finance Act 2010. Accordingly the company is potentially exempt from taxation in respect of income or capital gains within categories covered by Chapter 3 of Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

No tax charge arose in the year.

(o) Pensions

The charitable company contributes to defined contribution pension schemes. The charge to the Consolidated Statement of Financial Activities for 2023/24 was £87,096 (2022/23: £89,987).

(p) Value Added Tax

The Trust has registered with a Group VAT arrangement covering both the charity and the subsidiary trading company. Irrecoverable VAT is included in resources expended in the Statement of Financial Activities.

CLARENDON TRUST LIMITED

Notes to the Financial Statements for the year ended 31 August 2024

(q) Investment in Subsidiary

The investment in the trading subsidiary is measured at cost less any impairment. The charitable subsidiaries, Friends First and Oak Trust, are limited by guarantee but treated as subsidiaries due to the level of control exercised by the Clarendon Trust.

(r) Fund accounting

An explanation of the nature and purpose of each fund is included in the notes to the financial statements. Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Designated funds - these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.

Restricted funds - these are funds that 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.

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****2 VOLUNTARY INCOME**

	2024	2023
	£	£
Donations and other funding	2,035,691	2,265,466
Restricted donations and grants	126,271	90,089
	<u>2,161,962</u>	<u>2,355,555</u>

3 TOTAL RESOURCES EXPENDED

	Depreciation	Staff	Other	Total	Total
	£	Costs	Costs	2024	2023
	£	£	£	£	£
Conference costs	2,592	31,799	81,196	115,587	903,649
Fundraising and publicity	-	21,120	5,422	26,622	27,584
Pastoral costs	59,236	771,439	623,628	1,454,303	1,431,820
Mission Support costs	3,241	326,250	451,508	780,999	966,899
Housing and Work Support	-	58,791	74,814	133,605	121,648
Trading Subsidiary Expenditure	-	-	19,166	19,166	63,485
	<u>65,069</u>	<u>1,209,479</u>	<u>1,255,734</u>	<u>2,530,282</u>	<u>3,515,085</u>

The amounts paid to auditors comprised:

	2024	2023
	£	£
Audit fees	13,580	13,170
Other services	3,414	3,780
	<u>16,994</u>	<u>16,950</u>

The following grants were made in 2023/24:

- Janusz Lasz (Krakow Church plant): £36,000
- Cornerstone Church Bath: £36,470
- St. David's Hall: £10,000
- The Keys Project: £2,500

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****4 TRUSTEES**

In accordance with the charitable company's Memorandum and Articles of Association, the following trustees received a salary from the charitable company during the year:

	Salary	Pension
K Ball	£32,664 (2022/23 – £29,690)	£2,286 (2022/23 – £2,078)
N de Freese	£6,847 (2022/23 – n/a)	£685 (2022/23 – n/a)

All Pension contributions were paid under a defined contribution scheme.

In addition, remuneration was paid to three related parties amounting to £19,783 (2022/23: £5,446) as permitted by the constitution.

The related parties are:

- Jacqui Jarvis (employment, married to P Jarvis)
- Keeley de Freese (employment, married to Nils de Freese)
- Nils de Freese (accounting consultancy)

There were no reimbursed expenses paid to trustees (2022/23: nil).

5 STAFF COSTS

Group	2024 £	2023 £
Gross salaries	1,032,674	1,112,032
Social security costs	89,709	97,374
Pension costs	87,096	89,987
	<u>1,209,479</u>	<u>1,299,394</u>

Total paid to key management personnel consisting of the senior leadership team of the church was £267,515 (2022/23: £311,428).

The average FTE number of persons employed by the group during the year was as follows:

	2024 Number	2023 Number
Pastoral and Mission Support	17	17
Buildings/Lettings	4	4
Housing and Work Support	2	2
Support and administration	6	6
	<u>29</u>	<u>29</u>

Two employees had emoluments in excess of £60,000 but less than £70,000: nil (2022/23: nil).

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****6 TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures, fittings and office equipment £	Total £
COST			
Parent Company			
At 1 September 2023	3,112,637	554,950	3,667,587
Disposals	-	-	-
	<u>3,112,637</u>	<u>554,950</u>	<u>3,667,587</u>
At 31 August 2024	<u>3,112,637</u>	<u>554,950</u>	<u>3,667,587</u>
Subsidiary at 1 September 2023	-	-	-
Additions	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Subsidiary at 31 August 2024	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Group at 31 August 2024	<u>3,112,637</u>	<u>554,950</u>	<u>3,667,587</u>
ACCUMULATED DEPRECIATION			
Parent Company			
At 1 September 2023	1,643,961	490,140	2,134,101
Charge for the year	52,107	12,962	65,069
Disposals	-	-	-
	<u>1,696,068</u>	<u>503,102</u>	<u>2,199,170</u>
At 31 August 2024	<u>1,696,068</u>	<u>503,102</u>	<u>2,199,170</u>
Subsidiary			
At 1 September 2023	-	-	-
Charge for the year	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
At 31 August 2024	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Group at 31 August 2024	<u>1,643,961</u>	<u>490,140</u>	<u>2,134,101</u>
NET BOOK VALUES			
Parent Company at 31 August 2024	<u>1,416,569</u>	<u>51,848</u>	<u>1,468,417</u>
Subsidiary at 31 August 2024	<u>-</u>	<u>-</u>	<u>-</u>
Group at 31 August 2024	<u>1,416,569</u>	<u>51,848</u>	<u>1,468,417</u>
At 31 August 2023	<u>1,468,676</u>	<u>64,810</u>	<u>1,533,486</u>

A mortgage from Stewardship Services (UKET) Limited is secured by a fixed charge on the Oasis property on Hangleton Way, Hove, BN3 8EQ.

