# THE LEE ABBEY MOVEMENT

England & Wales · Charity number 1094098

## Details

| | |
|---|---|
| **Status** | Registered |
| **Legal form** | Charitable company |
| **Company number** | 04428832 |
| **Registered** | 2002-10-09 |
| **Register** | View on the Charity Commission register |

## Contact

| | |
|---|---|
| **Address** | Lee Abbey<br>Lynton<br>Devon<br>EX35 6JJ |
| **Phone** | 07969605991 |
| **Email** | AndrewFirman@cartercamerons.com |
| **Website** | www.leeabbey.org.uk |

## Activities

**Objects:** THE ADVANCEMENT OF THE CHRISTIAN RELIGION THROUGH THE PROMOTION AND EXTENSION OF THE KINGDOM OF OUR LORD JESUS CHRIST IN ANY PART OF WORLD, THE PROMOTION OF FELLOWSHIP FOR THE PROGRESSIVE CHRISTIAN ACTION AND THE EXTENSION OF THE CHRISTIAN FAITH BY EVERY AVAILABLE MEANS

**Activities:** 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 and for the relief of the needs of those living in the local area served by local Christian churches

## Classification

- **How:** Acts As An Umbrella Or Resource Body
- **What:** Religious Activities
- **Who:** Other Charities Or Voluntary Bodies

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## Geography

- Throughout England And Wales

## Finances

| Period end | Income | Expenditure | Assets | Employees |
|---|---|---|---|---|
| 2025-04-30 | £5,448,168 | £5,013,841 | £11,395,484 | 0 |
| 2024-04-30 | £5,120,564 | £4,413,819 | £10,961,157 | 888 |
| 2023-04-30 | £304,105 | £184,229 | - | - |
| 2022-04-30 | £204,032 | £184,707 | - | - |
| 2021-04-30 | £197,476 | £188,160 | - | - |

## Trustees

| Name | Role | Appointed |
|---|---|---|
| **Andrew Wooding Jones** | Chair | 2023-03-31 |
| Dr MARGARET ANNE PAUL | | 2016-07-07 |
| PROF ALEXANDER ANTHONY PEPPER | | 2013-09-06 |
| Philip Park | | 2023-03-31 |
| Rev David Charles Roland Widdows | | 2018-04-13 |
| Rev Robert Mark Eastwood Dewing | | 2021-12-04 |
| SUSAN MARGARET EDMONDSON | | 2015-12-03 |

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**THE LEE ABBEY MOVEMENT**

England & Wales - Charity number 1094098

# Accounts

Company registration number: 04428832
Charity registration number: 1094098

# The Lee Abbey Movement

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 April 2025

WESTCOTTS
CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS

## The Lee Abbey Movement

## Contents


| | |
|---|---|
| Trustees' Report | 1 to 6 |
| Independent Auditors' Report | 7 to 10 |
| Statement of Financial Activities | 11 |
| Balance Sheet | 12 |
| Notes to the Financial Statements | 13 to 21 |

# The Lee Abbey Movement

## 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.

### Objectives and activities

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 Christ Jesus.

These objects are fulfilled through the activities of the Lee Abbey Movement itself and its three operating subsidiary charities: Lee Abbey Fellowship (aka Lee Abbey Devon), Lee Abbey International Students' Club (aka Lee Abbey London) and Lee Abbey Household Communities (aka Lee Abbey Small Missional Communities). The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objects.

### Achievements and performance

### Review of Activities and Achievements

The Council has continued to keep the governance structures introduced in 2006 under review and continues to be encouraged by the way in which the three subsidiary Boards work as constituent and contributing parts of the Movement. This has been due, in no small part, to the leadership of their respective Chairs: Sandy Pepper (London), Andy Wooding Jones (SMCs) and David Widdows (Devon), and to the commitment and skills of Board members. Council wishes to put on record its sincere appreciation of the dedication, care and skill they all bring to their respective Boards.

The supportive relationships Boards have with local management teams and communities, led by their respective leaders, is important in achieving successful outcomes.

### Movement

The Communities of Lee Abbey, formally Acknowledged by the Church of England (as multi-denominational Communities) continue to develop and flourish in all their diverse expressions.

All of the constituent parts of the Movement have been operating in a normal capacity; guests have been welcomed in Devon, students welcomed in London and the Small Missional Communities continue to function well.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meetings were held, keeping the missional and financial status of the Movement under constant and appropriate review.

#### *London (Lee Abbey International Students Club)*

The community remains strong, and student occupancy has remained high during the year, resulting a positive environment and sustained income stream. To ensure the charities continuing financial sustainability we have continued to seek alternative sources of income, mindful always of our charitable objects and the Lee Abbey Movement's purpose to communicate Christ through relationships. During the year there has been the development of the board with the appointment of several new trustees. The London Lighthouse project enabling students to be involved in local mission continues to grow and flourish.

Further details are available in the individual charities' trustees' annual report.

## Trustees' Report

### *Small Missional Communities (Lee Abbey Household Communities)*

During the year, new members joined our communities and others left as part of the natural process of community evolution. The newer Small Missional Community established in Ford, Plymouth in conjunction with the Diocese of Exeter continued to operate and the Aston and Knowle West communities continue to engage in mission in their local areas. However, during the financial year Trustees took the decision to close the community in Aston and dispose of the property. A memorable service of Thanksgiving for the mission and ministry of the Aston SMC was held in May 2024.

Further details are available in the individual charities' trustees annual report.

### *Devon (Lee Abbey Fellowship)*

The Devon Community continues to grow and flourish and once again it has been a busy year. Devon has been fully open and undertaking is core charitable objects of retreats, conferences, courses and Christian holidays, in the main House, Beacon, self-catering units and at the Camp. The estate and farm continue to be managed well, and several new initiatives and projects have been initiated. Various projects have been undertaken to support the well being of community and the furtherance of the ministry in Devon.

Further details are available in the individual charities' trustees' annual report.

### Public benefit

Lee Abbey Movement is the holding charity of its three subsidiary charities. Its primary activity has been the oversight of its operating subsidiaries including the monitoring of their activities for public benefit. In monitoring those activities, the Council has kept well in mind the Charity Commission's general guidance on public benefit; and in particular its supplementary guidance on the advancement of religion and fee-charging.

The beneficiaries of the charity include the members of all Communities as well as those whom we welcome in the name of Christ to stay either in Devon or in London and those who are served by the Household Communities. An important aspect of the ministry of the charity is an encouragement and equipping of members of Communities 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. They also obtain work skills as well as skills in ministry and worship that they can use in the future. The Council view our bursary schemes as important in ensuring that wherever possible all those who seek to benefit from the mission who would otherwise not be able to afford the fees are able to come to Lee Abbey. In 2025 bursaries amounting to £151,106 (2024 £120,366) were given. Bursaries are considered following application to the Warden in Devon and the Director in London.

The Lee Abbey Movement has made a number of direct grants in carrying out its charitable purposes during the year. Most of the grants have been made to its three subsidiaries to assist them in fulfilling their charitable objectives for the benefit of the public in the particular ways specified in their Trustees' reports. The Council considers that each of these grants has been for the benefit of the public within the guidelines issued by the Charity Commissioners.

### Going concern

All of the constituent parts of the Movement have been operating in their usual capacity; guests have been welcomed in Devon, students welcomed in London and the Small Missional Communities continue to function well.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meeting were held, keeping the missional and financial status of the Movement keep under constant and appropriate review

## Trustees' Report

The Trustees continue to take the necessary management actions to ensure the charity's activities continue to flourish. 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.

### Financial review

The Lee Abbey Movement itself not including the activities of its subsidiaries made a surplus of £45,322 (2024 £38,773) on unrestricted funds restricted funds for the year. Overall the cash position of the Movement remains very solid which enables appropriate levels of reserves and cash to cover other requirements to be held in accordance with good governance practices.

### Principal Funding Sources

The Lee Abbey Movement's principal funding sources continue to be Friends' donations and contributions from our subsidiary charities. We continue to be grateful to The Lee Abbey Friends for donations amounting to £134,733 (2024 £130,389).

### Reserves

The running costs of The Lee Abbey Movement are financed by contributions from our subsidiary charities. As such the charity requires only minimal unrestricted reserves.

### 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.

### Plans for future periods

The Council is continuing to develop and implement its Strategic Plan 'Interpreting the Lee Abbey Vision for Today'. The headlines of which are:

- Our purpose: To enable all people to encounter the living Christ

- Our Vision: Communicating Christ through relationships

- Our Goal: To reach out to offer God's welcome in Devon, London and the SMC's

- Our Strategic Priorities: The advancement of the Christian faith through the ministry of Communities

- Our Enabling Priorities: Implementation and Operational Plan Details

The Boards of the subsidiary charities are considering how they should develop their own plans within this overall approach. The overall plan will also be supported by a number of enabling plans such as Mission Plan, Communications Plan and Governance Plan.

### Senior Management

The Council has delegated the day to day management of the operations of the charity to the Executive Chair and Secretary of the Council.

### Appointment of Trustees

As set out in the Articles of Association the Council may appoint a person who is willing to act to be a trustee either to fill a vacancy or as an additional trustee. A Council member so appointed will hold office only until the next Annual General Meeting.

## The Lee Abbey Movement

## Trustees' Report

### Trustee Induction and Training

New trustees are encouraged to spend time with the Executive Chair of Council, who will guide them through the induction process which includes visits to the operational charities and time with their senior management teams.

### Organisation

The Council administers the charity and sets up sub-committees and working groups as necessary.

The Council has delegated the day to day management of the subsidiary charities to the Local Boards of Trustees and their senior management teams.

### Grant Making Policy

The Trustees view our bursary schemes 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 in Devon or London

### 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.

## The Lee Abbey Movement

## Trustees' Report

### Reference and Administrative Details

| | |
|---|---|
| Charity Registration Number: | 1094098 |
| Company Registration Number: | 04428832 |
| | The charity is incorporated in England and Wales. |
| Registered Office: | Lee Abbey<br>Lynton<br>Devon<br>EX35 6JJ |

### Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

| | |
|---|---|
| Trustees: | Revd Canon Dr G R Cappleman, (Chair) |
| | Sr S P Berry (resigned 21 May 2025) |
| | Mrs S M Edmondson |
| | Revd J H Simmons (resigned 20 September 2024) |
| | Dr M A Paul |
| | Prof A A Pepper |
| | Revd P A Van Rossum (resigned 6 December 2024) |
| | Revd D C R Widdows |
| | Revd R M Eastwood Dewing |
| | P J Park |
| | Ven A Wooding Jones |
| Secretary: | CLC Secretarial Services Limited |
| Auditor: | Westcotts (SW) LLP<br>47 Boutport Street<br>Barnstaple<br>Devon<br>EX31 1SQ |
| Bankers: | National Westminster Bank plc<br>41 High Street<br>Barnstaple<br>Devon<br>EX31 1BZ |
| Solicitors: | Carter Lemon Camerons<br>3rd Floor, 20 King Street<br>London<br>EC2V 8EG |

## The Lee Abbey Movement

## Trustees' Report

**Statement of trustees' responsibilities**

The trustees (who are also the directors of The Lee Abbey Movement 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:

.....
Revd Canon Dr G R Cappleman
Chairman and trustee

## The Lee Abbey Movement

## Independent Auditor's Report to the Members of The Lee Abbey Movement

### Opinion

We have audited the financial statements of The Lee Abbey Movement (the 'charity') for the year ended 30 April 2025, which comprise the Statement of Financial Activities, Balance Sheet, 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 The Lee Abbey Movement

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.

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 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.

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.

## The Lee Abbey Movement

## Independent Auditor's Report to the Members of The Lee Abbey Movement

**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, Statutory Auditor
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Date: 5th December 2022

## The Lee Abbey Movement

## 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 £ | Total 2025 £ | Total 2024 £ |
|---|---|---|---|---|
| **Income and Endowments from:** | | | | |
| Donations and legacies | 3 | 134,733 | 134,733 | 130,389 |
| Charitable activities | 4 | 79,400 | 79,400 | 79,400 |
| Investment income | 5 | 4,707 | 4,707 | 5,177 |
| Total income | | 218,840 | 218,840 | 214,966 |
| **Expenditure on:** | | | | |
| Raising funds | 6 | (51,871) | (51,871) | (49,710) |
| Charitable activities | 7 | (121,647) | (121,647) | (126,483) |
| Total expenditure | | (173,518) | (173,518) | (176,193) |
| Net income | | 45,322 | 45,322 | 38,773 |
| Net movement in funds | | 45,322 | 45,322 | 38,773 |
| **Reconciliation of funds** | | | | |
| Total funds brought forward | | 328,196 | 328,196 | 289,423 |
| Total funds carried forward | 17 | 373,518 | 373,518 | 328,196 |

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

The funds breakdown for 2024 is shown in note 17.

## The Lee Abbey Movement

## (Registration number: 04428832)
## Balance Sheet as at 30 April 2025

| | Note | 2025 £ | 2024 £ |
|---|---|---|---|
| **Current assets** | | | |
| Debtors | 13 | 1,003,324 | 1,238,698 |
| Cash at bank and in hand | 14 | 343,211 | 287,425 |
| | | 1,346,535 | 1,526,123 |
| **Creditors: Amounts falling due within one year** | 15 | (240,119) | (245,350) |
| **Total assets less current liabilities** | | 1,106,416 | 1,280,773 |
| **Creditors: Amounts falling due after more than one year** | 16 | (732,898) | (952,577) |
| **Net assets** | | 373,518 | 328,196 |
| **Funds of the charity:** | | | |
| **Unrestricted income funds** | | | |
| Unrestricted funds | | 373,518 | 328,196 |
| **Total funds** | 17 | 373,518 | 328,196 |

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 21 were approved by the trustees, and authorised for issue on ..... and signed on their behalf by:

.....
Revd Canon Dr G R Cappleman
Chairman and trustee

## 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 £10 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**
The Lee Abbey Movement 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 whihc 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.

**Exemption from preparing a cash flow statement**
The charity opted to adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

**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 fixed assets are stated at cost, and subsequently stated at cost less any accumulated depreciation.

**Depreciation and amortisation**
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:

| Asset class | Depreciation method and rate |
|---|---|
| Fixture & Fittings | 4-20 years straight line |

**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.

**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 £ | Total 2025 £ |
|---|---|---|
| Donations from individuals | 108,376 | 108,376 |
| Legacies | 26,357 | 26,357 |
| | 134,733 | 134,733 |

| | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|
| Donations from individuals | 128,481 | 128,481 |
| Legacies | 1,908 | 1,908 |
| | 130,389 | 130,389 |

## 4 Income from charitable activities

| | Unrestricted funds General £ | Total 2025 £ |
|---|---|---|
| Sundry income | 5,000 | 5,000 |
| Contributions from communities | 74,400 | 74,400 |
| | 79,400 | 79,400 |

| | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|
| Sundry income | 5,000 | 5,000 |
| Contributions from communities | 74,400 | 74,400 |
| | 79,400 | 79,400 |

## 5 Investment income

| | Unrestricted funds General £ | Total 2025 £ |
|---|---|---|
| Interest receivable | 4,707 | 4,707 |

| | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|
| Interest receivable | 5,177 | 5,177 |

## 6 Expenditure on raising funds

### a) Costs of raising donations and legacies

| | Unrestricted funds General £ | Total 2025 £ |
|---|---|---|
| Staff and fundraising costs | 51,871 | 51,871 |

| | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|
| Staff and fundraising costs | 49,710 | 49,710 |

## 7 Expenditure on charitable activities

| | Note | Unrestricted funds General £ | Total 2025 £ |
|---|---|---|---|
| Grant funding of activities | 9 | 65,400 | 65,400 |
| Support costs | 8 | 56,247 | 56,247 |
| | | 121,647 | 121,647 |

| | Note | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|---|
| Grant funding of activities | 9 | 65,400 | 65,400 |
| Support costs | 8 | 61,083 | 61,083 |
| | | 126,483 | 126,483 |

## 8 Analysis of support costs

**Support costs allocated to charitable activities**

| | Total 2025 £ | Total 2024 £ |
|---|---|---|
| Bank charges | 4,915 | 4,851 |
| Bank interest payable | - | 5,102 |
| Wages and salaries | 13,248 | 13,248 |
| Staff NIC (Employers) | 450 | 400 |
| Trustee's Honorarium | (2,000) | 6,000 |
| Motor and travelling costs | 16,504 | 8,916 |
| Trustee's Indemnity Insurance | 3,708 | 4,561 |
| The audit of the charity's annual accounts | 5,491 | 5,860 |
| Legal and professional fees | 13,931 | 12,145 |
| | 56,247 | 61,083 |

## 9 Grant-making

**Analysis of grants**

| | 2025 £ | 2024 £ |
|---|---|---|
| Pastoral care grants to subsidiary charities | 65,400 | 65,400 |

## 10 Trustees remuneration and expenses

During the year, Trustees received remuneration and other emoluments of £2,000 (2024: £6,000).

Travel and incidental expenses of £3,954 (2024: £5,669) have been reimbursed to the Trustees during the year.

