

# FOLLY'S END FELLOWSHIP TRUST

England & Wales · Charity number 1092505

## Details

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**Status** Registered

**Legal form** Charitable company

**Company number** [04416528](#)

**Registered** 2002-06-18

**Register** [View on the Charity Commission register](#)

## Contact

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**Address** 3 Ulstan Close  
Croydon  
Woldingham  
Woldingham  
Surrey  
CR0 1RG

**Phone** 02086806347

**Website** [www.follysend.org](http://www.follysend.org)

## Activities

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**Objects:** 3.1 The Charity's objects (Objects) are:3.1.1 The advancement of the Christian faith in Croydon and in such other parts of the United Kingdom or the world as the directors may from time to time think fit; 3.1.2 The promotion of education of children under the age of 10 in such ways as the directors may from time to time think fit; and3.1.3 The promotion of such other purposes as shall be charitable in accordance with the law of England and Wales.

**Activities:** Christian ministryand Pre-schools.

## Classification

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- **How:** Provides Human Resources, Provides Buildings/facilities/open Space
- **What:** Education/training, Religious Activities
- **Who:** Children/young People, The General Public/mankind

## Geography

- **Area of benefit:** CROYDON AND OTHER PARTS OF THE UNITED KINGDOM OR THE WORLD
- Croydon

## Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£10,027	£125,682	-	-
2023-12-31	£22,618	£133,536	-	-
2022-12-31	£9,691	£195,389	-	-
2021-12-31	£43,011	£271,003	-	-
2020-12-31	£40,425	£881,382	-	-

## Trustees

Name	Role	Appointed
David Martyn Williams		2021-02-01
Frank Geoffrey Stonelake		2011-01-01
Mary Melinda Wilson Fish		2014-09-07

**FOLLY'S END FELLOWSHIP TRUST**

England & Wales - Charity number 1092505

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# Accounts

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**ANNUAL REPORT AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31ST DECEMBER 2021**

**FOLLY'S END FELLOWSHIP TRUST**

**CHARITY REGISTRATION No: 1092505**

**COMPANY REGISTRATION No: 4416528**

Independent Examiners Ltd  
Unit 2 The Broadbridge Business Centre  
Delling Lane  
Bosham  
West Sussex  
PO18 8NF

**FOLLY'S END FELLOWSHIP TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

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**FOLLY'S END FELLOWSHIP TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**LEGAL AND ADMINISTRATIVE INFORMATION**

<b>CHARITY NUMBER</b>	1092505
<b>COMPANY REGISTRATION NUMBER</b>	4416528
<b>DATE OF INCORPORATION</b>	15th April 2002
<b>START OF FINANCIAL YEAR</b>	1st January 2021
<b>END OF FINANCIAL YEAR</b>	31st December 2021
<b>TRUSTEE DIRECTORS WHO SERVED DURING THE YEAR TO 31ST DECEMBER 2021</b>	Frank Stonelake Katherine Valdes nee Kitchen (resigned 7 March 2021) Mary Fish David Williams (appointed 22 January 2021) Dr Christian Wilcock (appointed 22 January 2021, resigned 23 February 2022)
<b>GOVERNING DOCUMENT</b>	Memorandum and Articles of Association
<b>OBJECTS</b>	<p>To advance the Christian faith in accordance with the statement of beliefs in Croydon and in such other parts of the United Kingdom or the world as the Trustees may from time to time think fit and other such purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the charity.</p>
<b>REGISTERED ADDRESS</b>	3 Ullstan Close Woldingham Caterham CR3 7EH
<b>BANKERS</b>	Barclays Bank Plc 1 North End Croydon Surrey
<b>INDEPENDENT EXAMINER</b>	Independent Examiners Ltd Unit 2 The Broadbridge Business Centre Delling Lane Bosham West Sussex PO18 8NF

**FOLLY'S END FELLOWSHIP TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31ST DECEMBER 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act present their report together with the financial statements of the charity for the year ended 31st December 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, applicable law and the requirements of the Statement of Recommended Practice "Accounting and Reporting by Charities" 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 2015) - (Charities SORP (FRS102)) and the Charities Act 2011.

**Structure, Governance and Management**

The charity is a company limited by guarantee and was formed on 15th April 2002. It is governed by its memorandum and articles of association.

**Methods of Appointment or Election of Trustees**

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

New Trustees are mentored by existing Trustees and training carried out through attendance on appropriate courses where considered necessary.

**Risk Management**

The Trust works on a general basis of risk awareness. We operate a management accounting system that allows good understanding of our financial affairs. The Trust has in place a programme to review all of its risks and continues to improve its methods of wider risk assessment.

**Objectives and Activities for Public Benefit**

The Charity's main object as set out in the memorandum and articles of association is to advance the Christian faith in accordance with the statement of beliefs in Croydon and in such other parts of the United Kingdom or the world as the Trustees may from time to time think fit and other such purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the charity.

The principal aims of the Charity are the worship of God, the instruction of Christians, the care and Christian instruction of young people and children, the evangelisation of non-Christians, the relief of sickness and poverty and the advancement of the Christian faith generally.

**Review of Activities**

2021 was another year of significant disruption to both activity and development of our planned new offering due to the Coronavirus Pandemic. Lockdowns continued until July 2021 with restrictions continuing until March 2022. During Lockdowns the day-to-day activities of the Trust remained reduced with our staff furloughed where necessary.

Once the UK restrictions started to lift and life returned to nearer normal, we were finally allowed to view properties in person and our search for an appropriate nursery premises increased. We identified a large unused school premises to the south of Croydon which was for sale and our offer to purchase the site was accepted, subject to contract. We were considerably close to completion however, after having conducted a number of very positive feasibility studies for the site, the Trustees were forced to withdraw from the purchase due to the discovery of a covenant over the land which would have made the site unsuitable for a day nursery. It was a disappointment to the Trustees, and everyone involved in the project, that we were forced to withdraw at such a late stage.

During the lock-down periods we took the opportunity to undertake a full review of the Trust's policies and procedures, which included our banking and bank mandate arrangements.

We also undertook a full review of our governing documents, with significant input from interested parties. We formulated a new mission to guide the Trust in its future work and the revision of our governing documents will reflect this. We have invested a great deal of time and careful consideration in this process and together with our law firm, Mishcon de Reya, we have rewritten our governing documents. We are delighted to report that these documents have been agreed with the Charity Commission. We intend to adopt the new governing documents during 2022 and we are excited about the Trust's future.

