



(A charitable company limited by guarantee)

**ANNUAL REPORT AND GROUP FINANCIAL STATEMENTS  
FOR THE TWELVE MONTHS ENDED 30<sup>TH</sup> SEPTEMBER 2022**

Company Number:	4364093
Charity Number (England and Wales):	1090515
Charity Number (Scotland):	SC043473

## CONTENTS

Reference and administrative details	2
Trustees' annual report	3 – 10
Auditor's report	11 - 14
Consolidated Statement of financial activities	15
Consolidated and Charity Balance sheet	16 -17
Consolidated Cash flow statement	18
Notes to the financial statements	19 - 35

## REFERENCE AND ADMINISTRATIVE DETAILS

<b>TRUSTEES:</b>	Paul Sherrill Sundeep Salins Liam McCormick Paul Woodman (Chairman) Brooke Johnston Edwin Backler (appointed September 2022)
<b>SECRETARY:</b>	Benedict Sutton
<b>EXECUTIVE TEAM:</b>	Sonia Mawhinney Benedict Sutton
<b>REGISTERED OFFICE:</b>	Kestin House 45 Crescent Road Luton LU2 0AH
<b>REGISTERED NUMBERS:</b>	Company: 4364093 Charity (England and Wales): 1090515 Charity (Scotland): SC043473
<b>AUDITOR:</b>	Mercer & Hole LLP Chartered Accountants Trinity Court Church Street Rickmansworth Hertfordshire WD3 1RT
<b>BANKERS:</b>	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

## **TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 30<sup>TH</sup> SEPTEMBER 2022**

The trustees present their report and the audited financial statements of the group and charity for the year ended 30th September 2022, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) '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 (FRS102) (effective 1st January 2019).

### **Structure, Governance and Management**

#### **Governing Document**

The organisation is a charitable company limited by guarantee, incorporated on 31<sup>st</sup> January 2002 and registered as a charity in England and Wales on 11<sup>th</sup> February 2002. The organisation was also registered with the Office of the Scottish Charities Regulator on 8<sup>th</sup> October 2012. The company was incorporated under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up, members are required to contribute an amount not exceeding £1.

#### **Recruitment and Appointment of the Board of Trustees**

Trustees are usually appointed for a period of three years. The number of trustees closest to one third retire by strict rotation and, being eligible, may offer themselves for re-election at the next meeting of the board of trustees. Care is taken to ensure that the board of trustees includes experience in financial, legal and other relevant fields.

#### **The trustees who served during the year were as follows:**

Paul Sherrill  
Sundeep Salins  
Liam McCormick  
Paul Woodman (Chairman)  
Brooke Johnston  
Edwin Backer (appointed September 2022)

#### **Induction and Training of Trustees**

New trustees are given an introduction to the work of the charity by the chairman of the trustees and the executive team. Trustees are kept informed through regular internal reports (including financial reports) and samples of printed material. All trustees are encouraged to visit the activities of the charity as well as attend events that the charity organises. On appointment trustees are informed of their obligations in law as a trustee of a charity, and are encouraged to acquaint themselves with the publications and guidance available from the Charity Commission.

### **Organisational Structure**

The board of trustees meet at least twice a year and oversee finances, the present work and the future development of the charity. They have regard for the advice of the executive team, to whom the management of the work of the charity and the day-to-day operational decisions have been delegated. The remuneration of the executive team is approved by the trustees and is reviewed annually and normally increased in accordance with average earnings. The trustees benchmark the executive team pay against pay levels in other charities of a similar size and activity to ensure that the remuneration set is fair and appropriate. The remuneration of all other staff is approved by the executive team within annual parameters set by the trustees. The executive team withdraw from any discussion of their own terms of service.

The trustees have reviewed the Charity Governance Code, published in 2017 by the external Good Governance Steering Group body. The Code centres around the principles of organisational purpose; leadership; integrity; decision-making, risk and control; board effectiveness; diversity; openness and accountability. The trustees are encouraged that the Code affirms many governance principles that already underpin the way Young Life International operates, and the principles of the Code form the basis of ongoing governance development within Young Life International.

### **Risk Management**

The Trustees recognise that they are ultimately responsible for risk management and the effectiveness of the internal control processes of Young Life International. The major risks to which Young Life International is exposed, as identified by the Trustees, are reviewed regularly, and we are continuously improving our systems and procedures to manage them. The Board of Trustees has considered and approved the risk appetite and risk management framework of Young Life International. It has charged the executive team with the task of ensuring that internal controls and the exposure to risk is reviewed on a regular basis, who are supported by professional advisers as appropriate.

The systems and procedures of Young Life International are designed to inform and manage risk and to provide reasonable assurance against material misstatement or loss. Senior management ensure that the culture and process of risk management are appropriately embedded across the organisation through the effective implementation of policies and processes. Risk registers have been developed at corporate and functional levels to inform the approaches of mitigating our strategic, operational, financial and compliance risks.

Risk reviews are conducted regularly, and the trustees consider that there are no major risks to the charity's continued operations in the foreseeable future. Camping and service projects are major costs, but the bulk of camping fees come from teenagers taking part which minimises the financial risk. Donations are a substantial part of the charity's income. These are primarily from a wide range of small donors making regular donations which minimises the risk of a sudden drop in income. The charity has completed a comprehensive review of its policies and procedures and will update them periodically.

### **Risk Management (continued)**

Other principal risks to the Charity include:

- The impact of inflation: developments in the external economic environment continue to impact upon overhead costs, the value of employee take-home pay, and donors' capacities to continue to give to the Charity.
- Safeguarding allegations: the Child Protection & Safeguarding Policy continues to be periodically reviewed in light of changing legislation and safeguarding risks.
- Data breaches & data regulatory compliance: the Charity has conducted a comprehensive internal data audit and is implementing a multi-year programme of technical, procedural, and organisational upgrades to strengthen its GDPR compliance.
- Staff retention: the Charity's HR policies are being revised to consider how we can best take care of staff and retain a deep pool of talent long term.