## 11 Staff costs

The aggregate payroll costs were as follows:

| | 2025 £ | 2024 £ |
|---|---|---|
| Wages, salaries and community allowances | 36,344 | 38,862 |
| Social security costs | 2,137 | 2,456 |
| | 38,481 | 41,318 |

The average head count of employees during the year was 5 (2024: 3). The average number of full-time equivalent employees during the year is analysed as follows:

| | 2025<br>No | 2024<br>No |
|---|---|---|
| Number of staff | 5 | 3 |

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

### 12 Tangible fixed assets

| | Furniture and equipment<br>£ | Total<br>£ |
|---|---|---|
| **Cost** | | |
| At 1 May 2024 | 4,459 | 4,459 |
| At 30 April 2025 | 4,459 | 4,459 |
| **Depreciation** | | |
| At 1 May 2024 | 4,459 | 4,459 |
| At 30 April 2025 | 4,459 | 4,459 |
| **Net book value** | | |
| At 30 April 2025 | - | - |
| At 30 April 2024 | - | - |

### 13 Debtors

| | 2025<br>£ | 2024<br>£ |
|---|---|---|
| Due from group undertakings | 996,641 | 1,232,157 |
| Prepayments | 6,683 | 6,541 |
| | 1,003,324 | 1,238,698 |

### 14 Cash and cash equivalents

| | 2025<br>£ | 2024<br>£ |
|---|---|---|
| Cash at bank | 343,211 | 287,425 |

### 15 Creditors: amounts falling due within one year

| | 2025<br>£ | 2024<br>£ |
|---|---|---|
| Bank loans | 233,600 | 233,600 |
| Accruals | 6,519 | 11,750 |
| | 240,119 | 245,350 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students Club and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate.

### 16 Creditors: amounts falling due after one year

| | 2025<br>£ | 2024<br>£ |
|---|---|---|
| Bank loans | 732,898 | 952,577 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students Club and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate.

### 17 Funds

| | Balance at 1 May 2024<br>£ | Incoming resources<br>£ | Resources expended<br>£ | Balance at 30 April 2025<br>£ |
|---|---|---|---|---|
| **Unrestricted funds** | | | | |
| ***General*** | | | | |
| General Funds | 328,196 | 218,840 | (173,518) | 373,518 |

| | Balance at 1 May 2023<br>£ | Incoming resources<br>£ | Resources expended<br>£ | Balance at 30 April 2024<br>£ |
|---|---|---|---|---|
| **Unrestricted funds** | | | | |
| ***General*** | | | | |
| General Funds | 289,423 | 214,966 | (176,193) | 328,196 |

### 18 Analysis of net assets between funds

| | Unrestricted funds General £ | Total funds at 30 April 2025 £ |
|---|---|---|
| Current assets | 1,346,535 | 1,346,535 |
| Current liabilities | (240,119) | (240,119) |
| Creditors over 1 year | (732,898) | (732,898) |
| Total net assets | 373,518 | 373,518 |

| | Unrestricted funds General £ | Total funds at 30 April 2024 £ |
|---|---|---|
| Current assets | 1,526,123 | 1,526,123 |
| Current liabilities | (245,350) | (245,350) |
| Creditors over 1 year | (952,577) | (952,577) |
| Total net assets | 328,196 | 328,196 |

### 19 Related party transactions

The charity is part of the group known as The Lee Abbey Movement and has transactions with other group members. These transactions and amounts owing / owed at the year end are eliminated on consolidation.

### 20 Controlling party

The company is controlled by its Council. No Council member has overall control. The Council members are sole guarantors of this company. The liability of each member is limited to £10.

Copies of group's consolidated accounts are available on request from the company's registered office.

**THE LEE ABBEY MOVEMENT**

England & Wales - Charity number 1094098

# Accounts

Company registration number: 04428832
Charity registration number: 1094098

# Lee Abbey Movement

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 April 2024

WESTCOTTS
CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS

## Lee Abbey Movement

## Contents


| | |
|---|---|
| Trustees' Report | 1 to 6 |
| Independent Auditors' Report | 7 to 10 |
| Consolidated Statement of Financial Activities | 11 |
| Consolidated Balance Sheet | 12 |
| Individual Balance Sheet | 13 |
| Consolidated Statement of Cash Flows | 14 |
| Individual Statement of Cash Flows | 15 |
| Notes to the Financial Statements | 16 to 36 |

# Lee Abbey Movement

## 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

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 Christ Jesus.

These objects are fulfilled through the activities of the Lee Abbey Movement itself and its three operating subsidiary charities: Lee Abbey Fellowship (aka Lee Abbey Devon), Lee Abbey International Students' Club (aka Lee Abbey London) and Lee Abbey Household Communities (aka Lee Abbey Small Missional Communities). The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objects.

### Achievements and performance

### Review of Activities and Achievements

The Council has continued to keep the governance structures introduced in 2006 under review and continues to be encouraged by the way in which the three subsidiary Boards work as constituent and contributing parts of the Movement. This has been due, in no small part, to the leadership of their Chairs: Sandy Pepper (London), Andy Wooding Jones (SMCs) and David Widdows (Devon), and to the commitment and skills of Board members. Council wishes to put on record its sincere appreciation of the dedication, care and skill they all bring to their respective Boards.

The supportive relationships Boards have with local management teams and communities, led by their respective leaders, is important in achieving successful outcomes.

### Movement

All of the constituent parts of the Movement have been operating in a normal capacity; guests have been welcomed in Devon, students welcomed in London and the Small Missional Communities continue to function well.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meetings were held, keeping the missional and financial status of the Movement under constant and appropriate review.

The Communities of Lee Abbey, formally Acknowledged by the Church of England (as multi-denominational Communities) continue to develop in all their diverse expressions.

***London (Lee Abbey International Students Club)***

Student occupancy in the hostel has returned to pre-pandemic levels, resulting in a significant increase in regular income. To ensure the charities continuing financial sustainability we have continued to seek alternative sources of income, mindful always of our charitable objects and the Lee Abbey Movement's purpose to communicate Christ through relationships.

Further details are available in the individual charities' trustees' annual report.

***Small Missional Communities (Lee Abbey Household Communities)***

During the year, new members joined our communities and others left as part of the natural process of community evolution. The Small Missional Community established in Ford, Plymouth in conjunction with the Diocese of Exeter continued to operate well and the Aston and Knowle West communities continue to engage in mission in their local areas.

Further details are available in the individual charities' trustees annual report.

***Devon (Lee Abbey Fellowship)***

This year Devon has been fully open and therefore able to carry out the core charitable objects of conferences, retreats, courses and Christian holidays, in the main House, Beacon, self-catering units and at the Camp. The estate and farm continue to be managed well, and several new initiatives and projects have been initiated.

Further details are available in the individual charities' trustees' annual report.

**Public benefit**

Lee Abbey Movement is the holding charity of its three subsidiary charities. Its primary activity has been the oversight of its operating subsidiaries including the monitoring of their activities for public benefit. In monitoring those activities, the Council has kept well in mind the Charity Commission's general guidance on public benefit; and in particular its supplementary guidance on the advancement of religion and fee-charging.

The beneficiaries of the charity include the members of all Communities as well as those whom we welcome in the name of Christ to stay either in Devon or in London and those who are served by the Household Communities. An important aspect of the ministry of the charity is an encouragement and equipping of members of Communities 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. They also obtain work skills as well as skills in ministry and worship that they can use in the future. The Council view our bursary schemes as important in ensuring that wherever possible all those who seek to benefit from the mission who would otherwise not be able to afford the fees are able to come to Lee Abbey. In 2024 bursaries amounting to £120,366 (2023 £94,966) were given. Bursaries are considered following application to the Warden in Devon and the Director in London.

The Lee Abbey Movement has made a number of direct grants in carrying out its charitable purposes during the year. Most of the grants have been made to its three subsidiaries to assist them in fulfilling their charitable objectives for the benefit of the public in the particular ways specified in their Trustees' reports. The Council considers that each of these grants has been for the benefit of the public within the guidelines issued by the Charity Commissioners.

**Going Concern**

All of the constituent parts of the Movement have been operating in their usual capacity; guests have been welcomed in Devon, students welcomed in London and the Small Missional Communities continue to function well.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meeting were held, keeping the missional and financial status of the Movement keep under constant and appropriate review.

## Lee Abbey Movement

## Trustees' Report

The Trustees continue to take the necessary management actions to ensure the charity's activities continue to flourish. 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.

**Financial review**

The Lee Abbey Movement itself not including the activities of its subsidiaries made a surplus of £38,773 (2023 £119,876) on unrestricted funds restricted funds for the year. Overall the cash position of the Movement remains very solid which enables appropriate levels of reserves and cash to cover other requirements to be held in accordance with good governance practices.

**Principal Funding Sources**

The Lee Abbey Movement's principal funding sources continue to be Friends' donations and contributions from our subsidiary charities. We continue to be grateful to The Lee Abbey Friends for donations amounting to £130,389 (2023 £223,187).

**Reserves**

The running costs of The Lee Abbey Movement are financed by contributions from our subsidiary charities. As such the charity requires only minimal unrestricted reserves.

**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.

**Plans for future periods**

The Council is continuing to develop and implement its Strategic Plan 'Interpreting the Lee Abbey Vision for Today'. The headlines of which are:

- Our purpose: To enable all people to encounter the living Christ

- Our Vision: Communicating Christ through relationships

- Our Goal: To reach out to offer God's welcome in Devon, London and the SMC's

- Our Strategic Priorities: The advancement of the Christian faith through the ministry of Communities

- Our Enabling Priorities: Implementation and Operational Plan Details

The Boards of the subsidiary charities are considering how they should develop their own plans within this overall approach. The overall plan will also be supported by a number of enabling plans such as Mission Plan, Communications Plan and Governance Plan.

**Senior Management**

The Council has delegated the day to day management of the operations of the charity to the Executive Chair and Secretary of the Council.

## Lee Abbey Movement

## Trustees' Report

### Appointment of Trustees

As set out in the Articles of Association the Council may appoint a person who is willing to act to be a trustee either to fill a vacancy or as an additional trustee. A Council member so appointed will hold office only until the next Annual General Meeting.

### Trustee Induction and Training

New trustees are encouraged to spend time with the Executive Chair of Council, who will guide them through the induction process which includes visits to the operational charities and time with their senior management teams.

### Organisation

The Council administers the charity and sets up sub-committees and working groups as necessary. The Council has delegated the day to day management of the subsidiary charities to the Local Boards of Trustees and their senior management teams.

### Grant Making Policy

The Trustees view our bursary schemes 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 in Devon or London

### 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.

## Lee Abbey Movement

## Trustees' Report

### Reference and Administrative Details

| | |
|---|---|
| Charity Registration Number: | 1094098 |
| Company Registration Number: | 04428832 |
| | The charity is incorporated in England and Wales. |
| Registered Office: | Lee Abbey<br>Lynton<br>Devon<br>EX35 6JJ |

### Trustees and Officers

The trustees and officers serving during the year and since the year end were as follows:

| | |
|---|---|
| Trustees: | Revd Canon Dr G R Cappleman, (Chair) |
| | Sr S P Berry |
| | S M Edmondson |
| | Dr M A Paul |
| | Prof A A Pepper |
| | Revd P A V Rossum (resigned 6 December 2024) |
| | Revd J H Simmons (resigned 20 September 2024) |
| | Revd D C R Widdows |
| | Revd M R Eastwood Dewing |
| | P J Park |
| | The Ven A Wooding Jones |
| Secretary: | CLC Secretarial Services Limited |
| Auditor: | Westcotts (SW) LLP<br>47 Boutport Street<br>Barnstaple<br>Devon<br>EX31 1SQ |
| Bankers: | National Westminster<br>41 High Street<br>Barnstaple<br>Devon<br>EX31 1BZ |
| Solicitors: | Carter Lemon Camerons LLP<br>3rd Floor, 20 King Street<br>London<br>EX2V 8EG |

## Lee Abbey Movement

## Trustees' Report

### Statement of trustees' responsibilities

The trustees (who are also the directors of Lee Abbey Movement 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 parent charitable company and the group and of the incoming resources and application of resources, including its income and expenditure, of the charitable group 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 parent 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 parent charitable company and the group 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 parent charitable company and the group 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:

.....

Revd Canon Dr G R Cappleman
Chairman and trustee

## Lee Abbey Movement

## Independent Auditor's Report to the Members of Lee Abbey Movement

### Opinion

We have audited the financial statements of Lee Abbey Movement (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 30 April 2024, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, , Individual Balance Sheet, Consolidated Statement of Cash Flows, Individual 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 group's and parent 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 group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's 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 Movement

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 and Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the and Trustees' Report have 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 group and the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the and 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 by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company 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.

## Independent Auditor's Report to the Members of Lee Abbey Movement

**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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We identified areas of law 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 charity 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 irreguladities, 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 group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

## Independent Auditor's Report to the Members of Lee Abbey Movement

- 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 group's or the parent charitable company'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 group or the parent charitable company 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 charitable parent 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 group'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 parent 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, Statutory Auditor

47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Date: 6/12/24

## Lee Abbey Movement

## Consolidated Statement of Financial Activities for the Year Ended 30 April 2024 (Including Consolidated 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 | 525,105 | 80,853 | 605,958 | 768,055 |
| Charitable activities | 4 | 4,350,779 | - | 4,350,779 | 4,034,025 |
| Other trading activities | 5 | 86,765 | - | 86,765 | 81,579 |
| Interest on cash deposits | 6 | 77,062 | - | 77,062 | 13,912 |
| Total income | | 5,039,711 | 80,853 | 5,120,564 | 4,897,571 |
| **Expenditure on:** | | | | | |
| Raising funds | 7 | (58,814) | - | (58,814) | (30,864) |
| Charitable activities | 8 | (4,294,766) | (65,339) | (4,360,105) | (4,087,135) |
| Other expenditure | 9 | 5,100 | - | 5,100 | - |
| Total expenditure | | (4,348,480) | (65,339) | (4,413,819) | (4,117,999) |
| Net income | | 691,231 | 15,514 | 706,745 | 779,572 |
| Transfers between funds | | 11,168 | (11,168) | - | - |
| Net movement in funds | | 702,399 | 4,346 | 706,745 | 779,572 |
| **Reconciliation of funds** | | | | | |
| Total funds brought forward | | 10,063,391 | 191,021 | 10,254,412 | 9,474,840 |
| Total funds carried forward | 20 | 10,765,790 | 195,367 | 10,961,157 | 10,254,412 |

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

The funds breakdown for 2023 is shown in note 20.

## Lee Abbey Movement

## (Registration number: 04428832)
## Consolidated Balance Sheet as at 30 April 2024

| | Note | 2024 £ | 2023 £ |
|---|---|---|---|
| **Fixed assets** | | | |
| Tangible assets | 15 | 9,987,117 | 10,098,958 |
| **Current assets** | | | |
| Stocks | 16 | 117,991 | 118,892 |
| Debtors | 17 | 194,507 | 108,404 |
| Cash at bank and in hand | | 3,028,071 | 2,766,108 |
| | | 3,340,569 | 2,993,404 |
| **Creditors: Amounts falling due within one year** | 18 | (1,415,845) | (1,351,741) |
| **Net current assets** | | 1,924,724 | 1,641,663 |
| **Total assets less current liabilities** | | 11,911,841 | 11,740,621 |
| **Creditors: Amounts falling due after more than one year** | 19 | (950,684) | (1,486,209) |
| **Net assets** | | 10,961,157 | 10,254,412 |
| **Funds of the group:** | | | |
| **Restricted income funds** | | | |
| Restricted funds | | 195,367 | 191,021 |
| **Unrestricted income funds** | | | |
| Designated Funds | | 7,857,073 | 7,774,101 |
| General Funds | | 2,908,717 | 2,289,290 |
| Total unrestricted funds | | 10,765,790 | 10,063,391 |
| **Total funds** | 20 | 10,961,157 | 10,254,412 |

The financial statements on pages 11 to 36 were approved by the trustees, and authorised for issue on 6/12/24 and signed on their behalf by:

Revd Canon Dr G R Cappleman
Chairman and trustee

The notes on pages 16 to 36 form an integral part of these financial statements.

