

THE EAST MIDLAND BAPTIST TRUST COMPANY LIMITED

England & Wales · Charity number 250068

Details

| | |
|----------------|---|
| Other names | THE EAST MIDLAND BAPTIST ASSOCIATION (INCORPORATED) |
| Status | Registered |
| Legal form | Charitable company |
| Company number | 00178555 |
| Registered | 1966-11-24 |
| Register | View on the Charity Commission register |

Contact

| | |
|---------|--|
| Address | EMBA Office C/o West Bridgford Baptist Church Melton Road West Bridgford Nottingham NG2 7NF |
| Phone | 07763 401 793 |
| Email | becky.nicholls@embaptists.org.uk |
| Website | www.embaptists.org.uk |

Activities

Objects: THE ADVANCEMENT OF THE CHRISTIAN RELIGION ESPECIALLY BY THE MEANS OF AND IN ACCORDANCE WITH THE PRINCIPLES OF THE BAPTIST DENOMINATION AS SET OUT FOR THE TIME BEING IN THE DECLARATION OF PRINCIPLE OF THE BAPTIST UNION OF GREAT BRITAIN.

Activities: Acts as Holding Trustee for Baptist Churches in the East Midlands, approves modifications to buildings, makes grants and loans enabling work to be carried out.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Services, Acts As An Umbrella Or Resource Body
- **What:** Religious Activities
- **Who:** Other Defined Groups

Geography

- **Area of benefit:** SEE OBJECTS
- Derbyshire
- Leicester City
- Leicestershire
- Lincolnshire
- Nottinghamshire

Finances

| Period end | Income | Expenditure | Assets | Employees |
|------------|---------|-------------|--------|-----------|
| 2024-12-31 | £39,845 | £10,389 | - | - |
| 2023-12-31 | £65,064 | £40,564 | - | - |
| 2022-12-31 | £33,869 | £28,260 | - | - |
| 2021-12-31 | £25,511 | £38,412 | - | - |
| 2020-12-31 | £42,458 | £34,416 | - | - |

Trustees

| Name | Role | Appointed |
|--------------------------------|------|------------|
| Andrew David Smallridge | | 2024-10-10 |
| Dr Christopher Douglas Hanning | | 2020-01-23 |
| Gary Niven Anderson | | 2020-01-23 |
| Rev David Charles Harvey | | 2024-11-01 |
| Rev MARK CLAY | | 2016-10-10 |

Linked charities

- EAST MIDLAND BAPTIST CAPITAL PROJECT FUND (250068-1)

THE EAST MIDLAND BAPTIST TRUST COMPANY LIMITED

England & Wales - Charity number 250068

Accounts

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(A Company Limited by Guarantee)

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2024

Charity Number: 250068

Company Number: 00178555

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

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EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

COMPANY INFORMATION

TRUSTEES Dr C D Hanning (Chairman)
 Mr A D Smallridge (Treasurer)
 Mr G N Anderson
 Revd M Clay
 Revd D C Harvey

COMPANY SECRETARY Mrs R Nicholls

KEY MANAGEMENT All Trustees

REGISTERED OFFICE Baptist House
 PO Box 44
 129 Broadway
 Didcot
 OXFORDSHIRE
 OX11 8RT

REGISTERED NUMBER 00178555

CHARITY NUMBER 250068

BANKERS Lloyds TSB
 43 Irongate
 DERBY
 DE1 3FT

INDEPENDENT EXAMINER A R R Price FCA
 A R R Price Limited
 Chartered Accountants
 17 Newstead Grove
 NOTTINGHAM
 NG1 4GZ

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

ANNUAL REPORT OF THE TRUSTEES

The trustees present their report with the financial statements of the charitable company for the year ended 31st December 2024.