We also completed the re-publishing of the Folly's End's teaching materials in digital format. This has been a long process, but the entire back catalogue is now re-launched and available as a Christian learning resource. The Folly's End archive is a record of the ministry of Folly's End Church and is a freely available resource in digital format- which may be of particular interest to those who have been involved in the ministry of the Church over its 35 year history.

**FOLLY'S END FELLOWSHIP TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE DIRECTORS (Continued)  
FOR THE YEAR ENDED 31ST DECEMBER 2021**

**Review of Activities (continued)**

We also worked on the completion and illustration of short series of children's books written by Dave Markee in the later years of his ministry. We are planning to publish the first of these books in 2022.

**Financial Review**

In 2021 we recorded a deficit of income over expenditure of £227,992 (2020: surplus of £1,704,384).

Total reserves at 31st December 2021 were £3,078,665 of which £2,978 were restricted funds and £3,075,687 unrestricted.

**Going Concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

**Reserves Policy**

The Trust maintains reserves and investments primarily for specific uses, e.g. building funds. There is no intention to build reserves and investments without specific immediate uses.

**Plans for Future Periods**

At the time the Pandemic first struck in early 2020 we had just sold our building in Central Croydon with the intention of re-investing in new pre-school education and conference facilities. Our plans, and consequently the activities of the Trust, have therefore been put on hold during the various lockdowns and business interruptions of 2020 and 2021. We were unfortunate to have to withdraw from what we regarded as a very promising new premises for our pre-school project during 2021 and despite considering a number of further possible sites towards the end of the year, we were unable to identify a suitable one by the year end.

The Trust have formulated a new plan in order to secure a new building and we are sure we will be able move the project forward in 2022.

**Statement of Directors' Responsibilities:**

The Charities Act and the Companies Act require the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

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

The trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are also responsible for the contents of the trustees' report, and the responsibility of the independent examiner in relation to the trustees' report is limited to examining the report and ensuring that, on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

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

I approve the attached statement of financial activities and balance sheet for the year ended 31st December 2021 and confirm that I have made available all information necessary for its preparation.

Approved by the Directors on the 9. 11. 2022

Signed on their behalf by Director ..... 

Print Name: MR D WILLIAMS

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**(Incorporating Income & Expenditure Account)**

	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2021 £	TOTAL 2020 £
<b>INCOME AND ENDOWMENTS FROM:</b>						
Donations and Legacies	3a	24,288	-	-	24,288	4,134
Investment Income	3b	57	-	-	57	-
Charitable Activities	3c	18,666	-	-	18,666	35,691
Other Income	3d	-	-	-	-	600
Donated Services	9	-	-	-	-	-
<b>TOTAL</b>		<b>43,011</b>	<b>-</b>	<b>-</b>	<b>43,011</b>	<b>40,425</b>
<b>EXPENDITURE ON:</b>						
Charitable Activities	4a	271,003	-	-	271,003	881,382
<b>TOTAL</b>		<b>271,003</b>	<b>-</b>	<b>-</b>	<b>271,003</b>	<b>881,382</b>
<b>NET INCOME/(EXPENDITURE)</b>						
Transfers Between Funds	5	(227,992)	-	-	(227,992)	(840,957)
		300,000	(300,000)	-	-	-
<b>OTHER RECOGNISED GAINS/(LOSSES)</b>						
Gain on Sale of Fixed Asset			-	-	-	2,545,341
<b>NET MOVEMENT IN FUNDS</b>		<b>72,008</b>	<b>(300,000)</b>	<b>-</b>	<b>(227,992)</b>	<b>1,704,384</b>
<b>Reconciliation of funds:</b>						
Total Funds Brought Forward		3,003,679	300,000	2,978	3,306,657	1,602,273
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>3,075,687</b>	<b>-</b>	<b>2,978</b>	<b>3,078,665</b>	<b>3,306,657</b>

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 8 to 16 form part of these financial statements.

**FOLLY'S END FELLOWSHIP TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

COMPANY NO: 4416528

**BALANCE SHEET  
AS AT 31 DECEMBER 2021**

	Note	Unrestricted Funds £	Restricted Funds £	31-Dec-21 Total £	31-Dec-20 Total £
<b>Fixed Assets</b>					
Tangible Assets	2	17,645	-	17,645	25,207
<b>Current Assets</b>					
Debtors & Prepayments	7	8,014	-	8,014	-
Cash at Bank and in Hand		3,129,130	2,978	3,132,108	3,306,996
<b>Total Current Assets</b>		<b>3,137,144</b>	<b>2,978</b>	<b>3,140,122</b>	<b>3,306,996</b>
<b>Creditors: amounts falling due within one year</b>	8	79,102	-	79,102	25,546
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		3,058,042	2,978	3,061,020	3,281,450
<b>TOTAL ASSETS less current liabilities</b>		<b>3,075,687</b>	<b>2,978</b>	<b>3,078,665</b>	<b>3,306,657</b>
<b>Creditors: amounts falling due in more than one year</b>		-	-	-	-
<b>NET ASSETS</b>		<b>3,075,687</b>	<b>2,978</b>	<b>3,078,665</b>	<b>3,306,657</b>
<b>Funds of the Charity</b>					
General Funds		3,075,687	-	3,075,687	3,003,679
Designated Funds	6	-	-	-	300,000
Restricted Funds	5	-	2,978	2,978	2,978
<b>Total Funds</b>		<b>3,075,687</b>	<b>2,978</b>	<b>3,078,665</b>	<b>3,306,657</b>

**Directors' Responsibilities:**

The directors are satisfied that for the year ended on 31st December 2021 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner whose report appears on page 17.

The directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP (FRS102)).

The directors acknowledge their responsibility for ensuring that the company keeps proper accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and if its profit and loss for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

Approved by the Directors on the 9. 11. 2022

Signed on their behalf by Director 

Print Name: MR D WILLIAMS

**FOLLY'S END FELLOWSHIP TRUST  
(A COMPANY LIMITED BY GUARANTEE)  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2021**

**1. ACCOUNTING POLICIES**

**Basis of Preparation**

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime and in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019). Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Advantage has been taken of Section 396(5) of The Companies Act 2006 to allow the format of the financial statements to be adapted to reflect the special nature of the charity's operation and in order to comply with the requirements of the SORP.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement.

Folly's End Fellowship Trust meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost unless otherwise stated in the relevant accounting policy notes.

**Preparation of accounts on a going concern basis**

Preparation of the accounts is on a going concern basis. The Trustees are of the view that the level of reserves will support the charity going forward.

The particular accounting policies adopted are set out below.