## Lee Abbey Movement

## (Registration number: 04428832)
## Individual Balance Sheet as at 30 April 2024

| | Note | 2024 £ | 2023 £ |
|---|---|---|---|
| **Current assets** | | | |
| Debtors | 17 | 1,238,698 | 1,417,819 |
| Cash at bank and in hand | | 287,425 | 657,681 |
| | | 1,526,123 | 2,075,500 |
| **Creditors: Amounts falling due within one year** | 18 | (245,350) | (299,868) |
| **Total assets less current liabilities** | | 1,280,773 | 1,775,632 |
| **Creditors: Amounts falling due after more than one year** | 19 | (952,577) | (1,486,209) |
| **Net assets** | | 328,196 | 289,423 |
| **Funds of the charity:** | | | |
| **Unrestricted income funds** | | | |
| Unrestricted funds | | 328,196 | 289,423 |
| **Total funds** | 20 | 328,196 | 289,423 |

The financial statements on pages 11 to 36 were approved by the trustees, and authorised for issue on 6/12/24 .... and signed on their behalf by:

.....
Revd Canon Dr G R Cappleman
Chairman and trustee

## Lee Abbey Movement

## Consolidated Statement of Cash Flows for the Year Ended 30 April 2024

| | Note | 2024 £ | 2023 £ |
|---|---|---|---|
| **Cash flows from operating activities** | | | |
| Net cash income | | 706,745 | 779,572 |
| **Adjustments to cash flows from non-cash items** | | | |
| Depreciation | 7, 9 | 426,102 | 405,776 |
| Investment income | 6 | (77,062) | (13,912) |
| | | 1,055,785 | 1,171,436 |
| **Working capital adjustments** | | | |
| Decrease in stocks | 16 | 901 | 32,626 |
| Increase in debtors | 17 | (86,103) | (35,947) |
| Increase in creditors | 18 | 115,020 | 400,728 |
| Net cash flows from operating activities | | 1,085,603 | 1,568,843 |
| **Cash flows from investing activities** | | | |
| Interest receivable and similar income | 6 | 77,062 | 13,912 |
| Purchase of tangible fixed assets | 15 | (314,261) | (98,634) |
| Net cash flows from investing activities | | (237,199) | (84,722) |
| **Cash flows from financing activities** | | | |
| Repayment of loans and borrowings | 18 | (586,441) | (583,270) |
| Net increase in cash and cash equivalents | | 261,963 | 900,851 |
| Cash and cash equivalents at 1 May | | 2,766,108 | 1,865,257 |
| Cash and cash equivalents at 30 April | | 3,028,071 | 2,766,108 |

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

## Lee Abbey Movement

## Individual Statement of Cash Flows for the Year Ended 30 April 2024

| | Note | 2024 £ | 2023 £ |
|---|---|---|---|
| **Cash flows from operating activities** | | | |
| Net cash income | | 38,773 | 119,876 |
| **Adjustments to cash flows from non-cash items** | | | |
| Investment income | 6 | (5,177) | (1,518) |
| | | 33,596 | 118,358 |
| **Working capital adjustments** | | | |
| Decrease in debtors | 17 | 179,121 | 540,181 |
| (Decrease)/increase in creditors | 18 | (3,602) | 7,917 |
| Net cash flows from operating activities | | 209,115 | 666,456 |
| **Cash flows from investing activities** | | | |
| Interest receivable and similar income | 6 | 5,177 | 1,518 |
| **Cash flows from financing activities** | | | |
| Repayment of loans and borrowings | 18 | (584,548) | (625,173) |
| Net (decrease)/increase in cash and cash equivalents | | (370,256) | 42,801 |
| Cash and cash equivalents at 1 May | | 657,681 | 614,880 |
| Cash and cash equivalents at 30 April | | 287,425 | 657,681 |

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 Movement 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.

**Basis of consolidation**
The consolidated financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 30 April 2024.

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made a surplus after tax for the financial year of £38,773 (2023 - surplus of £119,876).

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

**Going concern**

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

**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.

***Grants receivable***

Grants are recognised when the group has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

***Investment income***

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

**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.

**Taxation**
The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**Tangible fixed assets**
Individual fixed assets are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

**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 |
| Major buildings improvements | 10-15 years |
| Fixtures, fittings and equipment | 4-20 year straight line |
| Motor vehicles | 4 years straight line |

**Stock**
Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

**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.

**Borrowings**
Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

**Fund structure**

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

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.

**Pensions and other post retirement obligations**

The Lee Abbey Movement participates in the Pension Builder Scheme section of the CWPF for lay staff. The Scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Employer and the other participating employers.

The Church Workers Pension Fund has a section known as the Defined Benefits Scheme, a deferred annuity section known as Pension Builder Classic and a cash balance section known as Pension Builder 2014. The Pension Builder Scheme of the Church Workers Pension Fund is made up of two sections, Pension Builder Classic and Pension Builder 2014, both of which are classed as defined benefit schemes.

Pension Builder Classic provides a pension for members for payment from retirement, accumulated from contributions paid and converted into a deferred annuity during employment based on terms set and reviewed by the Church of England Pensions Board from time to time. Bonuses may also be declared, depending upon the investment returns and other factors.

Pension Builder 2014 is a cash balance scheme that provides a lump sum that members use to provide benefits at reitirement. Pension contributions are recorded in an account for each member. This account may have bonuses added by the Board before retirement. The bonuses depend on investment experience and other factors. There is no requirement for the Board to grant any bonuses. The account, plus any bonuses declared, is payable from members' Normal Pension Age. There is no sub-division of assets between employers in each section of the Pension Builder Scheme.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This is because it is not possible to attribute the Pension Builder Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme.

A valuation of the scheme is carried out once every three years. The most recent scheme valuation completed was carried out as at 31 December 2016. This revealed, on the ongoing assumptions used, a surplus of £0.5m. There is no requirement for deficit payments at the current time.

Pension Builder 2014 will be valued in relation to the lump sum payable to members at normal pension age. There are no annual pension benefits. Pension Builder 2014 commenced in February 2014 so the first full valuation of that section will be carried out at the next CWPF valuation date, 31 December 2016.

**Financial instruments**

***Classification***

Financial assets and financial liabilities are recognised when the group 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 group 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 group 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 group transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the group, 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 and legacies; | | | |
| Donations from individuals | 365,090 | 80,853 | 445,943 |
| Legacies | 160,015 | - | 160,015 |
| | 525,105 | 80,853 | 605,958 |

| | Unrestricted funds General £ | Restricted funds £ | Total 2023 £ |
|---|---|---|---|
| Donations and legacies; | | | |
| Donations from individuals | 484,032 | 66,746 | 550,778 |
| Legacies | 215,277 | - | 215,277 |
| Grants, including capital grants; | | | |
| Grants from other charities | - | 2,000 | 2,000 |
| | 699,309 | 68,746 | 768,055 |

## 4 Income from charitable activities

| | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|
| Camp fees - Fellowship | 30,203 | 30,203 |
| Beacon fees - Fellowship | 686,942 | 686,942 |
| Self catering | 95,437 | 95,437 |
| House and sundry fees - Fellowship | 1,554,133 | 1,554,133 |
| Fees - LAISC | 1,839,443 | 1,839,443 |
| Estate income- Fellowship | 113,309 | 113,309 |
| Sundry income | 30,849 | 30,849 |
| Discounts receivable | 463 | 463 |
| | 4,350,779 | 4,350,779 |

| | Unrestricted funds General £ | Total 2023 £ |
|---|---|---|
| Camp fees - Fellowship | 28,936 | 28,936 |
| Beacon fees - Fellowship | 634,659 | 634,659 |
| Self catering | 119,841 | 119,841 |
| House and sundry fees - Fellowship | 1,450,267 | 1,450,267 |
| Laundrette income - LAISC | 960 | 960 |
| Fees - LAISC | 1,670,344 | 1,670,344 |
| Estate income- Fellowship | 88,738 | 88,738 |
| Sundry income | 39,846 | 39,846 |
| Discounts receivable | 434 | 434 |
| | 4,034,025 | 4,034,025 |

## 5 Income from other trading activities

| | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|
| Trading income; | | |
| Sales of goods and services | 18,340 | 18,340 |
| Other trading income | 59,491 | 59,491 |
| Property rental income | 8,934 | 8,934 |
| | 86,765 | 86,765 |

| | Unrestricted funds General £ | Total 2023 £ |
|---|---|---|
| Trading income; | | |
| Other trading income | 45,014 | 45,014 |
| Property rental income | 36,565 | 36,565 |
| | 81,579 | 81,579 |

## 6 Investment income

| | Unrestricted funds General £ | Total 2024 £ |
|---|---|---|
| Interest receivable and similar income; | | |
| Interest receivable on bank deposits | 77,062 | 77,062 |
| | 77,062 | 77,062 |

| | Unrestricted funds General £ | Total 2023 £ |
|---|---|---|
| Interest receivable and similar income; | | |
| Interest receivable on bank deposits | 13,912 | 13,912 |
| | 13,912 | 13,912 |

## 7 Expenditure on raising funds

### a) Costs of trading activities

| | Note | Unrestricted funds General £ | Total funds £ |
|---|---|---|---|
| Costs of goods sold | | 58,814 | 58,814 |
| **Total for 2024** | | 58,814 | 58,814 |
| **Total for 2023** | | 30,864 | 30,864 |

## 8 Expenditure on charitable activities

| | Unrestricted funds | | Restricted | Total |
|---|---|---|---|---|
| | Designated | General | funds | 2024 |
| | £ | £ | £ | £ |
| Charitable Activities | - | 2,300,756 | 4,007 | 2,304,763 |
| Depreciation, amortisation and other similar costs | 253,684 | 172,417 | - | 426,101 |
| Grant funding of activities | - | 120,396 | - | 120,396 |
| Staff costs | - | 758,248 | 61,332 | 819,580 |
| Allocated support costs | - | 689,265 | - | 689,265 |
| | 253,684 | 4,041,082 | 65,339 | 4,360,105 |

| | Unrestricted funds | | Restricted | Total |
|---|---|---|---|---|
| | Designated | General | funds | 2023 |
| | £ | £ | £ | £ |
| Charitable Activities | - | 2,164,481 | 4,472 | 2,168,953 |
| Depreciation, amortisation and other similar costs | 231,437 | 174,339 | - | 405,776 |
| Grant funding of activities | - | 46,331 | 48,635 | 94,966 |
| Staff costs | - | 720,863 | 16,256 | 737,119 |
| Allocated support costs | - | 680,321 | - | 680,321 |
| | 231,437 | 3,786,335 | 69,363 | 4,087,135 |

## 9 Other expenditure

| | Note | Unrestricted funds General £ | Total funds £ |
|---|---|---|---|
| Depreciation, amortisation and other similar costs | | (5,100) | (5,100) |
| **Total for 2024** | | (5,100) | (5,100) |

## 10 Analysis of support costs

### Charitable activities expenditure

| | Unrestricted funds General £ | Total 2024 £ | Total 2023 £ |
|---|---|---|---|
| Staff costs | 159,246 | 159,246 | 134,269 |
| Insurance | 110,780 | 110,780 | 90,369 |
| Travelling | 10,947 | 10,947 | 13,404 |
| Office Expenses | 27,468 | 27,468 | 31,527 |
| Other Support Costs | 12,941 | 12,941 | 108,118 |
| Professional fees | 7,115 | 7,115 | 33,067 |
| Auditors remuneration | 33,778 | 33,778 | 21,790 |
| Legal and Professional fees | 12,145 | 12,145 | 92,676 |
| Promotion costs | 35,432 | 35,432 | 40,830 |
| Activity Administration | - | - | 24,004 |
| Other office expenses | 2,732 | 2,732 | 2,411 |
| Bank Charges | 108,031 | 108,031 | 22,558 |
| Gratuities | 66,253 | 66,253 | 65,298 |
| Communication and IT | 107,663 | 107,663 | - |
| Administration | 2,914 | 2,914 | - |
| VAT Adjustment | (13,282) | (13,282) | - |
| Community Sundry costs | 5,102 | 5,102 | - |
| | 689,265 | 689,265 | 680,321 |

## 11 Net incoming/outgoing resources

Net incoming resources for the year include:

| | 2024 £ | 2023 £ |
|---|---|---|
| Audit fees | 33,778 | 32,085 |
| Depreciation of fixed assets | 426,101 | 405,776 |

## 12 Trustees remuneration and expenses

Trustees Honoraria - £6,000 (2023 - £6,000).

Travel expenditure of £8,916 (2023 - £12,616) was reimbursed to the Trustees.

### 13 Staff costs

The aggregate payroll costs were as follows:

| | 2024<br>£ | 2023<br>£ |
|---|---|---|
| Wages, salaries and community allowances | 684,953 | 623,612 |
| Social security costs | 54,301 | 42,175 |
| Pension costs | 80,326 | 71,332 |
| | 819,580 | 737,119 |

The average number of full-time equivalents during the year, was as follows:

| | 2024<br>No | 2023<br>No |
|---|---|---|
| Fellowship | 67 | 63 |
| International Students' Club | 25 | 25 |
| Movement | 3 | 2 |
| Household Communities | 1 | 1 |
| | 96 | 91 |

No employee received emoluments of more than £60,000 during the year. (2023: None)

### 14 Taxation

The group is a registered charity and is therefore exempt from taxation.

### 15 Tangible fixed assets

**Group**

| | Land and buildings £ | Furniture and equipment £ | Motor vehicles £ | Total £ |
|---|---|---|---|---|
| **Cost** | | | | |
| At 1 May 2023 | 14,754,356 | 3,026,630 | 161,153 | 17,942,139 |
| Additions | 161,340 | 145,921 | 7,000 | 314,261 |
| At 30 April 2024 | 14,915,696 | 3,172,551 | 168,153 | 18,256,400 |
| **Depreciation** | | | | |
| At 1 May 2023 | 5,303,040 | 2,401,118 | 139,023 | 7,843,181 |
| Charge for the year | 253,684 | 168,477 | 3,941 | 426,102 |
| At 30 April 2024 | 5,556,724 | 2,569,595 | 142,964 | 8,269,283 |
| **Net book value** | | | | |
| At 30 April 2024 | 9,358,972 | 602,956 | 25,189 | 9,987,117 |
| At 30 April 2023 | 9,451,316 | 625,512 | 22,130 | 10,098,958 |

The Freehold Land and Buildings held by the Lee Abbey Fellowship includes freehold land with a book value of £165,000.

Freehold Land and Buildings held by Lee Abbey International Students Club are included at their 1989 valuation plus additions to date. The 1989 valuation was made at an open market value based on a continuing existing use.

The Freehold Land and Buildings held by the Lee Abbey International Students Club includes freehold land with a book value of £1,300,000.

Depreciation is not charged on freehold land.

The Charity has no fixed assets with a net book value.

### 16 Stock

| | Group | | Charity |
|---|---|---|---|
| | 2024 £ | 2023 £ | 2024 £ |
| Household, estate and goods for resale | 117,991 | 118,892 | - |

## 17 Debtors

| | Group | | Charity | |
|---|---|---|---|---|
| | 2024 | 2023 | 2024 | 2023 |
| | £ | £ | £ | £ |
| Trade debtors | 39,578 | 46,030 | - | - |
| Due from group undertakings | - | - | 1,232,157 | 1,417,819 |
| Prepayments | 48,952 | 61,679 | 6,541 | - |
| Other debtors | 105,977 | 695 | - | - |
| | 194,507 | 108,404 | 1,238,698 | 1,417,819 |

## 18 Creditors: amounts falling due within one year

| | Group | | Charity | |
|---|---|---|---|---|
| | 2024 | 2023 | 2024 | 2023 |
| | £ | £ | £ | £ |
| Bank loans | 233,600 | 284,516 | 233,600 | 284,516 |
| Trade creditors | 211,090 | 153,645 | - | - |
| Payments on account | 579,263 | 483,363 | - | - |
| Other taxation and social security | 13,340 | 14,478 | - | - |
| Other creditors | 308,841 | 325,518 | - | - |
| Accruals | 69,711 | 90,221 | 11,750 | 15,352 |
| | 1,415,845 | 1,351,741 | 245,350 | 299,868 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students Club and is repayable over a period ending on30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate. In additional to the usual monthly payments a further £400,000 was repaid in the year.

The Charity also took advantage of a CBILs loan during the Coronavirus pandemic. £400,000 was borrowed in December 2020. Repayments commenced in December 2021 and the interest rate is set at 3.26%.

### 19 Creditors: amounts falling due after one year

| | Group | | Charity | |
|---|---|---|---|---|
| | 2024 | 2023 | 2024 | 2023 |
| | £ | £ | £ | £ |
| Bank loans | 950,684 | 1,486,209 | 952,577 | 1,486,209 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students Club and is repayable over a period ending on30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate. In additional to the usual monthly payments a further £400,000 was repaid in the year.

The Charity also took advantage of a CBILs loan during the Coronavirus pandemic. £400,000 was borrowed in December 2020. Repayments commenced in December 2021 and the interest rate is set at 3.26%.

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

### 20 Funds

**Group**

| | Balance at 1 May 2023 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 30 April 2024 £ |
|---|---|---|---|---|---|
| **Unrestricted funds** | | | | | |
| ***General*** | | | | | |
| General Funds | (25,353) | 5,044,811 | (3,927,479) | (313,306) | 778,673 |
| Fixed assets reserve | 2,314,643 | - | (172,417) | (12,182) | 2,130,044 |
| | 2,289,290 | 5,044,811 | (4,099,896) | (325,488) | 2,908,717 |
| ***Designated*** | | | | | |
| Designated Property Reserve | 7,774,101 | - | (253,684) | 336,656 | 7,857,073 |
| **Total unrestricted funds** | 10,063,391 | 5,044,811 | (4,353,580) | 11,168 | 10,765,790 |
| **Restricted funds** | | | | | |
| Estate & Buildings | - | 30 | (30) | - | - |
| Inglis fund | 3,008 | - | (3,008) | - | - |
| Aston Development | 20,825 | - | - | - | 20,825 |
| Mission & Outreach | 14,154 | 12,764 | - | - | 26,918 |
| Build and Future | 76,252 | 900 | - | - | 77,152 |
| Community Project | 1,750 | - | - | - | 1,750 |
| Bursary fund | 882 | 51,800 | (52,682) | - | - |
| 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) | - |
| Ford Payroll Support | 9,818 | - | (8,650) | (1,168) | - |
| | 191,021 | 80,853 | (65,339) | (11,168) | 195,367 |
| **Total funds** | 10,254,412 | 5,125,664 | (4,418,919) | - | 10,961,157 |

## Lee Abbey Movement

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

| | Balance at 1 May 2022 £ | Balance at 1 May 2022 £ | Resources expended £ | Transfers £ | Balance at 30 April 2023 £ |
|---|---|---|---|---|---|
| **Unrestricted funds** | | | | | |
| ***General*** | | | | | |
| General Funds | (1,700,209) | 4,828,825 | (3,664,781) | 510,812 | (25,353) |
| Fixed assets reserve | 3,315,697 | - | (152,418) | (848,636) | 2,314,643 |
| | 1,615,488 | 4,828,825 | (3,817,199) | (337,824) | 2,289,290 |
| ***Designated*** | | | | | |
| Designated Property Reserve | 7,675,860 | - | (231,437) | 329,678 | 7,774,101 |
| **Total unrestricted funds** | 9,291,348 | 4,828,825 | (4,048,636) | (8,146) | 10,063,391 |
| **Restricted funds** | | | | | |
| Estate & Buildings | - | 225 | (225) | - | - |
| Knowle West Maintenance | - | 2,000 | (2,000) | - | - |
| Inglis fund | 2,988 | 20 | - | - | 3,008 |
| Aston Development | 22,679 | - | - | (1,854) | 20,825 |
| Mission & Outreach | - | 14,259 | (105) | - | 14,154 |
| Build and Future | 65,921 | 1,211 | (880) | 10,000 | 76,252 |
| Community Project | 1,750 | - | - | - | 1,750 |
| Bursary fund | 882 | 47,755 | (47,755) | - | 882 |
| 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) | - | - |
| Ford Payroll Support | 26,074 | - | (16,256) | - | 9,818 |
| | 183,492 | 68,746 | (69,363) | 8,146 | 191,021 |
| **Total funds** | 9,474,840 | 4,897,571 | (4,117,999) | - | 10,254,412 |

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

**Charity**

| | Balance at 1 May 2023 £ | Incoming resources £ | Resources expended £ | Balance at 30 April 2024 £ |
|---|---|---|---|---|
| **Unrestricted funds** | | | | |
| ***General*** | | | | |
| General Funds | 289,423 | 214,966 | (176,193) | 328,196 |

| | Balance at 1 May 2022 £ | Incoming resources £ | Resources expended £ | Balance at 30 April 2023 £ |
|---|---|---|---|---|
| **Unrestricted funds** | | | | |
| ***General*** | | | | |
| General Funds | 169,547 | 304,105 | (184,229) | 289,423 |

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

General funds of the Lee Abbey Movement are donations and other incoming resources receivable or generated for the objects of the charities without further specific purpsoes and which the charities may use for their purposes at their discretion.

