LEE ABBEY FELLOWSHIP

England & Wales · Charity number 1094097

Details

Other names	LEE ABBEY LEE ABBEY DEVON
Status	Registered
Legal form	Charitable company
Company number	04428897
Registered	2002-10-09
Register	View on the Charity Commission register

Contact

Address	Lee Abbey Lynton Devon EX35 6JJ
Phone	01598 752621
Email	AndrewFirman@cartercamerons.com
Website	www.leeabbey.org.uk

Activities

Objects: THE ADVANCEMENT OF THE CHRISTIAN FAITH WORLD-WIDE THROUGH THE MINISTRY OF COMMUNITIES OF CHRISTIANS WHOSE SHARED LIVES IN THE FELLOWSHIP OF THE HOLY SPIRIT COMMUNICATE THE LOVE OF GOD REVEALED IN JESUS CHRIST

Activities: Promoting the renewal and growth of the Church through mission, evangelism teaching and training by means of a Christian Community which includes the running of holidays, conferences and camps. To reach children and young people both churched and un-churched through the operation of The Beacon Youth and Outdoor Activity Centre.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services
- **What:** Religious Activities
- **Who:** Children/young People, People With Disabilities, Other Charities Or Voluntary Bodies, The General Public/mankind

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Geography

- **Area of benefit:** NOT DEFINED. IN PRACTICE LEE ABBEY NR LYNTON DEVON
- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-30	£2,766,495	£2,226,374	£6,564,396	64
2024-04-30	£2,539,367	£2,055,453	£6,024,275	67
2023-04-30	£2,395,270	£1,964,081	£5,540,361	63
2022-04-30	£1,682,986	£1,576,603	£5,109,172	60
2021-04-30	£692,207	£1,136,522	£5,002,789	51

Trustees

Name	Role	Appointed
Peter James Harwood	Chair	2023-07-07
Adrian Christopher Male		2015-05-18
Julia Laurel Claire Hocking		2015-05-18
Kairen Smith		2024-12-06
Rachel Oates		2018-09-07
Rev Andrew Wooding Jones		2026-01-26

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LEE ABBEY FELLOWSHIP

England & Wales - Charity number 1094097

Accounts

Company registration number: 4428897
Charity registration number: 1094097

Lee Abbey Fellowship

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 April 2025

WESTCOTTS
CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS

Lee Abbey Fellowship

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Lee Abbey Fellowship

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 30 April 2025.

Charitable Objects

The charity's objects are the advancement of the Christian faith worldwide through the ministry of communities of Christians whose shared lives in the fellowship of the Holy Spirit communicate the love of God revealed in Jesus Christ.

These objects are fulfilled through promoting the renewal and growth of the Church through mission, evangelism, teaching and training by means of a Christian Community. Lee Abbey Fellowship is concerned to serve the Church in many varied ways, including the running of conferences, retreats, holidays (which include the opportunity to receive teaching and ministry) and youth camps, and the training of people to go back into churches with a fresh vision of all that life in Christ can mean.

Community members occasionally go out to lead Church services or other events. We also seek to reach children and young people, both churched and un-churched, through the operation of The Beacon Youth and Outdoor Activity Centre and the summer Camps.

Throughout the year the way in which the objects of the charity are being fulfilled is monitored by the Warden and the senior management team overseen by the Trustees to whom they regularly report. The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objectives.

Achievements and performance

The year 2024-25 has been a fruitful year in which we have been able to carry out our core charitable objects of conferences, retreats, courses and Christian holidays, in the main House, Beacon, self-catering units and at the Camp.

We have continued to nurture the Christian discipleship of community members through spiritual formation groups, mentoring, training, and an annual retreat. We encourage community members to gain a sense of vocation and live out the Lee Abbey Rule of Life as they return home - whether in the UK or overseas. Scheduled Development Weeks have given opportunity to engage in extra training, review our practices and systems and clarify our values.

On the 280-acre Estate we care for the sheep, cattle and pigs, managing the gardens, grounds and woodland overseen by our farm manager. Our solid financial position has enabled us to continue to tackle a number of projects notably the continuation of a programme of window replacement on the historic main house, and beginning to explore options for improving community accommodation. Following an energy review that was carried out by one of our suitably qualified trustees, we have expanded our maintenance team to implement some of the report's recommendations. This review has been a valuable guide to future improvements, including the installation of solar panels on our farm building. We aim to continue growing our solar energy capacity when funds and planning permissions allow.

Going Concern

The Trustees continue to keep a close eye on trends in bookings, costs, policies and recruitment to ensure the safety of its community and to mitigate the effects of inflation, tax rises and visa changes on the charity's activities. The very nature of our model means that the task of recruiting a sufficient number of suitable community members and volunteers and attracting a steady stream of guest throughout the year, is always going to be an ongoing challenge. However, they determined that when the accounts were prepared there was not a material uncertainty that casts significant doubt on the charity's ability to continue as a going concern for the foreseeable future.

Trustees' Report

Although, the hospitality industry is by its very nature influenced by many exterior factors and uncertainties this year has matched the Trustees' expectations, hopes and prayers, and they remain optimistic about the future.

Public Benefit

The Trustees consider that the ministry of the Fellowship to the guests of all ages provides clear and significant public benefit. The responses of guests (including our regular guest questionnaires) continue to testify to the spiritual benefit they have received in developing or discovering faith in Christ, in their spiritual growth, in being equipped to go back to communicate the love of God in Christ in their local communities and in receiving healing and pastoral care. In setting our policies on fees for guests we seek to ensure that, so far as possible, all those who desire to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. Because it is possible to come to Lee Abbey for short stays (e.g. a weekend or even 24 hours) and we offer conferences and retreats of different lengths, we believe that the fees are affordable by the great majority of people. But to cater for those who may not be able to afford the standard fees, we operate a bursary scheme and offer different types of accommodation including self-catering units at lower prices. We also provide without any charge special events for local churches at Lee Abbey, which enable people from the surrounding areas to come and benefit from the Christian ministry of the Fellowship through teaching worship and prayer without any payment.

The beneficiaries of our charity include members of the residential international Community as well as the guests. At the heart of the ministry of the Fellowship to the resident Community is an encouragement and equipping to grow in their Christian faith and to develop positive values, attitudes and skills, and a lifelong commitment to show the love of God in Christ by serving other people from any background or culture. This international element provides important opportunities for intellectual enrichment and deeper international understanding for Community members and guests alike. We also seek to equip our resident Community with skills that they are able to take back to benefit their home churches when they leave the Community. No fees are charged to members of our residential Community. The opportunity to benefit from time on Community is not subject to any financial restriction. This is particularly important to younger members of Community e.g. those on gap years before going to College, since (unlike many organisations) the Fellowship does not impose any requirement for them to raise any sponsorship to finance their time at Lee Abbey.

Financial review

Due to the hard work of the community, generosity of supporters and careful management of our finances we have been able to increase cash reserves that give us short and medium term security, and confidence to undertake investment in further mission, as well as maintenance and improvement of our buildings.

There was a net inflow of unrestricted funds of £527,821 (2024 - £469,768) and a net inflow of restricted funds of £12,300 (2024: £14,146).

Trustees' Report

The Trustees, recognising that the value of the land and buildings occupied by the charity at Lee Abbey, Lynton (via the House, the 280 acre estate and the other buildings including Community houses and other accommodation, farm buildings and the Beacon centre) represent a substantial proportion of the value of the assets of the charity have considered whether in all the circumstances this is the best use of the value represented by that land and buildings. The Trustees have unhesitatingly concluded that it would not be right to sell the land and buildings to realise that value. In reaching this conclusion they have had regard to the nature of the objects of the charity (which expressly refer to the advancement of the Christian faith through the ministry of communities), the establishment and development of a significant community on the present site over the last 75 years, the nature and reputation of the charity's retreat and conference ministry (carried out through the community in furtherance of the charitable objects), the very high value placed on the location, beauty and tranquillity of the estate by our guests and their attachment to this particular location, the serious risk to the business and ministry which would be occasioned by a move, and the great difficulty of finding appropriate alternatives.

Funding Sources

Our principal funding source continues to be our fee income. The House fees were £1,535,193 representing 56% of our total incoming resources (2024 - £1,554,133 - 62%). The Beacon fees were £96,534, 3.5% of our total incoming resources (2024 - £145,298- 5.8%). Our total income from donations were £674,662 (2024 £464,047). We regard legacies as an important source of income but these can fluctuate significantly. Legacies totalled £241,222 representing 8.7% of our total incoming resources (2024 - £158,107, 6.3%). We are always very grateful to our supporters (including those who are Lee Abbey Friends) for donations received.

We continue to benefit from the support of the Trustees of the 'Woodland House of Prayer' (also now known as Hopeswood) who offer some modest grants for extra bursaries and capital projects, especially any that support energy efficiency and future sustainability to the Lee Abbey Fellowship.

The trustees also consider that value of its property continues to be the right use of its resources.

Reserves

Lee Abbey Fellowship seeks to maintain liquid unrestricted funds at the level of at least three months planned expenditure, which provides sufficient funds to cover unexpected costs and other expenditure, which arise from time to time. At the year-end there was 14.14 months of expenditure in cash and free reserves (2024 - 12.02). This is made up of £2,452,812 as cash (2024 - £1,928,561) and £nil held in Movement reserves (2024 - nil).

The trustees have agreed to designate £3,780,974 (2024 - £3,822,316) to a Designated Property Reserve to better illustrate to users of the accounts what "free" reserves are available. As most of the unrestricted reserves are made up of property (which is used as part of the charitable objectives), it was felt that an element of this should be designated and shown separately.

Investment Powers, Policy and Performance

Under the Memorandum and Articles of Association the charity has power to make any investment which the Trustees think fit. The Trustees make and hold investments using the general funds of the Fellowship.

Trustees' Report

Plans for future periods

We continue to remain focused on our goal to renew and serve the Church through reaching out and offering a Gospel welcome to all our visitors; running Church weekends; the development of an international Christian community; offering a quality programme of Christian discipleship and education to all ages (with a particular emphasis on renewal of the heart and spiritual formation); ministry to young people; and resourcing and supporting a life-giving spiritual centre for Christian worship and ministry. We are building on recent successes to develop the ministry at the Beacon having made this more focused on Christian education rather than merely on activities, allowing us to work on our long term aspirations to improve our community.

We attempt both to match guest income with regular costs and to develop our fundraising as well as exploring other appropriate income streams.

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2025.

Structure, governance and management

Appointment of Trustees

As set out in the Articles of Association, in addition to the power of the charity to appoint trustees in general meeting, the Board of Trustees have power to appoint an eligible person as a trustee to fill a vacancy or as an additional trustee providing that the prior agreement of the Holding Charity has been given. Any trustee so appointed by the Board will hold office only until the next Annual General Meeting.

Trustee induction and training

New Trustees will be encouraged to spend time with the chairman of the Board, who will guide them through the induction process which includes time with the Warden and other members of the senior management team.

Organisation

The Board of Trustees administers the charity and has a number of sub-committees covering business and finance, buildings and estate. The Trustees have delegated the day-to-day management of the operations of the charity to the Warden and the senior management team.

Grant Making Policy

The Trustees view our bursary scheme as important in ensuring that wherever possible all those who seek to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. In 2024-25 we gave bursaries amounting to £50,597 (2023-24 £56,400). Bursaries are considered following application to the Warden.

Governance and Internal Control

Careful consideration continued to be given to risk management. Risks are categorised according to potential severity and their likely incidence. The levels of risks are regularly reviewed and procedures to mitigate those risks are set in place. In addition to its continued oversight of health and safety matters, the Board also regularly monitors safeguarding policy and procedures (both for young people and for vulnerable adults) in all aspects of its charitable activities. The Board has instructed external auditors to assist it with such oversight and monitoring, and has professional support from the Exeter Diocesan Safeguarding Team.

Lee Abbey Fellowship

Trustees' Report

Trustees:	Revd D C R Widdows, (Chair) Revd Canon Dr G R Cappleman Revd J L C Hocking A C Male R Oates Revd P Harwood K Smith (appointed 6 December 2024) Revd S Garner (resigned 6 December 2024)
Secretary	CLC Secretarial Services Limited
Charity Registration Number	1094097
Company Registration Number	4428897
Registered Office	Lee Abbey Lynton Devon EX35 6JJ
Auditor	Westcotts (SW) LLP 47 Boutport Street Barnstaple Devon EX31 1SQ
Bankers	National Westminster Bank plc 41 High Street Barnstaple Devon EX31 1BZ
Solicitors:	Carter Lemon Camerons 3rd Floor, 20 King Street London EC2V 8EG

Lee Abbey Fellowship

Trustees' Report

Statement of trustees' responsibilities

The trustees (who are also the directors of Lee Abbey Fellowship 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

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 charitable company and of the incoming resources and application of resources, including its 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 business.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 5/12/25 and signed on its behalf by:

David W Widdows

Revd D C R Widdows
Trustee

Revd Canon Dr G R Cappleman
Trustee

Independent Auditor's Report to the Members of Lee Abbey Fellowship

Opinion

We have audited the financial statements of Lee Abbey Fellowship (the 'charity') for the year ended 30 April 2025, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 April 2025 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor 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 the provisions available for small entities, in the circumstances set out in note to the financial statements, 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 charity's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The 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.

Independent Auditor's Report to the Members of Lee Abbey Fellowship

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.

Opinion on other matter prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 6), the trustees 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 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 responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report to the Members of Lee Abbey Fellowship

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 identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the trustees and other management. We communicated identified laws and regulations throughout our team, and remained alert to any indications of non-compliance throughout the audit.
• The charity is subject to laws and regulations that govern the preparation of the financial statements, including financial reporting legislation, and other companies legislation. The company is also subject to other laws and regulations where the consequences of non-compliance could have a material impact on the amounts of disclosures within the financial statements, including employment, anti-bribery, anti-money laundering and certain aspects of companies legislation.
• 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. In any audit, there remains 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Independent Auditor's Report to the Members of Lee Abbey Fellowship

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charitable company's trustees, 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 charity's trustees 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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

.....

Catherine Williams FCA DChA (Senior Statutory Auditor)

For and on behalf of Westcotts (SW) LLP
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Date: 5th December 2025

Lee Abbey Fellowship

Statement of Financial Activities for the Year Ended 30 April 2025 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2025 £	Total 2024 £
Income and Endowments from:					
Donations and legacies	3	654,550	20,112	674,662	464,047
Charitable activities	4	1,910,957	-	1,910,957	1,939,936
Other trading activities	5	92,937	-	92,937	77,831
Investment income	6	87,939	-	87,939	57,553
Total income		2,746,383	20,112	2,766,495	2,539,367
Expenditure on:					
Raising funds	7	(59,834)	-	(59,834)	(58,814)
Charitable activities	8	(2,135,146)	(31,394)	(2,166,540)	(2,001,739)
Other expenditure	9	-	-	-	5,100
Total expenditure		(2,194,980)	(31,394)	(2,226,374)	(2,055,453)
Net income/(expenditure)		551,403	(11,282)	540,121	483,914
Net movement in funds		551,403	(11,282)	540,121	483,914
Reconciliation of funds					
Total funds brought forward		5,926,885	97,390	6,024,275	5,540,361
Total funds carried forward	20	6,478,288	86,108	6,564,396	6,024,275

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2024 is shown in note 20.

Lee Abbey Fellowship

(Registration number: 4428897)
Balance Sheet as at 30 April 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible assets	15	4,274,799	4,292,705
Current assets			
Stocks		111,834	117,991
Debtors	16	140,482	135,903
Cash at bank and in hand	17	2,452,812	1,928,561
		2,705,128	2,182,455
Creditors: Amounts falling due within one year	18	(415,531)	(450,885)
Net current assets		2,289,597	1,731,570
Net assets		6,564,396	6,024,275
Funds of the charity:			
Restricted income funds			
Restricted funds		86,108	97,390
Unrestricted income funds			
Designated Funds		3,780,974	3,822,316
General Funds		2,697,314	2,104,569
Total unrestricted funds		6,478,288	5,926,885
Total funds	20	6,564,396	6,024,275

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 11 to 28 were approved by the trustees, and authorised for issue on 5/12/25 and signed on their behalf by:

David Widdows

Revd D C R Widdows
Trustee

Lee Abbey Fellowship

Statement of Cash Flows for the Year Ended 30 April 2025

	Note	2025 £	2024 £
Cash flows from operating activities			
Net cash income		540,121	483,914
Adjustments to cash flows from non-cash items			
Depreciation	7, 9	(144,854)	(129,992)
Investment income	6	87,939	57,553
		(56,915)	(72,439)
		597,036	556,353
Working capital adjustments			
Decrease in stocks		6,157	902
Increase in debtors	16	(4,579)	(104,559)
(Decrease)/increase in creditors	18	(35,354)	72,613
Net cash flows from operating activities		563,260	525,309
Cash flows from investing activities			
Interest receivable and similar income	6	87,939	57,553
Purchase of tangible fixed assets	15	(126,948)	(81,519)
Net cash flows from investing activities		(39,009)	(23,966)
Net increase in cash and cash equivalents		524,251	501,343
Cash and cash equivalents at 1 May		1,928,561	1,427,218
Cash and cash equivalents at 30 April		2,452,812	1,928,561

All of the cash flows are derived from continuing operations during the above two periods.

Notes to the Financial Statements for the Year Ended 30 April 2025

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The address of its registered office is:
Lee Abbey
Lynton
Devon
EX35 6JJ

2 Accounting policies

Summary of significant accounting policies and key accounting estimates
The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance
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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation
Lee Abbey Fellowship 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 notes. The financial statements are prepared in sterling which is the functional currency of the charity.

