

Charity registration number 1101870

Company registration number 4897890 (England and Wales)

**SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Mr Canute Freckleton Mr Alan Hayllar Mr Aldwyn Radmore
Charity number	1101870
Company number	4897890
Principal address	Unit 2, Sterling Court Mundells Welwyn Garden City Herts AL7 1FT
Independent examiner	James Foscett FCA DChA Cansdales Business Advisers Limited Chartered Accountants and Statutory Auditors St Mary's Court The Broadway Old Amersham Bucks HP7 0UT
Bankers	Unity Trust Bank Nine Bridleyplace Birmingham B1 2HB Lloyds TSB Bank plc 49 Howardgate Welwyn Garden City Herts AL8 6BA Barclays 12/12a Howard Shopping Centre Welwyn Garden City Hertfordshire AL8 6HA

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

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SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

DIRECTORS REPORT

FOR THE YEAR ENDED 31 MARCH 2022

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's governing documents, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019).

The charity's administrative details can be found on the Legal and Administrative page at the front of these financial statements.

Objectives and activities

a. To advance the Christian faith in accordance with the statement of belief in the United Kingdom or the World as the Directors may from time to time think fit and to fulfil other such purposes which are exclusively charitable according to the Law of England and Wales and are connected with the charitable work of the company.

b. To relieve persons who are in need or hardship or who are aged or sick and to relieve the distress caused thereby in the United Kingdom or the World as the Directors may from time to time think fit.

Achievements and performance

The charity is in its 18th year and is continuing to grow and expand its reach. We hosted the first in-house face to face Christian conference in May, Awake 21, where people from all over the UK attended. There was a total of 1500 attendees for the week along with a full daytime children's programme. It has now become an annual conference still attracting people from all over the UK. Along with this full 7 day conference the charity hosted 2 further conferences in October 21 and February 22. The latter 2 were evening only events and again attracted attendees in excess of 900 each. Following the 3 conferences many other exciting new ministries were launched, including an additional mid-week service which continues to grow as it caters for people who are not available to attend Sunday services. The attendances have grown to be between 300 to 500 people a week. The food ministry has continued to grow, along with the weekly parent and toddler groups both key services fulfilling many needs within the local community.

The first healing school was launched in March 21 with 40 attendees. The school runs all day for 6 days and there were many testimonies of healings and breakthroughs that took place. The next one was scheduled for 6 months later. A second church bus was purchased so enabling the charity to continue with the many transport needs in order to service the various ministries. RBI continues to grow as it is not only training 100 students in this ministry school but also resourcing the many ministry areas within the charity as part of the practical ministry requirements. The children's and youth ministries continue to grow with a much-needed new ministry group for young adults meeting biweekly. This necessary group attracts approximately 60-80 young adults and is expected to grow and develop further. The charity was awarded for a second year the "church of the year" award, given by a secular organisation for the contribution to the community and in particular the South East of the London area.

This Christmas saw fewer charities assisting those in need than usual. The Trustees were pleased that this Charity was privileged to be one of the few in the county helping by giving out one hundred free £150 Christmas hampers to needy families.

The Christmas and New year live events were some of our greatest. The special Christmas production enticed many new families into the church during the festive season. With attendees from the churches' locale fraternity and the broader community, some journeyed over 300 miles to attend a Christian gathering. The New Year's Eve service broke the church record with an attendee/audience, just shy of a thousand.

The Men's, Women's and Children's ministries have continued to offer vital fellowship and discipleship programmes even during the lockdown period. Several women's and men's smaller events have taken place outdoors and have proven to build effective support systems for many individuals, particularly those who have been in isolation. The children's ministry has taken on an online identity during the lockdown, offering crucial spiritual input for children twice a week.