OBJECTS AND ACTIVITIES

Aims and objectives

The East Midland Baptist Trust Company Limited is a company limited by guarantee and also a registered charity and its objects are as set out in the Memorandum and Articles of Association dated 1st January 2002 and include provision as to:

- The promotion of Evangelical religion in the East Midlands or elsewhere according to the principles and usage for the time being of Protestants of the Baptist Denomination.
- Promote, or assist in promoting, or assist in the building, repairing and restoring places or centres of worship, Ministers' houses, Halls, Schools, Colleges, Institutions and other buildings.
- Provide monies required for all or any of such purposes.
- The exercising of corporate trusteeship over those churches in trust with the company.

ACHIEVEMENTS AND PERFORMANCE

Achievements

In furthering its primary objective during 2024 the Company continued to act as Custodian Trustee for the churches in Trust with it and as Management Trustee for a few properties and Trust Funds.

The duties carried out included:

- a. Accounting to individual churches for interest earned on funds held.
- b. Approving plans submitted where alterations were proposed, ensuring that sufficient funds were available to service any loans taken out and that the correct procedures had been followed in the use of architects and quantity surveyors.
- c. Aggregating funds held on behalf of churches and the East Midland Association in order to secure the best rates of interest at minimum risk through a spread of investments. This activity was ceased in March 2023 and Churches invested their funds in the Baptist Union cash investment accounts or opened their own investment accounts.
- d. Making grants to local churches from various Restricted Funds.

Financial Review

Total Incoming resources for the year were £39,845 (2023: £65,064). Total resources expended for the year were £10,389 (2023: £40,564). Where costs are shared between unrestricted and restricted activities, they have been apportioned by the Trustees on the basis of amount used.

The funds at 31st December 2024 were £1,191,822 (2023: £1,162,366) of which £ 523,307 (2023: £88,010) were unrestricted £322,508 (2023: £311,674 as restated) were restricted and £346,007 (2023: £762,682 as restated) were endowed funds.

Reserves Policy

In order to provide a quality, effective and efficient service to its beneficiaries the Trustees are aware of the desirability of setting a level of reserves that, in the event of funding not being sufficient to cover expenses in the future, a smooth transition can be made to a lower level of service.

However, the running costs of the company are generally quite modest and always capable of being covered by a corresponding level of investment income. The Trustees do not therefore consider that any level of reserves is required but will review this policy on an annual basis. Total general reserves at 31st December 2024 are £523,307 (2023: £88,010).

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

ANNUAL REPORT OF THE TRUSTEES

Investment Policy

From March 2023, following an investment review, the policy was changed. From this date surplus funds were deposited in a Baptist Union Corporation cash deposit account. The interest on this account tracks the Base Rate and is on one year notice.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The main decision-making body of the Company during the year ended 31st December 2024 was the Board of Directors has appointed by the Parent Company, the East Midland Baptist Association Limited, with effect from 1st January 2002.

In addition to the Directors (the Trustees) the Company was served by a Trust Officer and employee of the Baptist Union Corporation Limited, to whom the Company paid an appropriate fee.

The Trust Company is wholly owned subsidiary of the East Midlands Baptist Association. Recruitment to fill a vacancy for a director is notified by the Trust to the Association Board, who then seeks a suitable replacement from the churches of the association and, after discussion at their board meeting makes the appointment to the EMBTC board.

In connection with the corporate trusteeship of those churches in trust with the Association, the EMBTC board has delegated its responsibilities to a specialist Trusteeship Committee, under the guidance of the Manager of the Baptist Union Corporation Ltd, for whose services a fee is paid.

The company has continued to provide financial support for capital purposes to various churches within the East Midland Association. These have been by way of loans on terms agreed by the Trustees. The company has also provided expert advice on legal and property issues to churches involved in extensive building work or in the buying and selling of manse properties.

Trustees

The trustees of the company during the year and at the year-end were those appointed by the Parent Company, the East Midland Baptist Association Limited, as detailed below:

| | | |
|-------------------|--------------------|----------------------|
| Chairman | Dr C D Hanning | |
| Company Secretary | Mrs R Nicholls | |
| Treasurer | Mr T D Jackson | (Resigned 30.9.24) |
| Treasurer | Mr A D Smallridge | (Appointed 10.10.24) |
| | Revd M Fegredo | (Resigned 30.9.24) |
| | Revd M Clay | |
| | Mr G N Anderson | |
| | Revd Mr D C Harvey | (Appointed 1.11.24) |

Risk Review

The trustees have examined the major risks which the charity faces and confirm that systems have been established so that the necessary steps can be taken to reduce these risks.