Going concern
The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Tangible fixed assets
Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation and amortisation
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
Land and Buildings	10-50 years straight line
Fixtures and Fittings	4-20 years straight line
Motor vehicles	4 years straight line

Impairment of fixed assets
A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash in flow that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stock
Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in l&ringing the stock to its present location and condition.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure
Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Defined contribution plans
Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2025 £
Donations			
Donations	228,697	20,112	248,809
Lee Abbey Friends income	50,400	-	50,400
Bursary donations received	74,775	-	74,775
Charity concessions	59,456	-	59,456
Legacies			
Legacies	241,222	-	241,222
	654,550	20,112	674,662

	Unrestricted funds General £	Restricted funds £	Total 2024 £
Donations			
Donations	101,175	28,153	129,328
Lee Abbey Friends income	50,400	-	50,400
Bursary donations received	69,698	-	69,698
Charity concessions	56,514	-	56,514
Legacies			
Legacies	158,107	-	158,107
	435,894	28,153	464,047

4 Income from charitable activities

	Unrestricted funds General £	Total 2025 £
Camp fees	38,823	38,823
Beacon fees	96,534	96,534
Self catering	118,488	118,488
House and sundry fees	1,535,193	1,535,193
Estate income	119,712	119,712
Sundry income	1,746	1,746
Discounts receivable	461	461
	1,910,957	1,910,957

	Unrestricted funds General £	Total 2024 £
Camp fees	30,203	30,203
Beacon fees	145,298	145,298
Self catering	95,152	95,152
House and sundry fees	1,554,133	1,554,133
Estate income	113,309	113,309
Sundry income	1,378	1,378
Discounts receivable	463	463
	1,939,936	1,939,936

5 Income from other trading activities

	Unrestricted funds General £	Total 2025 £
Shop income	57,377	57,377
Tea cottage income	35,560	35,560
	92,937	92,937

	Unrestricted funds General £	Total 2024 £
Shop income	59,491	59,491
Tea cottage income	18,340	18,340
	77,831	77,831

6 Investment income

	Unrestricted funds General £	Total 2025 £
Bank interest receivable	87,939	87,939

	Unrestricted funds General £	Total 2024 £
Bank interest receivable	57,553	57,553

7 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total 2025 £
Purchases	44,961	44,961
Tea cottage costs	14,873	14,873
	59,834	59,834

	Unrestricted funds General £	Total 2024 £
Purchases	48,121	48,121
Tea cottage costs	10,693	10,693
	58,814	58,814

8 Expenditure on charitable activities

	Note	Unrestricted funds Designated £	Unrestricted funds General £	Restricted funds £	Total 2025 £
The operation of Lee Abbey and its community		104,652	1,612,620	31,394	1,748,666
Support costs	10	-	417,874	-	417,874
		104,652	2,030,494	31,394	2,166,540

	Note	Unrestricted funds Designated £	Unrestricted funds General £	Restricted funds £	Total 2024 £
The operation of Lee Abbey and its community		102,631	1,474,010	4,007	1,580,648
Support costs	10	-	421,091	-	421,091
		102,631	1,895,101	4,007	2,001,739

9 Other expenditure

	Total 2025 £	Total 2024 £
(Profit)/Loss on sale of tangible fixed assets	-	(5,100)

10 Analysis of support costs

Support costs allocated to charitable activities

	Total 2025 £	Total 2024 £
Bank charges	22,570	24,743
Trustees expenses	1,220	1,284
Leadership and finance training	2,979	2,976
Insurance	59,000	57,711
Activity administration	(1,087)	(786)
IT Support	121,006	103,102
Personnel department costs	31,017	36,661
Gratuities	3,000	2,257
Community allowances	87,064	102,937
Contribution to Lee Abbey Movement	36,000	36,000
Community sundry costs	3,494	4,039
Promotion costs	39,235	35,432
The audit of the charity's annual accounts	10,948	11,760
Legal and professional fees	1,428	2,975
	417,874	421,091

11 Bursary grants

	2025 £	2024 £
Grants	50,597	56,400

12 Net incoming/outgoing resources

Net incoming resources for the year include:

	2025 £	2024 £
Profit on disposal of tangible fixed assets	-	(5,100)
Depreciation of fixed assets	144,854	129,992

13 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

Travel and incidental expenses of £1,220 (2024: £1,284) have been reimbursed to the trustees during the year.

14 Staff costs

The aggregate payroll costs were as follows:

	2025 £	2024 £
Wages, salaries and community allowances	605,605	561,729
Social security costs	29,520	26,009
Employer contributions to pension plans	58,303	60,855
	693,428	648,593

The average head count during the year was 64 (2024: 67). The average number of full-time equivalents during the year is analysed as follows:

	2025 No	2024 No
Running Lee Abbey	60	63
Management and Administration	4	4
	64	67

No employee received emoluments of more than £60,000 during the year.

Notes to the Financial Statements for the Year Ended 30 April 2025

15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
Cost				
At 1 May 2024	6,067,437	1,164,990	168,153	7,400,580
Additions	34,513	64,699	27,736	126,948
At 30 April 2025	6,101,950	1,229,689	195,889	7,527,528
Depreciation				
At 1 May 2024	1,936,059	1,028,852	142,964	3,107,875
Charge for the year	104,652	36,998	3,204	144,854
At 30 April 2025	2,040,711	1,065,850	146,168	3,252,729
Net book value				
At 30 April 2025	4,061,239	163,839	49,721	4,274,799
At 30 April 2024	4,131,378	136,138	25,189	4,292,705

16 Debtors

	2025 £	2024 £
Prepayments	22,747	30,411
Other debtors	117,735	105,492
	140,482	135,903

17 Cash and cash equivalents

	2025 £	2024 £
Cash at bank	2,452,812	1,928,561

18 Creditors: amounts falling due within one year

	2025 £	2024 £
Trade creditors	62,149	62,292
Payments on account	280,266	309,062
Due to group undertakings	21,726	37,428
Other taxation and social security	4,359	4,255
VAT repayable	8,574	5,401
Other creditors	14,819	10,086
Accruals	23,638	22,361
	415,531	450,885

19 Pension and other schemes

Defined contribution pension schemes

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £58,303 (2024: £60,855).

Notes to the Financial Statements for the Year Ended 30 April 2025

20 Funds

	Balance at 1 May 2024 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 April 2025 £
Unrestricted funds					
General Funds	1,634,180	2,746,383	(2,050,126)	(126,948)	2,203,489
Fixed Asset Reserves	470,389	-	(40,202)	63,638	493,825
	2,104,569	2,746,383	(2,090,328)	(63,310)	2,697,314
Designated					
Property Reserve	3,822,316	-	(104,652)	63,310	3,780,974
Total unrestricted funds	5,926,885	2,746,383	(2,194,980)	-	6,478,288
Restricted funds					
Project & Mission funding	26,918	6,109	-	-	33,027
Community Project	1,750	-	-	-	1,750
Provision of Hydro Electric Power	7,040	63	(1,000)	-	6,103
Special Projects	23,582	1,000	(24,582)	-	-
Camp Friends	38,100	12,760	(5,812)	-	45,048
Devon Ministries	-	180	-	-	180
	97,390	20,112	(31,394)	-	86,108
Total funds	6,024,275	2,766,495	(2,226,374)	-	6,564,396

Lee Abbey Fellowship

Notes to the Financial Statements for the Year Ended 30 April 2025

	Balance at 1 May 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 April 2024 £
Unrestricted funds					
General Funds	1,115,939	2,511,214	(1,921,454)	(71,519)	1,634,180
Fixed Asset Reserves	405,844	-	(27,361)	91,906	470,389
	1,521,783	2,511,214	(1,948,815)	20,387	2,104,569
Designated					
Property Reserve	3,935,334	-	(102,631)	(10,387)	3,822,316
Total unrestricted funds	5,457,117	2,511,214	(2,051,446)	10,000	5,926,885
Restricted funds					
Estate & Buildings	-	30	(30)	-	-
Inglis fund	3,008	-	(3,008)	-	-
Project & Mission funding	14,154	12,764	-	-	26,918
Community Project	1,750	-	-	-	1,750
Provision of Hydro Electric Power	7,229	470	(659)	-	7,040
Special Projects	23,582	-	-	-	23,582
Camp Friends	33,521	4,649	(70)	-	38,100
Devon Ministries	-	240	(240)	-	-
Hopeswood	-	10,000	-	(10,000)	-
	83,244	28,153	(4,007)	(10,000)	97,390
Total funds	5,540,361	2,539,367	(2,055,453)	-	6,024,275

The specific purposes for which the funds are to be applied are as follows:

The provision of Hydro Electric Power fund is a donation towards the maintenance of Hydro Electricity for Lee Abbey Fellowship in Lynton.

Donations received from Camp Friends to be utilised against camp costs.

Special Projects - the special projects fund receives restricted donations for specific projects due to take place.

The Inglis fund provides breaks for bereaved families.

The Devon Ministries fund provides support for Lee Abbey mission, ministry and community.

The Estate and Buildings fund provides support for the Lee Abbey environment, house and estate.

Project and Mission funding, these are funds given to support the missional activities of the Charity.

Community Project - these donations were given for the community accommodation development.

Hopeswood - these amounts were donated to support the capital expenditure projects within the Charity.

21 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 30 April 2025 £
Tangible fixed assets	4,274,799	-	4,274,799
Current assets	2,619,020	86,108	2,705,128
Current liabilities	(415,531)	-	(415,531)
Total net assets	6,478,288	86,108	6,564,396

	Unrestricted funds General £	Restricted funds £	Total funds at 30 April 2024 £
Tangible fixed assets	4,292,705	-	4,292,705
Current assets	2,085,065	97,390	2,182,455
Current liabilities	(450,885)	-	(450,885)
Total net assets	5,926,885	97,390	6,024,275

22 Related party transactions

During the year the charity made the following related party transactions:

Payments to The Lee Abbey Movement
Payments to The Lee Abbey Movement £36,000 (2024 - £36,000).

Receipts from The Lee Abbey Movement
Receipts from The Lee Abbey Movement £50,400 (2024 - £50,400).

Contribution from The Lee Abbey Movement for administrative expenses
Contribution from The Lee Abbey Movement for administrative expenses £6,238 (2024 - £6,238).

An amount owed to The Lee Abbey Movement
An amount owed to The Lee Abbey Movement £21,726 (2024 - £37,428).

23 Controlling party

The holding company is The Lee Abbey Movement which is the sole guarantor of this company.

The liability of the guarantor is limited to £1.

Consolidated accounts are available on request from the registered office.

Lee Abbey Fellowship

Detailed Statement of Financial Activities for the Year Ended 30 April 2025

	Total 2025 £	Total 2024 £
Donations and legacies		
Donations	248,809	129,328
Lee Abbey Friends income	50,400	50,400
Bursary donations received	74,775	69,698
Charity concessions	59,456	56,514
Legacies	241,222	158,107
	674,662	464,047
Charitable activities		
Camp fees	38,823	30,203
Beacon fees	96,534	145,298
Self catering	118,488	95,152
House and sundry fees	1,535,193	1,554,133
Estate income	119,712	113,309
Sundry income	1,746	1,378
Discounts receivable	461	463
	1,910,957	1,939,936
Other trading activities		
Shop income	57,377	59,491
Tea cottage income	35,560	18,340
	92,937	77,831
Investment income		
Interest on cash deposits	87,939	57,553
	87,939	57,553
Raising funds		
Purchases	(44,961)	(48,121)
Tea cottage costs	(14,873)	(10,693)
	(59,834)	(58,814)
Charitable activities		
Grants payable - individuals	(50,597)	(56,400)
Bank charges	(22,570)	(24,743)
Trustees expenses	(1,220)	(1,284)
Leadership and finance training	(2,979)	(2,976)
Insurance	(59,000)	(57,711)
Activity administration	1,087	786
IT Support	(121,006)	(103,102)
Gratuities	(3,000)	(2,257)

Lee Abbey Fellowship

Detailed Statement of Financial Activities for the Year Ended 30 April 2025

	Total 2025 £	Total 2024 £
Contribution to Lee Abbey Movement	(36,000)	(36,000)
Community sundry costs	(3,494)	(4,039)
Promotion costs	(39,235)	(35,432)
The audit of the charity's annual accounts	(10,948)	(11,760)
Legal and professional fees	(1,428)	(2,975)
Repairs and maintenance	(90,604)	(88,326)
The Beacon	(29,817)	(22,358)
Activity Conference pastoral and audio	(58,007)	(62,952)
Camp costs	(46,964)	(36,074)
Estate costs	(53,719)	(42,662)
Exceptional repairs	(46,871)	(20,854)
Rates	(86,110)	(77,942)
Light, heat and power	(186,446)	(161,557)
Catering costs	(375,025)	(368,930)
Motor expenses	(4,305)	(3,606)
Wages, salaries and community allowances	(605,605)	(561,729)
Employers' NI	(29,520)	(26,009)
Employers' Pension	(58,303)	(60,855)
Depreciation of freehold property	(104,652)	(102,631)
Depreciation of fixtures and fittings	(36,998)	(23,420)
Depreciation of motor vehicles	(3,204)	(3,941)
	(2,166,540)	(2,001,739)
Other expenditure		
(Profit)/loss on disposal of tangible fixed assets	-	5,100
	-	5,100

LEE ABBEY FELLOWSHIP

England & Wales - Charity number 1094097

Accounts

Company registration number: 4428897

Charity registration number: 1094097

Lee Abbey Fellowship

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 April 2024

WESTCOTTS

CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS

Lee Abbey Fellowship

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Lee Abbey Fellowship

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 30 April 2024.

Objectives and activities

Charitable Objects

The charity's objects are the advancement of the Christian faith worldwide through the ministry of communities of Christians whose shared lives in the fellowship of the Holy Spirit communicate the love of God revealed in Jesus Christ.

These objects are fulfilled through promoting the renewal and growth of the Church through mission, evangelism, teaching and training by means of a Christian Community. Lee Abbey Fellowship is concerned to serve the Church in many varied ways, including the running of conferences, retreats, holidays (which include the opportunity to receive teaching and ministry) and youth camps, and the training of people to go back into churches with a fresh vision of all that life in Christ can mean. Community members occasionally go out to lead Church services or other events. We also seek to reach children and young people, both churched and un-churched, through the operation of The Beacon Youth and Outdoor Activity Centre and the summer Camps.

Throughout the year the way in which the objects of the charity are being fulfilled is monitored by the Warden and the senior management team overseen by the Trustees to whom they regularly report. The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objectives.

Achievements and performance

The year 2023-24 has been a fruitful year in which we have been able to carry out our core charitable objects of conferences, retreats, courses and Christian holidays, in the main House, Beacon, self-catering units and at the Camp.

We have continued to nurture the Christian discipleship of community members through spiritual formation groups, mentoring, training, and an annual retreat. We encourage community members to gain a sense of vocation and live out the Lee Abbey Rule of Life as they return home - whether in the UK or overseas. Scheduled Development Weeks have given opportunity to engage in extra training, review our practices and systems and clarify our values.

On the 280-acre Estate we care for the sheep, cattle and pigs, managing the gardens, grounds and woodland overseen by our farm manager. Our solid financial position has enabled us to continue to tackle a number of projects notably the start of a programme of window replacement on the historic main house, and beginning to explore options for improving community accommodation. Following an energy review that was carried out by one of our suitably qualified trustees, we have employed an extra maintenance worker to implement some of the report's recommendations. This review is a valuable guide to future improvements, including a project to grow some solar energy capacity when funds and planning permissions allow.

The year has been a time of encouraging activity, welcoming guests, new and old, of all ages, recruiting new community members, assembling a new leadership team and developing our volunteer program. It's been a time of rebuilding the ministry and the Fellowship's finances.

Lee Abbey Fellowship

Trustees' Report

Going Concern

The Trustees continue to keep a close eye on trends in bookings, costs, policies and recruitment to ensure the safety of its communities and to mitigate the effects of inflation, and visa changes on the charity's activities. The very nature of our model means that the task of recruiting a sufficient number of suitable community members and volunteers and attracting a steady stream of guest throughout the year, is always going to be an ongoing challenge. However, they determined that when the accounts were prepared there was not a material uncertainty that casts significant doubt on the charity's ability to continue as a going concern for the foreseeable future.

Although, the hospitality industry is by it's very nature influenced by many exterior factors and uncertainties this year has matched the Trustees' expectations, hopes and prayers, and they remain optimistic about the future.

Public Benefit

The Trustees consider that the ministry of the Fellowship to the guests of all ages provides clear and significant public benefit. The responses of guests (including our regular guest questionnaires) continue to testify to the spiritual benefit they have received in developing or discovering faith in Christ, in their spiritual growth, in being equipped to go back to communicate the love of God in Christ in their local communities and in receiving healing and pastoral care. In setting our policies on fees for guests we seek to ensure that, so far as possible, all those who desire to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. Because it is possible to come to Lee Abbey for short stays (e.g. a weekend or even 24 hours) and we offer conferences and retreats of different lengths, we believe that the fees are affordable by the great majority of people. But to cater for those who may not be able to afford the standard fees, we operate a bursary scheme and offer different types of accommodation including self-catering units at lower prices. We also provide without any charge special events for local churches at Lee Abbey, which enable people from the surrounding areas to come and benefit from the Christian ministry of the Fellowship through teaching worship and prayer without any payment.

