

Company Number: 6461016 (England and Wales)

Charity Number: 1123123 (England and Wales)

Edge Church International

Trustees' Report and Financial Statements

Year ended 31 December 2023

Audited



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Reference and Administrative Details
of the Charity, its Trustees and Advisers

Name	Edge Church International ('The Church')
Charity Registration Number	1123123
Company Registration Number	6461016
Principal Office of the Charity & Registered Office of the Company	Edge Church International 1160 Park Avenue Aztec West Business Park Almondsbury Bristol BS32 4TF
Trustees/Directors of the Company	Gionatan Fontanarosa (Resigned 1 Sept 2023) Anthony Webster Matthew Somers Ruth Davies Matthew Swinburne (Appointed 25 Sept 2023)
Senior Management Team	Andrew Shepherd - Pastoral Kim Tovey – Operations
Bankers	HSBC Bank 40 High Street Portishead Bristol BS20 6EN
Solicitors	Geldards LLP Law Firm Number 1 Pride Place Pride Park Derby DE24 8QR
Independent Auditor	Dunkley's, Chartered Accountants and Statutory Auditors Woodlands Grange Woodlands Lane Bradley Stoke Bristol BS32 4JY

**Trustees' Report
(including Directors' Report)**

The Trustees present their report for the year ended 31 December 2023.

The Trustees shown below have held office during the whole period from 1 January 2023 to the date of this report.

Anthony Webster

Matthew Somers

Ruth Davies

The following Trustees have been appointed during the year.

Matthew Swinburne (appointed 25 Sept 2023)

The following Trustees have completed their appointment during the year.

Gionatan Fontanarosa (resigned 1 Sept 2023)

Principal aims and objectives

The principal aims and objectives of the Church, as set out in the Memorandum and Articles of Association (dated 31 December 2007 and revised 21 October 2019) is to advance the Christian faith, to relieve sickness and financial hardship, to promote and to preserve good health and to advance education.

The mission of Edge Church is to "Know Christ, Be the Church and Serve our Community with a message of hope, truth and love".

The strategy to achieve these objectives is to take the truth of the message of Jesus Christ and the teaching of the Christian faith and communicate them in ways relevant to the culture of today.

When planning the activities of the Church the trustees have given due consideration to the Charity Commission's published guidance on public benefit requirements. In particular, worship services, children's and youth programs are held for people living in the local and wider community. Pastoral care is provided for members of the church together with the local community.

Structure, governance and management

Edge Church International is a company limited by guarantee and a registered charity.

The charity is affiliated with Edge Church International Limited (ECIL) based in Adelaide, Australia. The ECIL board provides leadership and vision for the charity.

Day-to-day management is vested in the leadership team led by the interim Campus Pastor, Andrew Shepherd and the Operations Lead Kim Tovey.

**Trustees' Report
(including Directors' Report) (continued)**

The trustees have delegated aspects of decision making to the leadership team, whilst maintaining control over major strategic and financial decisions. The trustees who served during the year and up to the date of this trustee report are listed on page 3.

Recruitment and training of trustees

Trustees must demonstrate strong ethical values and a commitment to the church. Potential new trustees are nominated for appointment by a current trustee and then a vote is held of all trustees. If the current trustees agree the new trustee is approached and appointed.

Trustees are updated on developments regularly.

Achievements and performance

During 2023 the church has continued to grow with many new families joining the church. Attendance during 2023 has continued to increase.

The Operations Lead has continued to focus on building an operations team made up of volunteers to activate the vision across the campus. G3 Circles (small groups focussing on relationship and discipleship) have continued to be a focus area of the church with approximately 50-60% of active congregation being a part of a G3 Circle. 6 new G3 Circles have been established in the latter part of 2023.

Key activities during the year included G3 Circles on A Prayer Filled Life in homes, message nights, RED night, social activities, and a Chapel Project in preparation for building work in 2024. A key focus of our kids team has been building the team leaders to facilitate the growth in families joining the church and accessing the kids program on Sundays.