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

DIRECTORS REPORT (CONTINUED)

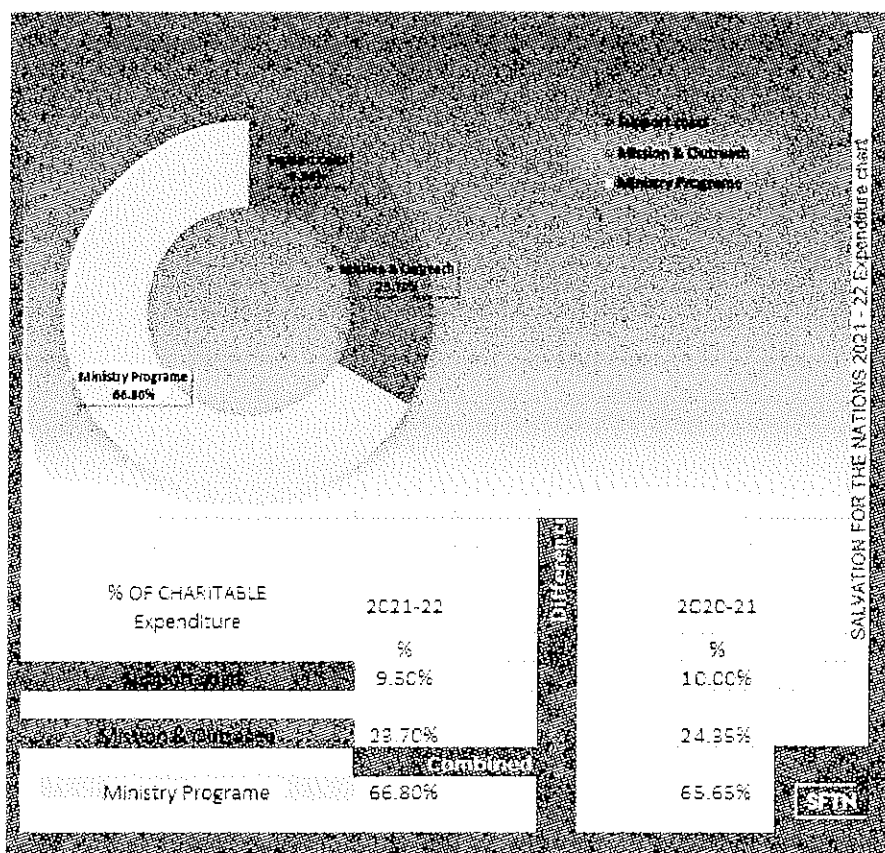
FOR THE YEAR ENDED 31 MARCH 2022

There has also been extensive pastoral care provided to hundreds of children and families from within and beyond the church community; the volunteer programme produces exceptional people resources (the current number being 150 active weekly volunteers). It has been one of the blessings of success the Charity had during the reporting period.

Praise God that which could have been a disastrous year for the Charity has proven, by His grace, to be the most significant year of growth in all aspects since it began as we celebrate record numeric, financial, outreach and ministry results. Flexibility, fearless passion and recognition for the most incredible opportunity for the church has been the keys deployed by the volunteers, staff and Senior Pastors that have propelled every area of the Charity to excel this year. The Trustees highly commend their contributions.

Financial review

The charity continues to grow both numerically and financially and has taken on 2 additional staff this year. The financial contributions for the online media ministry part of the charity have grown, providing additional financial support due to the distinctive and powerful nature of the online services that are broadcast on a weekly basis. The building which houses the headquarters for the charity has increased significantly in value and the charity has just undergone a new 10-year mortgage deal on the said building.



SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

DIRECTORS REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Apparent risks identified

The need for certain media and sound equipment has been identified due to the growth in the media ministry of the charity. These needs will be incorporated within the new budget. There is a need for additional seating within the main sanctuary due to the increase in attendances and therefore plans are underway for relocating the men's toilets to the present garage area so enabling internal walls to be broken through thus making space for an additional 80 seats. This has been included in the new year's budget. There is a need for additional staffing due to the continued growth in the charity. A need for external security cameras has been identified due to the occasional large vehicles either damaging the roadside curb or the external corner of the roof overhang. These will also not only improve the security but also act as deterrents for any similar future occurrences.