The beneficiaries of our charity include members of the residential international Community as well as the guests. At the heart of the ministry of the Fellowship to the resident Community is an encouragement and equipping to grow in their Christian faith and to develop positive values, attitudes and skills, and a lifelong commitment to show the love of God in Christ by serving other people from any background or culture. This international element provides important opportunities for intellectual enrichment and deeper international understanding for Community members and guests alike. We also seek to equip our resident Community with skills that they are able to take back to benefit their home churches when they leave the Community. No fees are charged to members of our residential Community. The opportunity to benefit from time on Community is not subject to any financial restriction. This is particularly important to younger members of Community e.g. those on gap years before going to College, since (unlike many organisations) the Fellowship does not impose any requirement for them to raise any sponsorship to finance their time at Lee Abbey.

Financial review

Due to the hard work of the community, generosity of supporters and careful management of our finances we have been able to increase cash reserves that give us short and medium term security, and confidence to undertake investment in further mission, as well as maintenance and improvement of our buildings.

There was a net inflow of unrestricted funds of £469,768 (2023 - £415,881) and a net inflow of restricted funds of £14,146 (2023: £15,308).

Trustees' Report

The Trustees, recognising that the value of the land and buildings occupied by the charity at Lee Abbey, Lynton (via the House, the 280 acre estate and the other buildings including Community houses and other accommodation, farm buildings and the Beacon centre) represent a substantial proportion of the value of the assets of the charity have considered whether in all the circumstances this is the best use of the value represented by that land and buildings. The Trustees have unhesitatingly concluded that it would not be right to sell the land and buildings to realise that value. In reaching this conclusion they have had regard to the nature of the objects of the charity (which expressly refer to the advancement of the Christian faith through the ministry of communities), the establishment and development of a significant community on the present site over the last 75 years, the nature and reputation of the charity's retreat and conference ministry (carried out through the community in furtherance of the charitable objects), the very high value placed on the location, beauty and tranquillity of the estate by our guests and their attachment to this particular location, the serious risk to the business and ministry which would be occasioned by a move, and the great difficulty of finding appropriate alternatives.

Funding Sources

Our principal funding source continues to be our fee income. The House fees were £1,554,133 representing 62% of our total incoming resources (2023 - £1,450,267 – 61%). The Beacon fees were £145,298, 5.8% of our total incoming resources (2023 - £122,152 - 5.1%).

Our total income from donations were £464,047 (2023 £527,662). We regard legacies as an important source of income but these can fluctuate significantly. Legacies totalled £158,107 representing 6.3% of our total incoming resources (2023 - £125,676, 5.3%). We are always very grateful to our supporters (including those who are Lee Abbey Friends) for donations received.

We continue to benefit from the support of the Trustees of the 'Woodland House of Prayer' (also now known as Hopeswood) who offer some modest grants for extra bursaries and capital projects, especially any that support energy efficiency and future sustainability to the Lee Abbey Fellowship.

The trustees also consider that value of its property continues to be the right use of its resources.

Reserves

Lee Abbey Fellowship seeks to maintain liquid unrestricted funds at the level of at least three months planned expenditure, which provides sufficient funds to cover unexpected costs and other expenditure, which arise from time to time. At the year-end there was 12.02 months of expenditure in cash and free reserves (2023 – 9.68). This is made up of 1,928,561 as cash (2023 - £1,427,218) and £nil held in Movement reserves (2023 - nil).

The trustees have agreed to designate £3,822,316 (2023 - £3,953,334) to a Designated Property Reserve to better illustrate to users of the accounts what "free" reserves are available. As most of the unrestricted reserves are made up of property (which is used as part of the charitable objectives), it was felt that an element of this should be designated and shown separately.

Investment Powers, Policy and Performance

Under the Memorandum and Articles of Association the charity has power to make any investment which the Trustees think fit. The Trustees make and hold investments using the general funds of the Fellowship.

Trustees' Report

Plans for future periods

We continue to remain focused on our goal to renew and serve the Church through reaching out and offering a Gospel welcome to all our visitors; running Church weekends; the development of an international Christian community; offering a quality programme of Christian discipleship and education to all ages (with a particular emphasis on renewal of the heart and spiritual formation); ministry to young people; and resourcing and supporting a life-giving spiritual centre for Christian worship and ministry. We are building on recent successes to develop the ministry at the Beacon having made this more focused on Christian education rather than merely on activities, allowing us to work on our long term aspirations to improve our communities.

We attempt both to match guest income with regular costs and to develop our fundraising as well as exploring other appropriate income streams.

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2023.

Structure, governance and management

Appointment of Trustees

As set out in the Articles of Association, in addition to the power of the charity to appoint trustees in general meeting, the Board of Trustees have power to appoint an eligible person as a trustee to fill a vacancy or as an additional trustee providing that the prior agreement of the Holding Charity has been given. Any trustee so appointed by the Board will hold office only until the next Annual General Meeting.

Trustee induction and training

New Trustees will be encouraged to spend time with the chairman of the Board, who will guide them through the induction process which includes time with the Warden and other members of the senior management team.

Organisation

The Board of Trustees administers the charity and has a number of sub-committees covering business and finance, buildings and estate, and youth and children's ministry (including The Beacon youth and activity centre). The Trustees have delegated the day-to-day management of the operations of the charity to the Warden and the senior management team.

Grant Making Policy

The Trustees view our bursary scheme as important in ensuring that wherever possible all those who seek to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. In 2023-24 we gave bursaries amounting to £56,400 (2022-3 £30,668). Bursaries are considered following application to the Warden.

Lee Abbey Fellowship

Trustees' Report

Governance and Internal Control

Careful consideration continued to be given to risk management. Risks are categorised according to potential severity and their likely incidence. The levels of risks are regularly reviewed and procedures to mitigate those risks are set in place. In addition to its continued oversight of health and safety matters, the Board also regularly monitors safeguarding policy and procedures (both for young people and for vulnerable adults) in all aspects of its charitable activities. The Board has instructed external auditors to assist it with such oversight and monitoring, and has professional support from the Exeter Diocesan Safeguarding Team.

Trustees	Revd D C R Widdows, (Chair) Revd Canon Dr G R Cappleman Revd S Garner, (Resigned 6 December 2024) Revd J L C Hocking A C Male R Oates Revd P Harwood, (Appointed 7 July 2023) K Smith, (Appointed 6 December 2024)
Secretary	CLC Secretarial Services Limited
Charity Registration Number	1094097
Company Registration Number	4428897
Registered Office	Lee Abbey Lynton Devon EX35 6JJ
Auditor	Westcotts (SW) LLP 47 Boutport Street Barnstaple Devon EX31 1SQ
Bankers	National Westminster Bank plc 41 High Street Barnstaple Devon EX31 1BZ
Solicitors:	Carter Lemon Camerons 3rd Floor, 20 King Street London EC2V 8EG

Lee Abbey Fellowship

Trustees' Report

Statement of trustees' responsibilities

The trustees (who are also the directors of Lee Abbey Fellowship 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 charitable company and of the incoming resources and application of resources, including its 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 business.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 6/12/24 and signed on its behalf by:

David Widdows

Revd D C R Widdows
Trustee

Revd Canon Dr G R Cappleman
Trustee

Lee Abbey Fellowship

Independent Auditor's Report to the Members of Lee Abbey Fellowship

Opinion

We have audited the financial statements of Lee Abbey Fellowship (the 'charity') for the year ended 30 April 2024, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 April 2024 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor 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

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 charity's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The 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.

Independent Auditor's Report to the Members of Lee Abbey Fellowship

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.

Opinion on other matter prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 6), the trustees 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 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 responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report to the Members of Lee Abbey Fellowship

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 identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the trustees and other management. We communicated identified laws and regulations throughout our team, and remained alert to any indications of non-compliance throughout the audit.
• The charity is subject to laws and regulations that govern the preparation of the financial statements, including financial reporting legislation, and other companies legislation. The company is also subject to other laws and regulations where the consequences of non-compliance could have a material impact on the amounts of disclosures within the financial statements, including employment, anti-bribery, anti-money laundering and certain aspects of companies legislation.
• 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. In any audit, there remains 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Independent Auditor's Report to the Members of Lee Abbey Fellowship

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charitable company's trustees, 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 charity's trustees 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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Westcotts (SW) LLP

David Cresswell BA FCA (Senior Statutory Auditor)

For and on behalf of Westcotts (SW) LLP
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Date: 6/12/24

Lee Abbey Fellowship

Statement of Financial Activities for the Year Ended 30 April 2024 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £	Total 2023 £
Income and Endowments from:					
Donations and legacies	3	435,894	28,153	464,047	527,662
Charitable activities	4	1,939,936	-	1,939,936	1,810,647
Other trading activities	5	77,831	-	77,831	45,014
Investment income	6	57,553	-	57,553	11,947
Total income		2,511,214	28,153	2,539,367	2,395,270
Expenditure on:					
Raising funds	7	(58,814)	-	(58,814)	(30,864)
Charitable activities	8	(1,997,732)	(4,007)	(2,001,739)	(1,933,217)
Other expenditure	9	5,100	-	5,100	-
Total expenditure		(2,051,446)	(4,007)	(2,055,453)	(1,964,081)
Net income		459,768	24,146	483,914	431,189
Transfers between funds		10,000	(10,000)	-	-
Net movement in funds		469,768	14,146	483,914	431,189
Reconciliation of funds					
Total funds brought forward		5,457,117	83,244	5,540,361	5,109,172
Total funds carried forward	21	5,926,885	97,390	6,024,275	5,540,361

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2023 is shown in note 21.

Lee Abbey Fellowship

(Registration number: 4428897)
Balance Sheet as at 30 April 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	15	4,292,705	4,341,178
Current assets			
Stocks	16	117,991	118,893
Debtors	17	135,903	31,344
Cash at bank and in hand	18	1,928,561	1,427,218
		2,182,455	1,577,455
Creditors: Amounts falling due within one year	19	(450,885)	(378,272)
Net current assets		1,731,570	1,199,183
Net assets		6,024,275	5,540,361
Funds of the charity:			
Restricted income funds			
Restricted funds		97,390	83,244
Unrestricted income funds			
Designated Funds		3,822,316	3,935,334
General Funds		2,104,569	1,521,783
Total unrestricted funds		5,926,885	5,457,117
Total funds	21	6,024,275	5,540,361

The financial statements on pages 11 to 27 were approved by the trustees, and authorised for issue on 6/12/24 and signed on their behalf by:

David Widdows

Revd D C R Widdows
Trustee

Lee Abbey Fellowship

Statement of Cash Flows for the Year Ended 30 April 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash income		483,914	431,189
Adjustments to cash flows from non-cash items			
Depreciation	7, 9	(129,992)	(110,730)
Investment income	6	57,553	11,947
		(72,439)	(98,783)
		556,353	529,972
Working capital adjustments			
Decrease in stocks	16	902	24,264
(Increase)/decrease in debtors	17	(104,559)	25,355
Increase/(decrease) in creditors	19	72,613	(6,881)
Net cash flows from operating activities		525,309	572,710
Cash flows from investing activities			
Interest receivable and similar income	6	57,553	11,947
Purchase of tangible fixed assets	15	(81,519)	(88,420)
Net cash flows from investing activities		(23,966)	(76,473)
Net increase in cash and cash equivalents		501,343	496,237
Cash and cash equivalents at 1 May		1,427,218	930,981
Cash and cash equivalents at 30 April		1,928,561	1,427,218

All of the cash flows are derived from continuing operations during the above two periods.

Notes to the Financial Statements for the Year Ended 30 April 2024

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The address of its registered office is:
Lee Abbey
Lynton
Devon
EX35 6JJ

2 Accounting policies

Summary of significant accounting policies and key accounting estimates
The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance
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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation
Lee Abbey Fellowship 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 notes.

Going concern
The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Tangible fixed assets
Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation and amortisation
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
Land and Buildings	10-50 years straight line
Fixtures and Fittings	4-20 years straight line
Motor vehicles	4 years straight line

Impairment of fixed assets
A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash in flow that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stock
Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in l&ringing the stock to its present location and condition.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure
Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Defined contribution plans
Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2024 £
Donations			
Donations	101,175	28,153	129,328
Lee Abbey Friends income	50,400	-	50,400
Bursary donations received	69,698	-	69,698
Charity concessions	56,514	-	56,514
Legacies			
Legacies	158,107	-	158,107
	435,894	28,153	464,047

	Unrestricted funds General £	Restricted funds £	Total 2023 £
Donations			
Donations	201,033	17,780	218,813
Lee Abbey Friends income	50,400	-	50,400
Bursary donations received	46,253	-	46,253
Charity concessions	86,520	-	86,520
Legacies			
Legacies	125,676	-	125,676
	509,882	17,780	527,662

4 Income from charitable activities

	Unrestricted funds General £	Total 2024 £
Camp fees	30,203	30,203
Beacon fees	145,298	145,298
Self catering	95,152	95,152
House and sundry fees	1,554,133	1,554,133
Estate income	113,309	113,309
Sundry income	1,378	1,378
Discounts receivable	463	463
	1,939,936	1,939,936

	Unrestricted funds General £	Total 2023 £
Camp fees	28,936	28,936
Beacon fees	122,152	122,152
Self catering	115,744	115,744
House and sundry fees	1,450,267	1,450,267
Estate income	88,738	88,738
Sundry income	4,376	4,376
Discounts receivable	434	434
	1,810,647	1,810,647

5 Income from other trading activities

	Unrestricted funds General £	Total 2024 £
Shop income	59,491	59,491
Tea cottage income	18,340	18,340
	77,831	77,831

	Unrestricted funds General £	Total 2023 £
Shop income	45,014	45,014
	45,014	45,014

6 Investment income

	Unrestricted funds General £	Total 2024 £
Bank interest receivable	57,553	57,553
	57,553	57,553

	Unrestricted funds General £	Total 2023 £
Bank interest receivable	11,947	11,947
	11,947	11,947

7 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Purchases	48,121	48,121	30,864
Tea cottage costs	10,693	10,693	-
	58,814	58,814	30,864

8 Expenditure on charitable activities

	Note	Unrestricted funds Designated £	Unrestricted funds General £	Restricted funds £	Total 2024 £
The operation of Lee Abbey and its community		102,631	1,474,010	4,007	1,580,648
Support costs	10	-	421,091	-	421,091
		102,631	1,895,101	4,007	2,001,739

	Note	Unrestricted funds Designated £	Unrestricted funds General £	Restricted funds £	Total 2023 £
The operation of Lee Abbey and its community		99,157	1,446,397	2,472	1,548,026
Support costs	10	-	385,191	-	385,191
		99,157	1,831,588	2,472	1,933,217

9 Other expenditure

	Note	Unrestricted funds General £	Total funds £
(Profit)/Loss on sale of tangible fixed assets		(5,100)	(5,100)
Total for 2024		(5,100)	(5,100)

Notes to the Financial Statements for the Year Ended 30 April 2024

10 Analysis of support costs

Support costs allocated to charitable activities

	Support costs £	Total 2024 £	Total 2023 £
Bank charges	24,743	24,743	17,659
Trustees expenses	1,284	1,284	37
Leadership and finance training	2,976	2,976	5,554
Insurance	57,711	57,711	53,070
Activity administration	(786)	(786)	1,769
IT Support	103,102	103,102	97,968
Personnel department costs	36,661	36,661	28,566
Gratuities	2,257	2,257	1,000
Community allowances	102,937	102,937	86,068
Contribution to Lee Abbey Movement	36,000	36,000	36,000
Community sundry costs	4,039	4,039	2,061
Promotion costs	35,432	35,432	36,393
The audit of the charity's annual accounts	11,760	11,760	14,064
Legal and professional fees	2,975	2,975	4,982
	421,091	421,091	385,191

11 Bursary grants

	2024 £	2023 £
Grants	56,400	30,668

12 Net incoming/outgoing resources

Net incoming resources for the year include:

	2024 £	2023 £
Profit on disposal of tangible fixed assets	(5,100)	-
Depreciation of fixed assets	129,992	110,730

13 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

Travel and incidental expenses of £1,284 (2022 £37) have been reimbursed to the trustees during the year.

14 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
Wages, salaries and community allowances	561,729	498,733
Social security costs	26,009	23,253
Employer contributions to pension plans	60,855	48,103
	648,593	570,089

The average head count during the year was 67 (2023: 63). The average number of full-time equivalents during the year is analysed as follows:

	2024 No	2023 No
Running Lee Abbey	63	59
Management and Administration	4	4
	67	63

No employee received emoluments of more than £60,000 during the year.

15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
Cost				
At 1 May 2023	6,047,227	1,110,681	161,153	7,319,061
Additions	20,210	54,309	7,000	81,519
At 30 April 2024	6,067,437	1,164,990	168,153	7,400,580
Depreciation				
At 1 May 2023	1,833,428	1,005,432	139,023	2,977,883
Charge for the year	102,631	23,420	3,941	129,992
At 30 April 2024	1,936,059	1,028,852	142,964	3,107,875
Net book value				
At 30 April 2024	4,131,378	136,138	25,189	4,292,705
At 30 April 2023	4,213,799	105,249	22,130	4,341,178

16 Stock

	2024	2023
	£	£
Raw materials and consumables	117,991	118,893

17 Debtors

	2024	2023
	£	£
Prepayments	30,411	30,679
VAT recoverable	-	665
Other debtors	105,492	-
	135,903	31,344

18 Cash and cash equivalents

	2024	2023
	£	£
Cash on hand	990	4,005
Cash at bank	1,927,571	1,423,213
	1,928,561	1,427,218

19 Creditors: amounts falling due within one year

	2024	2023
	£	£
Trade creditors	62,292	53,112
Payments on account	309,062	278,465
Due to group undertakings	37,428	12,404
Other taxation and social security	4,255	4,080
VAT repayable	5,401	-
Other creditors	10,086	7,382
Accruals	22,361	22,829
	450,885	378,272

20 Pension and other schemes

Defined contribution pension schemes

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £60,855 (2023: £48,103).