The work done in the church and community was made possible through the dedication and commitment of many individuals who offer their time and energy to serve. As more volunteers were empowered, this core group of people continued to grow in 2023.

Work has continued in partnership with Transform Cambodia – contributing towards the upkeep of the existing houses sponsored (currently 4) which provide education, food and support for over 600 children as well as sponsoring the transform Cambodia national conference.

The close collaboration with the Edge Church International Ltd team in Australia has been a significant factor in the continued growth and fruitfulness of the UK campus. There is a greater shared understanding and unity of purpose because of opportunities created to work more closely together.

Income has not been included in the financial statements to reflect the donated services of volunteer time due to valuation difficulties.

Trustees' Report

(including Directors' Report) (continued)

Financial Review

During the year the Church made a surplus of £129,644 (2022: £154,756). The surplus resulting from unrestricted funds was £157,170 (2022: £141,735) and the deficit from restricted funds was £-27,527 (2022: surplus of £13,021).

The principal funding source of the charity during the year was unrestricted donations of £427,966 (2022: £505,296). The income was lower than the previous year largely as a result of decreased tithes and offerings giving.

Income from trading activities was £37,560 (2022: £49,143), £4,005 (2022: £10,163) from Café sales and £33,527 (2022: £38,802) from the hire of the charity's facilities.

Investment income received during 2023 of £11,606 (2022: £10,664) includes feed-in and export tariff for £7,423 (2022: £10,223) for electricity generated from solar panels installed during 2018.

Expenditure during the period was £354,438 (2022: £433,937), with £12,840 (2022: £11,679) expended on raising funds and £341,598 (2022: £422,258) on charitable activities.

Support costs of £234,967, (2022: £228,888) were apportioned across activities in accordance with note 9.

Balance Sheet funds at 31 December 2023 total £2,388,947 comprising of unrestricted funds of £2,352,961 and restricted funds of £35,986.

Plans for future periods

The mission and objective of the church remain the same as outlined above. A strong base has been established for the church to expand and build. It is the charity's intention to see growth in people accepting the Christian faith in becoming actively involved in the church and in serving the community. Our passion as a body of believers is to Gather, Grow and Go in our vision to serve our community with a message of hope, truth and love.

The mission arm of the church (RED) funds are distributed amongst work with partners to support their objectives as well as developing in house mission initiatives to the local community.

Trustees' Report
(including Directors' Report) (continued)

Reserves Policy

The charity had cash reserves as at 31 December 2023 of £789,022.

The trustees' intention is to ensure that cash reserves are maintained to cover at least 3 months' operating activities. The trustees review the amount of reserves together with cash flow forecasts on a quarterly basis at their board meetings to ensure that they are adequate to fulfill the charity's continuing obligations.

Risk Management

The trustees have identified potential risks for the charity and have put in place measures to minimise these risks. Whilst risk management procedures continue to develop and improve, the charity has adopted and adapted structures and policies from the Australian entity. The key controls implemented by the charity include;

- Regular board meetings with formal agenda and minutes
- Comprehensive planning, budgeting, management reporting and accounting
- Financial authorisation and delegation levels along with budget approval processes
- Written policies and procedures

While it is recognised that systems and internal controls provide reasonable but not absolute assurance that major risks are managed appropriately, the trustees are satisfied that the major risks have been identified and mitigated where possible.

The report of the trustees has 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.

Statement of trustees' responsibilities

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom accounting standards (United Kingdom generally accepted accounting practice).

Company law requires the trustees 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 charity and of the incoming resources and application of resources, including its income and expenditure, of the charity for the year. In preparing those financial statements the trustees are required to;

- Select suitable accounting policies and then apply them consistently,
- Observe methods and principles in the Charities SORP,
- Make judgements 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.

**Trustees' Report
(including Directors' Report) (continued)**

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 requirements of 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.