Looking forward to 2022/23

The charity looks forward to the internal building work being completed, as well as a security system being installed. The charity will also pursue the possibility of employing additional staff in order to cater for the growing needs of the charity. The RBI programme will undergo a significant change in operation enabling it to cater for the ever-increasing needs of the students. It is envisaged that it will offer 3 options for the 3-year programme, a full-time daily option. A combination of 1 or 2 days and the balance via online lectures in their own time, and then a part-time study option enabling students to study at their own pace without a time limit on the completion of the full course.

Structure, governance and management

The following were directors for the purposes of company law, and trustees for the purposes of charity law, during the year and since the year end:

Mr Canute Freckleton

Mr Alan Hayllar

Mr Aldwyn Radmore

Recruitment and Selection

SFTN has a careful and systematic recruitment & selection system.

The company has a diverse board of Trustees/Directors in skill, experience and gifting. Trustees/Directors are appointed and/or removed from office by the principal stakeholders, Dr Bradley Norman and Rev Wyona Norman.

The company's board undertakes a Disclosure & Barring Scheme (DBS) check for each director to ensure that they are eligible to act.

All members of the board of directors/trustees are obliged to comply with "The Code of Conduct" and "Access to and Privacy" policies.

Key management remuneration is provided on a discretionary basis.

Training

Members of the board regularly undertake research on various queries and share the information with the other directors, providing copies of documents to each director who utilise the advice and guidance.

Ken Freckleton has been appointed by the Senior Ministers to direct, guide and support the board of Trustees.

The directors subscribe to various bodies to acquire knowledge and keep abreast of new developments.

Induction

SFTN seeks to offer a comprehensive induction programme during which new directors are provided with the key information which they need to run the company.

The company provides new directors with relevant information. For example, new directors are provided with copies of minutes of previous meetings as well as governance information pertinent to the vision, aims, objectives, purposes and policy of the charity as part of the induction process.

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

DIRECTORS REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Public benefit

The directors have considered the Charity Commission's general guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion, when reviewing the company's aims and objectives and in planning future activities.

The directors have, in their view, met the public benefit requirement by holding a variety of events which are open to the general public and which seek, in accordance with their vision, to transform lives and thus enable people to live as responsible citizens in their community. The vision, mission and values of the company along with the year's objectives, activities and achievements are set out in this report.

Statement of Directors responsibilities

The directors (who are also trustees of Salvation for the Nations International Churches for the purposes of charity law) are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the company for the year. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities' Statement of Recommended Practice;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

In so far as the directors are aware:

- there is no relevant independent examination information of which the company's independent examiner is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant independent examination information and to establish that the independent examiner is aware of that information.

This report has been prepared in accordance with the current Statement of Recommended Practice – Accounting and Reporting by Charities and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to smaller entities.

The Directors report was approved by the Board of Directors.

Canute Freckleton

Signed on behalf of the Board
Unit 2 Sterling Court Mundells
Welwyn Garden City
Herts
AL7 1FT

Date:

22nd December 2022

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

INDEPENDENT EXAMINER'S REPORT

TO THE DIRECTORS OF SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

I report to the Directors on my examination of the financial statements of Salvation for the Nations International Churches (the charity) for the year ended 31 March 2022.

Responsibilities and basis of report

As the Directors of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

I draw attention to note 8 which explains the trustees' decision to not disclose remuneration paid to key management or other individuals. This constitutes a departure from the Statement of Recommended Practice applicable to charities issued on 16 July 2014.

Use of my report

This report is made solely to the Board, in accordance with section 145 of the Charities Act 2011. My independent examination has been undertaken so that I might state to the Board those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Board, for my independent examination or for this report.