The bursary funds are designated to assist any student of the Lee Abbey International Students Club who may be in financial difficulties with paying their fees.

The revaluation fund represents the unrealised surplus on revaluation of the group's freehold land and buildings. These are depreciated in accordance with the disclosed accounting policies.

The fixed assets reserve finanaces those fixed assets of the group funded other than by restricted donations.

Where restricted funds re received for capital expenditure and the expenditure has been fully met and funds used, the restriction is deemed to be lifted and the asset value is transferred to, and regarded as unrestricted, within the designated tangible fixed asset fund from thence forward.

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

Knowle West Maintenance - this is money donated for repairs and maintenance costs at Knowle West.

The Inglis fund provides breaks for bereaved families.

The Aston Development fund is a fund to pay for the redevelopment of the Aston buildings.

Mission and Outreach - these are amounts giving to assist the charity further with its mission and outreach work.

Build the Future - these are donations received to be utilised on future improvement to the building.

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

Plymouth Diocese - this grant was giving to support the wages costs of a staff member in Plymouth.

Bursary Fund - these are amounts donated to support students with the costs of staying at the charity.

The Provision of Hydro Electric Power fund is a donation towards future development of Hydro Electricity for Lee Abbey Fellowship at Lynton.

Camp Friends are donations received from Camp Friends.

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

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

### 21 Analysis of net assets between funds

**Group**

| | Unrestricted funds General £ | Restricted funds £ | Total funds at 30 April 2024 £ |
|---|---|---|---|
| Tangible fixed assets | 9,987,117 | - | 9,987,117 |
| Current assets | 3,145,557 | 195,367 | 3,340,924 |
| Current liabilities | (414,188) | - | (414,188) |
| Creditors over 1 year | (1,952,341) | - | (1,952,341) |
| Total net assets | 10,766,145 | 195,367 | 10,961,512 |

| | Unrestricted funds General £ | Restricted funds £ | Total funds at 30 April 2023 £ |
|---|---|---|---|
| Tangible fixed assets | 10,098,958 | - | 10,098,958 |
| Current assets | 2,802,383 | 191,021 | 2,993,404 |
| Current liabilities | (1,351,741) | - | (1,351,741) |
| Creditors over 1 year | (1,486,209) | - | (1,486,209) |
| Total net assets | 10,063,391 | 191,021 | 10,254,412 |

**Charity**

| | Unrestricted funds General £ | Total funds at 30 April 2024 £ |
|---|---|---|
| Current assets | 1,526,123 | 1,526,123 |
| Current liabilities | (245,350) | (245,350) |
| Creditors over 1 year | (952,577) | (952,577) |
| Total net assets | 328,196 | 328,196 |

| | Unrestricted funds General £ | Total funds at 30 April 2023 £ |
|---|---|---|
| Current assets | 2,075,500 | 2,075,500 |
| Current liabilities | (299,868) | (299,868) |
| Creditors over 1 year | (1,486,209) | (1,486,209) |
| Total net assets | 289,423 | 289,423 |

**22 Parent and ultimate parent undertaking**

The Lee Abbey Movement 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 £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

**THE LEE ABBEY MOVEMENT**

England & Wales - Charity number 1094098

# Accounts

# THE LEE ABBEY MOVEMENT

## TRUSTEES' REPORT

## AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED**
**30 APRIL 2023**

**REGISTRATION NUMBER**
**04428832**

**CHARITY NUMBER**
**1094098**

**THE LEE ABBEY MOVEMENT**

**CONTENTS**


| | Page |
|---|---|
| Legal and administrative information | **1 - 2** |
| Trustees' report | **3 - 9** |
| Auditors' report to the trustees | **10 - 13** |
| Consolidated statement of financial activities | **14** |
| Consolidated balance sheet | **15** |
| Charity balance sheet | **16** |
| Consolidated cash flow statement | **17** |
| Notes to the financial statements | **18 - 39** |

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

## Legal and administrative information

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**Status**
The Lee Abbey Movement is a company limited by guarantee governed by its Memorandum and Articles of Association dated 1 May 2002 as amended on 6 September 2002, 3 December 2005, 28 October 2008 and 10 March 2009. It is registered as a charity with the Charity Commission. The members of the company have agreed to contribute £10 in the event of the charity winding up.

| | | |
|---|---|---|
| **Charity number** | 1094098 | |
| **Company registration number** | 04428832 | |
| **Business address** | Lee Abbey<br>Lynton<br>Devon<br>EX35 6JJ | |
| **Registered office** | Lynton<br>Devon<br>EX35 6JJ | |
| **Trustees** | Revd Dr G R Cappleman | Chair |
| | Sr S P Berry | |
| | Revd J K S Denniston | (Resigned 2 December 2022) |
| | S M Edmondson | |
| | Dr M A Paul | |
| | Prof A A Pepper | |
| | Revd Dr L B Taylor | (Resigned 2 December 20222) |
| | Revd P A v Rossum | |
| | Revd J H Simmons | |
| | Revd D C R Widdows | |
| | Revd M R Eastwood Dewing | |
| | P J Park | (Appointed 31 March 2023) |
| | The Ven A Wooding Jones | (Appointed 31 March 2023) |
| **Secretary** | CLC Secretarial Services Limited | |

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

## Legal and administrative information

| | |
|---|---|
| **Auditors** | Westcotts (SW) LLP<br>47 Boutport Street<br>Barnstaple<br>Devon<br>EX31 1SQ |
| **Bankers** | National Westminster Bank plc<br>41 High Street<br>Barnstaple<br>Devon<br>EX31 1BZ |
| **Solicitors** | Carter Lemon Camerons LLP<br>3rd Floor, 20 King Street<br>London<br>EX2V 8EG |

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

## Report of the trustees (incorporating the directors' report) for the year ended 30 April 2023

The trustees present their report and the financial statements for the year ended 30 April 2023. The trustees, who are also directors for the purposes of company law and who served during the year and up to the date of this report are set out on page 1 - 2.

### Structure, governance and management

*Senior Management*

The Council has delegated the day to day management of the operations of the charity to the Executive Chair and Secretary of the Council.

*Appointment of Trustees*

As set out in the Articles of Association the Council may appoint a person who is willing to act to be a trustee either to fill a vacancy or as an additional trustee. A Council member so appointed will hold office only until the next Annual General Meeting.

*Trustee Induction and Training*

New trustees are encouraged to spend time with the Executive Chair of Council, who will guide them through the induction process which includes visits to the operational charities and time with their senior management teams.

*Organisation*

The Council administers the charity and sets up sub-committees and working groups as necessary. The Council has delegated the day to day management of the subsidiary charities to the Local Boards of Trustees and their senior management teams.

*Grant Making Policy*

The Trustees view our bursary schemes 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 in Devon or London.

*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.

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

**Report of the trustees (incorporating the directors' report)**
**for the year ended 30 April 2023**

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## Objectives and activities

*Objects and activities*

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 Christ Jesus.

These objects are fulfilled through the activities of the Lee Abbey Movement itself and its three operating subsidiary charities: Lee Abbey Fellowship (aka Lee Abbey Devon), Lee Abbey International Students' Club (aka Lee Abbey London) and Lee Abbey Household Communities (aka Lee Abbey Small Missional Communities). The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objects.

## Strategic Report

### Achievements and performance

*Achievements and performance*

The Council has continued to keep the governance structures introduced in 2006 under review and continues to be encouraged by the way in which the three subsidiary Boards work as constituent and contributing parts of the Movement. This has been due, in no small part, to the leadership of their Chairs: Sandy Pepper (London), Susan Edmondson, succeeded by Andy Wooding Jones on 31st March 2023 (SMCs) and David Widdows (Devon), and to the commitment and skills of Board members. Council wishes to put on record its sincere appreciation of the dedication, care and skill they all bring to their respective Boards.

The supportive relationships Boards have with local management teams and communities, led by their respective leaders, is important in achieving successful outcomes.

*Movement*

The impact of Covid-19 is now largely behind us and all of the constituent parts of the Movement have been operating in a more normal capacity; guests have been welcomed in Devon, students welcomed in London and the Small Missional Communities continue to function well.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meetings were held, keeping the missional and financial status of the Movement under constant and appropriate review.

The Communities of Lee Abbey, formally Acknowledged by the Church of England (as multi-denominational Communities) continue to develop in all their diverse expressions.

*London (Lee Abbey International Students Club)*
The year ended 30 April 2023 has seen a marked recovery in the charity's fortunes after the difficulties of the COVID-19 years. Student occupancy in the hostel has returned to pre-pandemic levels, resulting in a significant increase in regular income. To ensure the charities continuing financial sustainability we have continued to seek alternative sources of income, mindful always of our charitable objects and the Lee Abbey Movement's purpose to communicate Christ through relationships.

Further details are available in the individual charities trustees' annual report.

*Small Missional Communities (Lee Abbey Houshold Communities)*
During the year, new members joined our communities and others left as part of the natural process of community evolution. The Small Missional Community established in Ford, Plymouth in conjunction with the Diocese of Exeter continued to operate well and the Aston and Knowle West communities continue to engage in mission in their local areas.

Further details are available in the individual charities trustees' annual report.

*Devon*
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.

Further details are available in the individual charities' trustees' annual report.

*Going Concern*
As previously mentioned, the impact of Covid-19 is now largely behind us and all of the constituent parts of the Movement have been operating in a more normal capacity; guests have been welcomed in Devon, students welcomed in London and the Small Missional Communities continue to function well.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meeting were held, keeping the missional and financial status of the Movement keep under constant and appropriate review.

The Trustees continue to take the necessary management actions to ensure the charity's activities continue to flourish. 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*
Lee Abbey Movement is the holding charity of its three subsidiary charities. Its primary activity has been the oversight of its operating subsidiaries including the monitoring of their activities for public benefit. In monitoring those activities, the Council has kept well in mind the Charity Commission's general guidance on public benefit; and in particular its supplementary guidance on the advancement of religion and fee-charging.

The beneficiaries of the charity include the members of all Communities as well as those whom we welcome in the name of Christ to stay either in Devon or in London and those who are served by the Household Communities. An important aspect of the ministry of the charity is an encouragement and equipping of members of Communities 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. They also obtain work skills as well as skills in ministry and worship that they can use in the future. The Council view our bursary schemes as important in ensuring that wherever possible all those who seek to benefit from the mission who would otherwise not be able to afford the fees are able to come to Lee Abbey. In 2023 bursaries amounting to £94,966 (2022 £74,482) were given. Bursaries are considered following application to the Warden in Devon and the Director in London.

The Lee Abbey Movement has made a number of direct grants in carrying out its charitable purposes during the year. Most of the grants have been made to its three subsidiaries to assist them in fulfilling their charitable objectives for the benefit of the public in the particular ways specified in their Trustees' reports. The Council considers that each of these grants has been for the benefit of the public within the guidelines issued by the Charity Commissioners.

**Financial review**

*Financial review*

The Lee Abbey Movement itself not including the activities of its subsidiaries made a surplus of £119,876 (2022 £19,325) on unrestricted funds for the year. Overall the cash position of the Movement remains very solid which enables appropriate levels of reserves and cash to cover other requirements to be held in accordance with good governance practices.

The Consolidated Statement of Financial Activities including the activities of its subsidiaries shows a surplus of £772,043 (2022 £287,043 deficit) on unrestricted funds and a surplus of £7,529 (2022 £36,787 surplus) on restricted funds for the year.

*Principal funding sources*

The Lee Abbey Movement's principal funding sources continue to be Friends' donations and contributions from our subsidiary charities. We continue to be grateful to The Lee Abbey Friends for donations amounting to £223,187 (2022 £132,553).

*Reserves*

The running costs of The Lee Abbey Movement are financed by contributions from our subsidiary charities. As such the charity requires only minimal unrestricted reserves.

In consultation with the Trustees of the subsidiary charities, Council has reviewed the group's reserves in the light of the main risks to the organisation and future developments, and has designated reserves the following of which remain at the end of the year.

- a fund equal to the net book value of the group's fixed assets, which cannot be used to fund expenditure without being sold;
- a fund equal to the unrealised surplus on the revaluation of the group's freehold land and buildings.

The Group seeks to maintain liquid unrestricted funds at the level of at least three months expenditure which provides sufficient funds to cover unexpected costs and other expenditure which arise from time to time.

Where restricted funds are received for capital expenditure and the expenditure has been fully met and funds used, the restriction is deemed to be lifted and the asset value is transferred to, and regarded as, unrestricted within the designated tangible fixed asset fund from thence forward.

The trustees have agreed to designate £7,774,101 (2022 £7,675,860) 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 objects), it was felt that an element of this should be designated and shown seperately.

**Plans for future periods**

The Council is continuing to develop and implement its Strategic Plan 'Interpreting the Lee Abbey Vision for Today.' The headlines of which are:
- Our Purpose: To enable all people to encounter the living Christ
- Our Vision: Communicating Christ through relationships
- Our Goal: To reach out to offer God's welcome in Devon, London and the SMC's
- Our Strategic Priorities: The advancement of the Christian faith through the ministry of Communities
- Our Enabling Priorities: Implementation and Operational Plan Details.

The Boards of the subsidiary charities are considering how they should develop their own plans within this overall approach. The overall plan will also be supported by a number of enabling plans such as Mission Plan, Communications Plan and Governance Plan.

**Principal Risks and Uncertainties**

The Movement as a whole and its subsidiaries are in a strong financial state which enable developments to be funded from reserves and limited borrowing.