Provision of information to auditor

So far as each of the Trustees is aware at the time the report is approved;

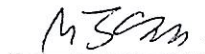
- There is no relevant audit information of which the company's auditor is unaware, and
- The trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditors

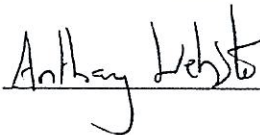
The auditors, Dunkley's, will be proposed for reappointment at the forthcoming Annual General Meeting.

This report was approved by the Board on 5/3/2024 and signed of its behalf.

Signature:



Trustee / Director Name:



**Report of the Independent Auditors to the Trustees of
Edge Church International (Registered number: 06461016)**

Opinion

We have audited the financial statements of Edge Church International (the 'charitable company') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

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 Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Report of the Independent Auditors to the Trustees of
Edge Church International (Registered number: 06461016)

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors 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.

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Identifying and assessing potential risks related to irregularities:

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature of the charitable sector, control environment and performance including the design of the organisation's remuneration policies;
- Any matters we identified, having obtained and reviewed the organisation's documentation of their policies and procedures relating to:
 - o Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - o Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - o The internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
 - o The matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the areas of management override of controls, going concern, income recognition, and the appropriateness of expenditure. We also obtained an understanding of the legal and regulatory framework that the organisation operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements.

Report of the Independent Auditors to the Trustees of
Edge Church International (Registered number: 06461016)

Audit response to risks identified

Our procedures to respond to risks identified included the following:

- Enquiring of management, concerning actual and potential litigation and claims;
- Substantive testing to vouch source records to the financial statements;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Enquiring of management the internal controls in, evaluating each control for weakness and vouching to evidence of the control taking place;
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

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

Dunkley's

Dunkley's
Chartered Accountants
Registered Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Woodlands Grange
Woodlands Lane
Bradley Stoke
Bristol
BS32 4JY

Date: 18/03/2024

Edge Church International
Trustees' Report and Financial Statements
For the Year Ended 31 December 2023

**Statement of Financial Activities
(including Income and Expenditure Account)
for the Year Ended 31 December 2023**

		Unrestricted funds Dec 2023	Restricted funds Dec 2023	TOTAL year ended Dec 2023	Unrestricted funds Dec 2022	Restricted funds Dec 2022	TOTAL year ended Dec 2022
	Notes	£	£	£	£	£	£
INCOME							
Donations	2	427,966	6,144	434,110	505,296	22,966	528,262
Investment income	3	11,606	-	11,606	10,664	-	10,664
Income from charitable activities	4	806	-	806	624	-	624
Income from trading activities	5	37,560	-	37,560	49,143	-	49,143
TOTAL INCOME		477,939	6,144	484,082	565,727	22,966	588,693
EXPENDITURE							
Expenditure on raising funds	6	12,840	-	12,840	11,679	-	11,679
Expenditure on charitable activities	7	307,929	33,669	341,598	412,313	9,945	422,258
TOTAL EXPENDITURE		320,769	33,669	354,438	423,992	9,945	433,937
NET INCOME/(EXPENDITURE)		157,170	27,527	129,644	141,735	13,021	154,756
Transfer between funds		-	-	-	-	-	-
Revaluation Gain		-	-	-	440,000	-	440,000
NET MOVEMENT IN FUNDS		157,170	27,527	129,644	581,735	13,021	594,756
FUNDS BROUGHT FORWARD		2,195,791	63,512	2,259,303	1,614,056	50,491	1,664,547
FUNDS CARRIED FORWARD	16	2,352,961	35,985	2,388,947	2,195,791	63,512	2,259,303

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

Edge Church International
Trustees' Report and Financial Statements
For the Year Ended 31 December 2023