**Income**

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

**Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

**Government Grants**

Government grants relating to tangible fixed assets are treated as deferred income and released to the Statement of financial activities over the expected useful lives of the assets concerned. Other grants are credited to the Statement of financial activities as the related expenditure is incurred.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**1. ACCOUNTING POLICIES (Continued)**

**Governance Costs**

Include costs of the preparation and examination of statutory accounts, the costs of the Directors' meetings and cost of any legal advice to Directors on governance or constitutional matters.

**Employee benefits**

Short term benefits including holiday pay are recognised as an expense in the period in which the service is received.

**Legal status of the charity**

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

**Donated Services and Facilities**

These are only included in income (with an equivalent amount in expenditure) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

**Pension Scheme**

The charity operates a government backed defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. The charity is under no further obligation to make any extra payments irrespective of how that pension fund performs.

**Fixed Tangible Assets**

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following bases:

Fixtures and Fittings	30%
Improvements to Flat	30%
Motor Vehicles	25%
Freehold Property	Not provided

No depreciation is charged to freehold property as the property is maintained to such a standard that the estimated residual value is not less than cost.

**Liabilities**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

**Fund Accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charitable Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**2. TANGIBLE FIXED ASSETS**

		Freehold Property	Improvements to Flat	Fixtures and Fittings	Motor Vehicles	<b>Total</b>
		£	£	£	£	£
Cost	01-Jan-21	-	-	142,420	23,753	166,173
Additions		-	-	-	-	-
Disposals		-	-	-	-	-
Cost at	31-Dec-21	-	-	142,420	23,753	166,173
Depreciation	01-Jan-21	-	-	139,468	1,498	140,966
Charge		-	-	885	6,677	7,562
Disposals		-	-	-	-	-
Depreciation at	31-Dec-21	-	-	140,353	8,175	148,528
Net Book Value	31-Dec-21	-	-	<b>2,067</b>	<b>15,578</b>	<b>17,645</b>
Net Book Value	31-Dec-20	-	-	<b>2,952</b>	<b>22,255</b>	<b>25,207</b>

The annual commitments under non-cancelling operating leases and capital commitments are as follows:

31st December 2021: Nil

31st December 2020: Nil

**3. INCOME**

	Unrestricted Funds Church £	Restricted Funds Pre-School £	<b>TOTAL 2021 £</b>	<b>TOTAL 2020 £</b>
<b>a) Donations and Legacies</b>				
Grants Received - Other	-	-	-	2,500
Grants Received - HMRC Job Retention Scheme	24,288	-	24,288	1,634
	<b>24,288</b>	<b>-</b>	<b>24,288</b>	<b>4,134</b>
<b>b) Investment Income</b>				
Bank Interest	57	-	57	-
	<b>57</b>	<b>-</b>	<b>57</b>	<b>-</b>
<b>c) Charitable Activities</b>				
Costs Recharge	7,620	-	7,620	-
Early Years	-	-	-	31,706
Utilities Refund	10,601	-	10,601	-
Royalties	445	-	445	-
Tuition Fees	-	-	-	3,985
	<b>18,666</b>	<b>-</b>	<b>18,666</b>	<b>35,691</b>

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

<b>3. INCOME</b>	Unrestricted Funds	Restricted Funds	<b>TOTAL 2021</b>	<b>TOTAL 2020</b>
	£	£	£	£
<b>d) Other Income</b>				
Contribution to Legal Fees	-	-	-	600
	<u>-</u>	<u>-</u>	<u>-</u>	<u><b>600</b></u>

**4. EXPENDITURE**

<b>Notes</b>	Unrestricted Funds	Restricted Funds	<b>TOTAL 2021</b>	<b>TOTAL 2020</b>
	£	£	£	£
<b>a) Charitable Activities</b>				
Advertising & Publicity	78	-	78	-
Direct Project Costs (incl Archive Project)	15,090	-	15,090	12,777
Bank Charges and Interest	1,232	-	1,232	990
Building Repairs & Maintenance	-	-	-	9,085
Cleaning Costs	1,913	-	1,913	-
Compensation payments to Leaseholders	-	-	-	213,475
Computer and Internet	-	-	-	2,739
Council Tax & Rates	-	-	-	3,105
Depreciation Expense	7,562	-	7,562	1,711
Equipment Costs	739	-	739	712
Gifts & Donations	6,000	-	6,000	18,207
Insurance Costs	732	-	732	3,341
License & Subscriptions	167	-	167	213
Grants *	-	-	-	40,000
Office and General Administrative Expenses	3,063	-	3,063	-
Printing, Postage and Stationery	-	-	-	663
Salaries & Wages <b>10</b>	63,177	-	63,177	321,377
Schools and Trips	-	-	-	284
Storage Costs	8,445	-	8,445	3,547
Sub Contractors Costs <b>10</b>	133,957	-	133,957	114,908
Sundry Expenses	386	-	386	434
Telephone Costs	1,440	-	1,440	970
Travel & Subsistence	889	-	889	3,249
Utility Costs	-	-	-	5,307
Vehicle Expenses	795	-	795	1,661
Rent and Venue Hire	6,000	-	6,000	-
<b>Governance:</b>				
Audit and Accountancy	870	-	870	5,610
Legal and Professional Fees	18,468	-	18,468	117,017
	<u><b>271,003</b></u>	<u>-</u>	<u><b>271,003</b></u>	<u><b>881,382</b></u>

\* The charity made a payment to the trustee, Mr F Stonelake, during the previous year to reimburse him for a loan made to the charity many years ago that was not recorded in the financial statements of the charity. The Trustees agreed in principle to make the payment of £40,000 in their meeting dated 8 September 2020 pending legal advice and approval from the Charity Commission. The permission was forthcoming and the payment was ratified by the independent trustees on 11 December 2020.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**5. RESTRICTED FUNDS**

	<b>THIS YEAR</b>				
	Balance 01-Jan-21	Income	Expenditure	Transfer	Balance 31-Dec-21
	£	£	£	£	£
Church Centre, Complex Fund	1,150	-	-	-	1,150
Reachout Project	1,828	-	-	-	1,828
	<b>2,978</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,978</b>

	<b>LAST YEAR</b>				
	Balance 01-Jan-20	Income (incl gain on sale of assets)	Expenditure	Transfer	Balance 31-Dec-20
	£	£	£	£	£
Church Centre, Complex Fund	1,150	-	-	-	1,150
Reachout Project	1,828	-	-	-	1,828
Preschool Fund	14,495	44,325	59,804	984	-
	<b>17,473</b>	<b>44,325</b>	<b>59,804</b>	<b>984</b>	<b>2,978</b>

The restricted funds are wholly represented by current assets.