Notes to the Financial Statements for the Year Ended 30 April 2024

21 Funds

	Balance at 1 May 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 April 2024 £
Unrestricted funds					
General Funds	1,115,939	2,511,214	(1,921,454)	(71,519)	1,634,180
Fixed Asset Reserves	405,844	-	(27,361)	91,906	470,389
	1,521,783	2,511,214	(1,948,815)	20,387	2,104,569
Designated					
Property Reserve	3,935,334	-	(102,631)	(10,387)	3,822,316
Total unrestricted funds	5,457,117	2,511,214	(2,051,446)	10,000	5,926,885
Restricted funds					
Estate & Buildings	-	30	(30)	-	-
Inglis fund	3,008	-	(3,008)	-	-
Mission & Outreach	14,154	12,764	-	-	26,918
Community Project	1,750	-	-	-	1,750
Provision of Hydro Electric Power	7,229	470	(659)	-	7,040
Special Projects	23,582	-	-	-	23,582
Camp Friends	33,521	4,649	(70)	-	38,100
Devon Ministries	-	240	(240)	-	-
Hopeswood	-	10,000	-	(10,000)	-
	83,244	28,153	(4,007)	(10,000)	97,390
Total funds	5,540,361	2,539,367	(2,055,453)	-	6,024,275

Lee Abbey Fellowship

Notes to the Financial Statements for the Year Ended 30 April 2024

	Balance at 1 May 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 April 2023 £
Unrestricted funds					
General Funds	677,748	2,377,490	(1,850,879)	(88,420)	1,115,939
Fixed Asset Reserves	382,519	-	(11,573)	34,898	405,844
	1,060,267	2,377,490	(1,862,452)	(53,522)	1,521,783
Designated					
Property Reserve	3,980,969	-	(99,157)	53,522	3,935,334
Total unrestricted funds	5,041,236	2,377,490	(1,961,609)	-	5,457,117
Restricted funds					
Estate & Buildings	-	225	(225)	-	-
Inglis fund	2,988	20	-	-	3,008
Mission & Outreach	-	14,259	(105)	-	14,154
Community Project	1,750	-	-	-	1,750
Provision of Hydro Electric Power	8,381	830	(1,982)	-	7,229
Special Projects	23,332	250	-	-	23,582
Camp Friends	31,485	2,036	-	-	33,521
Devon Ministries	-	160	(160)	-	-
	67,936	17,780	(2,472)	-	83,244
Total funds	5,109,172	2,395,270	(1,964,081)	-	5,540,361

The specific purposes for which the funds are to be applied are as follows:

The provision of Hydro Electric Power fund is a donation towards the maintenance of Hydro Electricity for Lee Abbey Fellowship in Lynton.

Donations received from Camp Friends to be utilised against camp costs.

Special Projects - the special projects fund receives restricted donations for specific projects due to take place.

The Inglis fund provides breaks for bereaved families.

The Devon Ministries fund provides support for Lee Abbey mission, ministry and community.

The Estate and Buildings fund provides support for the Lee Abbey environment, house and estate.

Mission and Outreach, these are funds given to support the missional activities of the Charity.

Community Project - these donations were given for the community accommodation development.

Hopeswood - these amounts were donated to support the capital expenditure projects within the Charity.

During the year £10,000 was transferred from restricted to unrestricted. This was the amount donated from Hopeswood for capital expenditure projects, and it is deemed that once the capital item has been purchased, the restriction is lifted.

22 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 30 April 2024 £
Tangible fixed assets	4,292,705	-	4,292,705
Current assets	2,085,065	97,390	2,182,455
Current liabilities	(450,885)	-	(450,885)
Total net assets	5,926,885	97,390	6,024,275

	Unrestricted funds General £	Restricted funds £	Total funds at 30 April 2023 £
Tangible fixed assets	4,341,178	-	4,341,178
Current assets	1,494,211	83,244	1,577,455
Current liabilities	(378,272)	-	(378,272)
Total net assets	5,457,117	83,244	5,540,361

23 Related party transactions

During the year the charity made the following related party transactions:

Payments to The Lee Abbey Movement
Payments to The Lee Abbey Movement £36,000 (2023 - £36,000).

Receipts from The Lee Abbey Movement
Receipts from The Lee Abbey Movement £50,400 (2023 - £50,400).

Contribution from The Lee Abbey Movement for administrative expenses
Contribution from The Lee Abbey Movement for administrative expenses £6,238 (2023 - £6,238).

An amount owed by The Lee Abbey Movement
An amount owed by The Lee Abbey Movement £37,428 (2023 - £12,404 due to).

24 Controlling party

The holding company is The Lee Abbey Movement which is the sole guarantor of this company.

The liability of the guarantor is limited to £1.

Consolidated accounts are available on request from the registered office.

Lee Abbey Fellowship

Detailed Statement of Financial Activities for the Year Ended 30 April 2024

	Total 2024 £	Total 2023 £
Income and Endowments from:		
Donations and legacies (analysed below)	464,047	527,662
Charitable activities (analysed below)	1,939,936	1,810,647
Other trading activities (analysed below)	77,831	45,014
Investment income (analysed below)	57,553	11,947
Total income	2,539,367	2,395,270
Expenditure on:		
Raising funds (analysed below)	(58,814)	(30,864)
Charitable activities (analysed below)	(2,001,739)	(1,933,217)
Other expenditure (analysed below)	5,100	-
Total expenditure	(2,055,453)	(1,964,081)
Net income	483,914	431,189
Net movement in funds	483,914	431,189
Reconciliation of funds		
Total funds brought forward	5,540,361	5,109,172
Total funds carried forward	6,024,275	5,540,361

Lee Abbey Fellowship

Detailed Statement of Financial Activities for the Year Ended 30 April 2024

	Total 2024 £	Total 2023 £
Donations and legacies		
Donations	129,328	218,813
Lee Abbey Friends income	50,400	50,400
Bursary donations received	69,698	46,253
Charity concessions	56,514	86,520
	305,940	401,986
Charitable activities		
Camp fees	30,203	28,936
Beacon fees	145,298	122,152
Self catering	95,152	115,744
House and sundry fees	1,554,133	1,450,267
Estate income	113,309	88,738
Sundry income	1,378	4,376
Discounts receivable	463	434
	1,939,936	1,810,647
Other trading activities		
Shop income	59,491	45,014
Tea cottage income	18,340	-
	77,831	45,014
Investment income		
Interest on cash deposits	57,553	11,947
	57,553	11,947
Raising funds		
Purchases	(48,121)	(30,864)
Tea cottage costs	(10,693)	-
	(58,814)	(30,864)
Charitable activities		
Grants payable - individuals	(56,400)	(30,668)
Bank charges	(24,743)	(17,659)
Trustees expenses	(1,284)	(37)
Leadership and finance training	(2,976)	(5,554)
Insurance	(57,711)	(53,070)
Activity administration	786	(1,769)
IT Support	(103,102)	(97,968)
Personnel department costs	(36,661)	(28,566)
Gratuities	(2,257)	(1,000)

Lee Abbey Fellowship

Detailed Statement of Financial Activities for the Year Ended 30 April 2024

	Total 2024 £	Total 2023 £
Community allowances	(102,937)	(86,068)
Contribution to Lee Abbey Movement	(36,000)	(36,000)
Community sundry costs	(4,039)	(2,061)
Promotion costs	(35,432)	(36,393)
The audit of the charity's annual accounts	(11,760)	(14,064)
Legal and professional fees	(2,975)	(4,982)
Wages and salaries	(422,131)	(384,099)
Staff NIC (Employers)	(26,009)	(23,253)
Staff pensions (Defined contribution) - pension scheme 1	(60,855)	(48,103)
Repairs and maintenance	(88,326)	(78,433)
The Beacon	(22,358)	(32,622)
Activity Conference pastoral and audio	(62,952)	(41,582)
Camp costs	(36,074)	(33,912)
Estate costs	(42,662)	(71,366)
Rates	(77,942)	(112,538)
Light, heat and power	(161,557)	(197,840)
Exceptional repairs	(20,854)	(53,659)
Catering costs	(368,930)	(329,221)
Motor expenses	(3,606)	-
Depreciation of freehold property	(102,631)	(99,157)
Depreciation of fixtures and fittings	(23,420)	(7,632)
Depreciation of motor vehicles	(3,941)	(3,941)
	(2,001,739)	(1,933,217)
Other expenditure		
(Profit)/loss on disposal of tangible fixed assets	5,100	-
	5,100	-

LEE ABBEY FELLOWSHIP

England & Wales - Charity number 1094097

Accounts

COMPANY REGISTRATION NUMBER: 4428897
CHARITY REGISTRATION NUMBER: 1094097

Lee Abbey Fellowship

Company Limited by Guarantee

Financial Statements

30 April 2023

WESTCOTTS (SW) LLP
Chartered accountants & statutory auditor
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Lee Abbey Fellowship

Company Limited by Guarantee

Financial Statements

Year ended 30 April 2023

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Independent auditor's report to the members	8 to 11
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Statement of financial position	13
Statement of cash flows	14
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Lee Abbey Fellowship

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 30 April 2023

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2023.

Objectives and activities

Charitable Objects

The charity's objects are the advancement of the Christian faith worldwide through the ministry of communities of Christians whose shared lives in the fellowship of the Holy Spirit communicate the love of God revealed in Jesus Christ.

These objects are fulfilled through promoting the renewal and growth of the Church through mission, evangelism teaching and training by means of a Christian Community. Lee Abbey Fellowship is concerned to serve the Church in many varied ways, including the running of conferences, retreats, holidays (which include the opportunity to receive teaching and ministry) and youth camps, and the training of people to go back into churches with a fresh vision of all that life in Christ can mean. Community members also go out to lead Church weekends and missions. We also seek to reach children and young people both churched and un-churched through the operation of The Beacon Youth and Outdoor Activity Centre and the summer Camps.

Throughout the year the way in which the objects of the charity are being fulfilled is monitored by the Warden and the senior management team overseen by the Trustees to whom they regularly report. The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objectives.

Achievements and performance

After three years of either full or partial disruption caused by Covid-19, the year 2022-2023 is the first year in which we have been fully open and able to carry out our core charitable objects of conferences, retreats, courses and Christian holidays, in the main House, Beacon, self-catering units and at the Camp.

We have continued to nurture the Christian discipleship of community members through spiritual formation groups, mentoring, training, and an annual retreat. Though reduced in number, we encourage community members to gain a sense of vocation and live out the Lee Abbey Rule of Life as they return home - whether in the UK or overseas. Scheduled Development Weeks have given opportunity to engage in extra training, review our practices and systems and clarify our values.

On the 280-acre Estate we care for the sheep, cattle and pigs, managing the gardens, grounds and woodland overseen by our farm manager. Our improved financial position after the three 'Covid years' has enabled us to pick up a number of projects that had been, of necessity, put on hold including the repair of damage to the sea wall (mainly covered by insurance) and the start of a program of window replacement on the historic main house. We also commissioned an energy review that was carried out by one of our suitably qualified trustees and completed in April 2023. This review will be a valuable guide to future improvements, including a project to grow some solar energy capacity when funds and planning permissions allow.

This full year of operation was a time of new hope and activity, welcoming guests, new and old, of all ages, recruiting new community members, assembling a new leadership team and developing our volunteer program. It's been a time of rebuilding the ministry and the Fellowship's finances.

Going Concern

The Trustees continue to keep a close eye on trends in bookings, costs, policies and recruitment to ensure the safety of its communities and to mitigate the effects of inflation, and visa changes after Brexit, on the charity's activities. The very nature of our model means that the task of recruiting a sufficient number of suitable community members and volunteers and attracting a steady stream of guest throughout the year, is always going to be an ongoing challenge. However, they determined that when the accounts were prepared there was not a material uncertainty that casts significant doubt on the charity's ability to continue as a going concern for the foreseeable future.
Although, like many in the hospitality industry, we are still in a period of rebuilding, with many uncertainties caused by Brexit and inflation, this year has exceeded the Trustees' expectations, though not their hopes and prayers, and they remain optimistic about the future.

Public Benefit

The Trustees consider that the ministry of the Fellowship to the guests of all ages provides clear and significant public benefit. The responses of guests (including our regular guest questionnaires) continue to testify to the spiritual benefit they have received in developing or discovering faith in Christ, in their spiritual growth, in being equipped to go back to communicate the love of God in Christ in their local communities and in receiving healing and pastoral care. In setting our policies on fees for guests we seek to ensure that, so far as possible, all those who desire to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. Because it is possible to come to Lee Abbey for short stays (e.g. a weekend or even 24 hours) and we offer conferences and retreats of different lengths, we believe that the fees are affordable by the great majority of people. But to cater for those who may not be able to afford the standard fees, we operate a bursary scheme and offer different types of accommodation including self-catering units at lower prices. We also provide without any charge special events for local churches at Lee Abbey, which enable people from the surrounding areas to come and benefit from the Christian ministry of the Fellowship through teaching worship and prayer without any payment.

The beneficiaries of our charity include members of the residential international Community as well as the guests. At the heart of the ministry of the Fellowship to the resident Community is an encouragement and equipping to grow in their Christian faith and to develop positive values, attitudes and skills, and a lifelong commitment to show the love of God in Christ by serving other people from any background or culture. This international element provides important opportunities for intellectual enrichment and deeper international understanding for Community members and guests alike. We also seek to equip our resident Community with skills that they are able to take back to benefit their home churches when they leave the Community. No fees are charged to members of our residential Community. The opportunity to benefit from time on Community is not subject to any financial restriction. This is particularly important to younger members of Community e.g. those on gap years before going to College, since (unlike many organisations) the Fellowship does not impose any requirement for them to raise any sponsorship to finance their time at Lee Abbey.

Financial review

Due to the hard work of the community, generosity of supporters and careful management of our finances we have now been able fully to reverse the significant, and unsustainable, cash outflow of the 'three Covid years' and replace the cash reserves lost in those years, especially the year 2020-2021 in which three periods of lockdown prevented us from opening at all, other than for a small handful of guests in one month.

There was a net inflow of unrestricted funds of £415,881 (2022 - £82,935) and a net inflow of restricted funds of £15,308 (2022: £23,448).

The Trustees, recognising that the value of the land and buildings occupied by the charity at Lee Abbey, Lynton (via the House, the 280 acre estate and the other buildings including Community houses and other accommodation, farm buildings and the Beacon centre) represent a substantial proportion of the value of the assets of the charity have considered whether in all the circumstances this is the best use of the value represented by that land and buildings. The Trustees have unhesitatingly concluded that it would not be right to sell the land and buildings to realise that value. In reaching this conclusion they have had regard to the nature of the objects of the charity (which expressly refer to the advancement of the Christian faith through the ministry of communities), the establishment and development of a significant community on the present site over the last 75 years, the nature and reputation of the charity's retreat and conference ministry (carried out through the community in its furtherance of the charitable objects), the very high value placed on the location, beauty and tranquillity of the estate by our guests and their attachment to this particular location, the serious risk to the business and ministry which would be occasioned by a move, and the great difficulty of finding appropriate alternatives.

Funding Sources

Our principal funding source continues to be our fee income. The House fees were £1,450,267 representing 61% of our total incoming resources (2022 - £906,970 – 54%). The Beacon fees were £122,152, 5.1% of our total incoming resources (2022 - £101,953 - 6.1%).

Our total income from donations were £527,662 (2022 £354,756). We regard legacies as an important source of income but these can fluctuate significantly. Legacies totalled £125,676 representing 5.3% of our total incoming resources (2022 - £11,921, 0.7%). We continue to be very grateful to our supporters (including those who are Lee Abbey Friends) for donations received.

During the year we continued discussions with the Trustees of the 'Woodland House of Prayer' (also now known as Hopeswood) following the sale and closure of Brunel Manor, a large Christian conference centre in South Devon. The result was an agreement with them which, at the complete discretion of the Hopeswood trustees, has the potential to offer some modest grants for extra bursaries and capital projects, especially any that support energy efficiency and future sustainability to the Lee Abbey Fellowship.

The Trustees also consider that the current use of its property continues to be the right and appropriate use of its resources.

Reserves

Lee Abbey Fellowship seeks to maintain liquid unrestricted funds at the level of at least three months planned expenditure, which provides sufficient funds to cover unexpected costs and other expenditure, which arise from time to time. At the year-end there was 9.68 months of expenditure in cash and free reserves (2022 – 7.09). This is made up of 1,427,218 as cash (2022 - £930,981) and £nil held in Movement reserves (2022 - nil).

The trustees have agreed to designate £3,935,334 (2022 - £3,980,969) to a Designated Property Reserve to better illustrate to users of the accounts what "free" reserves are available. As most of the unrestricted reserves are made up of property (which is used as part of the charitable objectives), it was felt that an element of this should be designated and shown separately.

Investment Powers, Policy and Performance

Under the Memorandum and Articles of Association the charity has power to make any investment which the Trustees think fit. The Trustees make and hold investments using the general funds of the Fellowship.