**Balance Sheet
as at 31 December 2023**

		31 Dec 2023	31 Dec 2022
	Notes	£	£
FIXED ASSETS			
Tangible assets	13	2,297,792	2,363,380
		<u>2,297,792</u>	<u>2,363,380</u>
CURRENT ASSETS			
Stock		-	5,060
Debtors	14	13,147	16,842
Cash at bank and in hand		789,022	699,632
		<u>802,169</u>	<u>721,534</u>
LIABILITIES			
Creditors: amounts falling due within one year	15	- 74,530	- 131,596
NET CURRENT ASSETS		<u>727,638</u>	<u>589,938</u>
NON CURRENT LIABILITIES			
Creditors: amounts falling due after one year	15	- 636,485	- 694,015
NET ASSETS		<u>2,388,946</u>	<u>2,259,303</u>
THE FUNDS OF THE CHARITY			
Unrestricted income fund		2,352,961	2,195,791
Restricted income fund		35,986	63,512
TOTAL FUNDS	16	<u>2,388,947</u>	<u>2,259,303</u>

Edge Church International
Trustees' Report and Financial Statements
For the Year Ended 31 December 2023

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2023.

The members have not deposited notice pursuant to Section 476 of the Companies Act requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for


- a) Ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- b) Preparing financial statements which give a true and fair value of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

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

The financial statements were approved by the Board of Trustees on 5/3/2024 and were signed on its behalf by:

Signature:



Trustee / Director Name:

Anthony Webster

The notes on pages 16-25 form part of these financial statements

Statement of Cash Flows
For the Year Ended 31 December 2022

	31 Dec 2023	31 Dec 2022
	£	£
Cash flows from operating activities		
Net income	129,644	154,756
Depreciation of tangible fixed assets	65,372	65,173
Interest paid	27,593	29,739
Increase in stocks	5,060	1
Decrease/(Increase) in debtors	3,695	4,354
(Decrease)/Increase in creditors	- 59,214	2,293
Net cash generated from operating activities	<u>172,150</u>	<u>247,606</u>
Cash flows from investing activities		
Purchase of tangible fixed assets	-	15,489
Disposal of tangible fixed assets	216	-
Net cash generated from investing activities	<u>216</u>	<u>- 15,489</u>
Cash flows from financing activities		
Repayment of Bank Loan	- 55,382	53,304
Interest paid	- 27,593	29,739
Movement in group loan	-	57,753
Net cash used in financing activities	<u>- 82,975</u>	<u>- 25,290</u>
Net increase in cash and cash equivalents	<u>89,391</u>	<u>206,828</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>699,632</u>	<u>492,806</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u><u>789,023</u></u>	<u><u>699,632</u></u>
Cash and cash equivalents comprise:		
Cash at bank	<u>789,022</u>	<u>699,632</u>

The notes on pages 16-24 form part of these financial statements

Notes to the Financial Statements

Note 1. Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the period.

a) Basis of accounting

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

b) Changes in accounting policies

There have been no changes in accounting policies in the year.

c) Fund accounting

Unrestricted funds are donations and other income received or generated for the objectives of the Church without specified purpose and are available as general funds. Restricted funds comprise income received to be used in accordance with specific instructions imposed by donors, less associated costs.

d) Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income, it is probable that the income will be received, and the amount can be quantified with reasonable accuracy. All income is reported excluding VAT, discounts and other sales taxes. 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.

Investment income is included when receivable.

Incoming resources from charitable activities includes registration and other income from events and is recognised in the accounting period in which the event is held.

Other income resources are items received outside of the normal course of the charity's activities and are included when receivable.

Time donated by the Church's members is not recognised in the financial statements as this cannot be reliably valued.

Notes to the Financial Statements (continued)

e) Resources expended

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

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.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and included the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 9.

f) Operating leases

Rentals under operating leases are charged to the Statement of Financial Activities on a straight line basis over the term of the lease. Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the term of the lease.

g) Tangible fixed assets

Freehold Land and Buildings are carried at fair value at the date of revaluation less any subsequent accumulated depreciation.