**Statement as to disclosure of information to auditors**

In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and

- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

## Report of the trustees (incorporating the directors' report) for the year ended 30 April 2023

### Statement of trustees' responsibilities

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period. In preparing these financial statements, the trustees are required to:

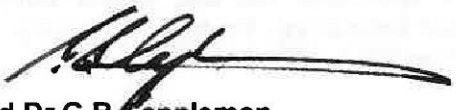
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

**Auditors**

Westcotts (SW) LLP are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

On behalf of the board



**Revd Dr G R Cappleman**
**Chairman**

1/12/23

## Independent auditor's report to the trustees of The Lee Abbey Movement

### Opinion

We have audited the group and parent entity financial statements of the The Lee Abbey Movement for the year ended 30 April 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Company Statement of Financial Position, the Consolidated Cash Flow 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 (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 30 April 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006 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 signficant 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 responsibilities 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 law 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 charity 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.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Westcotts (SW) LLP

**David Cresswell BA FCA (Senior statutory auditor)**
**For and on behalf of Westcotts (SW) LLP**
**Chartered Accountants and**
**Statutory Auditors**
6/12/23

**47 Boutport Street**
**Barnstaple**
**Devon**
**EX31 1SQ**

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

## Consolidated statement of financial activities (incorporating the income and expenditure account)

## For the year ended 30 April 2023

| | Notes | Unrestricted funds £ | Restricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|---|---|
| **Income and endowments** | | | | | |
| Donations and legacies | 2 | 699,309 | 68,746 | 768,055 | 544,049 |
| Other trading activities | 3 | 32,877 | - | 32,877 | 27,400 |
| Investment income | 4 | 13,912 | - | 13,912 | 692 |
| Incoming resources from charitable activities | 5 | 4,070,590 | - | 4,070,590 | 2,305,708 |
| Other income | 6 | 12,137 | - | 12,137 | 10,095 |
| **Total income** | | 4,828,825 | 68,746 | 4,897,571 | 2,887,944 |
| **Expenditure** | | | | | |
| Expenditure on raising funds: | | | | | |
| cost of other trading activities | 7 | 30,865 | - | 30,865 | 40,553 |
| Charitable activities | 8 | 4,017,771 | 69,363 | 4,087,134 | 3,097,647 |
| **Total resources expended** | | 4,048,636 | 69,363 | 4,117,999 | 3,138,200 |
| **Net incoming resources before transfers** | | 780,189 | (617) | 779,572 | (250,256) |
| Transfer between funds | | (8,146) | 8,146 | - | - |
| **Net movement in funds** | | 772,043 | 7,529 | 779,572 | (250,256) |
| Total funds brought forward | | 9,291,348 | 183,492 | 9,474,840 | 9,725,096 |
| **Total funds carried forward** | | 10,063,391 | 191,021 | 10,254,412 | 9,474,840 |

The statement of financial activities includes all gains and losses in the year and therefore a separate statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

**The notes on pages 18 to 39 form an integral part of these financial statements.**

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

## Consolidated Balance Sheet

## As At 30 April 2023

| | Notes | 2023 £ | 2023 £ | 2022 £ | 2022 £ |
|---|---|---|---|---|---|
| **Fixed assets** | | | | | |
| Tangible assets | 14 | | 10,098,958 | | 10,406,100 |
| **Current assets** | | | | | |
| Stocks | 16 | 118,892 | | 151,518 | |
| Debtors | 17 | 108,404 | | 72,457 | |
| Cash at bank and in hand | | 2,766,108 | | 1,865,257 | |
| | | 2,993,404 | | 2,089,232 | |
| **Creditors: amounts falling due within one year** | 19 | (1,351,741) | | (951,013) | |
| **Net current assets** | | | 1,641,663 | | 1,138,219 |
| **Total assets less current liabilities** | | | 11,740,621 | | 11,544,319 |
| **Creditors: amounts falling due after more than one year** | 21 | | (1,486,209) | | (2,069,479) |
| **Net assets** | | | 10,254,412 | | 9,474,840 |
| **Funds** | 23 | | | | |
| Restricted income funds | 27 | | 191,021 | | 183,492 |
| Unrestricted income funds: | 25 | | | | |
| Unrestricted income funds | | | 2,289,290 | | 1,615,488 |
| Designated Property Reserve | | | 7,774,101 | | 7,675,860 |
| Total unrestricted income funds | | | 10,063,391 | | 9,291,348 |
| **Total funds** | | | 10,254,412 | | 9,474,840 |

The financial statements were approved by the board on 1/12/23 and signed on its behalf by

.....

**Revd Dr G R Cappleman**
**Chairman**

**The notes on pages 18 to 39 form an integral part of these financial statements.**

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

## Charity Balance Sheet

## As At 30 April 2023

| | Notes | £ | 2023 £ | £ | 2022 £ |
|---|---|---|---|---|---|
| **Current assets** | | | | | |
| Debtors | 18 | 1,405,416 | | 1,945,597 | |
| Cash at bank and in hand | | 657,681 | | 614,880 | |
| | | 2,063,097 | | 2,560,477 | |
| **Creditors: amounts falling due within one year** | 20 | (287,465) | | (321,451) | |
| **Net current assets** | | | 1,775,632 | | 2,239,026 |
| **Creditors: amounts falling due after more than one year** | 22 | | (1,486,209) | | (2,069,479) |
| **Net assets** | | | 289,423 | | 169,547 |
| **Funds** | 28 | | | | |
| Unrestricted income funds | 30 | | 289,423 | | 169,547 |
| **Total funds** | | | 289,423 | | 169,547 |

The financial statements were approved by the board on ....1/12/23..... and signed on its behalf by

.....

**Revd Dr G R Appleman**
**Chairman**

**The notes on pages 18 to 39 form an integral part of these financial statements.**

**The Lee Abbey Movement**
**Registration Number 04428832**
**Charity Number 1094098**
**Company Limited By Guarantee**

## Consolidated cash flow statement

## for the year ended 30 April 2023

| | Notes | 2023 £ | 2022 £ |
|---|---|---|---|
| Net income for the year | | 779,572 | (250,256) |
| Interest receivable | | (13,912) | (692) |
| Depreciation and impairment | | 405,776 | 419,689 |
| Decrease/(Increase) in stocks | | 32,626 | (13,354) |
| (Increase)/Decrease in debtors | | (35,947) | 51,397 |
| Increase in creditors | | 400,728 | 61,842 |
| **Net cash from operating activities** | | 1,568,843 | 268,626 |
| **Cashflows from investing activities** | | | |
| Interest received | | 13,912 | 692 |
| Purchase of fixed assets | | (98,634) | (65,423) |
| Receipts from sale of fixed assets | | - | - |
| **Net cash from investing activities** | | (84,722) | (64,731) |
| **Cashflows from financing activities** | | | |
| Cash outflows from repayment | | 583,270 | 163,478 |
| **Net cash from financing activities** | | 583,270 | 163,478 |
| **Change in cash in year** | | 900,851 | 40,417 |
| **Cash and cash equivalents at 1 May 2022** | | 1,865,257 | 1,824,840 |
| **Cash and cash equivalents at 30 April 2023** | | 2,766,108 | 1,865,257 |
| **Analysis of cash** | | | |
| Cash in hand | | 2,766,108 | 1,865,257 |

## 1. General information

The charity is a public benefit entity and 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.

### 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.

## 1.1. Basis of accounting

The financial statements are prepared under the historical cost convention, except for the revaluation of certain fixed assets and except for investments which are included at market value.

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

## 1.2. Basis of consolidation

These financial statements consolidate the results of the charity and its wholly owned subsidiaries the Lee Abbey Fellowship company number 04428897, the Lee Abbey International Students' Club company number 00764727 and Lee Abbey Household Communities company number 03137720 on a line by line basis. All the subsidiaries registered offices are Lee Abbey, Lynton, Devon EX35 6JJ.

A separate statement of financial activities and income and expenditure account are not presented for the charity itself following the exemptions afforded by section 408 of the Companies Act 2006. The surplus for the year was £119,876 (2022 - surplus £19,325).

## 1.3. Going concern

There are no material concerns about the group's ability to continue.

**1.4. Fund accounting**

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specific purpose and which the charity may use for its purpose at its discretion.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

**1.5. Incoming resources**

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations are received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Income from the charity shop is included in the year in which it is receivable.

Income from investments is included in the year in which it is receivable.

Legacies are included when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified.

### 1.6. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

### 1.7. Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

| | | |
|---|---|---|
| Land and buildings | - | 20-50 years straight line |
| Major buildings improvements | - | 10-15 years |
| Fixtures, fittings and equipment | - | 25% reducing balance |
| Motor vehicles | - | 4 years straight line |

Freehold land is not depreciated.

### 1.8. Stock

Stock is valued at the lower of cost and net realisable value.

### 1.9. Defined benefit pension scheme

The Lee Abbey Movement participates in the Pension Builder Scheme section of the CWPF for lay staff. The Scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Employer and the other participating employers.

The Church Workers Pension Fund has a section known as the Defined Benefits Scheme, a deferred annuity section known as Pension Builder Classic and a cash balance section known as Pension Builder 2014. The Pension Builder Scheme of the Church Workers Pension Fund is made up of two section, Pension Builder Classic and Pension Builder 2014, both of which are classed as defined benefit schemes.

Pension Builder Classic provides a pension for members for payment from retirement, accumulated from contributions paid and converted into a deferred annuity during employment based on terms set and reviewed by the Church of England Pensions Board from time to time. Bonuses may also be declared, depending upon the investment returns and other factors.

Pension Builder 2014 is a cash balance scheme that provides a lump sum that members use to provide benefits at retirement. Pension contributions are recorded in an account for each member. This account may have bonuses added by the Board before retirement. The bonuses depend on investment experience and other factors. There is no requirement for the Board to grant any bonuses. The account, plus any bonuses declared, is payable from members' Normal Pension Age. There is no sub-division of assets between employers in each section of the Pension Builder Scheme.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This is because it is not possible to attribute the Pension Builder Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme.

A valuation of the scheme is carried out once every three years. The most recent scheme valuation completed was carried out as at 31 December 2016. This revealed, on the ongoing assumptions used, a surplus of £0.5m. There is no requirement for deficit payments at the current time.

Pension Builder 2014 will be valued in relation to the lump sum payable to members at normal pension age. There are no annual pension benefits. Pension Builder 2014 commenced in February 2014 so the first full valuation of that section will be carried out at the next CWPF valuation date, 31 December 2016.

### 1.10. Judgements and key sources of estimation uncertainty

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

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome.

### 1.11. Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.
Basic financial instruments are initially recognised at the amount receivable or parable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.
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.

### 2. Donations and legacies

| | Unrestricted funds £ | Restricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|---|
| Donations - Fellowship | 152,067 | 17,780 | 169,847 | 134,976 |
| Donations - LAISC | 52,426 | 48,966 | 101,392 | 101,116 |
| Donations - Household Communities | 13,180 | - | 13,180 | 13,777 |
| Donations - Movement | 223,187 | - | 223,187 | 132,553 |
| Bursary Donations Received - Fellowship | 46,253 | - | 46,253 | 28,595 |
| Charity Concessions - Fellowship | 86,520 | - | 86,520 | 52,309 |
| Legacies - Fellowship | 125,676 | - | 125,676 | 11,921 |
| Grants receivable | - | 2,000 | 2,000 | 38,174 |
| Government grant income | - | - | - | 30,628 |
| | 699,309 | 68,746 | 768,055 | 544,049 |

In 2022, of the total income from donations and legacies, £433,329 was unrestricted and £110,720 was restricted.

## 3. Other trading activities

| | Unrestricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|
| Shop income - Fellowship | 32,877 | 32,877 | 18,331 |
| Tea Cottage Income - Fellowship | - | - | 9,069 |
| | 32,877 | 32,877 | 27,400 |

In 2022, of the total income from other trading activities £27,400 was unrestricted.

## 4. Investment income

| | Unrestricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|
| Bank interest and dividends receivable - LAF | 11,947 | 11,947 | 585 |
| Bank interest receivable - LAISC | 415 | 415 | 28 |
| Bank interest receivable - Movement | 1,550 | 1,550 | 79 |
| | 13,912 | 13,912 | 692 |

In 2022, of the total investment income, £692 was unrestricted.

## 5. Incoming resources from charitable activities

| | Unrestricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|
| House and Beacon Fees - Fellowship | 1,572,419 | 1,572,419 | 1,008,923 |
| Contributions from community members - HC | 13,846 | 13,846 | 15,339 |
| Self catering - Fellowship | 115,744 | 115,744 | 156,013 |
| Camp Fees - Fellowship | 28,936 | 28,936 | 75 |
| Discounts Received - Fellowship | 434 | 434 | 349 |
| Sundry Income - Fellowship | 4,376 | 4,376 | - |
| Estate Income - Fellowship | 88,738 | 88,738 | 127,792 |
| Fees - LAISC | 2,182,851 | 2,182,851 | 972,273 |
| Sundry Income - LAISC | 58,189 | 58,189 | 17,970 |
| Amenities Income - LAISC | 5,057 | 5,057 | 6,974 |
| | 4,070,590 | 4,070,590 | 2,305,708 |

In 2022, of the total incoming resources from charitable activties, £2,305,708 was unrestricted.

## 6. Other income

| | Unrestricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|
| Other income | 12,137 | 12,137 | 10,095 |
| | 12,137 | 12,137 | 10,095 |

In 2022, of the total other income, £10,095 was unrestricted.

## 7. Cost of other trading activities

| | Unrestricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|
| Shop Purchases - Fellowship | 30,865 | 30,865 | 40,553 |
| | 30,865 | 30,865 | 40,553 |

In 2022, of the cost of other trading activities, £40,553 was unrestricted.

## 8. Costs of charitable activities - by fund type

| | Unrestricted funds £ | Restricted funds £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|---|
| Fellowship | 1,894,746 | 2,472 | 2,005,974 | 1,618,855 |
| International Students' Club | 1,953,507 | 48,635 | 2,002,142 | 1,409,434 |
| Household Communities | 52,863 | 18,256 | 2,510 | 1,990 |
| Movement | 116,655 | - | 76,508 | 67,368 |
| | 4,017,771 | 69,363 | 4,087,134 | 3,097,647 |

In 2022, of the charitable activities, £3,022,849 was unrestricted and £74,798 was restricted.

## 9. Costs of charitable activities - by activity

| | Activities undertaken directly £ | Support costs £ | 2023 Total £ | 2022 Total £ |
|---|---|---|---|---|
| Fellowship | 1,548,025 | 349,193 | 1,897,218 | 1,539,882 |
| International Students' Club | 1,750,032 | 252,110 | 2,002,142 | 1,445,434 |
| Household Communities | 68,358 | 2,510 | 70,868 | 65,506 |
| Movement | 40,398 | 76,508 | 116,906 | 67,368 |
| | 3,406,813 | 680,321 | 4,087,134 | 3,118,190 |

## 10. Analysis of support costs

| | Lee Abbey Fellowship | Lee Abbey International Students' Club | Lee Abbey Household Communities | Lee Abbey Movement | 2023 Total | 2022 Total |
|---|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ | £ |
| Staff costs | 114,634 | - | - | 19,635 | 134,269 | 139,985 |
| Insurance | 50,613 | 39,756 | - | - | 90,369 | 66,601 |
| Travelling | 37 | 751 | - | 12,616 | 13,404 | 8,385 |
| Office Expenses | - | 31,527 | - | - | 31,527 | 12,760 |
| Other Support Costs | 100,425 | 7,693 | - | - | 108,118 | 105,704 |
| Professional fees | 10,446 | 21,363 | 460 | 798 | 33,067 | 28,264 |
| Auditors' remuneration | 8,600 | 7,500 | 1,700 | 3,990 | 21,790 | 16,897 |
| Legal and professional fees | - | 79,222 | - | 13,454 | 92,676 | 49,148 |
| Promotion costs | 36,393 | - | - | 4,437 | 40,830 | 30,569 |
| Activity Administration | 7,325 | - | - | 16,679 | 24,004 | 27,238 |
| Other office expenses | 2,061 | - | 350 | - | 2,411 | - |
| Bank Charges | 17,659 | - | - | 4,899 | 22,558 | 5,124 |
| Depreciation and impairment | - | - | - | - | - | 1,551 |
| Gratuities | 1,000 | 64,298 | - | - | 65,298 | 57,217 |
| | 349,193 | 252,110 | 2,510 | 76,508 | 680,321 | 549,443 |

## 11. Net incoming/(outgoing) resources for the year

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Net incoming/(outgoing) resources is stated after charging: | | |
| Depreciation and other amounts written off tangible fixed assets | 405,776 | 419,689 |
| Profit on disposal of tangible fixed assets | - | (5,815) |
| Auditors' remuneration | 32,085 | 19,995 |

## 12. Employees

| Employment costs | 2023 £ | 2022 £ |
|---|---|---|
| Wages, salaries and community allowances | 623,612 | 544,638 |
| Social security costs | 42,175 | 34,678 |
| Pension costs | 71332 | 65,218 |
| | 737,119 | 644,534 |

No employee received emoluments of more than £60,000 (2022 - none).

**Number of employees**

The average number of full-time equivalents during the year, was as follows:

| | 2023 Number | 2022 Number |
|---|---|---|
| Fellowship | 63 | 60 |
| International Students' Club | 25 | 25 |
| Movement | 2 | 3 |
| | 90 | 88 |

## 12.1. Trustees' emoluments

| | | |
|---|---|---|
| Trustees' Honoraria | 6,000 | 6,000 |

Travel expenditure of £12,616 (2022 - £8,385) was reimbursed to the Trustees.

## 13. Taxation

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

**14. Tangible fixed assets**

| Group | Land and buildings freehold £ | Major Buildings Improvements £ | Fixtures, fittings and equipment £ | Motor vehicles £ | Total £ |
|---|---|---|---|---|---|
| **Cost/Valuation** | | | | | |
| At 1 May 2022 | 12,878,510 | 1,848,319 | 2,955,523 | 161,153 | 17,843,505 |
| Additions | 23,068 | - | 75,566 | - | 98,634 |
| At 30 April 2023 | 12,901,578 | 1,848,319 | 3,031,089 | 161,153 | 17,942,139 |
| **Depreciation** | | | | | |
| At 1 May 2022 | 3,073,515 | 1,967,896 | 2,279,615 | 116,379 | 7,437,405 |
| Prior year adjustment | 119,577 | (119,577) | - | - | - |
| Charge for the year | 254,031 | - | 147,804 | 3,941 | 405,776 |
| At 30 April 2023 | 3,447,123 | 1,848,319 | 2,427,419 | 120,320 | 7,843,181 |
| **Net book values** | | | | | |
| At 30 April 2023 | 9,454,455 | - | 603,670 | 40,833 | 10,098,958 |
| At 30 April 2022 | 9,685,418 | - | 675,908 | 44,774 | 10,406,100 |

The Freehold Land and Buildings held by the Lee Abbey Fellowship includes freehold land with a book value of £165,000.

Freehold Land and Buildings held by Lee Abbey International Students Club are included at their 1989 valuation plus additions to date. The 1989 valuation was made at an open market value based on a continuing existing use.

The Freehold Land and Buildings held by the Lee Abbey International Students' Club includes freehold land with a book value of £1,300,000.

Depreciation is not charged on freehold land.