### **Objectives and Activities**

The objects, for which the Charity is established, as stated in its Memorandum of Association, are the advancement of Christianity among children and young people by the promotion of an evangelistic Christian testimony in the United Kingdom. The Charity works with young people, typically aged between eleven and eighteen, across England, Wales, Scotland and Northern Ireland.

Young Life International engages with young people across the UK to provide hope, meaning and purpose. Through "contact work" (community detached work), regular youth clubs, summer camps and overseas mission trips, we draw alongside young people relationally, earn the right to be heard, and share the transforming message of Jesus with them. However they choose to respond, we walk alongside them through the ups and downs of teenage life in modern Britain, whether that's in paramilitary communities in Northern Ireland, working with teenage mums in Dundee or children of High Net Worth families in expat communities on the outskirts of London.

We provide stable pastoral and spiritual support for teenagers as they move through adolescence, and help them face issues such as mental health, bullying, the dangers of social media, challenging family situations, alcohol, drugs, teenage pregnancy, racism and youth crime. We find that all the young people we serve have a deep longing for caring adults who take a genuine interest in their needs. We work closely with local churches and help young people who find faith through our ministry to get plugged into local worshipping congregations that can help them develop along their Christian journey.

Trustees, along with the executive team, have referred to the Charity Commission's general guidance on public benefit when reviewing the charitable aims and objectives and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

## Achievements and Performance

Whilst Covid-19 restrictions have varied widely over this past year, our commitment to meaningfully engaging with young people, whatever their circumstances, has been constant. We have found that the realities of the Covid-19 Pandemic have exacerbated the needs that young people already have - to belong, to be heard, to find hope. The challenges that young people have faced throughout this period of societal instability has stoked our hunger to serve even more young people as restrictions allow. As Government health restrictions have varied, our approach to enabling ministry has centred around careful risk assessment, clear communication, and creative solutions.

When young people have been at greatest risk of surrendering their life or their dignity, we have been there to help them survive, laugh, and flourish. We see every day how it is all too easy to search for fulfilment in the wrong places. Reports made to our child protection team of external safeguarding issues involving Young Life teenagers have grown 17% year-on-year over the last five years, with suicide, self-harm and social media related cases making up over one third of our child protection caseload. As cases start to pick up again now that we are interacting with young people increasingly in-person, we fully meeting or exceeding historic levels of demand over the coming years.

For the first time since the start of the Pandemic, we delivered a full camping programme this summer. We ran 9 day camps in local communities across the UK, and 6 residential camps at Cairn Brae, the site leased by YLIM, a subsidiary of Young Life International. Across the season, we served 108 campers from London, 146 from England (outside of London), 286 from Scotland and 315 from Northern Ireland. In addition, we ran camps for young people from the wider Young Life Europe Division, including for 71 campers from the Republic of Ireland, and 32 from continental Europe.

The strength of our ministry depends on the strength of our volunteers. In February, we ran a hugely successful in-person training conference for 163 of the adults who serve young people or are otherwise connected to the ministry of Young Life International throughout the UK. Through Biblical teaching, prayer sessions, and lots of fun, the event empowered the Charity's grassroots volunteer leaders and local committee members with purpose, vision, and encouragement.

We continue to engage the services of a variety of professionals to assist in the development of legal and administrative policies and procedures. Over the course of the year, several key operational and IT systems and procedures have been improved.

## Growth Performance

We have already started building momentum across most areas of ministry, making the most of the opportunities presented through the easing of Covid-19 restrictions over the course of the year.

- The average number of young people attending club grew by 30% from 432 to 560.
- 855 young people attended camp, which almost hit pre-pandemic levels (860 campers in 2018-2019) and is an 80% increase on last year (477).
- Across all activities and outreach initiatives, 3,667 young people were impacted, known by name and prayed for, a rise of 26% from last year (2,908).
- The average number of young people engaged in "Campaigners" Bible study groups was 210, consistent with the previous year (204).
- Our base of devoted volunteers grew slightly from 213 to 238.

## Financial Review

In the twenty-first period of operation the charity received funds of £2,050,992 (2021: £2,313,933) of which £1,569,612 (2021: £1,847,202) was raised as voluntary income. Expenditure in the twelve-month period was £2,387,972 (2021: £1,968,155). The charity continues to be reliant on the generosity of its supporters.

During the period the charity employed sixty-nine full and part-time staff, enjoyed the services of seven Young Life (US) expatriate employees and utilised the services of financial and legal consultants. The charity is also heavily reliant on the goodwill and the variety of skills demonstrated by its many volunteers.

The net result for the period was a loss of £336,980 (2021: £345,778 surplus) resulting in a balance carried forward of £382,600 (2021: £719,580). This balance includes £152,885 (2021: £210,875) in restricted funds.

Young Life International made donations to Young Life US of £24,300 (2021: £10,145) during the period.

## Key Management Personnel Remuneration

The Key management personnel of the charity comprise the UK Director and the Operations Director. Their remuneration is set in line with remuneration for similar roles in other charitable organisations.

## Fixed Assets

The trustees do not include funds held as fixed assets when calculating the level of reserves thus enabling the board of trustees to truly reflect the value of general free reserves in the accounts.

## Reserves Policy

The Charity has a Reserves Policy to promote sound financial stewardship, build its resilience and enable it to thrive in the years ahead, in accordance with Charity Commission guidelines. The Policy seeks to guard against material income loss and to plan prudently for the worst-case scenario of a major income fall that would necessitate closure of the Charity. The approach focuses on local financial stewardship, with each area of the Charity charged with raising its own funds and encouraged to have in reserve an amount equivalent to between three and six months unrestricted fixed core costs. The sum of area level reserve requirements equate to the reserve requirements for the Charity as a whole. Based on this twelve-month period, the Charity's target reserves range would have been £280,000 to £560,000. Note that the free reserves are £72,760 (2021: £287,201). We were successful in achieving a reserves level within our target range, which has helped strengthen the resilience of the Charity. Note that, because of the localised reserves model, the actual free reserves figure includes funds designated at a local area level that are not immediately available to be repurposed. Despite this limitation, the trustees are satisfied that the Charity held a prudent level of actual reserves at the year-end, in view of the challenges and uncertainties that lie in the year ahead. The trustees regularly monitor reserves levels throughout each financial year.