Statement on Public Benefit

The objectives and activities, and achievement and performance sections of this report clearly set out the activities which the charity undertakes for the public benefit. The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the charity.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

ANNUAL REPORT OF THE TRUSTEES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of East Midland Baptist Trust Company Limited for the purposes of company law) are responsible for preparing the Councils' 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 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 charitable company 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 Charities SORP 2015 (FRS 102);
- 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.

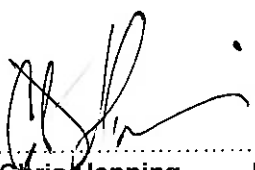
The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding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

In so far as the trustees are aware:

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

The report has been prepared having taken advantage of the small companies exemption in the Companies Act 2006

Approved by the Trustees on 31st August 2025 and signed on their behalf by:


.....
Dr Chris Hanning 31/08/2025

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the accounts of the charitable company for the year ended 31st December 2024 which are set out on pages 6 to 15.

This report is made solely to the Charity's Trustees as a body, in accordance with Section 145 of the Charities Act 2011. My independent examination work has been undertaken so that I might state to the Charities Trustees 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 Charity and the Charity's Trustees as a body, for my Independent examination work, for this report, or for the opinions I have found

Responsibilities and basis of the report

As the charity's Trustees of the company (and also its Directors for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

Having satisfied myself that the accounts of the Company 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 your charity's accounts as carried out under section 145 of the Charities act 2011 ("the 2011 Act"). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 the independent examination; or
4. the accounts 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 (FRS102).

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



Name: **A R R PRICE FCA Chartered Accountant**

For and on behalf of A R R Price Limited
17 Newstead Grove
NOTTINGHAM
NG1 4GZ

31st August 2025

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)
FOR THE YEAR ENDED 31ST DECEMBER 2024

| | Notes | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | Total Funds 2024 £ | Total Funds 2023 £ |
|---|-------|----------------------------|--------------------------|-----------------------|-----------------------------|-----------------------------|
| Income from: | | | | | | |
| Donations | | - | - | - | - | 5300 |
| Bank and investment income | 2 | 17,894 | 10,834 | 10,111 | 38,839 | 49,561 |
| Trustee fees and other income | | 1,006 | - | - | 1,006 | 10,203 |
| Total income | | <u>18,900</u> | <u>10,834</u> | <u>10,111</u> | <u>39,845</u> | <u>65,064</u> |
| Expenditure on: | | | | | | |
| Raising funds | 3 | - | - | - | - | 1,126 |
| Charitable activities | 4 | 10,389 | - | - | 10,389 | 39,438 |
| Total expenditure | | <u>10,389</u> | <u>-</u> | <u>-</u> | <u>10,389</u> | <u>40,564</u> |
| Net Incoming/(Outgoing) resources | | 8,511 | 10,834 | 10,111 | 29,456 | 24,500 |
| Net gains/(losses) on investments | 8 | - | - | - | - | 24,711 |
| Transfers | | 426,786 | - | (426,786) | - | - |
| Net movement in funds | | <u>435,297</u> | <u>10,834</u> | <u>(416,675)</u> | <u>29,456</u> | <u>49,211</u> |
| Reconciliation of funds | | | | | | |
| Total funds brought forward as restated | 13 | 88,010 | 311,674 | 762,682 | 1,162,366 | 1,113,155 |
| Total funds carried forward | 14 | <u>523,307</u> | <u>322,508</u> | <u>346,007</u> | <u>1,191,822</u> | <u>1,162,366</u> |

All transactions are derived from continuing activities.