Individual fixed assets costing £500 or more are capitalised at cost and are depreciated on a straight line basis over their estimated useful lives as follows:

Freehold buildings	2.5%
Leasehold improvements	Over the term of the lease
Furniture, Fixtures and equipment	5% or 20%

h) Stock

Stock is valued at the lower of cost and net realisable value. All stocks held are goods for resale.

i) Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources

j) Taxation

The charity is exempt from corporation tax on its charitable and other activities

k) Going Concern

The trustees consider the charitable company to be a going concern as there are no material uncertainties about the charity's ability to continue.

Notes to the Financial Statements (continued)

Note 2. Donations

	2023 Unrestricted £	2023 Restricted £	2023 Total £	2022 Total £
Tithes and other offerings including gift aid	417,791	-	417,791	462,847
Donations	-	-	-	-
Faith for the future income including gift aid	10,175	-	10,175	42,449
Other restricted offerings	-	6,144	6,144	22,966
Total	427,966	6,144	434,110	528,262
For the year ended 31 December 2022	505,296	22,966	528,262	

Note 3. Investment Income

	2023 Unrestricted £	2023 Restricted £	2023 Total £	2022 Total £
Bank interest receivable	4,183	-	4,183	441
Income from solar panels	7,423	-	7,423	10,223
Total	11,606	-	11,606	10,664
For the year ended 31 December 2022	10,664	-	10,664	

Note 4. Income from Charitable Activities

	2023 Unrestricted £	2023 Restricted £	2023 Total £	2022 Total £
Event registration income	806	-	806	624
For the year ended 31 December 2022	624	-	624	

Note 5. Income from Trading Activities

	2023 Unrestricted £	2023 Restricted £	2023 Total £	2022 Total £
Cafe sales	4,005	-	4,005	10,163
Venue Hire	33,527	-	33,527	38,802
Other income from trading activities	28	-	28	178
Total	37,560	-	37,560	49,143
For the year ended 31 December 2022	49,143	-	49,143	

Notes to the Financial Statements (continued)

Note 6. Expenditure on Raising Funds

	2023 Unrestricted £	2023 Restricted £	2023 Total £	2022 Total £
Café	9,014	-	9,014	7,155
Support costs	3,826	-	3,826	4,524
	<u>12,840</u>	<u>-</u>	<u>12,840</u>	<u>11,679</u>
For the year ended 31 December 2022	11,679	-	11,679	

Note 7. Expenditure on Charitable Activities

	Church Activities £	Financing £	Events £	Missions £	Total £	2022 £
Unrestricted Funds						
Direct costs	49,195	27,593			76,788	187,950
Support costs	208,027	-	11,557	11,557	231,141	224,363
	<u>257,222</u>	<u>27,593</u>	<u>11,557</u>	<u>11,557</u>	<u>307,929</u>	<u>412,313</u>
Restricted Funds						
Direct costs	-	-		33,669	33,669	9,945
	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,669</u>	<u>33,669</u>	<u>9,945</u>
31 December 2023	<u>257,222</u>	<u>27,593</u>	<u>11,557</u>	<u>45,226</u>	<u>341,598</u>	<u>422,258</u>
31 December 2022	359,505	29,739	11,851	21,164	422,258	

Included within direct costs is "Bank loan interest; Other interest and charges" of £27,593 (2022: £29,739).

Note 8. Governance Costs

	2023 £	2022 £
Audit and independent examiners fees	5,500	6,000
Other accountancy costs	- 547	1,536
	<u>4,953</u>	<u>7,536</u>

Notes to the Financial Statements (continued)

Note 9. Support Cost Breakdown by Activity

	Costs of generating funds £	Charitable activities £	Total 2023 £	Total 2022 £
Administration	871	16,558	17,429	18,913
Depreciation	-	65,372	65,372	65,173
Travel	-	25,475	25,475	-
Premises	-	67,592	67,592	73,253
Salaries	2,707	51,439	54,146	64,013
Governance Costs	248	4,705	4,953	7,536
Impairment charge/(release) on revaluation	-	-	-	-
	<u>3,826</u>	<u>231,141</u>	<u>234,967</u>	<u>228,888</u>

Depreciation is apportioned on the basis of whether the asset is used for charitable or other activities.