### **Principal Funding Sources**

The Charity is heavily reliant on donations from the general public. Many supporters of the Charity donate regularly via standing order. This provides a strong and stable base for future development. The remaining donated income comes from ad-hoc donations and other funding sources which includes grants from charitable trusts. The Charity seeks to maximise the potential of donated income by securing a gift aid declaration where possible, which increases the value of the donation by 25%. While there is significant fee income from the camp and service projects, these activities, along with the youth clubs, could not take place without the generosity of regular and ad-hoc donors. Fundraising is primarily carried out by field staff and local committees.

### **Fundraising Disclosures**

Fundraising provides income so that we can resource and support our local area ministry activities, as well as subsidise camp places for those in financial need. The majority of donations are raised from private individuals, which is supplemented by grants from foundations.

We follow the principles of the Fundraising Code set out by the Fundraising Regulator. Most of our fundraising activity is carried out by soliciting donations within highly trusted relationships between field staff and donors. Except for IT systems that retain donor records and manage email campaigns, we do not outsource any aspect of our fundraising activities to third parties. Only those staff and volunteers inside the organisation are permitted to fundraise on our behalf, and our conduct expectations upon those individuals are extremely high. Every employee and volunteer who fundraises for the Charity is accountable to their line manager for their actions. We are proud to have had no reported complaints over any of our fundraising practices to date, but we are not complacent, and are poised to follow our complaints handling process should the need arise.

Everything possible is done to meet the needs of current and potential supporters, including protecting all vulnerable people, and handling donor data with care and in accordance with our data protection arrangements. We are always conscious of minimising the costs of fundraising and we continue to deliver value for money in all our charitable activities.

## Plans for Future Periods

Despite all the change in society today, the core aims of the Charity remain unchanged and are consistent with the original principles for ministry established 80 years ago by Young Life in the United States. Due to the Covid-19 Pandemic, the global Young Life organisation has extended the global “FORWARD” strategic initiative to now conclude in 2023. We have therefore set our principal objectives around achieving strategic growth in the following areas:

- To go **deeper** in Christ, seeking the Lord first and helping young people grow in their faith. By 2023, we want to see 350 young people engaged in the Charity’s weekly Bible study groups (called “Campaigners”), which would represent nearly 50% growth from our 2016 baseline figures.
- To go forward **together**, building and equipping teams that reflect the worldwide body of Christ. By 2023, we want to increase the number of volunteer leaders by 52%, from 198 to 300.
- To seek **innovation**, creating new ways today to reach young people tomorrow. The Developing Global Leaders programme forms a big part of this growth area.
- **Growth**: in response to the need witnessed by our workers on the ground, the Charity seeks to grow in key aspects. By 2023, we want to:
  - Increase the number of ministries by 50%, from 35 to 54.
  - Increase the number of young people experiencing camp by a third, from 660 to 874.
  - Expand the number of young people in club each week by 14% from 791 to 900.
  - Impact over 4,000 young people each year.

UK leadership is working closely with the global Young Life organisation to shape “KNOWN”, the next strategic initiative, which will run until 2030. Key pillars will include evangelism through discipleship, kingdom leaders, volunteer fuelled movement and local ownership, all within a culture of belonging.

We work closely with churches and other Christian ministry partners to develop collaborative relationships which enable greater extent of impact within the lives of young people. For those collaborative relationships to succeed the partners must share the basic strategic and theological ethos of Young Life International.

An important factor in achieving these objectives is to ensure that future developments are sustainable. To this end we have developed the rigour of our budgeting practices to help ensure that costs are fully weighed before committing charitable funds, and that spending operates within budgeted limits and financial controls. We are mindful of the significant challenge in the current climate of rebuilding ministry momentum and raising the level of funding to resource this vision but remain cautiously optimistic for the year ahead.

## The impact of uncertainties due to Britain exiting the European Union on the Charity

The Trustees have considered the impact of the withdrawal of the United Kingdom from the European Union (Brexit) and have undertaken a Brexit impact assessment. The Trustees are monitoring events and their potential impact on the Charity against their analysis, however at this stage Brexit is not expected to have a significant impact on the Charity.

### Trustees Responsibilities

The trustees (who are also directors of Young Life International for the purpose of company law) are responsible for preparing the Trustees' Annual Report 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 period 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 these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which 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.

### Appointment of Statutory Auditor

The charity's auditor, Mercer & Hole, incorporated on 1 October 2022 to become Mercer & Hole LLP. The trustees have consented to treating the incorporation of Mercer & Hole LLP as a continuation of the existing audit arrangement and in accordance with the charity's articles, a resolution proposing that Mercer & Hole LLP be reappointed as auditor of the charity will be put at a General Meeting.

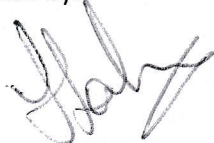
### Statement of Disclosure to the Statutory Auditor

The trustees have taken all necessary steps to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information. As far as the trustees are aware, there is no relevant audit information of which the company's auditors are unaware.

### Small company provisions statement

In preparing this report, the Trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

The Annual Report was approved by the board of trustees on 16<sup>th</sup> February 2023 and signed on their behalf by:



Sundeep Salins  
Trustee



Paul Woodman  
Trustee

## **INDEPENDENT AUDITOR’S REPORT TO THE MEMBERS OF YOUNG LIFE INTERNATIONAL**

### **Opinion**

We have audited the financial statements of Young Life International (the ‘parent charity’) and its subsidiary (the ‘group’) for the year ended 30 September 2022 which comprise the Consolidated Statement of financial activities, the Consolidated and Charity Balance, the Consolidated Cash flow statement 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 charity’s affairs as at 30 September 2022 and of the group’s income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 6 & 8 of the Charities Accounts (Scotland) Regulations 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC’s Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions 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' Annual Report which includes the Directors' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the group and the parent charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report included within the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Accounts (Scotland) Regulations 2006 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept by the parent charity, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specific by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption 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 page 10, the trustees (who are also the directors of the parent charity 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 the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 44(1)(C) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

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.