All recognised gains and losses are included in the Statement of Financial Activities.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

BALANCE SHEET
AS AT 31ST DECEMBER 2024

| | Notes | 2024 £ | 2023 As restated £ |
|---|-------|-----------|--------------------------|
| Fixed Assets | | | |
| Tangible assets | 7 | 880,036 | 453,250 |
| Investments | 8 | 4,967 | 4,967 |
| | | 885,003 | 458,217 |
| Current Assets | | | |
| Debtors | 9 | 9,303 | 16,575 |
| Cash at bank and in hand | 10 | 891,955 | 1,282,876 |
| | | 901,258 | 1,299,451 |
| Creditors: amounts falling due within one year | 11 | 594,439 | 595,302 |
| Net Current Assets/(Liabilities) | | 306,819 | 704,149 |
| Net Assets | | 1,191,822 | 1,162,366 |
| Represented by: | | | |
| Endowment funds | 12/13 | 346,007 | 762,682 |
| Restricted income funds | 12/13 | 322,508 | 311,674 |
| Unrestricted funds | 13 | 523,307 | 88,010 |
| Total Charity Funds | | 1,191,822 | 1,162,366 |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2024


The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st December 2024 in accordance with Section 476 of the Companies Act 2006.


The Trustees acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss 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 company.

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

Approved by the Board of Trustees on 31st August 2025 and signed on their behalf by:


.....
Mr A D Smallridge
Treasurer


.....
Dr Chris Manning
Trustee
31/08/2025

The notes on pages 8 to 15 form part of these financial statements.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

1 ACCOUNTING POLICIES

Basis of preparation

East Midland Baptist Trust Company Limited is a company limited by guarantee in the United Kingdom. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on pages 2 and 3.

The charity constitutes a public benefit entity as defined by FRS 102. 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 (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

Incoming and endowments

All incoming resources are included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donation and legacy income are included in full in the Statement of Financial Activities when receivable.

Investment income is included when receivable.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Raising funds includes investment management fees.
- Charitable activities comprise those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings, they have been allocated to charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 4.

Tangible assets

Depreciation has not been provided on the properties owned by the charitable company, as in the opinion of the trustees, the disposal value of the assets is not expected to be less than the carrying value.

Investments

Investments are recognised initially at their transaction value which is normally the transaction price less transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains /(losses) on investments' in the SOFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Taxation

The company is a registered charity and is therefore entitled to the exemptions from corporation tax afforded by section 505 of the Income and Corporation Taxes Act 1988. Accordingly, there is no corporation tax charge in these financial statements.

Custodian trustee funds

The charitable company holds funds on behalf of churches within the East Midlands Association as Custodian Trustee. Responsibility for managing these funds rests with the management trustees of the respective churches, and details of these assets should appear in their own accounts. As Custodian Trustee we have a duty to disclose the information relating to assets held and details appear on page 15.

Funds

Permanent endowment funds are capital funds where there is no power to convert capital into income. They must generally be held indefinitely except where the Charity Commission has agreed otherwise.

Restricted funds are funds that can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when donors specify the purpose for which the income can be used.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

Funds (continued)

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charitable company without specified purpose and are available as general funds.

Endowment funds represent those assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2 INCOME FROM INVESTMENTS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|----------------------------|-------------------------------------|-----------------------------------|--------------------------------|-----------------------------|-----------------------------|
| Bank and investment income | <u>17,894</u> | <u>10,834</u> | <u>10,111</u> | <u>38,839</u> | <u>49,561</u> |

3 EXPENDITURE ON RAISING FUNDS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|-----------------------|-------------------------------------|-----------------------------------|--------------------------------|-----------------------------|-----------------------------|
| Investment management | = | = | = | = | <u>1,126</u> |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

4 EXPENDITURE ON CHARITABLE ACTIVITIES

| | Direct Costs | Support Costs | Total Costs 2024 | Total Costs 2023 |
|---|-----------------|------------------|------------------------|------------------------|
| | £ | £ | £ | £ |
| Grants and gifts | - | - | - | 25,000 |
| Property/legal costs | - | 8,805 | 8,805 | 696 |
| Trusteeship fee | - | - | - | 8,200 |
| Church loans written off | - | - | - | 4,359 |
| Printing, postage, telephone and sundry | - | 158 | 158 | 103 |
| Independent examiner's fee | - | 1,426 | 1,426 | 1,080 |
| | - | 10,389 | 10,389 | 39,438 |

Grants in 2023 of £25,000 are to five Baptist churches for building improvements.