The Church Centre, Complex Fund is a long standing fund, the balance of which has been held for over 10 years. These monies were held for the purpose of funding of separate Church, Centre and Complex sites. The funds continue to be held with that long term aim.

The Reachout Project Fund is a long standing fund, the balance of which has been held for over 10 years. It represents monies received from members specifically for the "Reachout" project for the support of local homeless people.

**6. DESIGNATED FUNDS**

	<b>THIS YEAR</b>				
	Balance 01-Jan-21	Income	Expenditure	Transfers	Balance 31-Dec-21
	£	£	£	£	£
Education Fund	300,000	-	-	(300,000)	-
	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>(300,000)</b>	<b>-</b>

	<b>LAST YEAR</b>				
	Balance 01-Jan-20	Income	Expenditure	Transfers	Balance 31-Dec-20
	£	£	£	£	£
Education Fund	300,000	-	-	-	300,000
	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>300,000</b>

The education fund represents the funds specifically raised to purchase a property in Selhurst Road. They have been shown as a separate designated fund since the School property was sold in 2015. The Trustees have agreed to lift the designation at the end of this financial year and transfer the funds back to the general unrestricted fund, in anticipation of the purchase of a property which is due to complete in 2022.

**FOLLY'S END FELLOWSHIP TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)  
FOR THE YEAR ENDED 31ST DECEMBER 2021**

**7. DEBTORS AND PREPAYMENTS**

	Unrestricted Fund £	Restricted Fund £	<b>Total 31-Dec-21 £</b>	<b>Total 31-Dec-20 £</b>
HMRC PAYE and NI Overpaid	61	-	61	-
Salaries Overpaid *	333	-	333	-
Trade Debtors	7,620	-	7,620	-
	<b>8,014</b>	<b>-</b>	<b>8,014</b>	<b>-</b>

\* During the financial year, a prudent estimate of net salaries payable each month had to be made in advance, whilst the banking mandate was being updated, and before the payroll for each month had been calculated. This meant that on occasions, small discrepancies occurred. At the end of the financial year, employee net salaries had been overpaid by a total of £332.66. This amount was repaid to the charity during the following financial year.

**8. CREDITORS AND ACCRUALS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

Note	Unrestricted Fund £	Restricted Fund £	<b>Total 31-Dec-21 £</b>	<b>Total 31-Dec-20 £</b>
Trade Creditors	9,828	-	9,828	18,904
Other Creditors	1,572	-	1,572	1,009
Accruals and Deferred Income	870	-	870	5,610
VAT Liability	-	-	-	23
Backdated pay outstanding	66,832	-	66,832	-
	<b>79,102</b>	<b>-</b>	<b>79,102</b>	<b>25,546</b>

**9. DONATED SERVICES AND FACILITIES**

The Trust received the following donated services during the year:

	Unrestricted Fund £	Restricted Fund £	<b>Total 31-Dec-21 £</b>	<b>Total 31-Dec-20 £</b>
<u>Paid by CEL on behalf of the Charity:</u>				
Premises upkeep and maintenance	-	-	-	3,000
Staff time (reception and caretaking services)	-	-	-	12,000
Executive leadership	-	-	-	12,000
	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,000</b>

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**10. STAFF COSTS**

	<b>2021</b>	<b>2020</b>
	<b>TOTAL</b>	<b>TOTAL</b>
	£	£
Gross Wages & Salaries	59,654	296,504
Social Security	1,815	23,994
Social Security (2020 liability)	438	-
Pension Contributions	1,270	879
	<u><u>63,177</u></u>	<u><u>321,377</u></u>

Included in wages and salaries is £0 (2020: £19,154) paid in respect of redundancy payments to four individuals who were employees of the pre-school which closed operations in 2020.

The average monthly head count of full-time equivalent employees (including casual and part-time staff) during the year were as follows:

	<b>2021</b>	<b>2020</b>
Project Staff	1	7
Administrative Support	2	1

No employees received emoluments in excess of £60,000 (2020: None). Staff are paid through the PAYE system and some contractors are also paid on a self employed basis.

**Key Management Personnel**

The key management personnel are considered to be the Trustees, the CEO and Ministry Leaders. Some key management personnel are paid through the PAYE system and some are self employed contractors engaged for finance and ministry leadership work. The aggregate remuneration (which includes employer national insurance and employer pension contributions) and self employed contractor fees of the key management personnel of the charity (including payments to Trustees, which are detailed in note 11 below) amounted to £194,282. This also includes a liability for unpaid backdated pay for the sum of £66,832 as explained below.

Amounts paid through the PAYE system	60,325
Amounts paid as Self employed contractors	<u>133,957</u> see breakdown below
	<u><u>194,282</u></u>

**Subcontractors paid on a self employed basis**

Amount paid to Key Management Personnel	27,125 for financial services rendered
Amount paid to Key Management Personnel	40,000 for leaders fees
Amount paid to Key Management Personnel	<u>66,832</u> for leaders fees (accrued amount outstanding)
	<u><u>133,957</u></u>
Amounts paid to Other Subcontractors	<u><u>11,950</u></u> for project work

The founders of the charity, David and Rosina Markee, either did not receive a salary or had a reduced payment for over a decade for their role as the founders and pastors of the church. This was because the church had insufficient funds. David and Rosina both played a significant and vital part in enabling the Trust to continue It's mission during this period and it is the firm view of The Trustees, that without their input the Trust would not have survived; The Trust remain incredibly grateful to David and Rosina for their sacrifices and dedication over many years. The Estate of Rosina Markee received a salary back-payment that was approved by the Trustees, following legal advice, to reflect the years of non-payment or reduced salary. The total underpayment covering this period that was paid in 2021 amounted to £40,000. At the end of this financial year, the amount outstanding to the Estate of Rosina Markee in respect of unpaid and backdated pay was £66,832. This is shown as a creditor in note 8.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**11. TRUSTEES AND OTHER RELATED PARTIES**

During the year, one or more Trustees has been paid remuneration or has received other benefits from an employment or contract for services with the Company. The remuneration relates to the administrative and financial services provided to the charity and not for acting as trustee. The value of Trustees' remuneration, contract for services and other benefits was as follows:

Name of trustee	Legal authority	Amounts paid or benefit value			
		Remuneration	Contract	2021	2020
		for services	TOTAL	TOTAL	
		£	£	£	£
F Stonelake	Governing document	5,000	0	5,000	6,000
D Williams *	Governing document	0	27,125	27,125	0
		<b>5,000</b>	<b>27,125</b>	<b>32,125</b>	<b>6,000</b>

\* Payments were made to Avron Limited, a company of which Trustee D Williams is a director.