**15. Tangible fixed assets**

**Charity**

| | Fixtures, fittings and equipment £ | Total £ |
|---|---|---|
| **Cost** | | |
| At 1 May 2022 | 4,459 | 4,459 |
| At 30 April 2023 | 4,459 | 4,459 |
| **Depreciation** | | |
| At 1 May 2022 | 4,459 | 4,459 |
| Prior year adjustment | - | - |
| Charge for the year | - | - |
| At 30 April 2023 | 4,459 | 4,459 |
| **Net book values** | | |
| At 30 April 2023 | - | - |
| At 30 April 2022 | - | - |

**16. Stocks**

**Group**

| | 2023 £ | 2022 £ |
|---|---|---|
| Household, estate and goods for resale | 118,892 | 151,518 |

**Charity**

The charity holds no stock.

## 17. Debtors
### Group

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Trade debtors | 46,030 | 700 |
| Other debtors | 829 | 1,227 |
| Prepayments and accrued income | 61,545 | 70,530 |
| | 108,404 | 72,457 |

## 18. Debtors
### Charity

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Amounts owed by group undertakings | 1,405,416 | 1,945,220 |
| Other debtors | - | 377 |
| | 1,405,416 | 1,945,597 |

**19. Creditors: amounts falling due within one year**

| **Group** | **2023** | **2022** |
|---|---|---|
| | **£** | **£** |
| Bank loan | 284,516 | 290,294 |
| Trade creditors | 432,110 | 399,595 |
| Other taxes and social security | 14,478 | 1,486 |
| Accruals and deferred income | 620,637 | 259,638 |
| | 1,351,741 | 951,013 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students' Club and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate. In addition to the usual monthly payments a further £400,000 was repaid in the year.

The Charity also took advantage of a CBILs loan during the Coronvirus pandemic. £400,000 was borrowed in December 2020. Repayments commenced in December 2021 and the interest rate is set at 3.26%.

## 20. Creditors: amounts falling due within one year

| Charity | 2023 £ | 2022 £ |
|---|---|---|
| Bank loan | 284,516 | 290,294 |
| Amounts owed to group undertakings | 12,403 | 23,722 |
| Accruals and deferred income | 15,352 | 7,435 |
| | 287,465 | 321,451 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students' Club and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate. In addition to the usual monthly payments a further £400,000 was repaid in the year.

The Charity also took advantage of a CBILs loan during the Coronvirus pandemic. £400,000 was borrowed in December 2020. Repayments commenced in December 2021 and the interest rate is set at 3.26%.

## 21. Creditors: amounts falling due after more than one year

**Group**

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Bank loan | 1,486,209 | 2,069,479 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students' Club and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate. In addition to the ususal monthly payments a further £400,000 was repaid in the year.

The Charity also took advantage of a CBILs loan during the Coronvirus pandemic. £400,000 was borrowed in December 2020. Repayments commenced in December 2021 and the interest rate is set at 3.26%.

## 22. Creditors: amounts falling due after more than one year

**Charity**

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Bank loan | 1,486,209 | 2,069,479 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students' Club and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate. In addition to the ususal monthly payments a further £400,000 was repaid in the year.

The Charity also took advantage of a CBILs loan during the Coronvirus pandemic. £400,000 was borrowed in December 2020. Repayments commenced in December 2021 and the interest rate is set at 3.26%.

## 23. Analysis of net assets between funds

| Group | Unrestricted funds £ | Restricted funds £ | Total funds £ |
|---|---|---|---|
| Fund balances at 30 April 2023 as represented by: | | | |
| Tangible fixed assets | 10,098,958 | - | 10,098,958 |
| Current assets | 2,802,383 | 191,021 | 2,993,404 |
| Current liabilities | (1,351,741) | - | (1,351,741) |
| Long-term liabilities | (1,486,209) | - | (1,486,209) |
| | 10,063,391 | 191,021 | 10,254,412 |
| **Group** | | | |
| Fund balances at 30 April 2022 as represented by: | | | |
| Tangible fixed assets | 10,406,100 | - | 10,406,100 |
| Current assets | 1,905,740 | 183,492 | 2,089,232 |
| Current liabilities | (951,013) | - | (951,013) |
| Long-term liabilities | (2,069,479) | - | (2,069,479) |
| | 9,291,348 | 183,492 | 9,474,840 |

## 24. Analysis of net assets between funds

| Charity | Unrestricted funds £ | Total funds £ |
|---|---|---|
| Fund balances at 30 April 2023 as represented by: | | |
| Current assets | 2,063,097 | 2,063,097 |
| Current liabilities | (287,465) | (287,465) |
| Long-term liabilities | (1,486,209) | (1,486,209) |
| | 289,423 | 289,423 |
| **Charity** | | |
| Fund balances at 30 April 2022 as represented by: | | |
| Current assets | 2,560,477 | 2,560,477 |
| Current liabilities | (321,451) | (321,451) |
| Long-term liabilities | (2,069,479) | (2,069,479) |
| | 169,547 | 169,547 |

**25. Unrestricted funds**

**Group**

| | At 1 May 2022 | Incoming resources | Outgoing resources | Transfers | At 30 April 2023 |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| General Fund | (1,700,209) | 4,828,825 | (3,664,781) | 510,812 | (25,353) |
| Fixed assets reserve | 3,315,697 | - | (152,418) | (848,636) | 2,314,643 |
| Designated Property Reserve | 7,675,860 | - | (231,437) | 329,678 | 7,774,101 |
| | 9,291,348 | 4,828,825 | (4,048,636) | (8,146) | 10,063,391 |

| | At 1 May 2021 | Incoming resources | Outgoing resources | Transfers | At 30 April 2022 |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| General Fund | (1,604,563) | 2,777,224 | (2,818,661) | (54,209) | (1,700,209) |
| Fixed assets reserve | 3,176,437 | - | - | 139,260 | 3,315,697 |
| Designated Property Reserve | 8,006,517 | - | (244,741) | 85,916 | 7,675,860 |
| | 9,578,391 | 2,777,224 | 3,063,402 | (865) | 9,291,348 |

**Purposes of unrestricted funds**

General Funds of The Lee Abbey Movement are donations and other incoming resources receivable or generated for the objects of the charities without further specific purpose and which the charities may use for their purposes at their discretion.

The bursary funds are designated to assist any student of the Lee Abbey International Students' Club who may be in financial difficulties with paying their fees.

The revaluation fund represents the unrealised surplus on revaluation of the group's freehold land and buildings. These are depreciated in accordance with the disclosed accounting policies.

The fixed assets reserve finances those fixed assets of the group funded other than by restricted donations.

Where restricted funds are received for capital expenditure and the expenditure has been fully met and funds used, the restriction is deemed to be lifted and the asset value is transferred to, and regarded as unrestricted, within the designated tangible fixed asset fund from thence forward.

**26. Unrestricted funds**

| Charity | At 1 May 2022 £ | Incoming resources £ | Outgoing resources £ | At 30 April 2023 £ |
|---|---|---|---|---|
| General Fund | 169,547 | 304,105 | (184,229) | 289,423 |
| | 169,547 | 304,105 | (184,229) | 289,423 |

| | At 1 May 2021 £ | Incoming resources £ | Outgoing resources £ | At 30 April 2022 £ |
|---|---|---|---|---|
| General fund | 150,222 | 204,032 | (184,707) | 169,547 |
| | 150,222 | 204,032 | 184,707 | 169,547 |

**Purposes of unrestricted funds**

General Funds of The Lee Abbey Movement are donations and other incoming resources receivable or generated for the objects of the charities without further specific purpose and which the charities may use for their purposes at their discretion.

**27. Restricted funds**

**Group**

| | At 1 May 2022 | Incoming resources | Outgoing resources | Transfers | At 30 April 2023 |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| Estate & Buildings | - | 225 | (225) | - | - |
| Knowle West Maintenance | - | 2,000 | (2,000) | - | - |
| Inglis fund | 2,988 | 20 | - | - | 3,008 |
| Aston Development | 22,679 | - | - | (1,854) | 20,825 |
| Mission & outreach | - | 14,259 | (105) | - | 14,154 |
| Build the Future | 65,921 | 1,211 | (880) | 10,000 | 76,252 |
| Community Project | 1,750 | - | - | - | 1,750 |
| Plymouth Diocese | 26,074 | - | (16,256) | - | 9,818 |
| Bursary Fund | 882 | 47,755 | (47,755) | - | 882 |
| 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) | - | - |
| | 183,492 | 68,746 | (69,363) | 8,146 | 191,021 |

| | At 1 May 2021 | Incoming resources | Outgoing resources | Transfers | At 30 April 2022 |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| Estate & Buildings | (855) | 1,472 | (1,482) | 865 | - |
| Inglis fund | 2,938 | 50 | - | - | 2,988 |
| Aston Development | 22,679 | - | - | - | 22,679 |
| Mission & Outreach | - | 1,250 | (1,250) | - | - |
| Build the Future | 65,040 | 881 | - | - | 65,921 |
| Community Project | 1,750 | - | - | - | 1,750 |
| Plymouth Diocese | 7,548 | 38,174 | (19,648) | - | 26,074 |
| Bursary Fund | 7,805 | 45,045 | (51,968) | - | 882 |
| 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) | - | - |
| | 146,705 | 110,720 | (74,798) | 865 | 183,492 |

**Purposes of restricted funds**

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

Knowle West Maintenance - this is money donated for repairs and maintenance costs at Knowle West.

The Inglis fund provides breaks for bereaved families

The Aston Development fund is a fund to pay for the redevelopment of the Aston buildings.

Bridge the Gap - The trustees have considered the purposes for which the fund was established, have determined that it has been fully utilised as intended, and have therefore decided that the fund should be closed.

Mission and Outreach - these are amounts giving to assist the charity further with its mission and outreach work.

Build the Future - these are donations received to be utilised on future improvement to the building.

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

Plymouth Diocese - This grant was giving to support the wages costs of a staff memeber in Plymouth.

Bursary Fund - these are amounts donated to support students witht he costs of staying at the charity.

The Provision of Hydro Electric Power fund is a donation towards future development of Hydro Electricity for Lee Abbey Fellowship at Lynton.

Previously the Pastoral fund, the Special Projects fund receives restricted donations for specific projects due to take place.

Camp Friends are donations received from Camp Friends

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

## 28. Restricted funds

**Charity**

The charity had no restricted funds in 2023 and 2022.

Bursary Fund - these are amounts donated to support students witht he costs of staying at the charity.

## 29. Indemnity insurance

The charity paid for the insurance premiums to indemnify trustees and senior staff from any loss arising from neglect or defaults of trustees or staff and any consequent loss.

## 30. Post balance sheet events

After the year end the charity made an additional loan repayment of £360,517 to reduce the ongoing impact of interest rate rises.

## 31. Company limited by guarantee

The Lee Abbey Movement 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 £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

**THE LEE ABBEY MOVEMENT**

England & Wales - Charity number 1094098

# Accounts

COMPANY REGISTRATION NUMBER: 04428832
CHARITY REGISTRATION NUMBER: 1094098

# The Lee Abbey Movement

## Company Limited by Guarantee

# Financial Statements

## 30 April 2022

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

# The Lee Abbey Movement

## Company Limited by Guarantee

## Financial Statements

## Year ended 30 April 2022


| | Pages |
|---|---|
| Trustees' annual report (incorporating the director's report) | 1 to 9 |
| Independent auditor's report to the members | 10 to 13 |
| Statement of financial activities (including income and expenditure account) | 14 |
| Statement of financial position | 15 |
| Statement of cash flows | 16 |
| Notes to the financial statements | 17 to 25 |

# The Lee Abbey Movement

## 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**
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 Christ Jesus.

These objects are fulfilled through the activities of the Lee Abbey Movement itself and its three operating subsidiary charities: Lee Abbey Fellowship (aka Lee Abbey Devon), Lee Abbey International Students' Club (aka Lee Abbey London) and Lee Abbey Household Communities (aka Lee Abbey Small Missional Communities). The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objects.

**Achievements and performance**

**Review of Activities and Achievements**
The Council has continued to keep the governance structures introduced in 2006 under review and continues to be encouraged by the way in which the three subsidiary Boards work as constituent and contributing parts of the Movement. This has been due, in no small part, to the leadership of their Chairs: Sandy Pepper (London), Susan Edmondson (SMCs) and David Widdows (Devon), and to the commitment and skills of Board members. Council wishes to put on record its sincere appreciation of the dedication, care and skill they all bring to their respective Boards.

The supportive relationships Boards have with local management teams and communities, led by their respective leaders, is important in achieving successful outcomes.

**Movement**
Covid 19 has continued to have a significant impact on our activities and achievements during the whole of the 2021-2022 Financial Year. Despite all of these challenges, all of the constituent parts of the Movement have continued to operate, albeit in a reduced but recovering capacity and guests have been welcomed in Devon, students welcomed in London and the new Small Missional Community established in Ford, Plymouth continues to flourish.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meeting were held with increased regularity using online collaboration technology during the year thus keeping the missional and financial status of the Movement keep under constant and appropriate review.

The Communities of Lee Abbey, formally Acknowledged by the Church of England (as multi-denominational Communities) continue to develop in all their diverse expressions.

**Achievements and performance** *(continued)*

***London (Lee Abbey International Students Club)***
The year has continued to be challenging due to the ongoing impact of the COVID-19 pandemic, which resulted in smaller numbers of students wanting accommodation in London. Plans and budgets for managing the unprecedented situation were put in place and executed with the support of the Board and Community.

Further details are available in the individual charities' trustees' annual report.

***Small Missional Communities (Lee Abbey Household Communities)***
During the year, new members joined our communities and a new Small Missional Community established in Ford, Plymouth in conjunction with the Diocese of Exeter continued to flourish.

The Aston and Knowle West communities continue to engage in mission in their local areas, though this too has been challenging in the Pandemic.

Further details are available in the individual charities' trustees annual report.

***Devon (Lee Abbey Fellowship)***
Covid 19 has continued to have a significant impact on what we have been able to achieve during the Financial Year.

It has been challenging for the Lee Abbey Fellowship to offer the full range of retreats, courses, Christian holidays and conferences, in the main House, Beacon and at the Camp in the light of Coronavirus restrictions. However, guests have been welcomed and we were able to open several units on the estate for self-catering guests and we have continued to nurture the Christian discipleship of community members.

Further details are available in the individual charities' trustees' annual report.

**Public benefit**

Lee Abbey Movement is the holding charity of its three subsidiary charities. Its primary activity has been the oversight of its operating subsidiaries including the monitoring of their activities for public benefit. In monitoring those activities, the Council has kept well in mind the Charity Commission's general guidance on public benefit; and in particular its supplementary guidance on the advancement of religion and fee-charging.

The beneficiaries of the charity include the members of all Communities as well as those whom we welcome in the name of Christ to stay either in Devon or in London and those who are served by the Household Communities. An important aspect of the ministry of the charity is an encouragement and equipping of members of Communities 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. They also obtain work skills as well as skills in ministry and worship that they can use in the future. The Council view our bursary schemes as important in ensuring that wherever possible all those who seek to benefit from the mission who would otherwise not be able to afford the fees are able to come to Lee Abbey. In 2022 bursaries amounting to £74,482 (2021 £75,031) were given. Bursaries are considered following application to the Warden in Devon and the Director in London.

**Achievements and performance** *(continued)*

The Lee Abbey Movement has made a number of direct grants in carrying out its charitable purposes during the year. Most of the grants have been made to its three subsidiaries to assist them in fulfilling their charitable objectives for the benefit of the public in the particular ways specified in their Trustees' reports. The Council considers that each of these grants has been for the benefit of the public within the guidelines issued by the Charity Commissioners.

**Going Concern**

As previously mentioned, COVID-19 has continued to have an effect and 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 2023. The impact on future performance and on the measurement of certain assets and liabilities and on liquidity might be significant depending on the longer term impact of COVID-19 and other world events. These impacts could be both positive and negative

The Trustees have reviewed various scenarios and evaluated management actions to ensure the safety of its communities and to mitigate the effects of the ongoing but increasingly controlled 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. Indeed, as we emerge from COVID-19 a more positive outlook may be a possibility.

**Financial review**

The Lee Abbey Movement itself not including the activities of its subsidiaries made a surplus of £21,325 (2021 £9,316) on unrestricted funds restricted funds for the year. Overall the cash position of the Movement remains very solid which enables appropriate levels of reserves and cash to cover other requirements to be held in accordance with good governance practices.

**Principal Funding Sources**

The Lee Abbey Movement's principal funding sources continue to be Friends' donations and contributions from our subsidiary charities. We continue to be grateful to The Lee Abbey Friends for donations amounting to £132,553 (2021 £169,135).

**Reserves**

The running costs of The Lee Abbey Movement are financed by contributions from our subsidiary charities. As such the charity requires only minimal unrestricted reserves.

**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.

**Plans for future periods**

The Council is continuing to develop and implement its Strategic Plan 'Interpreting the Lee Abbey Vision for Today'. The headlines of which are:

- Our purpose: To enable all people to encounter the living Christ
- Our Vision: Communicating Christ through relationships
- Our Goal: To reach out to offer God's welcome in Devon, London and the SMC's
- Our Strategic Priorities: The advancement of the Christian faith through the ministry of Communities
- Our Enabling Priorities: Implementation and Operational Plan Details

The Boards of the subsidiary charities are considering how they should develop their own plans within this overall approach. The overall plan will also be supported by a number of enabling plans such as Mission Plan, Communications Plan and Governance Plan.

All three subsidiary Boards are facing significant challenges and Council will need to play an appropriate role of guidance and, where necessary, approval. In particular, this will be required for the next stages in the Lee Abbey Devon developments, the future development of the Lee Abbey Households, and the planned refurbishment and modernisation of Lee Abbey London.

### Senior Management

The Council has delegated the day to day management of the operations of the charity to the Executive Chair and Secretary of the Council.