Wages and salaries and administrative costs are apportioned on the basis of estimated staff time applied.

All other support costs relate to charitable activities.

Note 10. Staff Costs

	2023 £	2022 £
Salary costs	54,096	61,875
Social security costs	-	1,300
Pension costs	50	838
	<u>54,146</u>	<u>64,013</u>

No employees earned more than £60,000 in the year (2022: None). The average number of employees during the year was 3 (2022: 3)

Note 11. Net Incoming/Outgoing Resources

	2023 £	2022 £
This is stated after charging:		
Auditors Fees	5,500	6,000
Depreciation	<u>65,372</u>	<u>65,173</u>

Note 12. Trustee's Remuneration, Benefits & Expenses

No trustees' expenses were paid and no trustee received any remuneration in relation to their duties and responsibilities as trustee. In accordance with the Charity's Memorandum and Articles of Association, remuneration was paid to the following trustees' for employment within the charity.

R Morgan received emoluments of £0 (2022: £33,540 – retired 23 August 2022)

Notes to the Financial Statements (continued)

The emoluments paid to the trustees were in respect to their roles as ministers of religion. Included in the emoluments received were pension payments of;
R Morgan £0

During the year 4 trustees (2022: 2) claimed or incurred expenses in relation to their employed or ministry positions in the Church as follows;
Business mileage and parking £0 (2022: £625)
Travel & Subsistence £3,129 (2022: £26,085)
Hospitality and Pastoral Care £4,101 (2022: £2,030)

Note 13. Fixed Assets

	Freehold Land & Buildings £	Leasehold Improvements £	Fixtures, Fittings & Equipment £	Tangible Fixed Assets Total £
As at 1st January 2023				
Cost	2,250,000	15,852	440,294	2,706,146
Accumulated depreciation and impairment	-	-	2,213	-
Net Book Amount	2,250,000	13,639	99,741	2,363,380
Year ended 31 December 2023				
Opening net book amount	2,250,000	13,639	99,741	2,363,380
Additions	-	-	-	-
Acquisitions	-	-	-	-
Transfers	-	-	-	-
Disposals - cost	-	-	83,845	-
Disposals - depreciation	-	-	83,629	-
Depreciation	-	41,250	1,328	-
Impairment	-	-	-	-
Foreign Exchange translation adjustment	-	-	-	-
Closing Net Book Amount	2,208,750	12,311	76,731	2,297,792
Net book value				
At 31 December 2023				
Cost	2,250,000	15,852	356,666	2,622,518
Accumulated depreciation and impairment	-	41,250	3,541	-
Net Book Amount	2,208,750	12,311	76,731	2,297,792
At 31 December 2022	2,250,000	13,639	99,741	2,363,380

Included in cost/valuation of Freehold Land & Buildings is freehold land of £600,000

The freehold building at Aztec West Business Park was revalued at 31 December 2022 based on a valuation on 14 December 2022 by Andrew Forbes Chartered Surveyors, an independent valuer. The valuation is on a "Fair Value" basis in line with FRS102. The valuation is based upon the value per the original building purpose, and not as a Church or event centre.

The Trustees have reviewed the book value of the Freehold Land and Buildings as at 31 December 2023 and have confirmed that the value is not materially different to Fair Value.