At the start of the year there were loans outstanding of £1,203 from Conference Events Limited, a company of which Trustee D Williams is a director. A total amount of £497 was repaid against the loan during 2021, leaving a balance of £706 owing to Conference Events Limited at 31st December 2021.

A related party to the CEO was paid £8,750 for their services rendered in relation to project work undertaken. Office rental for 2021 totalling £4,200 was also paid following thorough research undertaken by the Trustees regarding available office space, whereby they deemed this arrangement financially advantageous and in the charity's best interests.

**12. STATEMENT OF FUNDS**

**Statement of Funds - current year**

	Balance					Balance
	01-Jan-21	Income	Expenditure	Transfers	Gain/Loss	31-Dec-21
	£	£	£	£	£	£
General funds	3,003,679	43,011	(271,003)	300,000	-	3,075,687
Designated funds						
Education Fund	300,000	-	-	(300,000)	-	-
Restricted funds						
Church Centre, Complex Fund	1,150	-	-	-	-	1,150
Reachout Project	1,828	-	-	-	-	1,828
	<b>3,306,657</b>	<b>43,011</b>	<b>(271,003)</b>	<b>-</b>	<b>-</b>	<b>3,078,665</b>

**Statement of Funds - prior year**

	Balance					Balance
	01-Jan-20	Income	Expenditure	Transfers	Gain/Loss	31-Dec-20
	£	£	£	£	£	£
General funds	1,284,800	3,100	(821,578)	(984)	2,538,341	3,003,679
Designated funds						
Education Fund	300,000	-	-	-	-	300,000
Restricted funds						
Church Centre, Complex Fund	1,150	-	-	-	-	1,150
Reachout Project	1,828	-	-	-	-	1,828
Preschool Fund	14,495	37,325	(59,804)	984	7,000	-
	<b>1,602,273</b>	<b>40,425</b>	<b>(881,382)</b>	<b>-</b>	<b>2,545,341</b>	<b>3,306,657</b>

**FOLLY'S END FELLOWSHIP TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31ST DECEMBER 2021**

**13. SUMMARY OF FUNDS**

**Summary of funds - current year**

	Balance 01-Jan-21 £	Income £	Expenditure £	Transfers £	Gain/Loss £	Balance 31-Dec-21 £
General funds	3,003,679	43,011	(271,003)	300,000	-	3,075,687
Designated funds	300,000	-	-	(300,000)	-	-
Restricted funds	2,978	-	-	-	-	2,978
	<b>3,306,657</b>	<b>43,011</b>	<b>(271,003)</b>	<b>-</b>	<b>-</b>	<b>3,078,665</b>

**Summary of funds - previous year**

	Balance 01-Jan-20 £	Income £	Expenditure £	Transfers £	Gain/Loss £	Balance 31-Dec-20 £
General funds	1,284,800	3,100	(821,578)	(984)	2,538,341	3,003,679
Designated funds	300,000	-	-	-	-	300,000
Restricted funds	17,473	37,325	(59,804)	984	7,000	2,978
	<b>1,602,273</b>	<b>40,425</b>	<b>(881,382)</b>	<b>-</b>	<b>2,545,341</b>	<b>3,306,657</b>

**14. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

**Analysis of net assets between funds - current year**

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	<b>TOTAL 2021 £</b>
Tangible Fixed Assets	17,645	-	-	17,645
Current Assets	3,137,144	-	2,978	3,140,122
Creditors due within one year	(79,102)	-	-	(79,102)
	<b>3,075,687</b>	<b>-</b>	<b>2,978</b>	<b>3,078,665</b>

**Analysis of net assets between funds - prior year**

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	<b>TOTAL 2020 £</b>
Tangible Fixed Assets	25,207	-	-	25,207
Current Assets	3,004,018	300,000	2,978	3,306,996
Creditors due within one year	(25,546)	-	-	(25,546)
	<b>3,003,679</b>	<b>300,000</b>	<b>2,978</b>	<b>3,306,657</b>

**15. POST BALANCE SHEET EVENT**

The charity completed the purchase of a property located in Woodcote Valley Road, Purley to house a new Christian nursery. The purchase price paid by the charity was £966,500 and the sale completed in June 2022.

## INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

I report to the trustees on my examination of the accounts of the above charity for the year ended 31st December 2021.

As the charity's trustees (who are also the directors of the company for the purposes of company law), you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

### Responsibilities and basis of report

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

### Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:  FCIE

Date: 11th January 2023

Independent Examiners Ltd  
Unit 2 The Broadbridge Business Centre  
Delling Lane  
Bosham  
West Sussex  
PO18 8NF

**FOLLY'S END FELLOWSHIP TRUST**

England & Wales - Charity number 1092505

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# Accounts

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Registered number: 04416528  
Charity number: 1092505

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**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

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**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

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**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**Trustees**

Mary Melinda Wilson Fish  
Frank Geoffrey Stonelake  
Dr Christian Jeremy Wilcock (appointed 22 January 2021)  
David Williams (appointed 22 January 2021)  
Katherine Margaret Valdes (resigned 7 March 2021)

**Company registered number**

04416528

**Charity registered number**

1092505

**Registered office**

3 Ulstan Close  
Woldingham  
Caterham  
CR3 7EH

**Independent auditors**

Baldwin Scofield Ltd  
Chartered Accountants  
Statutory auditors  
3 Newhouse Business Centre  
Old Crawley Road  
Horsham  
West Sussex  
RH12 4RU

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

The Trustees present their annual report together with the audited financial statements of the Company for the year 1 January 2020 to 31 December 2020. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

**Objectives and activities**

• **Policies and objectives**

The objects of the charity are to advance the Christian faith in accordance with the statement of beliefs, in Croydon and in such other parts of the United Kingdom or the world as the Trustees may from time to time think fit and other such purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the charity.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

• **Strategies for achieving objectives**

The principal aims of the Charity are the worship of God, the instruction of Christians, the care and Christian instruction of young people and children, the evangelisation of non-Christians, the relief of sickness and poverty and the advancement of the Christian faith generally.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**Achievements and performance**

● **Review of activities**

As our previous reports have demonstrated the Trust has significantly struggled financially over the past 12 years. It owned a very large building, which was in a state of disrepair and required urgent maintenance work. It was expensive to maintain and the income of the Trust had been all but lost. The building had been acquired in 2001 by way of a weighty bank loan. The purpose was to provide a home to Folly's End Church, which, at that time, had a large congregation and the income to service these costs. However, in 2008 the majority of the membership left Folly's End Church and from then on, there had been difficulty servicing the bank loan and covering daily costs.