### Appointment of Trustees

As set out in the Articles of Association the Council may appoint a person who is willing to act to be a trustee either to fill a vacancy or as an additional trustee. A Council member so appointed will hold office only until the next Annual General Meeting.

### Trustee Induction and Training

New trustees are encouraged to spend time with the Executive Chair of Council, who will guide them through the induction process which includes visits to the operational charities and time with their senior management teams.

### Organisation

The Council administers the charity and sets up sub-committees and working groups as necessary. The Council has delegated the day to day management of the subsidiary charities to the Local Boards of Trustees and their senior management teams.

### Grant Making Policy

The Trustees view our bursary schemes 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 in Devon or London

### 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** | The Lee Abbey Movement |
| **Charity registration number** | 1094098 |
| **Company registration number** | 04428832 |
| **Principal office and registered office** | Lee Abbey<br>Lynton<br>Devon<br>EX35 6JJ |

**The trustees**

| | |
|---|---|
| Revd Dr G R Cappleman | Chair |
| Sr S P Berry | |
| Revd J K S Denniston | |
| S M Edmondson | |
| Revd J H Simmons | |
| Dr M A Paul | |
| Prof A A Pepper | |
| Mr P A v Rossum | |
| Revd Dr L B Taylor | |
| Revd D C R Widdows | |
| Revd R M Eastwood Dewing | (Appointed 4 December 2021) |

| | |
|---|---|
| **Company secretary** | CLC Secretarial Services Limited (Appointed 1 January 2022) |
| **Auditor** | Westcotts (SW) LLP<br>Chartered accountants & statutory auditor<br>47 Boutport Street<br>Barnstaple<br>Devon<br>EX31 1SQ |
| **Bankers** | National Westminster<br>41 High Street<br>Barnstaple<br>Devon<br>EX31 1BZ |
| **Solicitors** | Carter Lemon Camerons LLP<br>3rd Floor, 20 King Street<br>London<br>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 21/12/22 and signed on behalf of the board of trustees by:

Revd Dr G R Cappleman
Chairman

# The Lee Abbey Movement

## Company Limited by Guarantee

## Independent Auditor's Report to the Members of The Lee Abbey Movement

## Year ended 30 April 2022

### Opinion

We have audited the financial statements of The Lee Abbey Movement (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.

Westcotts (SW) LLP

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

2/12/22

# The Lee Abbey Movement

## Company Limited by Guarantee

## Statement of Financial Activities (including income and expenditure account)

## Year ended 30 April 2022

| | Note | 2022 Unrestricted funds £ | 2022 Total funds £ | 2021 Total funds £ |
|---|---|---|---|---|
| **Income and endowments** | | | | |
| Donations and legacies | 5 | 132,553 | **132,553** | 169,135 |
| Charitable activities | 6 | 71,400 | **71,400** | 26,400 |
| Investment income | 7 | 79 | **79** | 1,941 |
| **Total income** | | 204,032 | **204,032** | 197,476 |
| **Expenditure** | | | | |
| Expenditure on raising funds: | | | | |
| Costs of raising donations and legacies | 8 | 51,939 | **51,939** | 36,126 |
| Expenditure on charitable activities | 9,10 | 132,768 | **132,768** | 152,034 |
| **Total expenditure** | | 184,707 | **184,707** | 188,160 |
| **Net income and net movement in funds** | | 19,325 | **19,325** | 9,316 |
| **Reconciliation of funds** | | | | |
| Total funds brought forward | | 150,222 | **150,222** | 140,906 |
| **Total funds carried forward** | | 169,547 | **169,547** | 150,222 |

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

# The Lee Abbey Movement

## Company Limited by Guarantee

## Statement of Financial Position

## 30 April 2022

| | Note | 2022 £ | £ | 2021 £ |
|---|---|---|---|---|
| **Current assets** | | | | |
| Debtors | 13 | 1,945,597 | | 1,804,162 |
| Cash at bank and in hand | | 614,880 | | 950,140 |
| | | 2,560,477 | | 2,754,302 |
| **Creditors: amounts falling due within one year** | 14 | (321,451) | | (259,569) |
| **Net current assets** | | | 2,239,026 | 2,494,733 |
| **Total assets less current liabilities** | | | 2,239,026 | 2,494,733 |
| **Creditors: amounts falling due after more than one year** | 15 | | (2,069,479) | (2,344,511) |
| **Net assets** | | | 169,547 | 150,222 |
| **Funds of the charity** | | | | |
| Unrestricted funds | | | 169,547 | 150,222 |
| **Total charity funds** | 16 | | 169,547 | 150,222 |

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
Chairman

# The Lee Abbey Movement

## Company Limited by Guarantee

## Statement of Cash Flows

## Year ended 30 April 2022

| | 2022<br>£ | 2021<br>£ |
|---|---|---|
| **Cash flows from operating activities** | | |
| Net income | **19,325** | 9,316 |
| *Adjustments for:* | | |
| Other interest receivable and similar income | **(79)** | (1,941) |
| Accrued expenses | **3,005** | 230 |
| *Changes in:* | | |
| Trade and other debtors | **(141,435)** | (114,248) |
| Cash generated from operations | **(119,184)** | (106,643) |
| Interest received | **79** | 1,941 |
| Net cash used in operating activities | **(119,105)** | (104,702) |
| **Cash flows from financing activities** | | |
| Proceeds from borrowings | **(216,727)** | 424,102 |
| Proceeds from loans from group undertakings | **572** | 13,789 |
| Net cash (used in)/from financing activities | **(216,155)** | 437,891 |
| **Net (decrease)/increase in cash and cash equivalents** | **(335,260)** | 333,189 |
| **Cash and cash equivalents at beginning of year** | **950,140** | 616,951 |
| **Cash and cash equivalents at end of year** | **614,880** | 950,140 |

**The notes on pages 17 to 25 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

#### Income

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of donations and gifts and is included in full in the statement of financial activities when receivable.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

#### 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

There are no material uncertainties about the charity's ability to continue.

#### 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.

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

**Fund accounting**

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specific purpose and which the charity may use for its purpose at its discretion.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

**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 accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

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.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

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

**Tangible assets**

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

| | |
|---|---|
| Fixtures, fittings and equipment | - 25% reducing balance |

**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:

| | | |
|---|---|---|
| 4 years straight line | - | Fixtures and Fittings |

**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.

**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.

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

**Financial instruments** *(continued)*

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.

**4. Limited by guarantee**

The Lee Abbey Movement 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 £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

**5. Donations and legacies**

| | Unrestricted Funds £ | **Total Funds 2022 £** | Unrestricted Funds £ | Total Funds 2021 £ |
|---|---|---|---|---|
| **Donations** | | | | |
| Donations | 132,553 | **132,553** | 144,135 | 144,135 |
| **Legacies** | | | | |
| Legacies | – | – | 25,000 | 25,000 |
| | 132,553 | **132,553** | 169,135 | 169,135 |

## 6. Charitable activities

| | Unrestricted Funds £ | **Total Funds 2022 £** | Unrestricted Funds £ | Total Funds 2021 £ |
|---|---|---|---|---|
| Contributions from communities | 71,400 | **71,400** | 26,400 | 26,400 |

## 7. Investment income

| | Unrestricted Funds £ | **Total Funds 2022 £** | Unrestricted Funds £ | Total Funds 2021 £ |
|---|---|---|---|---|
| Other interest receivable | 79 | **79** | 1,941 | 1,941 |

## 8. Costs of raising donations and legacies

| | Unrestricted Funds £ | **Total Funds 2022 £** | Unrestricted Funds £ | Total Funds 2021 £ |
|---|---|---|---|---|
| Staff and fundraising costs | 51,939 | **51,939** | 36,126 | 36,126 |

## 9. Expenditure on charitable activities by fund type

| | Unrestricted Funds £ | **Total Funds 2022 £** | Unrestricted Funds £ | Total Funds 2021 £ |
|---|---|---|---|---|
| Making grants for community ministry development | 65,400 | **65,400** | 72,400 | 72,400 |
| Support costs | 67,368 | **67,368** | 79,634 | 79,634 |
| | 132,768 | **132,768** | 152,034 | 152,034 |

## 10. Analysis of support costs

| | Analysis of support costs | **Total 2022** | Total 2021 |
|---|---|---|---|
| | £ | **£** | £ |
| Wages | 25,225 | **25,225** | 30,433 |
| Employers' NIC | 1,125 | **1,125** | 1,444 |
| Other motor and travelling costs | 9,373 | **9,373** | 3,066 |
| Trustees' honorarium | 6,000 | **6,000** | 2,769 |
| Trustees' indemnity insurance | 4,280 | **4,280** | 7,184 |
| Auditor remuneration | 4,560 | **4,560** | 4,550 |
| Professional fees | 2,133 | **2,133** | 3,751 |
| Interest | 10,828 | **10,828** | 23,688 |
| Bank charges | 3,844 | **3,844** | 2,749 |
| | 67,368 | **67,368** | 79,634 |

## 11. Staff costs

The average head count of employees during the year was 3 (2021: 3). The average number of full-time equivalent employees during the year is analysed as follows:

| | **2022** | 2021 |
|---|---|---|
| | **No.** | No. |
| Number of staff | **3** | 3 |

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

## 12. Trustee remuneration and expenses

**Trustees' emoluments**

During the year Trustees' received remuneration and other emoluments of £6,000 (2021: £2,769).

Travel and incidental expenses of £9,373 (2021 - £3,066) have been reimbursed to the trustees during the year.

## 13. Debtors

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Amounts owed by group undertakings | **1,945,220** | 1,804,162 |
| Other debtors | **377** | – |
| | **1,945,597** | 1,804,162 |

## 14. Creditors: amounts falling due within one year

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Bank loans and overdrafts | **290,294** | 231,989 |
| Amounts owed to group undertakings | **23,722** | 23,150 |
| Accruals and deferred income | **7,435** | 4,430 |
| | **321,451** | 259,569 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students Clubs and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate.

## 15. Creditors: amounts falling due after more than one year

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Bank loans and overdrafts | **2,069,479** | 2,344,511 |

The bank loan is secured by a charge over the freehold properties owned by the Lee Abbey International Students Clubs and is repayable over a period ending on 30 April 2029.

The bank loan is over a fifteen year term and carries an interest rate of 2.18% above the base rate.

## 16. Analysis of charitable funds

**Unrestricted funds**

| | At 1 May 2021 | Income | Expenditure | **At 30 April 2022** |
|---|---|---|---|---|
| | £ | £ | £ | **£** |
| General fund | 150,222 | 204,032 | (184,707) | **169,547** |

| | At 1 May 2020 | Income | Expenditure | At 30 April 2021 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| General fund | 140,906 | 197,476 | (188,160) | 150,222 |

## 17. Analysis of net assets between funds

| | Unrestricted Funds | **Total Funds 2022** |
|---|---|---|
| | £ | **£** |
| Current assets | 2,560,477 | **2,560,477** |
| Creditors less than 1 year | (321,451) | **(321,451)** |
| Creditors greater than 1 year | (2,069,479) | **(2,069,479)** |
| **Net assets** | 169,547 | **169,547** |

| | Unrestricted Funds | Total Funds 2021 |
|---|---|---|
| | £ | £ |
| Current assets | 2,754,302 | 2,754,302 |
| Creditors less than 1 year | (259,569) | (259,569) |
| Creditors greater than 1 year | (2,344,511) | (2,344,511) |
| **Net assets** | 150,222 | 150,222 |

## 18. Analysis of changes in net debt

| | At 1 May 2021 | Cash flows | **At 30 Apr 2022** |
|---|---|---|---|
| | £ | £ | **£** |
| Cash at bank and in hand | 950,140 | (335,260) | **614,880** |
| Debt due within one year | (255,139) | (58,877) | **(314,016)** |
| Debt due after one year | (2,344,511) | 275,032 | **(2,069,479)** |
| | (1,649,510) | (119,105) | **(1,768,615)** |

## 19. Related parties

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

- payments to Lee Abbey Fellowship of £50,400 (2021 - £50,400)

- payments to Lee Abbey Household Communities of £15,000 (2021 - £15,000)

- a contribution to Lee Abbey Fellowship for administrative expenses of £6,238 (2021 - £6,707)

- a contribution from Lee Abbey Fellowship of £30,000 (2021 - £27,500)

- a contribution from Lee Abbey Household Communities of £2,400 (2021 - £2,400)

- a contribution from Lee Abbey International Students Club of £30,000 (2021 - £NIL)

As at 30 April 2022 the Movement was owed £23,722 (2021 - £23,075 owed from Lee Abbey Fellowship) from Lee Abbey Fellowship and owed £Nil (2021 - £Nil) to Lee Abbey International Students Club.

## 20. Controlling party

The company is controlled by its Council. No Council member has overall control. The Council members are sole guarantors of this company. The liability of each member is limited to £10.

Copies of group's consolidated accounts are available on request from the company's registered office.

# The Lee Abbey Movement

## Company Limited by Guarantee

## Management Information

## Year ended 30 April 2022

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

# The Lee Abbey Movement

## Company Limited by Guarantee

## Detailed Statement of Financial Activities

## Year ended 30 April 2022

| | 2022 £ | 2021 £ |
|---|---|---|
| **Income and endowments** | | |
| **Donations and legacies** | | |
| Donations | **132,553** | 144,135 |
| Legacies | **–** | 25,000 |
| | **132,553** | 169,135 |
| **Charitable activities** | | |
| Contributions from communities | **71,400** | 26,400 |
| **Investment income** | | |
| Other interest receivable | **79** | 1,941 |
| **Total income** | **204,032** | 197,476 |
| **Expenditure** | | |
| **Costs of raising donations and legacies** | | |
| Staff - Wages and salaries | **29,543** | 15,703 |
| Staff - Employer's NIC | **2,411** | 1,315 |
| Establishment - Rent | **6,238** | 6,238 |
| Office - Printing, postage and stationery | **38** | 800 |
| Publishing 'Rapport' | **11,241** | 12,070 |
| Other expenses | **2,468** | – |
| | **51,939** | 36,126 |
| **Expenditure on charitable activities** | | |
| **Making grants for community ministry development** | | |
| ***Activities undertaken directly*** | | |
| Pastoral care grants to subsidiary charities | **65,400** | 72,400 |
| ***Support costs*** | | |
| Wages and salaries | **25,225** | 30,433 |
| Employer's NIC | **1,125** | 1,444 |
| Trustee's Indemnity Insurance | **4,280** | 7,184 |
| Other motor and travelling costs | **8,385** | 3,066 |
| Auditor remuneration | **4,560** | 4,550 |
| Trustee's Honorarium | **6,000** | 2,769 |
| Interest | **10,828** | 23,688 |
| Bank charges | **3,844** | 2,749 |
| Professional fees | **3,121** | 3,751 |
| | **67,368** | 79,634 |
| **Total expenditure** | **184,707** | 188,160 |
| **Net income** | **19,325** | 9,316 |

**THE LEE ABBEY MOVEMENT**

England & Wales - Charity number 1094098

# Accounts

COMPANY REGISTRATION NUMBER: 04428832
CHARITY REGISTRATION NUMBER: 1094098

# The Lee Abbey Movement

## Company Limited by Guarantee

## Financial Statements

## 30 April 2021

# The Lee Abbey Movement

**Company Limited by Guarantee**

**Financial Statements**

**Year ended 30 April 2021**


| | Pages |
|---|---|
| Trustees' annual report (incorporating the director's report) | 1 to 8 |
| Independent auditor's report to the members | 9 to 12 |
| Statement of financial activities (including income and expenditure account) | 13 |
| Statement of financial position | 14 |
| Statement of cash flows | 15 |
| Notes to the financial statements | 16 to 24 |
| **The following pages do not form part of the financial statements** | |
| Detailed statement of financial activities | 26 |
| Notes to the detailed statement of financial activities | 27 |

# The Lee Abbey Movement

## 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**
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 Christ Jesus.

These objects are fulfilled through the activities of the Lee Abbey Movement itself and its three operating subsidiary charities: Lee Abbey Fellowship (aka Lee Abbey Devon), Lee Abbey International Students' Club (aka Lee Abbey London) and Lee Abbey Household Communities (aka Lee Abbey Small Missional Communities). The participation and prayer support of the Lee Abbey Friends continues to be a powerful tool for meeting these objects.

**Achievements and performance**

**Review of Activities and Achievements**
The Council has continued to keep the governance structures introduced in 2006 under review and continues to be encouraged by the way in which the three subsidiary Boards work as constituent and contributing parts of the Movement. This has been due, in no small part, to the leadership of their Chairs: Sandy Pepper (London), Susan Edmondson (SMCs) and David Widdows (Devon), and to the commitment and skills of Board members. Council wishes to put on record its sincere appreciation of the dedication, care and skill they all bring to their respective Boards.

The supportive relationships Boards have with local management teams and communities, led by their respective leaders, is important in achieving successful outcomes.

**Movement**
Covid 19 has had a significant impact on our activities and achievements during the whole of the 2020-2021 Financial Year. Despite the challenges all of the constituent parts of the Movement have continued to operate, albeit in a reduced capacity and guests have been welcomed in Devon, students welcomed in London and a new Small Missional Community established in Ford, Plymouth.

As part of our ongoing management of the Movement and its constituent parts, Council and Board meeting were held with increased regularity using online collaboration technology during the year thus keeping the missional and financial status of the Movement keep under constant and appropriate review. The Trustees decided to designate the property values within the accounts during the year.