### **Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud. These included, but were not limited to, the Companies Act 2006, Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 6 & 8 of the Charities Accounts (Scotland) Regulations 2006, and tax legislation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements and the financial report (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate entries including journals to overstate income or understate expenditure and management bias in accounting estimates.

Audit procedures performed by the engagement team included:

- discussions with management, including considerations of known or suspected instances of non-compliance with laws and regulations and fraud;
- gaining an understanding of management's controls designed to prevent and detect irregularities; and
- identifying and testing journal entries.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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

### **Use of the audit report**

This report is made solely to the 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 company's members those matters we are required to state to them in an auditor's 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 company and the company's members as a body for our audit work, for this report, or for the opinions we have formed.

  
Jolene Upshall (Senior Statutory Auditor)

Date: 23/5/23.

for and on behalf of Mercer and Hole LLP  
Chartered Accountants and Statutory Auditor  
Trinity Court  
Church Street  
Rickmansworth  
Hertfordshire WD3 1RT

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES  
INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR TO 30<sup>TH</sup> SEPTEMBER 2022**

	<b>Note</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2022 Total £</b>	<b>2021 Total £</b>
<b>INCOME FROM:</b>					
Donations and legacies	6	1,151,998	417,614	1,569,612	1,847,202
Charitable activities	7	101,611	124	101,735	16,619
Activities for raising funds					
Trading activities	8	375,988	-	375,988	449,352
Fundraising events		2,991	-	2,991	725
Investments		666	-	666	35
<b>TOTAL INCOME</b>		<b>1,633,254</b>	<b>417,738</b>	<b>2,050,992</b>	<b>2,313,933</b>
<b>EXPENDITURE ON:</b>					
Raising Funds					
Operating costs of trading activities	8	603,718	-	603,718	433,003
Fundraising Costs	9	26,156	-	26,156	66,694
Charitable activities	10	1,283,484	474,614	1,758,098	1,468,458
<b>TOTAL EXPENDITURE</b>		<b>1,913,358</b>	<b>474,614</b>	<b>2,387,972</b>	<b>1,968,155</b>
 Net income/(expenditure)		 (280,104)	 (56,876)	 (336,980)	 345,778
Transfers between funds	19	1,114	(1,114)	-	-
<b>NET MOVEMENT IN FUNDS</b>		<b>(278,990)</b>	<b>(57,990)</b>	<b>(336,980)</b>	<b>345,778</b>
 <b>TOTAL FUNDS BROUGHT FORWARD</b>		 <b>508,705</b>	 <b>210,875</b>	 <b>719,580</b>	 <b>373,802</b>
 <b>TOTAL FUNDS CARRIED FORWARD</b>		 <b>229,715</b>	 <b>152,885</b>	 <b>382,600</b>	 <b>719,580</b>

There were no recognised gains and losses for 2022 or 2021 other than those included in the Consolidated Statement of Financial Activities

There was no other comprehensive income for 2022 (2021: £nil).



## CONSOLIDATED AND CHARITY BALANCE SHEET AS AT 30<sup>TH</sup> SEPTEMBER 2022

	Note	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
<b>FIXED ASSETS</b>					
Tangible assets	14	67,775	60,194	-	-
Investments	15	-	-	-	-
<b>CURRENT ASSETS</b>					
Stock	16	20,840	9,089	-	-
Debtors	17	46,538	37,417	21,996	21,031
Cash and cash equivalents		419,402	809,667	295,710	544,193
<b>TOTAL CURRENT ASSETS</b>		<u>486,780</u>	<u>856,173</u>	<u>317,706</u>	<u>565,224</u>
<b>CREDITORS: amounts falling due within one year</b>	18	171,955	196,787	92,061	67,148
<b>Net current assets</b>		<u>314,825</u>	<u>659,386</u>	<u>225,645</u>	<u>498,076</u>
<b>Total assets less current liabilities</b>		382,600	719,580	225,645	498,076
<b>Total net assets</b>		<u>382,600</u>	<u>719,580</u>	<u>225,645</u>	<u>498,076</u>
<b>FUNDS:</b>					
Unrestricted funds	19	229,715	508,705	72,760	287,201
Restricted income funds	19	152,885	210,875	152,885	210,875
<b>Total funds</b>		<u>382,600</u>	<u>719,580</u>	<u>225,645</u>	<u>498,076</u>

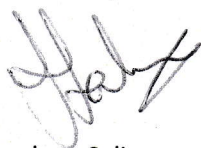
The notes on pages 19 to 35 form an integral part of these financial statements.

**CONSOLIDATED AND CHARITY BALANCE SHEET (Continued)**  
**AS AT 30<sup>TH</sup> SEPTEMBER 2022**

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

Young Life International is a charitable company limited by guarantee registered in England and Wales. Company number 4364093. Charity number (England and Wales) 1090515. Charity number (Scotland) SC043473.