Notes to the Financial Statements (continued)

Note 14. Debtors

	2023 £	2022 £
Gift aid recoverable	-	10,608
Prepayments	9,010	5,488
Amounts due from associated entity	-	-
Other debtors	4,137	746
	<u>13,147</u>	<u>16,842</u>

Note 15. Creditors

	2023 £	2022 £
Amounts falling due within one year		
Trade creditors	1,788	4,774
Accruals	10,496	7,259
Taxation and social security	1,248	1,687
Bank Loans	57,461	55,382
Amounts due to associated entity	-	57,752
Other creditors	3,537	4,742
	<u>74,530</u>	<u>131,596</u>
Amounts falling due after one year		
1-2 years	59,769	57,461
2-5 years	193,565	186,367
>5 years	383,151	450,187
Bank Loans	<u>636,485</u>	<u>694,015</u>

Included in bank loans is one loan with HSBC. The loan taken out in 2015 of £1,100,000 has a balance of £693,946 at 31st December 2023. This loan is secured by a fixed charge over the charity's freehold property. The proportion of the loan amount to the value of the assets mortgaged is 47.5%. The bank loan is repayable over a term of 16 years and 6 months with a fixed interest rate of 3.82% for 10 years, then tracking at 1.9% per annum over the Bank of England Base Rate.

All other balances are on normal trading repayment schedules and do not accrue interest. The group loan, when applicable, is repayable on demand. Creditors include £383,151 (2022: £450,187) not wholly repayable within 5 years.

Notes to the Financial Statements (continued)

Note 16. Summary of Fund Movements

	Opening Fund Balances Restated £	Incoming Resources £	Outgoing Resources £	Transfer £	Building Revaluation £	Closing Fund Balances £
Unrestricted funds	2,195,791	477,939	- 320,769	0.00	-	2,352,961
RED	63,512	6,144	- 33,669	-	-	35,987
Restricted funds	63,512	6,144	- 33,669	-	-	35,987
Total funds	2,259,303	484,083	- 354,438	-	-	2,388,948

Sponsorship funds for the RED mission initiative is held in a restricted fund.

The figure brought forward was £63,512. After the year's income received and expenditure made, as shown above the balance carried forward was £36,916.

Note 17. Analysis of Net Assets

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed Assets	2,297,792	-	2,297,792
Current Assets	768,382	33,787	802,169
Current Liabilities	- 76,730	2,200	- 74,530
Non Current Liabilities	- 636,485	-	- 636,485
31 December 2023	<u>2,352,959</u>	<u>35,987</u>	<u>2,388,946</u>
Fixed Assets	2,363,380	-	2,363,380
Current Assets	660,435	61,099	721,534
Current Liabilities	- 134,009	2,413	- 131,596
Non Current Liabilities	- 694,015	-	- 694,015
31 December 2022	<u>2,195,791</u>	<u>63,512</u>	<u>2,259,303</u>

Note 18. Operating Lease Commitments

At 31 December 2023 the company had no annual commitments under non-cancellable operating leases.

Notes to the Financial Statements (continued)

Note 19. Related Party Transactions

Total remuneration of £0 (2022: £27,094) was paid in respect of the Trustees and their spouses during the period for employment with the charity as detailed in note 12.

The Church is affiliated with Edge Church International Ltd in Adelaide, Australia, and the trustee M Swinburne is also a director of the Australian entity.

The Church reimbursed expenditure during the year and prior year to Edge Church International Ltd in Adelaide and reimbursement of expenditure was also received from the Australian Entity. At the year end £0 was due to the Church from the Australian Entity (2022: £59,351 due by the Australian entity).

Note 20. Controlling Party

The company is limited by guarantee and does not have a share capital. The sole member of the company is Edge Church International Limited (incorporated in Australia).

Note 21. Parent Company

Edge Church International Limited (incorporated in Australia) is regarded by the trustees as being the charitable company's ultimate parent company.

Note 22. Defined Contribution Plan

The amount contributed by the charity to a defined contribution pension scheme for its employees was £50 (2022: £838). At the end of the year £Nil was unpaid (2022: £Nil).

The basis for allocating the liability and expense between activities is to proportionally apply it in line with the wage costs to which it relates, per note 10. The allocation by funds is in line with the wage costs to which it relates.

Note 23. Members

The amount guaranteed by each member in the event of the company being wound up is £1, there have been no changes to the amount guaranteed per member during the year.