During the years since 2008 the Trust continued to operate both Folly's End Church and Hop Skip and Jump Preschool. Since 2015 the Trustees have also been focussed on the sale of the building to a developer in order to maximise the Trust's financial benefit from its site in Central Croydon, and thereby release financial resource to support the future operations of the Trust. The sale was finally completed in February 2020.

By the end of 2019 the membership of Folly's End Church had dwindled to a point where the Founder of the church ministry together with the Trustees agreed the Church was no longer viable. Folly's End Church closed in December 2019.

After the Summer Term of 2020 the Trustees also decided to end the Trust's involvement in Hop Skip and Jump Preschool. The decision was made after Hop Skip and Jump's founder and long-term leader decided to step down after 25 years service to the Trust and move from the area. The settings were only open three mornings a week and it was felt that a new more vibrant service should be offered.

Since the sale of the building in February 2020 the Trust has appointed a new Chief Executive and immediately commenced a search for premises, which can house a new Christian Nursery. This has been hampered by lockdowns and business continuity issues created by the Covid-19 Pandemic. Consequently, it has been necessary to furlough our staff during the year and our plans to re-launch have, through necessity, been put on hold.

The Founders have left the Trust a very large pool of historic Christian teaching and ministry resources. During 2020 a project was started to re-publish this material in a format suitable for the digital age and this has been ongoing during the latter part of 2020. There was also a large amount of music and books that had yet to be published. The Trust has been working on distributing this material in digital formats and continuing to spread the gospel.

**Financial review**

● **Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

● **Reserves policy**

The Trust maintains reserves and investments primarily for specific purposes. There is no intent to build reserves which are not to be used for specific foreseeable uses.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

● **Financial review**

In 2020 we recorded a surplus of income and gains over expenditure of £1,709,184 (2019: deficit £98,193). Total reserves at 31 December 2020 were £3,306,657 of which £2,978 were restricted funds and £3,303,679 unrestricted.

● **Financial risk management objectives and policies**

The Trust works on a general basis of risk awareness. We operate a management accounting system that allows good understanding of our financial affairs. The Trust has in place a programme to review all of its risks and continues to improve its methods of wider risk assessment.

**Structure, governance and management**

● **Constitution**

Folly's End Fellowship Trust is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association.

● **Methods of appointment or election of Trustees**

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

New Trustees are mentored by existing Trustees and training carried out through attendance on appropriate courses where considered necessary.

● **Organisational structure and decision-making policies**

The day-to-day decision making of the charity is undertaken by the Chief Executive Officer who reports to the Trustees.

**Plans for future periods**

As mentioned in our report on activities for 2020, the Trustees plan to launch a new Christian Nursery as soon as practicable in 2021. Our plan is to operate on a larger scale with a much-improved service offering than our previous activities. Although our business planning is detailed and at an advanced stage, our plans will depend on finding and acquiring a suitable premises. We recognise this could yet be a slow process as the Covid-19 Pandemic continues to weigh on business activity and the availability of suitable sites in to 2021.

The Archiving Project which is re-publishing the Trust's ministry material and which started in 2020 will also carry on into 2021 and the Trustees expect the project will be completed next year.

The original vision of Dave and Ze Markee, who were the founders of the Trust, was to provide a Christian ministry which promoted the teachings of Jesus Christ through worship and the family. The Trustees will seek to continue to deliver the charitable objectives of the Trust in a manner which honours the original vision of the Founders. For 2021 and for the near-term, the re-launch of our children's activities will be the first stage in this process. The Trustees have aspirations to add Christian Conferences for the promotion of the Christian faith and development of ministries in the wider Christian community to the activities of the Trust in the future, once the pandemic and government restrictions allows.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**Statement of Trustees' responsibilities**

The Trustees (who are also the directors of the Company 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. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the 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.

**Disclosure of information to auditors**

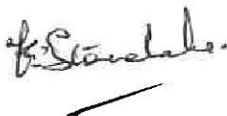
Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

**Auditors**

The auditors, Baldwin Scofield Ltd, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 15 November 2021 and signed on their behalf by:



**Frank Geoffrey Stonelake**

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLLY'S END FELLOWSHIP TRUST**

**Opinion**

We have audited the financial statements of Folly's End Fellowship Trust (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, 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 Financial Reporting Standard 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 charitable company's affairs as at 31 December 2020 and of its 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charitable company's ability to continue as a going concern for a period 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.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLLY'S END FELLOWSHIP TRUST**  
**(CONTINUED)**

**Other information**

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' 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.

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

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the Trustees' responsibilities statement, 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 charitable 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 charitable company or to cease operations, or have no realistic alternative but to do so.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLLY'S END FELLOWSHIP TRUST**  
**(CONTINUED)**

**Auditors' responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charitable company and determined that the most significant are those that relate to the reporting framework in conformity with the requirements of the Companies Act 2006 and the relevant direct and indirect tax compliance regulations in the United Kingdom.

We understood how Folly's End Fellowship Trust is complying with those frameworks by making enquiries of management to understand how the company maintains and communicates its policies and procedures in these areas and corroborated this by reviewing supporting documentation and minutes of meetings of those charged with governance.

We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override to be a fraud risk. In addition, we considered the risk of management override by sampling from the entire population of journals, identifying specific transactions which did not meet our expectations based on specific criteria and investigated these to gain an understanding and then agree back to source documentation.

Based on this understanding we designed our audit procedures to identify noncompliance with such laws and regulations. Our procedures involved verifying that material transactions were recorded in compliance with Financial Reporting Standards and the Charities SORP in conformity with the requirements of the Companies Act 2006.

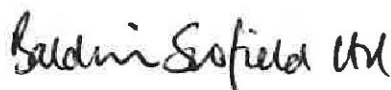
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' report.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLLY'S END FELLOWSHIP TRUST**  
**(CONTINUED)**

**Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



**Baldwin Scofield Ltd**  
Chartered Accountants  
Statutory auditors  
3 Newhouse Business Centre  
Old Crawley Road  
Horsham  
West Sussex  
RH12 4RU