The financial statements were approved by the board of trustees on 16<sup>th</sup> February 2023 and signed on its behalf by:



Sundeep Salins  
Trustee



Paul Woodman  
Trustee

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30<sup>th</sup> SEPTEMBER 2022

	2022	2021
	£	£
<b>Cash flows from operating activities</b>		
Net income/(expenditure) for the financial year	(336,980)	345,778
Adjustments for:		
Depreciation of tangible assets	33,302	27,332
Interest received	(666)	(35)
(Increase) in stock	(11,751)	(3,398)
(Increase) in trade and other debtors	(9,121)	(15,022)
(Decrease)/Increase in trade and other creditors	(24,832)	6,544
	<hr/>	<hr/>
<b>Cash from operations</b>	(350,048)	361,199
	<hr/>	<hr/>
<b>Cash flows from investing activities</b>		
Purchase of tangible assets	(40,883)	(26,809)
Interest received	666	35
	<hr/>	<hr/>
<b>Net cash from investing activities</b>	(40,217)	(26,774)
	<hr/>	<hr/>
<b>Net increase/(decrease) in cash and cash equivalents</b>	(390,265)	334,425
Cash and cash equivalents at start of year	809,667	475,242
	<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the year</b>	419,402	809,667
	<hr/> <hr/>	<hr/> <hr/>

“Cash and cash equivalents” consist entirely of “Cash at bank and in hand”.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> SEPTEMBER 2022

### 1 GENERAL INFORMATION

Young Life International (YLI) is a company limited by guarantee, incorporated in England and Wales. The address of its registered office and principal place of business is disclosed on page 2.

The principal activity of the charity is the advancement of Christianity among children and young people by the promotion of an evangelistic Christian testimony in the United Kingdom.

The financial statements are presented in Sterling and this is the functional currency of the Group and Charity.

### 2 ACCOUNTING POLICIES

#### 2.1 Basis of preparation

The financial statements have been prepared in accordance with 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 (FRS102) (effective January 2019) – (Charities SORP (FRS102)), and the Companies Act 2006.

YLI meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

#### 2.2 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding-up is limited to £1.

#### 2.3 Basis of consolidation

The statement of financial activities and balance sheet consolidate the financial statements of the charity and its wholly owned subsidiary, YLIM Ltd (YLIM). YLI exercises control over YLIM by being its sole member and by a YLI trustee also sitting as a director on the YLIM board.

No separate Statement of Financial Activities is presented for the charity as permitted by Section 408 of the Companies Act 2006. The net movement in funds dealt with in the charity's Statement of Financial Activities for the year ended 30<sup>th</sup> September 2022 was £272,431 expenditure (2021: £233,120 income).

#### 2.4 Going concern

The financial statements are drawn up on the going concern basis which assumes that the charity will continue in operational existence for the foreseeable future. The trustees have given due consideration to the working capital and cash flow requirements of the charity. The trustees consider the charity's current and forecast cash resources to be sufficient to cover the working capital requirements of the charity for at least 12 months from the date of signing the financial statements.

## **2.4 Going concern (continued)**

The trustees have separately considered the uncertainty as to the future impact of COVID-19 on the going concern assessment. To date, there has been no significant adverse overall impact on the charity's income and expenditure, however the trustees cannot predict the longer-term impact of the crisis. The trustees do not consider there to be a material uncertainty arising from the specific downside scenario impact of the crisis on the charity's income, expenditure and cashflows.

## **2.5 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objects of the charity and which have not been designated for other purposes. The charity's general fund may be used by the charity at its discretion to further its stated charitable objectives.

Restricted funds are funds which are to be used in accordance with specific instructions imposed by donors or which have been raised by the charity for specific purposes. The cost of raising and administering said funds are charged against that specific fund. The movements on each of the individual restricted funds are set out in the notes to the financial statements.

## **2.6 Income**

Income is recognised in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources,
- the trustees are virtually certain they will receive the resources, and
- the monetary value can be measured with sufficient reliability.

## **2.7 Expenditure**

All costs including support costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly; others are apportioned on the basis of an estimate of the proportion of time spent by staff on the activity.

All expenditure and liabilities are included on an accruals basis and recognised when there is a legal or constructive obligation to pay out resources.

## **2.8 Grants**

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

## 2.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange gains and losses are recognised in the Statement of Financial Activities.

## 2.10 Tangible fixed assets and depreciation

Tangible fixed assets for use by the group are capitalised if they can be used for more than one year and cost at least £1,000. They are valued at cost or a reasonable value on receipt.

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Equipment	Straight line over 5 years

## 2.11 Investments

Investments in subsidiary undertakings are included at cost less any provision for impairment.

## 2.12 Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

## 2.13 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

## 2.14 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

## 2.15 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

## 2.16 Current taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

The subsidiary current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

## **2.17 Financial instruments**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an outright short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

## **3 JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

In applying the company's accounting policies, the directors are required to make judgements, estimates and assumptions in determining the carrying amounts of assets and liabilities. The directors' judgements, estimates and assumptions are based on the best and most reliable evidence available at the time when the decisions are made, and are based on historical experience and other factors that are considered to be applicable. Due to inherent subjectivity involved in making such judgements, estimates and assumptions, the actual results and outcomes may differ.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

The key estimates and assumptions made in these accounts are:

- An estimate of US Donated Services which are estimated using UK market staff salary rates for equivalent roles (see note 6).
- Depreciation which is calculated as to write off the cost of an asset over the useful economic life of the asset, currently considered to be four years for computer equipment.

**4 AUDITOR'S REMUNERATION**

Fees payable to the company's auditor for the audit of the groups' annual financial statements totalled £7,250 (2021: £5,880). Fees payable to the Company's auditor for non-audit services totalled £650 (2021: £1,340).

**5 FINANCIAL PERFORMANCE OF THE CHARITY**

The consolidated statement of financial activities includes the results of the charity's wholly owned subsidiary, YLIM Ltd which operated the Loch Monzievaird site.