Plans for future periods

We continue to remain focused on our goal to renew and serve the Church through reaching out and offering a Gospel welcome to all our visitors; running Church weekends; the development of an international Christian community; offering a quality programme of Christian discipleship and education to all ages (with a particular emphasis on renewal of the heart and spiritual formation); ministry to young people; and resourcing and supporting a life-giving spiritual centre for Christian worship and ministry. We are building on recent successes to develop the ministry at the Beacon having made this more focused on Christian education rather than merely on activities.

We attempt both to match guest income with regular costs and to develop our fundraising as well as exploring other appropriate income streams.

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2023

Structure, governance and management

Appointment of Trustees

As set out in the Articles of Association, in addition to the power of the charity to appoint trustees in general meeting, the Board of Trustees have power to appoint an eligible person as a trustee to fill a vacancy or as an additional trustee providing that the prior agreement of the Holding Charity has been given. Any trustee so appointed by the Board will hold office only until the next Annual General Meeting.

Trustee induction and training

New Trustees will be encouraged to spend time with the chairman of the Board, who will guide them through the induction process which includes time with the Warden and other members of the senior management team.

Organisation

The Board of Trustees administers the charity and has a number of sub-committees covering business and finance, buildings and estate, and youth and children's ministry (including The Beacon youth and activity centre). The Trustees have delegated the day-to-day management of the operations of the charity to the Warden and the senior management team.

Grant Making Policy

The Trustees view our bursary scheme as important in ensuring that wherever possible all those who seek to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. In 2022-23 we gave bursaries amounting to £30,668 (2021-22 £17,555). Bursaries are considered following application to the Warden.

Governance and Internal Control

Careful consideration continued to be given to risk management. Risks are categorised according to potential severity and their likely incidence. The levels of risks are regularly reviewed and procedures to mitigate those risks are set in place. In addition to its continued oversight of health and safety matters, the Board also regularly monitors safeguarding policy and procedures (both for young people and for vulnerable adults) in all aspects of its charitable activities. The Board has instructed external auditors to assist it with such oversight and monitoring, and has professional support from the Exeter Diocesan Safeguarding Team.

Reference and administrative details

Registered charity name	Lee Abbey Fellowship
Charity registration number	1094097
Company registration number	4428897
Principal office and registered office	Lee Abbey Lynton Devon EX35 6JJ
The trustees	Revd Dr G R Cappleman Revd S Garner Revd J L C Hocking A C Male M Proctor (Retired 1 January 2022) Revd D C R Widdows Mr R Oates Mr M Scyner (Retired 7 July 2022) Rev P Harwood (Appointed 25 September 2023)
Company secretary	CLC Secretarial Services Limited
Auditor	Westcotts (SW) LLP Chartered accountants & statutory auditor 47 Boutport Street Barnstaple Devon EX31 1SQ
Bankers	National Westminster Bank plc 41 High Street Barnstaple Devon
Solicitors	Carter Lemon Camerons 10 Aldersgate St London EC1A 4HJ

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the 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 in the applicable Charities SORP;
- make judgments and accounting 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.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 1/12/23 and signed on behalf of the board of trustees by:

Revd Dr G R Appleman
Trustee

Lee Abbey Fellowship

Company Limited by Guarantee

Independent Auditor's Report to the Members of Lee Abbey Fellowship

Year ended 30 April 2023

Opinion

We have audited the financial statements of Lee Abbey Fellowship (the 'charity') for the year ended 30 April 2023 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, 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 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 charity's affairs as at 30 April 2023 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;
- have been prepared in accordance with the requirements of the Companies Act 2006 and 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 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

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 charity'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.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; 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 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 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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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 identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the trustees and other management. We communicated identified laws and regulations throughout our team, and remained alert to any indications of non-compliance throughout the audit.
- The charity is subject to laws and regulations that govern the preparation of the financial statements, including financial reporting legislation, and other companies legislation. The company is also subject to other laws and regulations where the consequences of non-compliance could have a material impact on the amounts or disclosures within the financial statements, including employment, anti-bribery, anti-money laundering and certain aspects of companies legislation.
- 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. In any audit, there remains 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Westcotts (SW) LLP

David Cresswell BA FCA (Senior Statutory Auditor)

For and on behalf of
Westcotts (SW) LLP
Chartered Accountants & Statutory Auditor
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

6/12/23

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 30 April 2023

	Note	2023 Unrestricted funds £	2023 Restricted funds £	2023 Total funds £	2022 Total funds £
Income and endowments					
Donations and legacies	**5**	509,882	17,780	**527,662**	354,756
Charitable activities	**6**	1,810,647	–	**1,810,647**	1,295,041
Other trading activities	**7**	45,014	–	**45,014**	32,604
Investment income	**8**	11,947	–	**11,947**	585
Total income		2,377,490	17,780	**2,395,270**	1,682,986
Expenditure					
Expenditure on raising funds:					
Costs of other trading activities	**9**	30,864	–	**30,864**	40,553
Expenditure on charitable activities	**10,11**	1,930,745	2,472	**1,933,217**	1,539,882
Other expenditure	**14**	–	–	–	(3,832)
Total expenditure		1,961,609	2,472	**1,964,081**	1,576,603
Net income and net movement in funds		415,881	15,308	**431,189**	106,383
Reconciliation of funds					
Total funds brought forward		5,041,236	67,936	**5,109,172**	5,002,789
Total funds carried forward		5,457,117	83,244	**5,540,361**	5,109,172

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 16 to 27 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Financial Position

30 April 2023

	Note	2023 £	£	2022 £
Fixed assets				
Tangible fixed assets	18		4,341,178	4,363,488
Current assets				
Stocks	19	118,893		143,157
Debtors	20	31,344		56,699
Cash at bank and in hand		1,427,218		930,981
		1,577,455		1,130,837
Creditors: amounts falling due within one year	21	(378,272)		(385,153)
Net current assets			1,199,183	745,684
Total assets less current liabilities			5,540,361	5,109,172
Net assets			5,540,361	5,109,172
Funds of the charity				
Restricted funds			83,244	67,936
Unrestricted funds			1,521,783	1,060,267
Designated funds			3,935,334	3,980,969
Total charity funds	24		5,540,361	5,109,172

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

These financial statements were approved by the board of trustees and authorised for issue on .....11/12/23..... and are signed on behalf of the board by:

Revd Dr G R Cappleman
Trustee

The notes on pages 16 to 27 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Cash Flows

Year ended 30 April 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income	**431,189**	106,383
Adjustments for:		
Depreciation of tangible fixed assets	**110,730**	124,836
Government grant income	**–**	(30,628)
Other interest receivable and similar income	**(11,947)**	(585)
Gains on disposal of tangible fixed assets	**–**	(3,832)
Accrued expenses/(income)	**2,066**	(3,767)
Changes in:		
Stocks	**24,264**	(13,354)
Trade and other debtors	**37,759**	(20,171)
Trade and other creditors	**(21,351)**	116,813
Cash generated from operations	**572,710**	275,695
Interest received	**11,947**	585
Net cash from operating activities	**584,657**	276,280
Cash flows from investing activities		
Purchase of tangible assets	**(88,420)**	(53,344)
Proceeds from sale of tangible assets	**–**	3,832
Net cash used in investing activities	**(88,420)**	(49,512)
Cash flows from financing activities		
Government grant income	**–**	30,628
Net cash from financing activities	**–**	30,628
Net increase in cash and cash equivalents	**496,237**	257,396
Cash and cash equivalents at beginning of year	**930,981**	673,585
Cash and cash equivalents at end of year	**1,427,218**	930,981

The notes on pages 16 to 27 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 30 April 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Lee Abbey, Lynton, Devon, EX35 6JJ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

As noted in the Trustees' Annual Report, there are no material uncertainties that casts significant doubts on the charity's ability to continue as a going concern for the foreseeable future.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

3. **Accounting policies** *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Land and Buildings	-	20-50 years straight line
Fixtures and Fittings	-	4 years straight line
Motor Vehicles	-	4 years straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

3. **Accounting policies** *(continued)*

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Lee Abbey Fellowship is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of it being wound up while he or she is a member, or within 1 year after he or she ceases to be a member.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2023 £**
Donations			
Donations	201,033	17,780	**218,813**
Lee Abbey Friends income	50,400	–	**50,400**
Bursary donations received	46,253	–	**46,253**
Charity concessions	86,520	–	**86,520**
Legacies			
Legacies	125,676	–	**125,676**
Grants			
Government grant income	–	–	–
	509,882	17,780	**527,662**

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	132,676	26,620	159,296
Lee Abbey Friends income	50,400	–	50,400
Bursary donations received	28,595	–	28,595
Charity concessions	73,916	–	73,916
Legacies			
Legacies	11,921	–	11,921
Grants			
Government grant income	30,628	–	30,628
	328,136	26,620	354,756

6. Charitable activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
House and sundry fees	1,450,267	**1,450,267**	906,970	906,970
Self catering	115,744	**115,744**	156,013	156,013
Sundry income	4,376	**4,376**	1,889	1,889
Camp fees	28,936	**28,936**	75	75
Discounts received	434	**434**	349	349
Estate income	88,738	**88,738**	127,792	127,792
Beacon fees	122,152	**122,152**	101,953	101,953
	1,810,647	**1,810,647**	1,295,041	1,295,041

7. Other trading activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Tea Cottage income	–	–	9,069	9,069
Shop income	45,014	**45,014**	23,535	23,535
	45,014	**45,014**	32,604	32,604

8. Investment income

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Interest and dividends receivable	11,947	**11,947**	585	585

9. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Costs of other trading activities - Shop costs	30,864	**30,864**	40,553	40,553

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2023 £**
The operation of Lee Abbey and its community	1,545,554	2,472	**1,548,026**
Support costs	385,191	–	**385,191**
	1,930,745	2,472	**1,933,217**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
The operation of Lee Abbey and its community	1,175,284	3,172	1,178,456
Support costs	361,426	–	361,426
	1,536,710	3,172	1,539,882

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	**Total funds 2023 £**	Total fund 2022 £
The operation of Lee Abbey and its community	1,517,358	30,668	385,191	**1,933,217**	1,539,882

12. Analysis of support costs

	Analysis of support costs activity 1 £	**Total 2023 £**	Total 2022 £
Personnel Development Costs	28,566	**28,566**	24,689
Insurance	53,070	**53,070**	41,375
Auditors remuneration	14,064	**14,064**	9,840
IT Support	97,968	**97,968**	93,450
Leadership and finance training	5,554	**5,554**	9,027

Legal fees	4,982	**4,982**	14,338
Bank charges	17,659	**17,659**	13,959
Promotional costs	36,393	**36,393**	34,131
Administration costs	1,769	**1,769**	6,448
Trustee expenses	37	**37**	–
Community sundry costs	2,060	**2,060**	934
Gratuities	1,000	**1,000**	290
Contribution to Lee Abbey Movement	36,000	**36,000**	30,000
Community allowances	86,068	**86,068**	82,945
	385,191	**385,191**	361,426

13. Bursary grants

	2023	2022
	£	£
Grants		
Grants	**30,668**	17,555
Total grants	**30,668**	17,555

14. Other expenditure

	Unrestricted Funds	**Total Funds 2023**	Unrestricted Funds	Total Funds 2022
	£	**£**	£	£
(Profit)/Loss on disposal of tangible fixed assets held for charity's own use	–	**–**	(3,832)	(3,832)

15. Net income

Net income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	**110,730**	124,836
Gains on disposal of tangible fixed assets	**–**	(3,832)

16. Staff costs

The total staff costs and benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages, salaries and community allowances	**498,733**	431,652
Social security costs	**23,253**	17,861
Employer contributions to pension plans	**48,103**	42,995
	570,089	492,508

16. Staff costs *(continued)*

The average head count during the year was 63 (2022: 60). The average number of full-time equivalents during the year is analysed as follows:

	2023 No.	2022 No.
Running Lee Abbey	**59**	55
Management and Administration	**4**	5
	63	60

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

17. Trustee remuneration and expenses

During the year Trustees' received remuneration and other emoluments of £NIL (2022 £NIL).

Travel and incidental expenses of £37 (2022 £NIL) have been reimbursed to the trustees during the year.

18. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	**Total £**
Cost				
At 1 May 2022	6,024,159	1,045,329	161,153	**7,230,641**
Additions	23,068	65,352	–	**88,420**
At 30 April 2023	6,047,227	1,110,681	161,153	**7,319,061**
Depreciation				
At 1 May 2022	1,734,271	997,800	135,082	**2,867,153**
Charge for the year	99,157	7,632	3,941	**110,730**
At 30 April 2023	1,833,428	1,005,432	139,023	**2,977,883**
Carrying amount				
At 30 April 2023	4,213,799	105,249	22,130	**4,341,178**
At 30 April 2022	4,289,888	47,529	26,071	4,363,488

19. Stocks

	2023 £	2022 £
Raw materials and consumables	**118,893**	143,157

20. Debtors

	2023	2022
	£	£
Amounts owed by group undertakings	–	23,721
Prepayments and accrued income	**30,679**	27,000
Other debtors	**665**	5,978
	31,344	56,699

21. Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	**53,112**	50,989
Amounts received on account	**278,465**	308,919
Accruals and deferred income	**22,829**	20,763
Amounts owed to group undertakings	**12,404**	
Social security and other taxes	**4,080**	3,178
Other creditors	**7,382**	1,304
	378,272	385,153

22. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £48,103 (2022: £42,995).

23. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2023	2022
	£	£
Recognised in income from donations and legacies:		
Government grants income	–	30,628

24. Analysis of charitable funds

	Balance at 1 May 2022 £	Income £	Expenditure £	Transfers £	Balance at 30 Apr 2023 £
Provision of Hydro Electric Power	8,381	830	(1,982)	–	7,229
Special Projects	23,332	250	–	–	23,582
Camp Friends	31,485	2,036	–	–	33,521
Devon Ministries	–	160	(160)	–	–
Estate and Buildings	–	225	(225)	–	–
Inglis Fund	2,988	20	–	–	3,008
Mission and Outreach	–	14,259	(105)	–	14,154
Community Project	1,750	–	–	–	1,750
Total	67,936	17,780	(2,472)	–	83,244

Purpose of restricted funds

The Provision of Hydro Electric Power fund is a donation towards maintenance of Hydro Electricity for Lee Abbey Fellowship in Lynton.

Donations received from Camp friends.

Special Projects - previously Community pastoral fund. The special projects fund receives restricted donations for specific projects due to take place.

The Inglis fund provides breaks for bereaved families.

The Devon Ministries fund provides support for Lee Abbey mission, ministry and community.

The Estate and Buildings fund provides support for the Lee Abbey environment, house and estate.

Mission and Outreach - these are funds given to support the missional activities of the charity.

Community Project – these donations were giving for the community accommodation development.

Unrestricted Funds analysis

	Balance at 1 May 2022 £	Income £	Expenditure £	Transfers £	Balance at 30 Apr 2023 £
Fixed Asset Reserves	382,519	–	(11,573)	34,898	405,844
Property Reserve	3,980,969	–	(99,157)	53,522	3,935,334
General Funds	677,748	2,377,490	(1,850,879)	(88,420)	1,115,939
Total	5,041,236	2,408,978	(1,961,609)	–	5,457,117

25. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2023 £**
Tangible fixed assets	4,341,178	–	**4,341,178**
Current assets	1,481,807	83,244	**1,565,051**
Creditors less than 1 year	(365,868)	–	**(365,868)**
Net assets	5,457,117	83,244	**5,540,361**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	4,363,488	–	4,363,488
Current assets	1,062,901	67,936	1,130,837
Creditors less than 1 year	(385,153)	–	(385,153)
Net assets	5,041,236	67,936	5,109,172

26. Analysis of changes in net debt

	At 1 May 2022 £	Cash flows £	**At 30 Apr 2023 £**
Cash at bank and in hand	930,981	496,237	**1,427,218**

27. Related parties

The charity is part of the group known as The Lee Abbey Movement and has transaction with other group members. These comprise;

- payments to The Lee Abbey Movement of £36,000 (2022 £30,000)

- a contribution from The Lee Abbey Movement of £50,400 (2022 £50,400)

- a contribution from The Lee Abbey Movement for administrative expenses of £6,238 (2022 £6,238)

As at 30 April 2023 The Lee Abbey Movement was owed £12,404 from Lee Abbey Fellowship (2022 £23,721 owed to Lee Abbey Fellowship).

LEE ABBEY FELLOWSHIP

England & Wales - Charity number 1094097

Accounts

COMPANY REGISTRATION NUMBER: 4428897
CHARITY REGISTRATION NUMBER: 1094097

Lee Abbey Fellowship

Company Limited by Guarantee

Financial Statements

30 April 2022

WESTCOTTS (SW) LLP
Chartered accountants & statutory auditor
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Lee Abbey Fellowship

Company Limited by Guarantee

Financial Statements

Year ended 30 April 2022

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Lee Abbey Fellowship

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 30 April 2022

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2022.

Objectives and activities

Charitable Objects

The charity's objects are the advancement of the Christian faith worldwide through the ministry of communities of Christians whose shared lives in the fellowship of the Holy Spirit communicate the love of God revealed in Jesus Christ.

These objects are fulfilled through promoting the renewal and growth of the Church through mission, evangelism teaching and training by means of a Christian Community. Lee Abbey Fellowship is concerned to serve the Church in many varied ways, including the running of conferences, retreats, holidays (which include the opportunity to receive teaching and ministry) and youth camps, and the training of people to go back into churches with a fresh vision of all that life in Christ can mean. Community members also go out to lead Church weekends and missions. We also seek to reach children and young people both churched and un-churched through the operation of The Beacon Youth and Outdoor Activity Centre and the summer Camps.