15 November 2021

Baldwin Scofield Ltd are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
<b>Income from:</b>					
Donations and legacies	3	1,634	2,500	4,134	30,220
Other trading activities	4	35,691	-	35,691	115,592
Investments	5	-	-	-	89,653
Other income	6	-	600	600	2,276
		<u>37,325</u>	<u>3,100</u>	<u>40,425</u>	<u>237,741</u>
<b>Total income</b>					
<b>Expenditure on:</b>					
Charitable activities	8	59,804	821,578	881,382	335,934
		<u>59,804</u>	<u>821,578</u>	<u>881,382</u>	<u>335,934</u>
<b>Total expenditure</b>					
<b>Net expenditure before net gains on investments</b>					
		(22,479)	(818,478)	(840,957)	(98,193)
Net gains on investments		7,000	2,538,341	2,545,341	5,000
		<u>(15,479)</u>	<u>1,719,863</u>	<u>1,704,384</u>	<u>(93,193)</u>
<b>Net (expenditure)/income</b>					
Transfers between funds	16	984	(984)	-	-
		<u>(14,495)</u>	<u>1,718,879</u>	<u>1,704,384</u>	<u>(93,193)</u>
<b>Net movement in funds</b>					
<b>Reconciliation of funds:</b>					
Total funds brought forward		17,473	1,584,800	1,602,273	1,695,466
Net movement in funds		(14,495)	1,718,879	1,704,384	(93,193)
		<u>2,978</u>	<u>3,303,679</u>	<u>3,306,657</u>	<u>1,602,273</u>
<b>Total funds carried forward</b>					

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 12 to 26 form part of these financial statements.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**  
**REGISTERED NUMBER: 04416528**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	13	25,207	1,666,938
<b>Current assets</b>			
Cash at bank and in hand		3,306,996	63,330
		3,306,996	63,330
Creditors: amounts falling due within one year	14	(25,546)	(127,995)
<b>Net current assets / liabilities</b>		3,281,450	(64,665)
<b>Total net assets</b>		3,306,657	1,602,273
<b>Charity funds</b>			
Restricted funds	16	2,978	17,473
Unrestricted funds	16	3,303,679	1,584,800
<b>Total funds</b>		3,306,657	1,602,273

The entity was entitled to exemption from audit under section 477 of the Companies Act 2006.

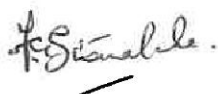
The members have not required the entity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

However, an audit is required in accordance with section 145 of the Charities Act 2011.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees on 15 November 2021 and signed on their behalf by:



**Frank Geoffrey Stonelake**

The notes on pages 12 to 26 form part of these financial statements.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**1. General information**

Folly's End Fellowship Trust is a company limited by guarantee and registered charity and was established on 15 April 2002. It is governed by its Memorandum and Articles of Association

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Folly's End Fellowship Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

**2.2 Income**

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

**2.3 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**2. Accounting policies (continued)**

**2.3 Expenditure (continued)**

All expenditure is inclusive of irrecoverable VAT.

**2.4 Government grants**

Government grants relating to tangible fixed assets are treated as deferred income and released to the Statement of financial activities over the expected useful lives of the assets concerned. Other grants are credited to the Statement of financial activities as the related expenditure is incurred.

**2.5 Tangible fixed assets and depreciation**

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following bases:

Freehold property	-	Not provided
Long-term leasehold property	-	
Improvements to flat	-	30%
Motor vehicles	-	25%
Fixtures and fittings	-	30%

**2.6 Cash at bank and in hand**

Cash at bank and 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.

**2.7 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**2. Accounting policies (continued)**

**2.8 Financial instruments**

The Company 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 using the effective interest method.

**2.9 Pensions**

The Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the year.

**2.10 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

**3. Income from donations and legacies**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Donations	-	-	-
Grants	-	2,500	<b>2,500</b>
Government grants	1,634	-	<b>1,634</b>
	<u>1,634</u>	<u>2,500</u>	<u><b>4,134</b></u>
		<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Donations		<u>30,220</u>	<u>30,220</u>

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**4. Income from other trading activities**

**Income from non charitable trading activities**

	<b>Restricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Charity trading income - tuition fees	<u>35,691</u>	<u>35,691</u>
	<i>Restricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Charity trading income - tuition fees	<u>115,592</u>	<u>115,592</u>

**5. Investment income**

		<b>Total funds 2020 £</b>
Investment income - rents received	<u>89,653</u>	<u>89,653</u>
	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>

**6. Other incoming resources**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Sundry recharge receipts	<u>600</u>	<u>600</u>

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**6. Other incoming resources (continued)**

	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Sundry recharge receipts	2,276	2,276

**7. Analysis of grants**

	<b>Grants to trustee 2020 £</b>	<b>Total funds 2020 £</b>	<i>Total funds 2019 £</i>
Grants	40,000	40,000	-

The charity made a payment to the trustee, Mr F Stonelake, during the year to reimburse him for a loan made to the charity many years ago that was not recorded in the financial statements of the charity. The Trustees agreed in principle to make the payment of £40,000 in their meeting dated 8 September 2020 pending legal advice and approval from the Charity Commission. The permission was forthcoming and the payment was ratified by the independent trustees on 11 December 2020.

**8. Analysis of expenditure on charitable activities**

**Summary by fund type**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Direct costs of charitable activities	59,804	821,578	881,382

	<i>Endowment funds 2019 £</i>	<i>Restricted funds 2019 £</i>	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Direct costs of charitable activities	24,000	122,024	189,910	335,934

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**9. Analysis of expenditure by activities**

	<b>Activities undertaken directly 2020 £</b>	<b>Grant funding of activities 2020 £</b>	<b>Total funds 2020 £</b>
Direct costs of charitable activities	<u>841,382</u>	<u>40,000</u>	<u>881,382</u>
		<i>Activities undertaken directly 2019 £</i>	<i>Total funds 2019 £</i>
Direct costs of charitable activities		<u>335,934</u>	<u>335,934</u>

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**9. Analysis of expenditure by activities (continued)**

**Analysis of direct costs**

	<b>Activities 2020 £</b>	<b>Total funds 2020 £</b>
Staff costs	321,377	321,377
Depreciation	1,711	1,711
Bank charges	990	990
Building repairs and maintenance	9,085	9,085
Council tax, rent and rates	3,105	3,105
Computer and internet	2,739	2,739
Leaseholder compensation	213,475	213,475
Subcontractors costs	114,908	114,908
Legal and professional fees	117,017	117,017
Insurance	3,341	3,341
Gifts and donations	18,207	18,207
Audit and accountancy	5,610	5,610
Telephone	970	970
Travel and subsistence	3,249	3,249
Utility costs	5,307	5,307
Printing, stationery and postage	663	663
Archive project	12,777	12,777
Motor vehicle expenses	1,661	1,661
Equipment costs	712	712
Schools and trips	284	284
Storage	3,547	3,547
Licences and subscriptions	213	213
Other costs	434	434
	<u>841,382</u>	<u>841,382</u>

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**9. Analysis of expenditure by activities (continued)**