The summary financial performance of the charity alone is:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Income	1,592,647	1,751,890
Less:		
Costs of raising funds	26,156	66,694
Expenditure on charitable activities	<u>1,838,922</u>	<u>1,452,076</u>
Net (expenditure)/income	(272,431)	233,120
 Total funds brought forward	 498,076	 264,956
 Total funds carried forward	 <u><u>225,645</u></u>	 <u><u>498,076</u></u>
 Represented by:		
Unrestricted funds	72,760	287,201
Restricted funds	<u>152,885</u>	<u>210,875</u>
	<u><u>225,645</u></u>	<u><u>498,076</u></u>



## 6 DONATIONS, GRANTS AND LEGACIES

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
<b>Donations</b>				
General donations	756,063	297,122	1,053,185	1,106,832
Gift Aid donations	105,371	95,686	201,057	206,090
Income tax recoverable	29,926	24,806	54,732	52,765
Donated services	256,438	-	256,438	239,522
Donated software	4,200	-	4,200	4,200
	<u>1,151,998</u>	<u>417,614</u>	<u>1,569,612</u>	<u>1,609,409</u>
<b>Government grants</b>				
Scottish government grants	-	-	-	73,780
Coronavirus Job Retention Scheme	-	-	-	164,013
	<u>1,151,998</u>	<u>417,614</u>	<u>1,569,612</u>	<u>1,847,202</u>

During the year the charity benefited from the services of seven (2021: seven) staff seconded from Young Life US (see note 21). The trustees estimate that the value of these staff to the charity was £284,938 (2021: £249,667) based on UK open market rates. The UK charity has made voluntary payments during the period towards the US costs of these staff amounting to £24,300 (2021: £10,145). The trustees therefore estimate that the charity is receiving donated services of £256,438 (2021: £239,522).

## 7 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Camps and service project	90,693	124	90,817	13,139
Local youth work	3,388	-	3,388	3,480
Volunteer training	7,530	-	7,530	-
	<u>101,611</u>	<u>124</u>	<u>101,735</u>	<u>16,619</u>

## 8 INCOME FROM COMMERCIAL TRADING OPERATIONS

The wholly owned trading subsidiary YLIM Ltd is incorporated in the United Kingdom. YLIM Ltd operates a self-catering and camping holiday site near Crieff, Scotland and the charity uses the facility for the majority of its camping programme. The company is limited by guarantee.

The summary financial performance of the subsidiary alone is:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Turnover</b>	492,180	451,508
Cost of sales	<u>(101,420)</u>	<u>(25,757)</u>
<b>Net Profit</b>	390,760	425,751
Administrative expenses	(511,719)	(408,109)
Other operating income	<u>82,357</u>	<u>112,691</u>
<b>Profit/(Loss) for the year before tax</b>	(38,602)	130,333
Tax on profit	<u>4,052</u>	<u>(17,675)</u>
<b>Net Profit/(Loss) retained in subsidiary</b>	(34,550)	112,658
Accumulated profits brought forward	221,506	108,848
Gift-Aid payment	<u>(30,000)</u>	<u>-</u>
<b>Non-charitable trading reserves</b>	<u>156,956</u>	<u>221,506</u>
The assets and liabilities of the subsidiary were:		
Fixed assets	67,775	60,194
Current assets	178,490	290,951
Current liabilities	<u>(89,309)</u>	<u>(129,639)</u>
Total net assets	<u>156,956</u>	<u>221,506</u>
Aggregate share capital and reserves	<u>156,956</u>	<u>221,506</u>

**8 INCOME FROM COMMERCIAL TRADING OPERATIONS (Continued)**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>SOFA Disclosure:</b>		
Turnover	492,180	451,508
Less: Inter Company transactions	<u>(116,192)</u>	<u>(2,156)</u>
	<u>375,988</u>	<u>449,352</u>
 Split:		
Unrestricted	375,988	449,352
Restricted	<u>-</u>	<u>-</u>
	<u>375,988</u>	<u>449,352</u>
 Scottish government grants	-	73,780
Coronavirus Job Retention Scheme	<u>-</u>	<u>31,167</u>
	-	104,947
Other donations	<u>82,357</u>	<u>7,744</u>
Other operating income	<u>82,357</u>	<u>112,691</u>
 Split:		
Unrestricted	82,357	112,691
Restricted	<u>-</u>	<u>-</u>
	<u>82,357</u>	<u>112,691</u>
 Cost of Sales	101,420	25,757
Administration	511,719	408,109
Tax on profit	<u>(4,052)</u>	<u>17,675</u>
	609,087	451,541
Less: Inter Company Transactions	<u>(5,369)</u>	<u>(18,538)</u>
	<u>603,718</u>	<u>433,003</u>
 Split:		
Unrestricted	603,718	418,660
Restricted	<u>-</u>	<u>14,343</u>
	<u>603,718</u>	<u>433,003</u>

## 9 FUNDRAISING COSTS

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Fundraising costs	26,156	-	26,156	66,694
	<u>26,156</u>	<u>-</u>	<u>26,156</u>	<u>66,694</u>

Included in Fundraising costs are staff costs of £nil (2021: £50,676)

## 10 CHARITABLE ACTIVITIES

	Staff Costs £	Other Costs £	Total Direct Costs £	Support Costs £	2022 Total Costs £	2021 Total Costs £
Camps and service project	145,932	170,228	316,160	39,451	355,611	248,947
Youth clubs and other activities	816,090	430,252	1,246,342	156,145	1,402,487	1,219,511
	<u>962,022</u>	<u>600,480</u>	<u>1,562,502</u>	<u>195,596</u>	<u>1,758,098</u>	<u>1,468,458</u>

## 11 SUPPORT COSTS

	Management & Finance £	Office & IT £	Human Resources £	Governance £	2022 Total Costs £	2021 Total Costs £
Charitable activities						
Camps and service project	17,642	8,902	9,077	3,830	39,451	28,908
Youth clubs and other activities	69,827	35,233	35,925	15,160	156,145	142,171
Total charitable activities	<u>87,469</u>	<u>44,135</u>	<u>45,002</u>	<u>18,990</u>	<u>195,596</u>	<u>171,079</u>
Cost of raising funds	<u>1,310</u>	<u>661</u>	<u>674</u>	<u>284</u>	<u>2,929</u>	<u>7,806</u>
Total costs 2022	<u>88,779</u>	<u>44,796</u>	<u>45,676</u>	<u>19,274</u>	<u>198,525</u>	
Total costs 2021	<u>66,821</u>	<u>53,565</u>	<u>38,839</u>	<u>19,660</u>		<u>178,885</u>