Throughout the year the way in which the objects of the charity are being fulfilled is monitored by the Warden and the senior management team overseen by the Trustees to whom they regularly report. The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objectives.

Achievements and performance

After the forcible curtailment of our activities during the year 2020-2021, we were able to re-open gradually from May 2021 to carry out our core charitable objects of conferences, retreats, courses and Christian holidays, in the main House, Beacon, self-catering units and at the Camp.

We have continued to nurture the Christian discipleship of community members through spiritual formation groups, mentoring, training, and an annual retreat. Though reduced in number, we encourage community members to gain a sense of vocation and live out the Lee Abbey Rule of Life as they return home - whether in the UK or overseas. Three scheduled Development Weeks have given opportunity to engage in extra training, review our practices and systems and clarify our values.

On the 280-acre Estate we care for the sheep, cattle and pigs, managing the gardens, grounds and woodland overseen by our farm manager, who is now a local worker. Our experienced environmental co-ordinator helped us grow our environmental consciousness and commitment before she left in January.

The re-opening, fully from July 2021, although initially with smaller numbers, was a time of new hope and activity, welcoming guests, new and old, of all ages, recruiting new community members, assembling a new leadership team and developing our volunteer program. It's been a time of rebuilding the ministry and the Fellowship's finances.

Going Concern

In the Trustees Report for 2020-2021 they stated that they had reviewed various scenarios and evaluated management actions to ensure the safety of its communities and to mitigate the effects of the pandemic on the charity's activities. They had determined that when the accounts were prepared there was not a material uncertainty that casts significant doubt on the charity's ability to continue as a going concern for the foreseeable future.

The Trustees also expected that the effects of the pandemic would continue to be felt during the financial year ending 30 April 2022, which is reflected in these financial statements.

Nevertheless this year has exceeded their expectations, though not their hopes and prayers, and they are cautiously optimistic about the future, despite the new concerns and challenges over inflation.

Public Benefit

The Trustees consider that the ministry of the Fellowship to the guests of all ages provides clear and significant public benefit. The responses of guests (including our regular guest questionnaires) continue to testify to the spiritual benefit they have received in developing or discovering faith in Christ, in their spiritual growth, in being equipped to go back to communicate the love of God in Christ in their local communities and in receiving healing and pastoral care. In setting our policies on fees for guests we seek to ensure that, so far as possible, all those who desire to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. Because it is possible to come to Lee Abbey for short stays (e.g. a weekend or even 24 hours) and we offer conferences and retreats of different lengths, we believe that the fees are affordable by the great majority of people. But to cater for those who may not be able to afford the standard fees, we operate a bursary scheme and offer different types of accommodation including self-catering units at lower prices. We also provide without any charge special events for local churches at Lee Abbey, which enable people from the surrounding areas to come and benefit from the Christian ministry of the Fellowship through teaching worship and prayer without any payment. We also seek to reach out to those who are unable to come to Lee Abbey through mission teams.

The beneficiaries of our charity include members of the residential international Community as well as the guests. At the heart of the ministry of the Fellowship to the resident Community is an encouragement and equipping to grow in their Christian faith and to develop positive values, attitudes and skills, and a lifelong commitment to show the love of God in Christ by serving other people from any background or culture. This international element provides important opportunities for intellectual enrichment and deeper international understanding for Community members and guests alike. We also seek to equip our resident Community with skills that they are able to take back to benefit their home churches when they leave the Community. No fees are charged to members of our residential Community. The opportunity to benefit from time on Community is not subject to any financial restriction. This is particularly important to younger members of Community e.g. those on gap years before going to College, since (unlike many organisations) the Fellowship does not impose any requirement for them to raise any sponsorship to finance their time at Lee Abbey.

Lee Abbey Fellowship

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 30 April 2022

	2022 £	2021 £
Costs of other trading activities		
Costs of other trading activities - Shop costs		
Shop costs - purchases	**40,553**	21,424
Costs of other trading activities	**40,553**	21,424
Expenditure on charitable activities		
The operation of Lee Abbey and its community		
Activities undertaken directly		
Staff and casual wages	**324,018**	272,304
Staff - Employer's NIC	**17,861**	15,070
Staff pension costs	**42,995**	49,833
Rates	**83,103**	17,087
Power light and heating	**107,132**	81,748
The Beacon	**38,379**	8,459
Repairs and maintenance	**82,687**	77,320
Catering costs	**237,709**	94,266
Exceptional repairs	**26,947**	10,046
Activity Conference pastoral and audio	**28,564**	6,746
Depreciation & loss on disposal	**124,836**	130,476
Camp costs	**314**	1,996
Estate costs	**46,356**	51,322
	1,160,901	816,673
Grant funding activities		
Busary grants	**17,555**	9,729
Support costs		
Personnel department costs	**107,634**	107,407
Insurance	**41,375**	23,476
IT support	**93,450**	103,061
Leadership and finance training	**9,027**	1,667
Professional - Auditor remuneration	**38,137**	15,263
Promotion costs	**34,131**	14,040
Activity administration	**6,448**	3,865
Community sundry costs	**934**	(1,035)
Gratuities	**290**	(48)
Contribution to Lee Abbey Movement	**30,000**	21,000
	361,426	288,696
Expenditure on charitable activities	**1,539,882**	1,115,098

Financial review

Due to the hard work of the community, generosity of supporters and careful management of our finances we were able to reverse the significant, and unsustainable, cash outflow of the previous year and replace over 20% of the cash reserves lost in that year.

Our strategy to reduce costs wherever possible, but to ensure that our community workforce was not so degraded that we could not function or plan for re-opening, has been vindicated. We used the government furlough scheme wherever we could and communicated regularly with our supporters through newsletters, social media and regular online offerings to maintain a 'presence', bless our supporter base and encourage donations.

There was a net infow of unrestricted funds of £82,935 (2021: net outflow £449,135) and a net inflow of restricted funds of 23,448 (2021: £4,820).

The Trustees, recognising that the value of the land and buildings occupied by the charity at Lee Abbey, Lynton (via the House, the 280 acre estate and the other buildings including Community houses and other accommodation, farm buildings and the Beacon centre) represent a substantial proportion of the value of the assets of the charity have considered whether in all the circumstances this is the best use of the value represented by that land and buildings. The Trustees have unhesitatingly concluded that it would not be right to sell the land and buildings to realise that value. In reaching this conclusion they have had regard to the nature of the objects of the charity (which expressly refer to the advancement of the Christian faith through the ministry of communities), the establishment and development of a significant community on the present site over the last 70 years, the nature and reputation of the charity's retreat and conference ministry (carried out through the community in in in furtherance of the charitable objects), the very high value placed on the location, beauty and tranquillity of the estate by our guests and their attachment to this particular location, the serious risk to the business and ministry which would be occasioned by a move, and the great difficulty of finding appropriate alternatives.

Funding Sources

Our principal funding source continues to be our fee income. The House fees were £906,970 representing 54% of our total incoming resources (2021 - £3,782 – 0.5%). The Beacon fees were £101,953, 6.1% of our total incoming resources (2021 - £0).

Our total income from donations were £354,756 (2021 £474,891). We regard legacies as an important source of income but these can fluctuate significantly. Legacies totalled £11,921 representing 0.7% of our total incoming resources (2021 - £74,118, 10.7%). We continue to be very grateful to our supporters (including those who are Lee Abbey Friends) for donations received.

The trustees also consider that value of its property continues to be the right use of its resources.

Reserves

Lee Abbey Fellowship seeks to maintain liquid unrestricted funds at the level of at least three months planned expenditure, which provides sufficient funds to cover unexpected costs and other expenditure, which arise from time to time. At the year-end there was 7.09 months of expenditure in cash and free reserves (2021 – 7.11). This is made up of 930,981 as cash (2021 - £673,585) and £nil held in Movement reserves (2021 - nil).

The trustees have agreed to designate £3,980,969 (2021 - £4,176,359) to a Designated Property Reserve to better illustrate to users of the accounts what "free" reserves are available. As most of the unrestricted reserves are made up of property (which is used as part of the charitable objectives), it was felt that an element of this should be designated and shown separately.

Investment Powers, Policy and Performance

Under the Memorandum and Articles of Association the charity has power to make any investment which the Trustees think fit. The Trustees make and hold investments using the general funds of the Fellowship.

Plans for future periods

We continue to remain focused on our goal to renew and serve the Church through reaching out and offering a Gospel welcome to all our visitors; running Church weekends; the development of an international Christian community; offering a quality programme of Christian discipleship and education to all ages (with a particular emphasis on renewal of the heart and spiritual formation); ministry to young people; and resourcing and supporting a life-giving spiritual centre for Christian worship and ministry. We are building on recent successes to develop the ministry at the Beacon having made this more focused on Christian education rather than merely on activities.

One by-product of the Covid 19 pandemic, and the enforced closure of the site to guests, is that it has provided a much-needed opportunity to review and reflect upon the way in which community life works and how ministry and all its complex operations can be improved. Is there a better model that would feel more sustainable to those on the front line, especially leaders, and would be as good, or even better, for those who come as guests? Is it time to invest more in online and 'virtual' initiatives for the long-term as well as the short term? The process is not without its risks, but the trustees have encouraged the community to treat this period as a 'kairos' (opportunity) as well as a 'krisis'. We continue to monitor the cash position closely so that the charity not only survives, but also thrives in the medium to long term. We attempt both to match guest income with regular costs and to develop our fundraising as well as exploring other appropriate income streams.

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2022.

Structure, governance and management

Appointment of Trustees

As set out in the Articles of Association, in addition to the power of the charity to appoint trustees in general meeting, the Board of Trustees have power to appoint an eligible person as a trustee to fill a vacancy or as an additional trustee providing that the prior agreement of the Holding Charity has been given. Any trustee so appointed by the Board will hold office only until the next Annual General Meeting.

Trustee induction and training

New Trustees will be encouraged to spend time with the chairman of the Board, who will guide them through the induction process which includes time with the Warden and other members of the senior management team.

Organisation

The Board of Trustees administers the charity and has a number of sub-committees covering business and finance, buildings and estate, and youth and children's ministry (including The Beacon youth and activity centre). The Trustees have delegated the day to day management of the operations of the charity to the Warden and the senior management team.

Grant Making Policy

The Trustees view our bursary scheme as important in ensuring that wherever possible all those who seek to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. In 2020 we gave bursaries amounting to £56,732 (2019 £63,945). Bursaries are considered following application to the Warden.

Governance and Internal Control

Careful consideration continued to be given to risk management. Risks are categorised according to potential severity and their likely incidence. The levels of risks are regularly reviewed and procedures to mitigate those risks are set in place. In addition to its continued oversight of health and safety matters, the Board also regularly monitors safeguarding policy and procedures (both for young people and for vulnerable adults) in all aspects of its charitable activities. The Board has instructed external auditors to assist it with such oversight and monitoring.

Reference and administrative details

Registered charity name	Lee Abbey Fellowship
Charity registration number	1094097
Company registration number	4428897
Principal office and registered office	Lee Abbey Lynton Devon EX35 6JJ

The trustees

Revd D C R Widdows	Chair
Revd Dr G R Cappleman	
Revd S Garner	
Revd J L C Hocking	
A C Male	
R Oates	
M Proctor	(Retired 31 December 2021)
M Scyner	(Retired 7 July 2022)

Company secretary	CLC Secretarial Services Limited (Appointed 1 January 2022)
Auditor	Westcotts (SW) LLP Chartered accountants & statutory auditor 47 Boutport Street Barnstaple Devon EX31 1SQ
Bankers	National Westminster 41 High Street Barnstaple Devon EX31 1BZ
Solicitors	Carter Lemon Camerons LLP 3rd Floor, 20 King Street London EC2V 8EG

Trustees' responsibilities statement

The trustees, who are also directors 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the 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 in the applicable Charities SORP;
- make judgments and accounting 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.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on ...2/12/22..... and signed on behalf of the board of trustees by:

Revd Dr G R Coppleman
Trustee

David Widdows

Revd D C R Widdows
Trustee

Lee Abbey Fellowship

Company Limited by Guarantee

Independent Auditor's Report to the Members of Lee Abbey Fellowship

Year ended 30 April 2022

Opinion

We have audited the financial statements of Lee Abbey Fellowship (the 'charity') for the year ended 30 April 2022 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, 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 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 charity's affairs as at 30 April 2022 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;
- have been prepared in accordance with the requirements of the Companies Act 2006 and 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 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

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 charity'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.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors 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 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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the trustees and other management. We communicated identified laws and regulations throughout our team, and remained alert to any indications of non-compliance throughout the audit.
- The charity is subject to laws and regulations that govern the preparation of the financial statements, including financial reporting legislation, and other companies legislation. The company is also subject to other laws and regulations where the consequences of non-compliance could have a material impact on the amounts or disclosures within the financial statements, including employment, anti-bribery, anti-money laundering and certain aspects of companies legislation.
- 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. In any audit, there remains 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

D Cresswell

David Cresswell BA FCA
Westcotts (SW) LLP
Chartered accountants & statutory auditor
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

21/12/22

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 30 April 2022

	Note	2022 Unrestricted funds £	2022 Restricted funds £	2022 **Total funds** £	2021 Total funds £
Income and endowments					
Donations and legacies	**5**	328,136	26,620	**354,756**	474,891
Charitable activities	**6**	1,295,041	–	**1,295,041**	200,189
Other trading activities	**7**	32,604	–	**32,604**	15,871
Investment income	**8**	585	–	**585**	1,256
Total income		1,656,366	26,620	**1,682,986**	692,207
Expenditure					
Expenditure on raising funds:					
Costs of other trading activities	**9**	40,553	–	**40,553**	21,424
Expenditure on charitable activities	**10,11**	1,536,710	3,172	**1,539,882**	1,115,098
Other expenditure	**14**	(3,832)	–	**(3,832)**	–
Total expenditure		1,573,431	3,172	**1,576,603**	1,136,522
Net income/(expenditure) and net movement in funds		82,935	23,448	**106,383**	(444,315)
Reconciliation of funds					
Total funds brought forward		4,958,301	44,488	**5,002,789**	5,447,104
Total funds carried forward		5,041,236	67,936	**5,109,172**	5,002,789

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 17 to 28 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Financial Position

30 April 2022

	Note	2022 £	£	2021 £
Fixed assets				
Tangible fixed assets	18		**4,363,488**	4,434,980
Current assets				
Stocks	19	**143,157**		129,803
Debtors	20	**56,699**		36,528
Cash at bank and in hand		**930,981**		673,585
		1,130,837		839,916
Creditors: amounts falling due within one year	21	**(385,153)**		(272,107)
Net current assets			**745,684**	567,809
Total assets less current liabilities			**5,109,172**	5,002,789
Net assets			**5,109,172**	5,002,789
Funds of the charity				
Restricted funds			**67,936**	44,488
Unrestricted funds			**1,060,267**	781,942
Designated funds			**3,980,969**	4,176,359
Total charity funds	24		**5,109,172**	5,002,789

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

These financial statements were approved by the board of trustees and authorised for issue on ...2/12/22..., and are signed on behalf of the board by:

Revd Dr G R Cappleman
Trustee

David Widdows

Revd D C R Widdows
Trustee

The notes on pages 17 to 28 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Cash Flows

Year ended 30 April 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income/(expenditure)	**106,383**	(444,315)
Adjustments for:		
Depreciation of tangible fixed assets	**124,836**	130,476
Government grant income	**(30,628)**	(98,769)
Other interest receivable and similar income	**(585)**	(1,256)
Gains on disposal of tangible fixed assets	**(3,832)**	–
Accrued (income)/expenses	**(3,767)**	27,168
Changes in:		
Stocks	**(13,354)**	23,021
Trade and other debtors	**(20,171)**	1,387
Trade and other creditors	**116,813**	123,578
Cash generated from operations	**275,695**	(238,710)
Interest received	**585**	1,256
Net cash from/(used in) operating activities	**276,280**	(237,454)
Cash flows from investing activities		
Purchase of tangible assets	**(53,344)**	(26,393)
Proceeds from sale of tangible assets	**3,832**	–
Net cash used in investing activities	**(49,512)**	(26,393)
Cash flows from financing activities		
Government grant income	**30,628**	98,769
Net cash from financing activities	**30,628**	98,769
Net increase/(decrease) in cash and cash equivalents	**257,396**	(165,078)
Cash and cash equivalents at beginning of year	**673,585**	838,663
Cash and cash equivalents at end of year	**930,981**	673,585

The notes on pages 17 to 28 form part of these financial statements.