James Foskett BSc (Hons), FCA, DChA
Cansdales Business Advisers Limited
St Mary's Court
The Broadway
Old Amersham
Bucks HP7 0UT

Dated: 23/12/2022

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	2021 £
<u>Income and endowments from:</u>			
Donations and legacies	2	701,797	478,053
Charitable activities	3	21,630	19,457
Other income		-	4,587
Total income		<u>723,427</u>	<u>502,097</u>
<u>Expenditure on:</u>			
Raising funds	4	1,163	211
Charitable activities	5	578,463	474,556
Other		61,236	55,703
Total expenditure		<u>640,862</u>	<u>530,470</u>
Net income/(expenditure) for the year/ Net movement in funds		82,565	(28,373)
Fund balances at 1 April 2021		<u>522,834</u>	<u>551,207</u>
Fund balances at 31 March 2022		<u><u>605,399</u></u>	<u><u>522,834</u></u>

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

All income and expenditure derive from continuing activities. All transactions are unrestricted.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	9	1,292,485		1,287,228	
Investments	10		1		1
		<u>1,292,486</u>		<u>1,287,229</u>	
Current assets					
Debtors	11	55,395		53,028	
Cash at bank and in hand		188,805		71,428	
		<u>244,200</u>		<u>124,456</u>	
Creditors: amounts falling due within one year	13	<u>(131,912)</u>		<u>(44,226)</u>	
Net current assets			112,288		80,230
Total assets less current liabilities			1,404,774		1,367,459
Creditors: amounts falling due after more than one year	14		<u>(799,375)</u>		<u>(844,625)</u>
Net assets			<u>605,399</u>		<u>522,834</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	15	498,099		461,948	
General unrestricted funds		<u>107,300</u>		<u>60,886</u>	
			<u>605,399</u>		<u>522,834</u>
			<u>605,399</u>		<u>522,834</u>

For the year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The financial statements were approved by the Directors on 22nd December 2022

Mr Canute Freckleton
Trustee

Company Registration No. 4897890

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	19		193,786		(19,840)
Investing activities					
Purchase of tangible fixed assets		(38,992)		-	
Net cash used in investing activities			(38,992)		-
Financing activities					
Proceeds of new bank loans				50,000	
Repayment of bank loans		(37,417)		(29,486)	
Net cash (used in)/generated from financing activities			(37,417)		20,514
Net increase in cash and cash equivalents			117,377		674
Cash and cash equivalents at beginning of year			71,428		70,754
Cash and cash equivalents at end of year			188,805		71,428

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Salvation for the Nations International Churches is a charitable company limited by guarantee incorporated in England and Wales. The registered office is on the legal and administrative page.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019). The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

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

The directors consider that due to the amount of reserves available there are no material uncertainties about the ability to continue as a going concern.

The financial statements are prepared in sterling which is the functional currency of the charitable company and been rounded to the nearest £1.

1.2 Going concern

At the time of approving the financial statements, the charitable company has a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the Directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted general funds – these are funds which can be used in accordance with the objects of the charitable company at the discretion of the Board.

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

Restricted funds – these are funds which can only used for particular purposes within the objects of the charitable company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.4 Income

Income (i.e. grants, gifts and donations) is accounted for when it is more than likely to be received and when the amount can be measured reliably, together with the tax recoverable on gift aid receipts, which is accounted for in the same period as the gift to which it relates. Income which is specifically stated to be in respect of expenditure to be incurred in a future period is shown as deferred income.

Rental income and interest receivable are accounted for on the accruals basis.

The market value of gifts in kind, including the provision of facilities at no charge or at reduced cost, is estimated by the directors and when material this value is credited to the Statement of Financial Activities, with a corresponding amount included in the relevant expenditure heading.

1.5 Expenditure

Expenditure is accounted for on an accruals basis, inclusive of VAT, which cannot be recovered.

The charitable company's operating costs include staff costs, rent and other related costs. Such costs are allocated to expenditure in respect of charitable activities. Other costs have been examined in detail and allocated to appropriate cost headings.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	2%
Plant and equipment	15-25%
Computers	15-25%
Motor vehicles	33%

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

Individual items of equipment or furniture are capitalised when the purchase price is £1,000 or more. During the year some of the depreciation rates and residual values were reviewed and adjusted. This adjustment includes depreciating the leasehold property and motor vehicles on the basis that they would have a residual value at the end of their useful life.

Freehold Land is not depreciated.