## 12 OPERATING LEASES

At 30th September 2022, the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	<b>2022</b>	<b>2021</b>
	<b>Total</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
Within one year	1	1
Between two and five years	4	4
More than five years	<u>2</u>	<u>3</u>
	<u>7</u>	<u>8</u>

## 13 EMPLOYEES

### Employment costs

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Gross wages, salaries and benefits in kind	1,194,070	1,093,967
Employer's national insurance costs	94,711	84,170
Pensions	<u>22,250</u>	<u>20,923</u>
	<u><u>1,311,031</u></u>	<u><u>1,199,060</u></u>

### Number of employees

The average monthly numbers of employees during the year period, calculated on the basis of average monthly head count, excluding ex-patriot American staff, was as follows:

	<b>2022</b>	<b>2021</b>
Trading staff	15	15
Ministry staff	46	40
Administrative staff	8	9
Fundraising Staff	<u>-</u>	<u>1</u>
	<u><u>69</u></u>	<u><u>65</u></u>

No employee received emoluments in excess of £60,000 during the period (2021: None).

No trustee (2021: no trustee) received remuneration during the period. One trustee (2021: no trustee) received expenses totalling £211 (2021: £nil) during the period. These expenses covered the cost of travel, subsistence, meeting and other sundry costs.

The key management personnel of the charity comprise the UK Director and the Operations Director. The total employment benefits, including employer pension contributions, of the key management personnel of the charity were £121,595 (2021: £107,451).



**14 FIXED ASSETS: CHARITY**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Equipment</b>		
<b>Cost</b>		
Brought forward	1,500	1,500
Additions in the period	-	-
Disposals in the period	-	-
Carried forward	<u>1,500</u>	<u>1,500</u>
<b>Depreciation</b>		
Brought forward	1,500	1,500
Depreciation charge for the period	-	-
Disposals in the period	-	-
Carried forward	<u>1,500</u>	<u>1,500</u>
<b>Net book value</b>	<u>-</u>	<u>-</u>

**FIXED ASSETS: GROUP**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Equipment</b>		
<b>Cost</b>		
Brought forward	253,630	226,821
Additions in the period	40,883	26,809
Disposals in the period	-	-
Carried forward	<u>294,513</u>	<u>253,630</u>
<b>Depreciation</b>		
Brought forward	193,436	166,104
Depreciation charge for the period	33,302	27,332
Disposals in the period	-	-
Carried forward	<u>226,738</u>	<u>193,436</u>
<b>Net book value</b>	<u>67,775</u>	<u>60,194</u>

## 15 INVESTMENTS: SUBSIDIARY UNDERTAKINGS

In September 2014, the charity set up a subsidiary trading company called YLIM Limited in order to run an activity centre at Loch Monzievaird in Scotland. This is a company limited by guarantee (Company Number: 09229874) incorporated in England and Wales which began trading in January 2015 and its results are shown in note 8.

A separate Statement of Financial Activities and Income and Expenditure Account for the charity have not been presented because the Trust has taken advantage of the exemption afforded by section 408 of the Companies Act 2006.

## 16 STOCK: GROUP ONLY

	Group 2022 £	Group 2021 £
Stock for resale	20,840	9,089
	<u>20,840</u>	<u>9,089</u>

## 17 DEBTORS

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Gift Aid recoverable	12,744	13,317	12,744	13,317
Prepayments and accrued income	26,932	12,888	9,190	7,714
Sundry debtors	6,862	11,212	62	-
	<u>46,538</u>	<u>37,417</u>	<u>21,996</u>	<u>21,031</u>

## 18 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Trade creditors	14,975	9,193	14,975	9,193
Other taxes and social security	51,065	38,888	20,181	19,342
Other creditors	3,808	30,770	3,159	30,174
Accruals and deferred income	102,107	117,936	53,746	8,439
	<u>171,955</u>	<u>196,787</u>	<u>92,061</u>	<u>67,148</u>



**19 FUNDS - CHARITY**

	Balance b/fwd £	Income £	Expenditure £	Transfers £	Balance c/fwd £
Unrestricted:					
General	249,175	1,174,909	(1,390,464)	(12,746)	20,874
Designated	38,026	-	-	13,860	51,886
	<u>287,201</u>	<u>1,174,909</u>	<u>(1,390,464)</u>	<u>1,114</u>	<u>72,760</u>
Restricted:					
Individual staff	187,085	408,239	(443,098)	-	152,226
International	23,790	9,499	(31,516)	(1,114)	659
	<u>210,875</u>	<u>417,738</u>	<u>(474,614)</u>	<u>(1,114)</u>	<u>152,885</u>
Total funds	<u>498,076</u>	<u>1,592,647</u>	<u>(1,865,078)</u>	<u>-</u>	<u>225,645</u>

**FUNDS - GROUP**

	Balance b/fwd £	Income £	Expenditure £	Transfers £	Balance c/fwd £
Unrestricted:					
General	470,679	1,633,254	(1,913,358)	(12,746)	177,829
Designated	38,026	-	-	13,860	51,886
	<u>508,705</u>	<u>1,633,254</u>	<u>(1,913,358)</u>	<u>1,114</u>	<u>229,715</u>
Restricted:					
Individual staff	187,085	408,239	(443,098)	-	152,226
International	23,790	9,499	(31,516)	(1,114)	659
	<u>210,875</u>	<u>417,738</u>	<u>(474,614)</u>	<u>(1,114)</u>	<u>152,885</u>
Total funds	<u>719,580</u>	<u>2,050,992</u>	<u>(2,387,972)</u>	<u>-</u>	<u>382,600</u>

**Designated funds** represent monies transferred from the General Fund towards the costs of staff attending European conferences.