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Lee Abbey, Lynton, Devon, EX35 6JJ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

As noted in the Trustees' Annual Report, there are no material uncertainties that casts significant doubts on the charity's ability to continue as a going concern for the foreseeable future.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

3. **Accounting policies** *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Land and Buildings	-	20-50 years straight line
Fixtures and Fittings	-	4 years straight line
Motor Vehicles	-	4 years straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

3. Accounting policies *(continued)*

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Lee Abbey Fellowship is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of it being wound up while he or she is a member, or within 1 year after he or she ceases to be a member.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2022 £**
Donations			
Donations	132,676	26,620	**159,296**
Lee Abbey Friends income	50,400	–	**50,400**
Bursary donations received	28,595	–	**28,595**
Charity concessions	73,916	–	**73,916**
Legacies			
Legacies	11,921	–	**11,921**
Grants			
Government grant income	30,628	–	**30,628**
	328,136	26,620	**354,756**

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	208,527	5,977	214,504
Lee Abbey Friends income	50,400	–	50,400
Bursary donations received	9,344	–	9,344
Charity concessions	27,756	–	27,756
Legacies			
Legacies	74,118	–	74,118
Grants			
Government grant income	98,769	–	98,769
	468,914	5,977	474,891

6. Charitable activities

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
House and sundry fees	906,970	**906,970**	3,782	3,782
Self catering	156,013	**156,013**	89,492	89,492
Sundry income	1,889	**1,889**	–	–
Camp fees	75	**75**	115	115
Discounts received	349	**349**	161	161
Estate income	127,792	**127,792**	105,691	105,691
Beacon fees	101,953	**101,953**	948	948
	1,295,041	**1,295,041**	200,189	200,189

7. Other trading activities

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Tea Cottage income	9,069	**9,069**	8,973	8,973
Shop income	23,535	**23,535**	6,898	6,898
	32,604	**32,604**	15,871	15,871

8. Investment income

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Interest and dividends receivable	585	**585**	1,256	1,256

9. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Costs of other trading activities - Shop costs	40,553	**40,553**	21,424	21,424

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2022 £**
The operation of Lee Abbey and its community	1,175,284	3,172	**1,178,456**
Support costs	361,426	–	**361,426**
	1,536,710	3,172	**1,539,882**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
The operation of Lee Abbey and its community	825,245	1,157	826,402
Support costs	288,696	–	288,696
	1,113,941	1,157	1,115,098

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	**Total funds 2022 £**	Total fund 2021 £
The operation of Lee Abbey and its community	1,160,901	17,555	361,426	**1,539,882**	1,115,098

12. Analysis of support costs

	Analysis of support costs £	**Total 2022 £**	Total 2021 £
Personnel department costs	24,689	**24,689**	18,806
Insurance	41,375	**41,375**	23,476
Auditors remuneration	9,840	**9,840**	9,361
IT Support	93,450	**93,450**	103,061
Leadership and finance training	9,027	**9,027**	1,667

Legal fees	14,338	**14,338**	779
Bank charges	13,959	**13,959**	5,124
Promotional costs	34,131	**34,131**	14,040
Administration costs	6,448	**6,448**	3,865
Community sundry costs	934	**934**	(1,036)
Gratuities	290	**290**	(48)
Contribution to Lee Abbey Movement	30,000	**30,000**	21,000
Community allowances	82,945	**82,945**	88,601
	361,426	**361,426**	288,696

13. Bursary grants

	2022	2021
	£	£
Grants to institutions		
Grants to institutions	**17,555**	9,729
Total grants	**17,555**	9,729

14. Other expenditure

	Unrestricted Funds	**Total Funds 2022**	Unrestricted Funds	Total Funds 2021
	£	**£**	£	£
(Profit)/Loss on disposal of tangible fixed assets held for charity's own use	(3,832)	**(3,832)**	–	–

15. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	**124,836**	130,476
Gains on disposal of tangible fixed assets	**(3,832)**	–

16. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages, salaries and community allowances	**431,652**	379,711
Social security costs	**17,861**	15,070
Employer contributions to pension plans	**42,995**	49,833
	492,508	444,614

16. Staff costs *(continued)*

The average head count during the year was 60 (2021: 51). The average number of full-time equivalents during the year is analysed as follows:

	2022 No.	2021 No.
Running Lee Abbey	55	46
Management and Administration	5	5
	60	51

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

17. Trustee remuneration and expenses

During the year Trustees' received remuneration and other emoluments of £NIL (2021 £NIL).

Travel and incidental expenses of £NIL (2021 £NIL) have been reimbursed to the trustees during the year.

18. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	**Total £**
Cost				
At 1 May 2021	6,024,159	997,800	158,671	**7,180,630**
Additions	–	47,529	5,815	**53,344**
Disposals	–	–	(3,333)	**(3,333)**
At 30 April 2022	6,024,159	1,045,329	161,153	**7,230,641**
Depreciation				
At 1 May 2021	1,631,459	997,800	116,391	**2,745,650**
Charge for the year	102,812	–	22,024	**124,836**
Disposals	–	–	(3,333)	**(3,333)**
At 30 April 2022	1,734,271	997,800	135,082	**2,867,153**
Carrying amount At 30 April 2022	4,289,888	47,529	26,071	**4,363,488**
At 30 April 2021	4,392,700	–	42,280	4,434,980

19. Stocks

	2022 £	2021 £
Raw materials and consumables	**143,157**	129,803

20. Debtors

	2022	2021
	£	£
Amounts owed by group undertakings	**23,721**	23,150
Prepayments and accrued income	**27,000**	–
Other debtors	**5,978**	13,378
	56,699	36,528

21. Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	**50,989**	20,991
Amounts received on accounts	**308,919**	216,341
Accruals and deferred income	**20,763**	24,530
Social security and other taxes	**3,178**	560
Other creditors	**1,304**	9,685
	385,153	272,107

22. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £42,995 (2021: £49,833).

23. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2022	2021
	£	£
Recognised in income from donations and legacies:		
Government grants income	**30,628**	98,769

24. Analysis of charitable funds

	Balance at 1 May 2021 £	Income £	Expenditure £	Transfers £	Balance at 30 Apr 2022 £
Provision of Hydro Electric Power	7,261	1,120	–	–	8,381
Special Projects	3,332	20,000	–	–	23,332
Camp Friends	29,207	2,278	–	–	31,485
Devon Ministries	–	450	(450)	–	–
Estate and Buildings	–	1,472	(1,472)	–	–
Inglis Fund	2,938	50	–	–	2,988
Beacon/Youth	–	1,250	(1,250)	–	–
Community Project	1,750	–	–	–	1,750
Total	44,488	26,620	(3,172)	–	67,936

Purpose of restricted funds

The Provision of Hydro Electric Power fund is a donation towards maintenance of Hydro Electricity for Lee Abbey Fellowship in Lynton.

Donations received from Camp friends.

The special projects fund receives restricted donations for specific projects due to take place.

The Inglis fund provides breaks for bereaved families.

The Devon Ministries fund provides support for Lee Abbey mission, ministry and community.

The Estate and Buildings fund provides support for the Lee Abbey environment, house and estate.

Unrestricted Funds analysis

	Balance at 1 May 2021 £	Income £	Expenditure £	Transfers £	Balance at 30 Apr 2022 £
Fixed Asset Reserves	258,621	–	(22,024)	145,922	382,519
Property Reserve	4,176,359	–	(102,812)	(92,578)	3,980,969
General Funds	523,321	1,656,366	(1,448,595)	(53,344)	677,748
Total	4,958,301	1,656,366	(1,573,431)	–	5,041,236

25. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2022 £**
Tangible fixed assets	4,363,488	–	**4,363,488**
Current assets	1,062,901	67,936	**1,130,837**
Creditors less than 1 year	(385,153)	–	**(385,153)**
Net assets	5,041,236	67,936	**5,109,172**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	4,434,980	–	4,434,980
Current assets	795,428	44,488	839,916
Creditors less than 1 year	(272,107)	–	(272,107)
Net assets	4,958,301	44,488	5,002,789

26. Analysis of changes in net debt

	At 1 May 2021 £	Cash flows £	**At 30 Apr 2022 £**
Cash at bank and in hand	673,585	257,396	**930,981**

27. Related parties

The charity is part of the group known as The Lee Abbey Movement and has transaction with other group members. These comprise;

- payments to The Lee Abbey Movement of £30,000 (2021 £21,000)

- a contribution from The Lee Abbey Movement of £50,100 (2021 £50,400)

- a contribution from The Lee Abbey Movement for administrative expenses of £6,238 (2021 £6,238)

As at 30 April 2022 The Lee Abbey Movement owed £23,721 to Lee Abbey Fellowship (2021 £23,150 owed to Lee Abbey Fellowship).

Lee Abbey Fellowship

Company Limited by Guarantee

Management Information

Year ended 30 April 2022

The following pages do not form part of the financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 30 April 2022

	2022 £	2021 £
Income and endowments		
Donations and legacies		
Donations	**159,296**	214,504
Lee Abbey Friends income	**50,400**	50,400
Bursary donations received	**28,595**	9,344
Charity concessions	**73,916**	27,756
Legacies	**11,921**	74,118
Government grant income	**30,628**	98,769
	354,756	474,891
Charitable activities		
House and sundry fees	**906,970**	3,782
Self catering	**156,013**	89,492
Sundry income	**1,889**	–
Camp fees	**75**	115
Discounts received	**349**	161
Estate income	**127,792**	105,691
Beacon fees	**101,953**	948
	1,295,041	200,189
Other trading activities		
Tea Cottage income	**9,069**	8,973
Shop income	**23,535**	6,898
	32,604	15,871
Investment income		
Interest and dividends receivable	**585**	1,256
Total income	**1,682,986**	692,207

Lee Abbey Fellowship

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 30 April 2022

	2022 £	2021 £
Costs of other trading activities		
Costs of other trading activities - Shop costs		
Shop costs - purchases	**40,553**	21,424
Costs of other trading activities	**40,553**	21,424
Expenditure on charitable activities		
The operation of Lee Abbey and its community		
Activities undertaken directly		
Staff and casual wages	**324,018**	272,304
Staff - Employer's NIC	**17,861**	15,070
Staff pension costs	**42,995**	49,833
Rates	**83,103**	17,087
Power light and heating	**107,132**	81,748
The Beacon	**38,379**	8,459
Repairs and maintenance	**82,687**	77,320
Catering costs	**237,709**	94,266
Exceptional repairs	**26,947**	10,046
Activity Conference pastoral and audio	**28,564**	6,746
Depreciation & loss on disposal	**124,836**	130,476
Camp costs	**314**	1,996
Estate costs	**46,356**	51,322
	1,160,901	816,673
Grant funding activities		
Busary grants	**17,555**	9,729
Support costs		
Personnel department costs	**107,634**	107,407
Insurance	**41,375**	23,476
IT support	**93,450**	103,061
Leadership and finance training	**9,027**	1,667
Professional - Auditor remuneration	**38,137**	15,263
Promotion costs	**34,131**	14,040
Activity administration	**6,448**	3,865
Community sundry costs	**934**	(1,035)
Gratuities	**290**	(48)
Contribution to Lee Abbey Movement	**30,000**	21,000
	361,426	288,696
Expenditure on charitable activities	**1,539,882**	1,115,098

LEE ABBEY FELLOWSHIP

England & Wales - Charity number 1094097

Accounts

COMPANY REGISTRATION NUMBER: 4428897
CHARITY REGISTRATION NUMBER: 1094097

Lee Abbey Fellowship

Company Limited by Guarantee

Financial Statements

30 April 2021

Lee Abbey Fellowship

Company Limited by Guarantee

Financial Statements

Year ended 30 April 2021

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Lee Abbey Fellowship

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 30 April 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2021.

Objectives and activities

Charitable Objects

The charity's objects are the advancement of the Christian faith worldwide through the ministry of communities of Christians whose shared lives in the fellowship of the Holy Spirit communicate the love of God revealed in Jesus Christ.

These objects are fulfilled through promoting the renewal and growth of the Church through mission, evangelism teaching and training by means of a Christian Community. Lee Abbey Fellowship is concerned to serve the Church in many varied ways, including the running of conferences, retreats, holidays (which include the opportunity to receive teaching and ministry) and youth camps, and the training of people to go back into churches with a fresh vision of all that life in Christ can mean. Community members also go out to lead Church weekends and missions. We also seek to reach children and young people both churched and un-churched through the operation of The Beacon Youth and Outdoor Activity Centre and the summer Camps.

Throughout the year the way in which the objects of the charity are being fulfilled is monitored by the Warden and the senior management team overseen by the Trustees to whom they regularly report. The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objectives.

Achievements and performance

Like so many in the hospitality, holiday and conference industry nationally and globally, Covid 19 has had a massive impact on what we have been able to achieve during the whole of the 2020-2021 Financial Year.

It has been challenging for the Lee Abbey Fellowship to carry out some of its core charitable objects of conferences, retreats, courses and Christian holidays, in the main House, Beacon and at the Camp, but we were able to welcome guests to the House for four weeks in October 2020 before being cruelly locked down again and we were able to open several units on the estate for self-catering guests for a little longer.

We have continued to nurture the Christian discipleship of community members through spiritual formation groups, mentoring, training, and an annual retreat. Though reduced in number, we encourage community members to gain a sense of vocation and live out the Lee Abbey Rule of Life as they return home - whether in the UK or overseas. The periods without guests have given opportunity to engage in extra training, review our practices and systems and clarify our values.

On the 280-acre Estate we have had a good year caring for the sheep, cattle and pigs, managing the gardens, grounds and woodland overseen by our farm manager, who is now a local worker. We have further grown our environmental consciousness and commitment by appointing an experienced co-ordinator.

Despite Covid 19 we have been involved in the setting up of a small mission community (SMC) in Plymouth which began in February 2021 with the Fellowship providing two of the four members. This is a joint venture with the Diocese of Exeter.

All in all, it has been an incredibly challenging year for the new Warden, Gordon Crowther, and his fellow leaders and community members. All have shown great commitment and sacrifice by staying on site, coping with lockdowns, accepting furloughs, adapting to Covid protocols and living more simply.

The Trustees have done their best to support and encourage them through more frequent online meetings and visits when possible, and by managing the finances with prudence and as much generosity as possible.

Going Concern

COVID-19 has had a significant impact on the activities of the charity during the year and the Trustees expect that the effects of the pandemic will continue to be felt during the financial year ending 30 April 2022. The impact on future performance and on the measurement of certain assets and liabilities and on liquidity might be significant and may require further disclosure in future financial statements.

The Trustees have reviewed various scenarios and evaluated management actions to ensure the safety of its communities and to mitigate the effects of the pandemic on the charity's activities. They have determined that when the accounts were prepared there was not a material uncertainty that casts significant doubt on the charity's ability to continue as a going concern for the foreseeable future.

Public Benefit

The Trustees consider that the ministry of the Fellowship to the guests of all ages provides clear and significant public benefit. The responses of guests (including our regular guest questionnaires) continue to testify to the spiritual benefit they have received in developing or discovering faith in Christ, in their spiritual growth, in being equipped to go back to communicate the love of God in Christ in their local communities and in receiving healing and pastoral care. In setting our policies on fees for guests we seek to ensure that, so far as possible, all those who desire to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. Because it is possible to come to Lee Abbey for short stays (e.g. a weekend or even 24 hours) and we offer conferences and retreats of different lengths, we believe that the fees are affordable by the great majority of people. But to cater for those who may not be able to afford the standard fees, we operate a bursary scheme and offer different types of accommodation including self-catering units at lower prices. We also provide without any charge special events for local churches at Lee Abbey, which enable people from the surrounding areas to come and benefit from the Christian ministry of the Fellowship through teaching worship and prayer without any payment. We also seek to reach out to those who are unable to come to Lee Abbey through mission teams.

The beneficiaries of our charity include members of the residential international Community as well as the guests. At the heart of the ministry of the Fellowship to the resident Community is an encouragement and equipping to grow in their Christian faith and to develop positive values, attitudes and skills, and a lifelong commitment to show the love of God in Christ by serving other people from

any background or culture. This international element provides important opportunities for intellectual enrichment and deeper international understanding for Community members and guests alike. We also seek to equip our resident Community with skills that they are able to take back to benefit their home churches when they leave the Community. No fees are charged to members of our residential Community. The opportunity to benefit from time on Community is not subject to any financial restriction. This is particularly important to younger members of Community e.g. those on gap years before going to College, since (unlike many organisations) the Fellowship does not impose any requirement for them to raise any sponsorship to finance their time at Lee Abbey.

Financial review

Due to the hard work of the community, generosity of supporters and careful management of our finances we were able to minimise cash outflow to manageable proportions but, as expected, have had to use significant cash reserves during the year.

Our strategy was to reduce costs wherever possible, but to ensure that our community workforce was not so degraded that we could not function or plan for re-opening. We used the government furlough scheme wherever we could after taking legal advice as to who would be eligible. Through our marketing team, we communicated regularly with our supporters through newsletters, social media and regular online offerings to maintain a 'presence', bless our supporter base and encourage donations.

There was a net outflow of unrestricted funds of £449,135 (2020: £84,694) and a net inflow of restricted funds of 4,820 (2020: net outflow £44,351).

The Trustees, recognising that the value of the land and buildings occupied by the charity at Lee Abbey, Lynton (via the House, the 280 acre estate and the other buildings including Community houses and other accommodation, farm buildings and the Beacon centre) represent a substantial proportion of the value of the assets of the charity have considered whether in all the circumstances this is the best use of the value represented by that land and buildings. The Trustees have unhesitatingly concluded that it would not be right to sell the land and buildings to realise that value. In reaching this conclusion they have had regard to the nature of the objects of the charity (which expressly refer to the advancement of the Christian faith through the ministry of communities), the establishment and development of a significant community on the present site over the last 70 years, the nature and reputation of the charity's retreat and conference ministry (carried out through the community in in in furtherance of the charitable objects), the very high value placed on the location, beauty and tranquillity of the estate by our guests and their attachment to this particular location, the serious risk to the business and ministry which would be occasioned by a move, and the great difficulty of finding appropriate alternatives.

Funding Sources

Our principal funding source continues to be our fee income. The House fees were £3,782 representing 0.5% of our total incoming resources (2020 - £1,318,041 – 61.1%). The Beacon fees were £193,912, 0.1% of our total incoming resources (2020 - £193,912 - 9%).

Financial review *(continued)*

Our total income from donations were £214,504 (2020 £127,236). We regard legacies as an important source of income but these can fluctuate significantly. Legacies totalled £74,118 representing 10.7% of our total incoming resources (2020 - £8,420 0.4%). We continue to be very grateful to our supporters (including those who are Lee Abbey Friends) for donations received.