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

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

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against the Statement of Financial Activities on a straight line basis over the period of the lease.

2 Donations and legacies

	2022	2021
	£	£
Donations and gifts	701,797	478,053
Donations and gifts		
Gifts and offerings	611,455	405,139
Tax reclaimed	90,342	72,914
	701,797	478,053

3 Charitable activities

	2022	2021
	£	£
Church activities	21,630	19,457

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Raising funds

	2022	2021
	£	£
<u>Fundraising and publicity</u>		
Fundraising events	1,163	211
	<u>1,163</u>	<u>211</u>

5 Charitable activities

	2022	2021
	£	£
Support Costs	291,861	260,347
General activities	129,486	79,588
Venue costs	94,621	94,902
Educational courses	11,281	633
World Mission	36,885	5,858
Local Mission	6,837	26,140
Governance costs	7,492	7,088
	<u>578,463</u>	<u>474,556</u>

Governance costs include payments to the independent examiner of £2,970 (2021: £3,969) in respect of the independent examination and £4,522 (2021: £3,119) for other professional services.

6 Net movement in funds

	2022	2021
	£	£
Depreciation of owned tangible fixed assets	<u>33,735</u>	<u>27,224</u>

7 Directors

None of the Directors (or any persons connected with them) received any remuneration or benefits from the charitable company during the year.

8 Employees

The average monthly number of employees during the year was:

2022	2021
Number	Number
<u>11</u>	<u>8</u>

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Employees (Continued)

Employment costs	2022 £	2021 £
An anomaly exists within the distribution of wages and salaries / employment costs between the previous and current financial statements due to the deployment of "Government covid furlough scheme" and salary sacrifices made during the 2020-21 period being partly recouped in 2021-22.		
Wages and salaries	268,092	239,818
Social security costs	22,188	18,829
Other pension costs	1,581	1,700
	<u>291,861</u>	<u>260,347</u>

Under the charity's "Access to and Privacy Policy," the trustees have an obligation to keep private and confidential both income and expenditure of the charity as it relates to identifiable individuals. This includes the disclosure of any individual employee's remuneration irrespective of their role within the charity. The senior pastors (together with the trustees) form the key management of the charity and the trustees have determined that to provide the information about remunerations required by the SORP would contravene the charity's "Access to and Privacy Policy". On that basis, individuals' remunerations are not disclosed in these financial statements.

There were no employees whose annual remuneration was more than £60,000.

9 Tangible fixed assets

	Leasehold land and buildings £	Plant and equipment £	Computers £	Motor vehicles £	Total £
Cost					
At 1 April 2021	1,537,684	97,630	74,085	20,900	1,730,299
Additions	-	-	22,592	16,400	38,992
At 31 March 2022	<u>1,537,684</u>	<u>97,630</u>	<u>96,677</u>	<u>37,300</u>	<u>1,769,291</u>
Depreciation and Impairment					
At 1 April 2021	267,342	97,056	69,593	9,080	443,071
Depreciation charged in the year	20,786	470	7,067	5,412	33,735
At 31 March 2022	<u>288,128</u>	<u>97,526</u>	<u>76,660</u>	<u>14,492</u>	<u>476,806</u>
Carrying amount					
At 31 March 2022	<u>1,249,556</u>	<u>104</u>	<u>20,017</u>	<u>22,808</u>	<u>1,292,485</u>
At 31 March 2021	<u>1,270,342</u>	<u>574</u>	<u>4,492</u>	<u>11,820</u>	<u>1,287,228</u>

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

10 Fixed asset investments

		Other investments
Cost or valuation		
At 1 April 2021 & 31 March 2022		1
Carrying amount		
At 31 March 2022		1
At 31 March 2021		1

	Notes	2022 £	2021 £
Other investments comprise:			
Investments in subsidiaries	18	1	1

11 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Amounts owed by fellow group undertakings	23,595	29,293
Other debtors	29,185	21,522
Prepayments and accrued income	2,615	2,213
	<u>55,395</u>	<u>53,028</u>