**Individual staff funds** are monies received towards the salaries of specific staff or roles within the organisation.

**International funds** are monies received towards the work in areas overseas.

**20 ANALYSIS OF NET ASSETS – CHARITY**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total £</b>
Cash at bank and in hand	148,951	146,759	295,710
Other net assets / (liabilities)	<u>(76,191)</u>	<u>6,126</u>	<u>(70,065)</u>
	<u>72,760</u>	<u>152,885</u>	<u>225,645</u>

**ANALYSIS OF NET ASSETS - GROUP**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total £</b>
Tangible fixed assets	67,775	-	67,775
Cash at bank and in hand	272,643	146,759	419,402
Other net assets / (liabilities)	<u>(110,703)</u>	<u>6,126</u>	<u>(104,577)</u>
	<u>229,715</u>	<u>152,885</u>	<u>382,600</u>

## **21 RELATED PARTIES**

The charity has taken advantage of the exemption available according to Section 22 'Related party disclosures' not to disclose transactions entered into between two or more members of a group.

The charity recognises the value of the support it receives from Young Life in the United States of America (Young Life US). Since 1941, Young Life has been making a difference in the lives of teenagers, and now operates in more than 100 countries around the world, offering hope with spiritual values to over two million teenagers each year. Young Life is for every teenager; regardless of ability, race, religious tradition or culture.

Young Life US is considered to be Young Life International's 'parent' charity. As such it has invested heavily in the development of Young Life International through training in time-tested methods of relating with teenagers and with both financial and administrative support. The two charities hold similar values and objectives in their respective countries and the relationship between the two entities is governed by an Affiliation Agreement. During the twelve month financial period Young Life US have made donations to Young Life International of £614,948 (2021: £692,112).

During the period Young Life US have also seconded seven of their staff to Young Life International to support the charity in the furtherance of its objectives in the UK. Young Life International made payments to Young Life US amounting, to £24,300 (2021: £10,145) towards the salary costs of these Young Life US staff. The trustees of Young Life International carefully consider the value received by the charity in return for the donations made (see note 6).

During the year the total donations received from trustees was £7,467 (2021: £7,610) and fees paid by the trustees for camp and weekend events were £771 (2021: £216). Amounts outstanding at the year end relating to these donations and fees were £nil (2021: £nil).

## **22 CONTROL**

The Group is deemed to be controlled by the parent charity, Young Life, a charity based in the United States of America.

The registered office is: 420 N Cascade Avenue, Colorado Springs, Colorado 80903, USA. The registration number is 8104801.

**23 CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE TWELVE MONTHS  
ENDED 30<sup>TH</sup> SEPTEMBER 2021**

	Unrestricted Funds £	Restricted Funds £	2021 Total £
INCOME FROM:			
Donations and legacies	1,166,137	681,065	1,847,202
Charitable activities	10,721	5,898	16,619
Activities for raising funds			
Trading activities	449,352	-	449,352
Fundraising events	725	-	725
Investments	35	-	35
TOTAL INCOME	<u>1,626,970</u>	<u>686,963</u>	<u>2,313,933</u>
EXPENDITURE ON:			
Raising Funds			
Operating costs of trading activities	418,660	14,343	433,003
Fundraising Costs	66,694	-	66,694
Charitable activities	<u>888,396</u>	<u>580,062</u>	<u>1,468,458</u>
TOTAL EXPENDITURE	<u>1,373,750</u>	<u>594,405</u>	<u>1,968,155</u>
Net income/(expenditure)	253,220	92,558	345,778
Transfers between funds	1,078	(1,078)	-
NET MOVEMENT IN FUNDS	<u>254,298</u>	<u>91,480</u>	<u>345,778</u>
TOTAL FUNDS BROUGHT FORWARD	254,407	119,395	373,802
TOTAL FUNDS CARRIED FORWARD	<u><u>508,705</u></u>	<u><u>210,875</u></u>	<u><u>719,580</u></u>

**24 FUNDS FOR THE YEAR ENDING 30<sup>TH</sup> SEPTEMBER 2021**

**FUNDS - CHARITY**

	Balance b/fwd £	Income £	Expenditure £	Transfers £	Balance c/fwd £
Unrestricted:					
General	159,904	1,064,927	(938,708)	(36,948)	249,175
Designated	-	-	-	38,026	38,026
	<u>159,904</u>	<u>1,064,927</u>	<u>(938,708)</u>	<u>1,078</u>	<u>287,201</u>
Restricted:					
Individual staff	105,052	654,713	(572,680)	-	187,085
International	-	32,250	(7,382)	(1,078)	23,790
	<u>105,052</u>	<u>686,963</u>	<u>(580,062)</u>	<u>(1,078)</u>	<u>210,875</u>
Total funds	<u>264,956</u>	<u>1,751,890</u>	<u>(1,518,770)</u>	<u>-</u>	<u>498,076</u>

**FUNDS - GROUP**

	Balance b/fwd £	Income £	Expenditure £	Transfers £	Balance c/fwd £
Unrestricted:					
General	254,407	1,626,970	(1,373,750)	(36,948)	470,679
Designated	-	-	-	38,026	38,026
	<u>254,407</u>	<u>1,626,970</u>	<u>(1,373,750)</u>	<u>1,078</u>	<u>508,705</u>
Restricted:					
Individual staff	105,052	654,713	(572,680)	-	187,085
International	-	32,250	(7,382)	(1,078)	23,790
Development project	14,343	-	(14,343)	-	-
	<u>119,395</u>	<u>686,963</u>	<u>(594,405)</u>	<u>(1,078)</u>	<u>210,875</u>
Total funds	<u>373,802</u>	<u>2,313,933</u>	<u>(1,968,155)</u>	<u>-</u>	<u>719,580</u>

**Designated funds** represent monies transferred from the General Fund towards the costs of staff attending European conferences.

**Individual staff funds** are monies received towards the salaries of specific staff or roles within the organisation.

**International funds** are monies received towards the work in areas overseas.

**Development project funds** are monies received for the development of the activity centre at Loch Monzievaird in Scotland.