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****7 DEBTORS**

	2024 Group £	2023 Group £	2024 Charity £	2023 Charity £
DUE WITHIN ONE YEAR				
Other debtors	38,607	92,988	36,857	90,640
Prepayments and accrued income	1,331	825	659	-
	<u>39,938</u>	<u>93,813</u>	<u>37,516</u>	<u>90,640</u>

8 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 Group £	2023 Group £	2024 Charity £	2023 Charity £
Taxation and social security	(461)	(49)	(17,324)	(16,362)
Bank loan	11,539	11,104	11,539	11,104
Accruals and deferred income	59,207	198,223	49,479	178,535
	<u>70,286</u>	<u>209,278</u>	<u>43,694</u>	<u>173,277</u>

9 CREDITORS - AMOUNTS FALLING DUE AFTER ONE YEAR

	2024 Group £	2023 Group £	2024 Charity £	2023 Charity £
Bank loan	210,999	222,111	210,999	222,111
	<u>210,999</u>	<u>222,111</u>	<u>210,999</u>	<u>222,111</u>

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****10 LOANS**

An analysis of the maturity of the loan is given below:

	2024 £	2023 £
Amounts falling due with one year on demand Mortgage	11,539	11,104
	<u> </u>	<u> </u>
Amounts falling due between one and two years Mortgage – 1-2 years	12,377	11,858
	<u> </u>	<u> </u>
Amounts falling due between two and five years Mortgage – 2-5 years	42,791	40,625
	<u> </u>	<u> </u>
Amounts falling due in more than five years Mortgage	155,831	169,628
	<u> </u>	<u> </u>

11 SECURED DEBTS

The following secured debts are included within creditors:

	2024 £	2023 £
Mortgage	222,539	233,214
	<u> </u>	<u> </u>

The charity has a mortgage loan with Stewardship Services (UKET) Limited of £222,539 (2023: £233,214). The loan is repayable over 13.5 years until 25 March 2037. The interest rate on the loan is currently 7.5%.

12 UNRESTRICTED FUNDS

Group and Charity	Balance at 1 September 2023	Movement in resources			Balance at 31 August 2024
	£	Incoming £	Outgoing £	Transfers £	£
Designated fund	326,067	390,194	(43,135)	(550,274)	122,853
Gift Day funds	78,630	-	(9,100)	(69,530)	-
Newday Offering fund	154,395	9,152	(62,642)	31,370	132,275
Contingency fund	66,324	3,046	(24,344)	2,917	47,943
Social Action funds	39,244	65,683	(121,258)	154,320	137,989
Ministry funds	54,126	93,019	(175,961)	161,328	132,512
Church Planting funds	39,744	9,296	(8,184)	10,029	50,886
Sphere Contingency & Opportunities	222,186	-	(9,900)	10,676	222,961
Oasis Building fund	721,325	1,579,466	(1,751,297)	127,080	676,574
General fund	<u>1,702,041</u>	<u>2,149,855</u>	<u>(2,205,820)</u>	<u>(122,083)</u>	<u>1,523,993</u>

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024**

Group and Charity	Balance at	Movement in resources			Balance at
	1 September	Incoming	Outgoing	Transfers	31 August
	2022				2023
	£	£	£	£	£
Designated fund					
Gift Day funds	187,788	582,099	(25,266)	(418,553)	326,067
Maintenance fund	4,413	-	(4,413)	-	-
Newday Offering fund	65,393	13,237	-	-	78,630
Contingency fund	242,138	50,000	(125,410)	(12,332)	154,395
Social Action funds	77,122	4,582	(17,236)	2,022	66,324
Ministry funds	77,653	76,967	(255,715)	140,339	39,244
Church Planting funds	50,704	42,724	(133,776)	94,475	54,126
Sphere Contingency & Opportunities	50,369	3,815	(45,512)	31,072	39,744
Oasis Building fund	220,356	-	(9,900)	11,729	222,186
General fund	578,658	2,735,006	(2,610,610)	18,271	721,325
	<u>1,423,010</u>	<u>3,508,429</u>	<u>(3,228,005)</u>	<u>(132,978)</u>	<u>1,702,041</u>

The **Gift Day funds** is the balance of monies raised through three Gift Days/giving campaigns during the year and allocated but not yet spent.

The **Maintenance fund** has been established for the continuing investment into Emmanuel's fixed assets.