The Communities of Lee Abbey, formally Acknowledged by the Church of England (as multi-denominational Communities) continue to develop in all their diverse expressions.

**Achievements and performance** *(continued)*

***London (Lee Abbey International Students Club)***
The year has been challenging due to the impact of the COVID-19 pandemic, which resulted in smaller numbers of students requiring accommodation in London. Plans and budgets for managing the unprecedented situation were put in place and executed with the support of the Board and Community.

Further details are available in the individual charities' trustees' annual report.

***Small Missional Communities (Lee Abbey Household Communities)***
During the year, new members joined our communities and a new Small Missional Community established in Ford, Plymouth in conjunction with the Diocese of Exeter.

The Aston and Knowle West communities continue to engage in mission in their local areas, though this too has been challenging in the Pandemic.

Further details are available in the individual charities' trustees annual report.

***Devon (Lee Abbey Fellowship)***
Covid 19 has had a massive impact on what we have been able to achieve during the Financial Year.

It has been challenging for the Lee Abbey Fellowship to offer, retreats, courses, Christian holidays and conferences, in the main House, Beacon and at the Camp in the light of Coronavirus restrictions. However, guests have been welcomed and we were able to open several units on the estate for self-catering guests and we have continued to nurture the Christian discipleship of community members.

Further details are available in the individual charities' trustees' annual report.

**Public benefit**

Lee Abbey Movement is the holding charity of its three subsidiary charities. Its primary activity has been the oversight of its operating subsidiaries including the monitoring of their activities for public benefit. In monitoring those activities the Council has kept well in mind the Charity Commission's general guidance on public benefit; and in particular its supplementary guidance on the advancement of religion and fee-charging.

The beneficiaries of the charity include the members of all Communities as well as those whom we welcome in the name of Christ to stay either in Devon or in London and those who are served by the Household Communities. An important aspect of the ministry of the charity is an encouragement and equipping of members of Communities 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

**Achievements and performance** *(continued)*

people from any background or culture. They also obtain work skills as well as skills in ministry and worship that they can use in the future. The Council view our bursary schemes as important in ensuring that wherever possible all those who seek to benefit from the mission who would otherwise not be able to afford the fees are able to come to Lee Abbey. In 2020 bursaries amounting to £56,732 (2019 £63,945) were given. Bursaries are considered following application to the Warden in Devon and the Director in London.

The Lee Abbey Movement has made a number of direct grants in carrying out its charitable purposes during the year. Most of the grants have been made to its three subsidiaries to assist them in fulfilling their charitable objectives for the benefit of the public in the particular ways specified in their Trustees' reports. The Council considers that each of these grants has been for the benefit of the public within the guidelines issued by the Charity Commissioners.

**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.

### Financial review

The Lee Abbey Movement itself not including the activities of its subsidiaries made a surplus of £9,316 (2020 £27,240) on unrestricted funds restricted funds for the year. Overall the cash position of the Movement remains very solid which enables appropriate levels of reserves and cash to cover other requirements to be held in accordance with good governance practices.

### Principal Funding Sources

The Lee Abbey Movement's principal funding sources continue to be Friends' donations and contributions from our subsidiary charities. We continue to be grateful to The Lee Abbey Friends for donations amounting to £169,135 (2020 £139,947).

### Reserves

The running costs of The Lee Abbey Movement are financed by contributions from our subsidiary charities. As such the charity requires only minimal unrestricted reserves.

### 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.

**Plans for future periods**

The Council is continuing to develop and implement its Strategic Plan 'Interpreting the Lee Abbey Vision for Today'. The headlines of which are:

- Our purpose: To enable all people to encounter the living Christ
- Our Vision: Communicating Christ through relationships
- Our Goal: To reach out to offer God's welcome in Devon, London and the SMC's
- Our Strategic Priorities: The advancement of the Christian faith through the ministry of Communities
- Our Enabling Priorities: Implementation and Operational Plan Details

The Boards of the subsidiary charities are considering how they should develop their own plans within this overall approach. The overall plan will also be supported by a number of enabling plans such as Mission Plan, Communications Plan and Governance Plan.

All three subsidiary Boards are facing significant challenges and Council will need to play an appropriate role of guidance and, where necessary, approval. In particular, this will be required for the next stages in the Devon development master plan, the future development of households, and the planned refurbishment and modernisation of Lee Abbey London.

**Senior Management**

The Council has delegated the day to day management of the operations of the charity to the Executive Chair and Secretary of the Council.

**Appointment of Trustees**

As set out in the Articles of Association the Council may appoint a person who is willing to act to be a trustee either to fill a vacancy or as an additional trustee. A Council member so appointed will hold office only until the next Annual General Meeting.

**Trustee Induction and Training**

New trustees are encouraged to spend time with the Executive Chair of Council, who will guide them through the induction process which includes visits to the operational charities and time with their senior management teams.

**Organisation**

The Council administers the charity and sets up sub-committees and working groups as necessary. The Council has delegated the day to day management of the subsidiary charities to the Local Boards of Trustees and their senior management teams.

**Grant Making Policy**

The Trustees view our bursary schemes 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 in Devon or London

**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** | The Lee Abbey Movement |
| **Charity registration number** | 1094098 |
| **Company registration number** | 04428832 |
| **Principal office and registered office** | Lee Abbey<br>Lynton<br>Devon<br>EX35 6JJ |

**The trustees**

| | |
|---|---|
| Revd Dr G R Cappleman | Chair |
| Sr S P Berry | |
| Revd J K S Denniston | |
| S M Edmondson | |
| Revd J H Simmons | |
| Dr M A Paul | |
| Prof A A Pepper | |
| Mr P A v Rossum | |
| Revd Dr L B Taylor | |
| Revd D C R Widdows | |

| | |
|---|---|
| **Company secretary** | Magnus Proctor |
| **Auditor** | Thomas Westcott<br>Chartered accountants & statutory auditor<br>47 Boutport Street<br>Barnstaple<br>Devon<br>EX31 1SQ |
| **Bankers** | National Westminster<br>41 High Street<br>Barnstaple<br>Devon<br>EX31 1BZ |
| **Solicitors** | Carter Lemon Camerons<br>10 Aldersgate Street<br>London<br>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 31/12/21 and signed on behalf of the board of trustees by:



Magnus Proctor
Company Secretary

# The Lee Abbey Movement

## Company Limited by Guarantee

## Independent Auditor's Report to the Members of The Lee Abbey Movement

## Year ended 30 April 2021

### Opinion

We have audited the financial statements of The Lee Abbey Movement (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.

David Cresswell BA FCA

Thomas Westcott

For and on behalf of;
Thomas Westcott
Chartered Accountants and statutory auditor
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

31/1/22

# The Lee Abbey Movement

## Company Limited by Guarantee

## Statement of Financial Activities (including income and expenditure account)

## Year ended 30 April 2021

| | Note | 2021 Unrestricted funds £ | 2021 Total funds £ | 2020 Total funds £ |
|---|---|---|---|---|
| **Income and endowments** | | | | |
| Donations and legacies | **5** | 169,135 | **169,135** | 139,947 |
| Charitable activities | **6** | 26,400 | **26,400** | 57,900 |
| Investment income | **7** | 1,941 | **1,941** | 13,023 |
| **Total income** | | 197,476 | **197,476** | 210,870 |
| **Expenditure** | | | | |
| Expenditure on raising funds: | | | | |
| Costs of raising donations and legacies | **8** | 108,526 | **108,526** | 102,037 |
| Expenditure on charitable activities | **9,10** | 79,634 | **79,634** | 81,593 |
| **Total expenditure** | | 188,160 | **188,160** | 183,630 |
| **Net income and net movement in funds** | | 9,316 | **9,316** | 27,240 |
| **Reconciliation of funds** | | | | |
| Total funds brought forward | | 140,906 | **140,906** | 113,666 |
| **Total funds carried forward** | | 150,222 | **150,222** | 140,906 |

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 24 form part of these financial statements.**

# The Lee Abbey Movement

## Company Limited by Guarantee

## Statement of Financial Position

## 30 April 2021

| | Note | 2021 £ | £ | 2020 £ |
|---|---|---|---|---|
| **Current assets** | | | | |
| Debtors | 15 | 1,804,162 | | 1,689,914 |
| Cash at bank and in hand | | 950,140 | | 616,951 |
| | | 2,754,302 | | 2,306,865 |
| **Creditors: amounts falling due within one year** | 16 | 259,569 | | 490,301 |
| **Net current assets** | | | 2,494,733 | 1,816,564 |
| **Total assets less current liabilities** | | | 2,494,733 | 1,816,564 |
| **Creditors: amounts falling due after more than one year** | 17 | | 2,344,511 | 1,675,658 |
| **Net assets** | | | 150,222 | 140,906 |
| **Funds of the charity** | | | | |
| Unrestricted funds | | | 150,222 | 140,906 |
| **Total charity funds** | 18 | | 150,222 | 140,906 |

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 21/12/21, and are signed on behalf of the board by:

Revd Dr G R Cappleman
Chairman

**The notes on pages 16 to 24 form part of these financial statements.**

# The Lee Abbey Movement

## Company Limited by Guarantee

## Statement of Cash Flows

## Year ended 30 April 2021

| | 2021<br>£ | 2020<br>£ |
|---|---|---|
| **Cash flows from operating activities** | | |
| Net income | **9,316** | 27,240 |
| *Adjustments for:* | | |
| Other interest receivable and similar income | **(1,941)** | (13,023) |
| Accrued expenses/(income) | **230** | (740) |
| *Changes in:* | | |
| Trade and other debtors | **(114,248)** | 140,308 |
| Cash generated from operations | **(106,643)** | 153,785 |
| Interest received | **1,941** | 13,023 |
| Net cash (used in)/from operating activities | **(104,702)** | 166,808 |
| **Cash flows from financing activities** | | |
| Proceeds from borrowings | **424,102** | (173,368) |
| Proceeds from loans from group undertakings | **13,789** | 9,361 |
| Net cash from/(used in) financing activities | **437,891** | (164,007) |
| **Net increase in cash and cash equivalents** | **333,189** | 2,801 |
| **Cash and cash equivalents at beginning of year** | **616,951** | 614,150 |
| **Cash and cash equivalents at end of year** | **950,140** | 616,951 |

**The notes on pages 16 to 24 form part of these financial statements.**

# The Lee Abbey Movement

## 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

#### Income

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of donations and gifts and is included in full in the statement of financial activities when receivable.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

#### 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.

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

**Fund accounting**

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specific purpose and which the charity may use for its purpose at its discretion.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

**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 accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

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.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

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

**Tangible assets**

Tangible fixed 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 revaluation, is recognised in other recognised gains and losses, unless it reverses a change 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.

**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.

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

**Financial instruments** *(continued)*

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.

**4. Limited by guarantee**

The Lee Abbey Movement 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 £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

**5. Donations and legacies**

| | Unrestricted Funds £ | **Total Funds 2021 £** | Unrestricted Funds £ | Total Funds 2020 £ |
|---|---|---|---|---|
| **Donations** | | | | |
| Donations | 144,135 | **144,135** | 139,947 | 139,947 |
| **Legacies** | | | | |
| Legacies | 25,000 | **25,000** | – | – |
| | 169,135 | **169,135** | 139,947 | 139,947 |

## 6. Charitable activities

| | Unrestricted Funds 2021 £ | **Total Funds 2021 £** | Unrestricted Funds 2020 £ | Total Funds 2020 £ |
|---|---|---|---|---|
| Contributions from communities | 26,400 | **26,400** | 57,900 | 57,900 |

## 7. Investment income

| | Unrestricted Funds 2021 £ | **Total Funds 2021 £** | Unrestricted Funds 2020 £ | Total Funds 2020 £ |
|---|---|---|---|---|
| Other interest receivable | 1,941 | **1,941** | 13,023 | 13,023 |

## 8. Costs of raising donations and legacies

| | Unrestricted Funds 2021 £ | **Total Funds 2021 £** | Unrestricted Funds 2020 £ | Total Funds 2020 £ |
|---|---|---|---|---|
| Staff and fundraising costs | 36,126 | **36,126** | 31,697 | 31,697 |
| Making grants for community ministry development | 72,400 | **72,400** | 70,340 | 70,340 |
| | 108,526 | **108,526** | 102,037 | 102,037 |

## 9. Expenditure on charitable activities by fund type

| | Unrestricted Funds 2021 £ | **Total Funds 2021 £** | Unrestricted Funds 2020 £ | Total Funds 2020 £ |
|---|---|---|---|---|
| Support costs | 79,634 | **79,634** | 81,593 | 81,593 |

## 10. Expenditure on charitable activities by activity type

| | Support costs £ | **Total funds 2021 £** | Total fund 2020 £ |
|---|---|---|---|
| Making grants for community ministry development | 79,634 | **79,634** | 81,593 |

## 11. Analysis of support costs

| | Analysis of support costs | **Total 2021** | Total 2020 |
|---|---|---|---|
| | £ | **£** | £ |
| Premises | 30,433 | **30,433** | 30,509 |
| Communications and IT | 1,444 | **1,444** | 1,485 |
| General office | 3,066 | **3,066** | 17,406 |
| Human resources | 2,769 | **2,769** | 4,000 |
| Finance costs | 7,184 | **7,184** | 3,084 |
| Auditor remuneration | 4,550 | **4,550** | 3,418 |
| Professional fees | 3,751 | **3,751** | 5,255 |
| Interest | 23,688 | **23,688** | 15,948 |
| Bank charges | 2,749 | **2,749** | 488 |
| | 79,634 | **79,634** | 81,593 |

## 12. Staff costs

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

| | **2021** | 2020 |
|---|---|---|
| | **£** | £ |
| Wages and salaries | **46,136** | 40,295 |
| Social security costs | **1,444** | 1,485 |
| | **48,895** | 41,780 |

The average head count of employees during the year was 3 (2020: 3). The average number of full-time equivalent employees during the year is analysed as follows:

| | **2021** | 2020 |
|---|---|---|
| | **No.** | No. |
| Number of staff | **3** | 3 |

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

## 13. Trustee remuneration and expenses

**Trustees' emoluments**

During the year Trustees' received remuneration and other emoluments of £2,769 (2020: £4,000).

Travel and incidental expenses of £3,066 (2020 - £17,406) have been reimbursed to the trustees during the year.

## 14. 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.

## 15. Debtors

| | **2021** | 2020 |
|---|---|---|
| | **£** | £ |
| Amounts owed by group undertakings | **1,804,162** | 1,689,914 |

## 16. Creditors: amounts falling due within one year

| | **2021** | 2020 |
|---|---|---|
| | **£** | £ |
| Bank loans and overdrafts | **231,989** | 476,740 |
| Amounts owed to group undertakings | **23,150** | 9,361 |
| Accruals and deferred income | **4,430** | 4,200 |
| | **259,569** | 490,301 |

## 17. Creditors: amounts falling due after more than one year

| | **2021** | 2020 |
|---|---|---|
| | **£** | £ |
| Bank loans and overdrafts | **2,344,511** | 1,675,658 |

## 18. Analysis of charitable funds

**Unrestricted funds**

| | At 1 May 2020 | Income | Expenditure | **At 30 April 2021** |
|---|---|---|---|---|
| | £ | £ | £ | **£** |
| General fund | 140,906 | 197,476 | (188,160) | **150,222** |

| | At 1 May 2019 | Income | Expenditure | At 30 April 2020 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| General fund | 113,666 | 210,870 | (183,630) | 140,906 |

## 19. Analysis of net assets between funds

| | Unrestricted Funds £ | **Total Funds 2021 £** |
|---|---|---|
| Current assets | 2,754,302 | **2,754,302** |
| Creditors less than 1 year | (259,569) | **(259,569)** |
| Creditors greater than 1 year | (2,344,511) | **(2,344,511)** |
| **Net assets** | 150,222 | **150,222** |

| | Unrestricted Funds £ | Total Funds 2020 £ |
|---|---|---|
| Current assets | 2,306,865 | 2,306,865 |
| Creditors less than 1 year | (490,301) | (490,301) |
| Creditors greater than 1 year | (1,675,658) | (1,675,658) |
| **Net assets** | 140,906 | 140,906 |

## 20. Analysis of changes in net debt

| | At 1 May 2020 £ | Cash flows £ | **At 30 Apr 2021 £** |
|---|---|---|---|
| Cash at bank and in hand | 616,951 | 333,189 | **950,140** |
| Debt due within one year | (486,101) | 230,962 | **(255,139)** |
| Debt due after one year | (1,675,658) | (668,853) | **(2,344,511)** |
| | (1,544,808) | (104,702) | **(1,649,510)** |

## 21. Related parties

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

- payments to Lee Abbey Fellowship of £50,400 (2020 - £50,000)

- payments to Lee Abbey Household Communities of £15,000 (2020 - £15,000)

- a contribution to Lee Abbey Fellowship for administrative expenses of £6,707 (2020 - £6,238)

- a contribution from Lee Abbey Fellowship of £17,500 (2020 - £27,500)

- a contribution from Lee Abbey Household Communities of £2,400 (2020 - £2,400)

- a contribution from Lee Abbey International Students Club of £nil (2020 - £25,000)

As at 30 April 2021 the Movement was owed £23,075 (2020 - £9,130 owed from Lee Abbey Fellowship) from Lee Abbey Fellowship and owed £Nil (2020 - £Nil) to Lee Abbey International Students Club.

## 22. Controlling party

The company is controlled by its Council. No Council member has overall control. The Council members are sole guarantors of this company. The liability of each member is limited to £10.

Copies of group's consolidated accounts are available on request from the company's registered office.