The trustees also consider that value of its property continues to be the right use of its resources.

Reserves

Lee Abbey Fellowship seeks to maintain liquid unrestricted funds at the level of at least three months planned expenditure, which provides sufficient funds to cover unexpected costs and other expenditure, which arise from time to time. At the year-end there was 6.78 months of expenditure in cash and free reserves (2019 - 4.76). This is made up of 673,585 as cash (2020 - £838,663) and £nil held in Movement reserves (2020 - nil).

The trustees have agreed to designate £4,176,359 to a Designated Property Reserve to better illustrate to users of the accounts what "free" reserves are available. As most of the unrestricted reserves are made up of property (which is used as part of the charitable objectives), it was felt that an element of this should be designated and shown separately.

Investment Powers, Policy and Performance

Under the Memorandum and Articles of Association the charity has power to make any investment which the Trustees think fit. The Trustees make and hold investments using the general funds of the Fellowship.

Plans for future periods

We continue to remain focused on our goal to renew and serve the Church through reaching out and offering a Gospel welcome to all our visitors; running Church weekends; the development of an international Christian community; offering a quality programme of Christian discipleship and education to all ages (with a particular emphasis on renewal of the heart and spiritual formation); ministry to young people; and resourcing and supporting a life-giving spiritual centre for Christian worship and ministry. We are building on recent successes to develop the ministry at the Beacon having made this more focused on Christian education rather than merely on activities.

One by-product of the Covid 19 pandemic, and the enforced closure of the site to guests, is that it has provided a much-needed opportunity to review and reflect upon the way in which community life works and how ministry and all its complex operations can be improved. Is there a better model that would feel more sustainable to those on the front line, especially leaders, and would be as good, or even better, for those who come as guests? Is it time to invest more in online and 'virtual' initiatives for the long-term as well as the short term? The process is not without its risks, but the trustees have encouraged the community to treat this period as a 'kairos' (opportunity) as well as a 'krisis'. Much depends on how quickly life can return to 'normal' following the pandemic. We aim to monitor the cash position closely so that the charity not only survives, but also thrives in the medium to long term. We will be attempting both to match guest income with regular costs and to develop our fundraising.

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 30 April 2021.

Structure, governance and management

Appointment of Trustees

As set out in the Articles of Association, in addition to the power of the charity to appoint trustees in general meeting, the Board of Trustees have power to appoint an eligible person as a trustee to fill a vacancy or as an additional trustee providing that the prior agreement of the Holding Charity has been given. Any trustee so appointed by the Board will hold office only until the next Annual General Meeting.

Trustee induction and training

New Trustees will be encouraged to spend time with the chairman of the Board, who will guide them through the induction process which includes time with the Warden and other members of the senior management team.

Organisation

The Board of Trustees administers the charity and has a number of sub-committees covering business and finance, buildings and estate, and youth and children's ministry (including The Beacon youth and activity centre). The Trustees have delegated the day to day management of the operations of the charity to the Warden and the senior management team.

Grant Making Policy

The Trustees view our bursary scheme as important in ensuring that wherever possible all those who seek to benefit from our mission who would otherwise not be able to afford the fees are able to come to Lee Abbey to meet with God. In 2020 we gave bursaries amounting to £56,732 (2019 £63,945). Bursaries are considered following application to the Warden.

Governance and Internal Control

Careful consideration continued to be given to risk management. Risks are categorised according to potential severity and their likely incidence. The levels of risks are regularly reviewed and procedures to mitigate those risks are set in place. In addition to its continued oversight of health and safety matters, the Board also regularly monitors safeguarding policy and procedures (both for young people and for vulnerable adults) in all aspects of its charitable activities. The Board has instructed external auditors to assist it with such oversight and monitoring.

Reference and administrative details

Registered charity name	Lee Abbey Fellowship
Charity registration number	1094097
Company registration number	4428897
Principal office and registered office	Lee Abbey Lynton Devon EX35 6JJ

The trustees

Revd Dr D C R Widdows	Chair
Revd Dr G R Cappleman	
Revd S Garner	
Revd J L C Hocking	
A C Male	
R Oates	
M Proctor	
M Scyner	(Appointed 18 December 2020)

Company secretary	Magnus Proctor
Auditor	Thomas Westcott Chartered accountants & statutory auditor 47 Boutport Street Barnstaple Devon EX31 1SQ
Bankers	National Westminster 41 High Street Barnstaple Devon EX31 1BZ
Solicitors	Carter Lemon Camerons 10 Aldersgate Street London EX1A 4HJ

Trustees' responsibilities statement

The trustees, who are also directors 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the 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 in the applicable Charities SORP;
- make judgments and accounting 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.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 3/12/21 and signed on behalf of the board of trustees by:

David Widdows

Revd D Widdows
Trustee

Magnus Proctor
Charity Secretary

Lee Abbey Fellowship

Company Limited by Guarantee

Independent Auditor's Report to the Members of Lee Abbey Fellowship

Year ended 30 April 2021

Opinion

We have audited the financial statements of Lee Abbey Fellowship (the 'charity') for the year ended 30 April 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, 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 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 charity's affairs as at 30 April 2021 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;
- have been prepared in accordance with the requirements of the Companies Act 2006 and 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 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

In auditing the financial statements, we have concluded that the directors' 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 entity'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 responsibility and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors 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 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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the trustees and other management. We communicated identified laws and regulations throughout our team, and remained alert to any indications of non-compliance throughout the audit.
- The charity is subject to laws and regulations that govern the preparation of the financial statements, including financial reporting legislation, and other companies legislation. The company is also subject to other laws and regulations where the consequences of non-compliance could have a material impact on the amounts or disclosures within the financial statements, including employment, anti-bribery, anti-money laundering and certain aspects of companies legislation.
- 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. In any audit, there remains 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Thomas Westcott

Thomas Westcott
Chartered accountants & statutory auditor

47 Boutport Street
Barnstaple
Devon
EX31 1SQ

3/12/21

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Financial Activities
(including income and expenditure account)

Year ended 30 April 2021

	Note	2021 Unrestricted funds £	2021 Restricted funds £	2021 Total funds £	2020 Total funds £
Income and endowments					
Donations and legacies	**5**	468,914	5,977	**474,891**	324,412
Charitable activities	**6**	200,189	–	**200,189**	1,738,043
Other trading activities	**7**	15,871	–	**15,871**	89,634
Investment income	**8**	1,256	–	**1,256**	3,509
Total income		686,230	5,977	**692,207**	2,155,598
Expenditure					
Expenditure on raising funds:					
Costs of other trading activities	**9**	21,424	–	**21,424**	54,513
Expenditure on charitable activities	**10,11**	1,113,941	1,157	**1,115,098**	2,060,742
Total expenditure		1,135,365	1,157	**1,136,522**	2,115,255
Net (expenditure)/income and net movement in funds		(449,135)	4,820	**(444,315)**	40,343
Reconciliation of funds					
Total funds brought forward		5,407,436	39,668	**5,447,104**	5,406,761
Total funds carried forward		4,958,301	44,488	**5,002,789**	5,447,104

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 16 to 27 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Financial Position

30 April 2021

	Note	2021 £	£	2020 £
Fixed assets				
Tangible fixed assets	17		4,434,980	4,539,063
Current assets				
Stocks	18	129,803		152,824
Debtors	19	36,528		65,327
Cash at bank and in hand		673,585		838,663
		839,916		1,056,814
Creditors: amounts falling due within one year	20	272,107		148,773
Net current assets			567,809	908,041
Total assets less current liabilities			5,002,789	5,447,104
Net assets			5,002,789	5,447,104
Funds of the charity				
Restricted funds			44,488	39,668
Unrestricted funds			781,942	5,407,436
Designated funds			4,176,359	-
Total charity funds	23		5,002,789	5,447,104

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

These financial statements were approved by the board of trustees and authorised for issue on ..31/12/24....., and are signed on behalf of the board by:

Revd D C R Widdows
Trustee

David Widdows

The notes on pages 16 to 27 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Statement of Cash Flows

Year ended 30 April 2021

	2021 £	2020 £
Cash flows from operating activities		
Net (expenditure)/income	**(444,315)**	40,343
Adjustments for:		
Depreciation of tangible fixed assets	**130,476**	130,476
Government grant income	**(98,769)**	–
Other interest receivable and similar income	**(1,256)**	(3,509)
Accrued expenses/(income)	**27,168**	(130,774)
Changes in:		
Stocks	**23,021**	(44,721)
Trade and other debtors	**1,387**	52,249
Trade and other creditors	**123,578**	(252,869)
Cash generated from operations	**(238,710)**	(208,805)
Interest received	**1,256**	3,509
Net cash used in operating activities	**(237,454)**	(205,296)
Cash flows from investing activities		
Purchase of tangible assets	**(26,393)**	(9,950)
Net cash used in investing activities	**(26,393)**	(9,950)
Cash flows from financing activities		
Proceeds from loans from group undertakings	**–**	(3,970)
Government grant income	**98,769**	–
Net cash from/(used in) financing activities	**98,769**	(3,970)
Net decrease in cash and cash equivalents	**(165,078)**	(219,216)
Cash and cash equivalents at beginning of year	**838,663**	1,057,879
Cash and cash equivalents at end of year	**673,585**	838,663

The notes on pages 16 to 27 form part of these financial statements.

Lee Abbey Fellowship

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 30 April 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Lee Abbey, Lynton, Devon, EX35 6JJ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

As note in the Trustees' Annual Report, there are no material uncertainties that casts significant doubts on the charity's ability to continue as a going concern for the foreseeable future..

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. **Accounting policies** *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Land and Buildings	-	20-50 years straight line
Fixtures and Fittings	-	4 years straight line
Motor Vehicles	-	4 years straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

3. **Accounting policies** *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Lee Abbey Fellowship is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of it being wound up while he or she is a member, or within 1 year after he or she ceases to be a member.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2021 £**
Donations			
Donations	208,527	5,977	**214,504**
Lee Abbey Friends income	50,400	–	**50,400**
Bursary donations received	9,344	–	**9,344**
Charity concessions	27,756	–	**27,756**
Legacies			
Legacies	74,118	–	**74,118**
Grants			
Government grant income	98,769	–	**98,769**
	468,914	5,977	**474,891**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Donations	104,235	23,001	127,236
Lee Abbey Friends income	50,400	–	50,400
Bursary donations received	54,609	–	54,609
Charity concessions	83,747	–	83,747
Legacies			
Legacies	8,420	–	8,420

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Grants			
Government grant income	–	–	–
	301,411	23,001	324,412

6. Charitable activities

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
House and sundry fees	3,782	**3,782**	1,318,041	1,318,041
Self catering	89,492	**89,492**	78,350	78,350
Sundry income	–	**–**	3,857	3,857
Camp fees	115	**115**	37,568	37,568
Discounts received	161	**161**	781	781
Estate income	105,691	**105,691**	105,534	105,534
Mission and Outreach	948	**948**	193,912	193,912
	200,189	**200,189**	1,738,043	1,738,043

7. Other trading activities

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Lee Cottage income	8,973	**8,973**	34,538	34,538
Shop income	6,898	**6,898**	55,096	55,096
	15,871	**15,871**	89,634	89,634

8. Investment income

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Interest and dividends receivable	1,256	**1,256**	3,509	3,509

9. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Costs of other trading activities - Shop costs	21,424	**21,424**	54,513	54,513

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2021 £**
The operation of Lee Abbey and its community	825,245	1,157	**826,402**
Support costs	288,696	–	**288,696**
	1,113,941	1,157	**1,115,098**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
The operation of Lee Abbey and its community	1,560,855	67,352	1,628,207
Support costs	432,535	–	432,535
	1,993,390	67,352	2,060,742

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	**Total funds 2021 £**	Total fund 2020 £
The operation of Lee Abbey and its community	816,673	9,729	288,696	**1,115,098**	2,060,742

12. Analysis of support costs

	Analysis of support costs £	**Total 2021 £**	Total 2020 £
Premises	18,806	**18,806**	42,043
Communications and IT	23,476	**23,476**	49,648
General office	9,361	**9,361**	9,000
Human resources	103,061	**103,061**	95,072
Finance costs	1,667	**1,667**	12,811
Legal fees	779	**779**	667
Bank charges	5,124	**5,124**	15,383
Promotional costs	14,040	**14,040**	66,753
Activity administration	3,865	**3,865**	13,515
Community sundry costs	(1,036)	**(1,036)**	4,501
Gratuities	(48)	**(48)**	4,470
Trustees' expenses	–	**–**	1,404
Contribution to Lee Abbey Movement	21,000	**21,000**	27,500
Community allowances	88,601	**88,601**	89,769
	288,696	**288,696**	432,536

13. Bursary grants

	2021	2020
	£	£
Grants to institutions		
Grants to institutions	**9,729**	56,732
Total grants	**9,729**	56,732

14. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	**130,476**	130,476

15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	**379,711**	521,911
Social security costs	**15,070**	16,125
Employer contributions to pension plans	**49,833**	70,874
	444,614	608,910

The average head count of employees during the year was 51 (2020: 100). The average number of full-time equivalent employees during the year is analysed as follows:

	2021	2020
	No.	No.
Running Lee Abbey	**46**	95
Management and Administration	**5**	5
	51	100

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

16. Trustee remuneration and expenses

During the year Trustees' received remuneration and other emoluments of £NIL (2020 £2,000).

Travel and incidental expenses of £NIL (2020 £1,404) have been reimbursed to the trustees during the year.

17. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	**Total £**
Cost				
At 1 May 2020	5,997,766	997,800	158,671	**7,154,237**
Additions	26,393	–	–	**26,393**
At 30 April 2021	6,024,159	997,800	158,671	**7,180,630**
Depreciation				
At 1 May 2020	1,532,455	989,770	92,949	**2,615,174**
Charge for the year	99,004	8,030	23,442	**130,476**
At 30 April 2021	1,631,459	997,800	116,391	**2,745,650**
Carrying amount				
At 30 April 2021	4,392,700	–	42,280	**4,434,980**
At 30 April 2020	4,465,311	8,030	65,722	4,539,063

18. Stocks

	2021 £	2020 £
Raw materials and consumables	**129,803**	152,824

19. Debtors

	2021 £	2020 £
Amounts owed by group undertakings	**23,150**	9,130
Prepayments and accrued income	**–**	36,512
Other debtors	**13,378**	19,685
	36,528	65,327

20. Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	**20,991**	21,838
Amounts received on account	**216,341**	84,102
Accruals and deferred income	**24,530**	24,774
Social security and other taxes	**560**	2,671
Other creditors	**9,685**	15,388
	272,107	148,773

21. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £49,833 (2020: £70,874).

22. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2021	2020
	£	£
Recognised in income from donations and legacies:		
Government grants income	**98,769**	–

23. Analysis of charitable funds

	Balance at 1 May 2020 £	Income £	Expenditure £	Transfers £	Balance at 30 Apr 2021 £
Provision of Hydro Electric Power	6,061	1,200	–	–	7,261
Special Projects	2,082	1,250	–	–	3,332
Camp Friends	26,837	2,370	–	–	29,207
Devon Ministries	–	490	(490)	–	–
Estate and Buildings	–	417	(417)	–	–
Inglis Fund	2,938	–	–	–	2,938
Mission and Outreach	–	250	(250)	–	–
Community Project	1,750	–	–	–	1,750
Total	39,668	5,977	(1,157)	–	44,488

Purpose of restricted funds

The Provision of Hydro Electric Power fund is a donation towards maintenance of Hydro Electricity for Lee Abbey Fellowship in Lynton.

Donations received from Camp friends.

Previously Community pastoral fund. The special projects fund receives restricted donations for specific projects due to take place.

The Lady Gas fund provides breaks for underprivileged young people particularly from deprived urban areas.

The Inglis fund provides breaks for bereaved families.

The Devon Ministries fund provides support for Lee Abbey mission, ministry and community.

The Estate and Buildings fund provides support for the Lee Abbey environment, house and estate.

Unrestricted Funds analysis

	Balance at 1 May 2020 £	Income £	Expenditure £	Transfers £	Balance at 30 Apr 2021 £
Fixed Asset Reserves	4,659,589	–	(224,609)	(4,176,359)	258,621
Property Reserve				4,176,359	4,176,359
General Funds	747,847	686,230	(910,758)	–	523,319
Total	5,407,436	686,230	(1,135,367)	–	4,958,299

24. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2021 £**
Tangible fixed assets	4,434,980	–	**4,434,980**
Current assets	795,428	44,488	**839,916**
Creditors less than 1 year	(272,107)	–	**(272,107)**
Net assets	4,958,301	44,488	**5,002,789**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	4,539,063	–	4,539,063
Current assets	1,017,146	39,668	1,056,814
Creditors less than 1 year	(148,773)	–	(148,773)
Net assets	5,407,436	39,668	5,447,104

25. Analysis of changes in net debt

	At 1 May 2020 £	Cash flows £	**At 30 Apr 2021 £**
Cash at bank and in hand	838,663	(165,078)	**673,585**

26. Related parties

The charity is part of the group known as The Lee Abbey Movement and has transaction with other group members. These comprise;

- payments to The Lee Abbey Movement of £21,000 (2020 £27,500)

- a contribution from The Lee Abbey Movement of £50,400 (2020 £50,400)

- a contribution from The Lee Abbey Movement for administrative expenses of £6,238 (2020 £6,238)

As at 30 April 2021 The Lee Abbey Movement owed £23,150 to Lee Abbey Fellowship(2020 £9,130 owed to Lee Abbey Fellowship).