The **Newday Offering fund** represents donations taken up at the annual Newday youth event and are designated for the furtherance of the mission of the event.

The **Contingency fund** was set aside from the surpluses of Gift Day funds to meet the costs of any items that fit into the aims of gift days but which arose on a more ad hoc basis.

The **Social Action funds** represent funds relating to various social engagement projects and ministries including Christian Action Brighton, Friends First funds and Care for our City funds.

The **Ministry funds** represent funds relating to various activities to support church members including pastoral needs, youth funds, church conferences and events.

The **Church Planting funds** represent funds to support specific church plants in Krakow, Belfast and Bath.

The **Sphere Contingency & Opportunities fund** represents donations for supporting future opportunities for church planting and other projects related to Emmanuel's growing partnership with other churches.

The **Oasis Building fund** is represented by the building of the Oasis.

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****13 RESTRICTED FUNDS**

Group	Balance at	Movement in resources			Balance at
	1 September	Incoming	Outgoing	Transfers	31 August
	2023				2024
	£	£	£	£	£
Building fund	1,013,276	-	(42,207)	-	971,069
Ottawa fund	422	-	(220)	-	202
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Charity sub total	1,013,698	-	(42,427)	-	971,271
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Oaks Trust	49,702	126,271	(148,430)	52,832	80,376
Friends First	55,877	59,410	(133,605)	69,251	50,933
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	1,119,277	185,681	(324,462)	122,083	1,102,580
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

Group	Balance at	Movement in resources			Balance at
	1 September	Incoming	Outgoing	Transfers	31 August
	2022				2023
	£	£	£	£	£
Building fund	1,055,483	-	(42,207)	-	1,013,276
Ottawa fund	2,986	-	(2,546)	-	422
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Charity sub total	1,058,469	-	(44,771)	-	1,013,698
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Oaks Trust	34,277	90,089	(120,661)	45,998	49,702
Friends First	38,449	52,096	(121,648)	86,980	55,877
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	1,131,195	142,185	(287,080)	132,978	1,119,277
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The **Building fund** is represented by the building and the establishment of the Clarendon Centre.

The **Ottawa fund** donations for supporting a specific church plant.

Oaks Trust is a subsidiary charity focusing on social engagement which currently covers the activities of the Shoreham, Hove and Clarendon Centre Foodbanks.

Friends First is a subsidiary charity focusing on housing support and work training for the socially marginalised and homeless.

CLARENDON TRUST LIMITED**Notes to the Financial Statements for the year ended 31 August 2024****14 ANALYSIS OF NET ASSETS BETWEEN FUNDS**

Group	Tangible fixed assets £	Net current assets £	Long term liabilities £	Total £
Restricted funds				
Building fund	971,069	-	-	971,069
Ottawa fund	-	202	-	202
	<u>971,069</u>	<u>202</u>	<u>-</u>	<u>971,271</u>
Charity sub total	971,069	202	-	971,271
	<u>971,069</u>	<u>131,511</u>	<u>-</u>	<u>1,102,580</u>
Unrestricted funds				
General funds	51,848	624,726	-	676,574
Designated funds	455,400	612,918	(210,999)	847,419
	<u>1,468,417</u>	<u>1,369,155</u>	<u>(210,999)</u>	<u>2,626,573</u>

15 SUBSIDIARIES

During 2003, the activities of the Housing and Work Support were taken over by Friends First (Company number: 4402061, Charity number: 1094827), a subsidiary under the control of Clarendon Trust Limited. The net surplus funds of this subsidiary at 31 August 2024 were £50,933 (2023: £55,877). During the year ended 31 August 2024, Friends First generated incoming resources of £59,410, received £69,251 in transfers from Clarendon Trust and expended resources of £133,605.

During 2014, the activities of the Foodbank were transferred to Oaks Trust (Company number: 8286100, Charity number: 1150372), a subsidiary under the control of Clarendon Trust Limited. The net surplus funds of this subsidiary at 31 August 2024 were £80,376 (2023: £49,702). During the year ended 31 August 2024, Oaks Trust generated incoming resources of £126,271, received £52,832 from Clarendon Trust and expended resources of £148,430.

During 2019, the lettings and café activities were transferred to Clarendon Enterprise Trading Ltd (Company number: 11973917). The surplus of this subsidiary at 31 August 2024 was £45,107 (2023: £134,398) after making a donation in the year of £193,865. During the year ended 31 August 2024, Clarendon Enterprise Trading Ltd generated incoming resources of £62,893 and expended resources of £17,786.

The registered offices for all these companies is 21-23 Clarendon Villas, Hove, East Sussex, BN3 3RE.

CLARENDON TRUST LIMITED

Notes to the Financial Statements for the year ended 31 August 2024

16 RELATED PARTY TRANSACTIONS

The charity has taken advantage of the exemption conferred by Financial Reporting Standard No. 8 "Related Party Transactions" not to disclose transactions with undertakings in which 100% or more of the voting rights are controlled by Clarendon Trust Limited. These undertakings results have been included within the consolidated financial statements of Clarendon Trust Limited. Details of other related party transactions are included in note 4.