**Analysis of direct costs (continued)**

	<i>Activities</i> 2019 £	<i>Total</i> <i>funds</i> 2019 £
Staff costs	83,589	83,589
Depreciation	1,315	1,315
Bank charges	1,901	1,901
Building repairs and maintenance	8,879	8,879
Council tax, rent and rates	16,081	16,081
Computer and internet	29	29
Subcontractors costs	138,915	138,915
Legal and professional fees	6,232	6,232
Insurance	14,719	14,719
Gifts and donations	250	250
Accountancy	1,569	1,569
Telephone	2,702	2,702
Travel and subsistence	7,978	7,978
Utility costs	14,538	14,538
Printing, stationery and postage	101	101
Equipment costs	1,650	1,650
Schools and trips	3,525	3,525
Agency staff costs	5,714	5,714
Licences and subscriptions	174	174
Exec leadership and reception	24,000	24,000
Other costs	2,073	2,073
	<u>335,934</u>	<u>335,934</u>

**10. Auditors' remuneration**

	2020 £	2019 £
Fees payable to the Company's auditor for the audit of the Company's annual accounts	<u>4,800</u>	<u>-</u>

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**11. Staff costs**

	2020	2019
	£	£
Wages and salaries	296,504	83,338
Social security costs	23,994	-
Contribution to defined contribution pension schemes	879	251
	321,377	83,589

Included in wages and salaries is £19,154 paid in respect of redundancy payments to four individuals who were employees of the pre-school which closed operations in 2020.

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

	2020	2019
	No.	No.
Project staff	7	8
Administrative support	1	1
	8	9

No employee received remuneration amounting to more than £60,000 in either year.

The aggregate remuneration of the key management personnel employed by the charity amounted to £87,949.

The founder of the charity, David Markee, did not receive a salary or had a reduced payment for over a decade for his role as the founder and pastor of the church. This was because the church had insufficient funds. David and Rosina both played a significant and vital part in enabling the Trust to continue its mission during this period and it is our firm view that without their input the Trust would not have survived; The Trust remain incredibly grateful to David and Rosina for their sacrifices and dedication over many years.

David received a salary back-payment that was approved by the Trustees, following legal advice, to reflect the years of non-payment or reduced salary. The total underpayment covering this period amounted to £179,545.



**FOLLY'S END FELLOWSHIP TRUST**  
**(A company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**14. Creditors: Amounts falling due within one year**

	2020	2019
	£	£
Deposits held re sale of land	-	60,000
Trade creditors	18,904	52,966
Other taxation and social security	23	4,420
Other creditors	1,009	9,040
Accruals and deferred income	5,610	1,569
	<u>25,546</u>	<u>127,995</u>

**15. Financial instruments**

	2020	2019
	£	£
<b>Financial assets</b>		
Financial assets measured at fair value through income and expenditure	<u>3,306,996</u>	<u>63,330</u>

Financial assets measured at fair value through income and expenditure comprise bank balances.

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**16. Statement of funds**

**Statement of funds - current year**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2020 £
<b>Unrestricted funds</b>						
<b>Designated funds</b>						
Education fund	300,000	-	-	-	-	300,000
<b>General funds</b>						
General fund	1,284,800	3,100	(821,578)	(984)	2,538,341	3,003,679
<b>Total Unrestricted funds</b>	<b>1,584,800</b>	<b>3,100</b>	<b>(821,578)</b>	<b>(984)</b>	<b>2,538,341</b>	<b>3,303,679</b>
<b>Restricted funds</b>						
Church Centre, Complex fund	1,150	-	-	-	-	1,150
Reachout project	1,828	-	-	-	-	1,828
Preschool fund	14,495	37,325	(59,804)	984	7,000	-
	<b>17,473</b>	<b>37,325</b>	<b>(59,804)</b>	<b>984</b>	<b>7,000</b>	<b>2,978</b>
<b>Total of funds</b>	<b>1,602,273</b>	<b>40,425</b>	<b>(881,382)</b>	<b>-</b>	<b>2,545,341</b>	<b>3,306,657</b>

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**16. Statement of funds (continued)**

**Statement of funds - prior year**

	<i>Balance at 1 January 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 December 2019 £</i>
<b>Unrestricted funds</b>				
<b>Designated funds</b>				
Education fund	300,000	-	-	300,000
<b>General funds</b>				
General fund	1,376,561	122,149	(213,910)	1,284,800
<b>Total Unrestricted funds</b>	<u>1,676,561</u>	<u>-</u>	<u>(213,910)</u>	<u>1,584,800</u>
<b>Restricted funds</b>				
Church Centre, Complex fund	1,150	-	-	1,150
Reachout project	1,828	-	-	1,828
Preschool fund	15,927	120,592	(122,024)	14,495
	<u>18,905</u>	<u>120,592</u>	<u>(122,024)</u>	<u>17,473</u>
<b>Total of funds</b>	<u><u>1,695,466</u></u>	<u><u>120,592</u></u>	<u><u>(335,934)</u></u>	<u><u>1,602,273</u></u>

**17. Summary of funds**

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**17. Summary of funds (continued)**

**Summary of funds - current year**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2020 £
Designated funds	300,000	-	-	-	-	300,000
General funds	1,284,800	3,100	(821,578)	(984)	2,538,341	3,003,679
Restricted funds	17,473	37,325	(59,804)	984	7,000	2,978
	<u>1,602,273</u>	<u>40,425</u>	<u>(881,382)</u>	<u>-</u>	<u>2,545,341</u>	<u>3,306,657</u>

**Summary of funds - prior year**

	Balance at 1 January 2019 £	Income £	Expenditure £	Balance at 31 December 2019 £
Designated funds	300,000	-	-	300,000
General funds	1,376,561	122,149	(213,910)	1,284,800
Restricted funds	18,905	120,592	(122,024)	17,473
	<u>1,695,466</u>	<u>242,741</u>	<u>(335,934)</u>	<u>1,602,273</u>

**18. Analysis of net assets between funds**

**Analysis of net assets between funds - current period**

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	25,207	25,207
Current assets	2,978	3,304,018	3,306,996
Creditors due within one year	-	(25,546)	(25,546)
<b>Total</b>	<u>2,978</u>	<u>3,303,679</u>	<u>3,306,657</u>

**FOLLY'S END FELLOWSHIP TRUST**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**18. Analysis of net assets between funds (continued)**

**Analysis of net assets between funds - prior period**

	<i>Restricted funds 2019 £</i>	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Tangible fixed assets	-	1,666,938	1,666,938
Current assets	17,473	45,857	63,330
Creditors due within one year	-	(127,995)	(127,995)
<b>Total</b>	<b>17,473</b>	<b>1,584,800</b>	<b>1,602,273</b>

**19. Pension commitments**

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £879 (2019 - £251).