12 Loans and overdrafts

	2022 £	2021 £
Bank loans	<u>837,865</u>	<u>875,282</u>
Payable within one year	38,490	30,657
Payable after one year	<u>799,375</u>	<u>844,625</u>

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

13 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	12	38,490	30,657
Other taxation and social security		759	5,068
Trade creditors		1,052	1,024
Other creditors		81,693	2,822
Accruals and deferred income		9,918	4,655
		<u>131,912</u>	<u>44,226</u>

14 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	12	<u>799,375</u>	<u>844,625</u>

Included within creditors falling due within one year and after more than one year is a 10 year bank loan from Unity Trust Bank totaling £794,388 (2021: £825,282) with the initial repayment being set over 30 years and with interest charges on this loan at a rate equal to the Unity Trust Bank's base rate plus 2.5%, subject to a minimum rate of 4% per annum. The loan is secured by a first legal charge over 2 Sterling Court and assignment of Key Person cover on the life of Rev Bradley Norman limited to £350,000.

Included within creditors falling due after more than one year is a 6 year Bounce bank loan from Barclays Bank totaling £43,477 (2021: £50,000) with interest of 2.5% per annum, fixed for the duration of loan.

15 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2021 £	Movement in funds		Balance at 31 March 2022 £
		Incoming resources £	Resources expended £	
Building fund	445,062	10,108	-	455,170
Fixed Assets	16,886	38,992	(12,949)	42,929
	<u>461,948</u>	<u>49,100</u>	<u>(12,949)</u>	<u>498,099</u>

The designated Building fund represents the net book value of the building, Unit 2 Sterling Court, Mundells, Welwyn Garden City, Herts, AL9 7FT, net of the outstanding amount of the loan for the purchase of the building.

The designated Fixed Assets fund represents the net book value of the assets held.

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

16 Analysis of net assets between funds

	Unrestricted Funds £	Designated Funds £	Total £
Fund balances at 31 March 2022 are represented by:			
Tangible assets	-	1,292,485	1,292,485
Investments	1	-	1
Current assets/(liabilities)	139,740	(27,452)	112,288
Long term liabilities	(32,441)	(766,934)	(799,375)
	<u>107,300</u>	<u>498,099</u>	<u>605,399</u>

17 Related party transactions

During the year the charitable company received donations totalling £Nil (2021: £Nil) from Salvation House Limited, its subsidiary. As at 31 March 2022 £23,595 (2021: £29,293) was due from Salvation House Limited in relation to Conference Venue fees and internal recharges.

During the year donations totalling £24,480 (2021: £20,864) were received from the Trustees of the charitable company.

There were no other related party transactions within the year to 31 March 2022 (2021: £Nil).

During the year a trustee provided a interest free loan of £76,000 which is payable within one year.

18 Subsidiaries

Details of the charitable company's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct Indirect
Salvation House Limited	U.K	Provision of Conferencing Facilities	1	100.00 0.00

The investment represents the cost of a 100% holding in Salvation House Limited, company number 08433451, an unlisted company which operates conference and parking facilities at the church's premises. The turnover for the year ended 31 March 2022 was £36,770 (2021: £44,380). Result for the year was £Nil (2021: £Nil). The capital and reserves of the company as at 31 March 2022 were £10,906 (2021: £10,906). At 31 March 2022 Salvation For The Nations was owed £23,595 (2021: £29,293) to the company by Salvation House Limited.

SALVATION FOR THE NATIONS INTERNATIONAL CHURCHES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

19	Cash generated from operations	2022 £	2021 £
	Surplus/(deficit) for the year	82,565	(28,373)
	Adjustments for:		
	Depreciation and impairment of tangible fixed assets	33,735	27,224
	Movements in working capital:		
	(Increase) in debtors	(2,367)	(14,097)
	Increase/(decrease) in creditors	79,853	(4,594)
	Cash generated from/(absorbed by) operations	193,786	(19,840)

The increase in surplus during the financial year is in part attributable to the receipt of an unsecured loan of £76,000 from a trustee.