5 INDEPENDENT EXAMINERS REMUNERATION

The independent examiners remuneration amounts to £1,426 (2023: £1,080).

6 EMPLOYEES, TRUSTEES AND KEY MANAGEMENT

None of the trustees or key management receive any remuneration and there are no staff costs (2023: nil)

No travelling, conference and other expenses were reimbursed to directors (2023: nil).

7 TANGIBLE ASSETS

| Freehold Property | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|---|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| | | As restated | As restated | | |
| COST AND NET BOOK VALUE | | | | | |
| As at 1st January 2024 | 408,250 | 17,000 | 28,000 | 453,250 | 453,250 |
| Additions | 426,786 | - | - | 426,786 | - |
| As at 31st December 2024 | 835,036 | 17,000 | 28,000 | 880,036 | 453,250 |
| Represented by the following freehold properties: | | | | | |
| 178 Oxclose Lane, Arnold, Notts, | | | | | |
| 40 Trueway Drive, Shepshed, Leics | | | | | |
| 45 Worwood Drive, West Bridgford, Notts | 835,036 | 17,000 | 28,000 | 880,036 | 453,250 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

8 INVESTMENTS

| | Association Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|--|---------------------------|--------------------------|-----------------------|--------------------|--------------------|
| UK Listed shares and securities | | | | | |
| Market value as at 1st January 2024 | 4,967 | - | - | 4,967 | 1,481,216 |
| Additions | - | - | - | - | - |
| Disposals | - | - | - | - | (1,527,629) |
| Net realised/unrealised Gains/(Losses) | - | - | - | - | 24,711 |
| (Losses)/Gains attributable to EMBA | - | - | - | - | 21,701 |
| Re-apportionment to current assets | - | - | - | - | 4,968 |
| Market value as at 31st December 2024 | 4,967 | - | - | 4,967 | 4,967 |

9 DEBTORS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|----------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Accrued income | 9,303 | - | - | 9,303 | 16,575 |
| | 9,303 | - | - | 9,303 | 16,575 |

10 CASH AT BANK AND IN HAND

| | Association Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|--------------------------|---------------------------|--------------------------|-----------------------|--------------------|--------------------|
| COIF and Lloyds Accounts | 268,440 | 305,508 | 318,007 | 891,955 | 1,282,876 |

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Association Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|------------------------|---------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Inter-company account | 593,189 | - | - | 593,189 | 594,302 |
| Creditors and accruals | 1,250 | - | - | 1,250 | 1,000 |
| | 594,439 | - | - | 594,439 | 595,302 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

12 RESTRICTED AND ENDOWED FUNDS

| | Balance at 1st January 2024 As restated £ | Incoming Funds £ | Outgoing Funds £ | Transfers £ | Balance at 31st December 2024 £ |
|---------------------------------|---|------------------------|------------------------|----------------|---|
| Restricted | | | | | |
| Loan funds (a) | 265,765 | - | - | (265,765) | - |
| Association fund (b) | 45,909 | 10,834 | - | 265,765 | 322,508 |
| | 311,674 | 10,834 | - | - | 322,508 |
| Endowed | | | | | |
| Castle Gresley Chapel Trust (c) | 28,000 | | | | 28,000 |
| Capital project fund (d) | 734,682 | 10,111 | - | (426,786) | 318,007 |
| | 762,682 | 10,111 | - | (426,786) | 346,007 |
| | 1,074,356 | 20,945 | - | (426,786) | 668,515 |

Restricted

(a) **Association Loan Fund and Emmanuel Trust Loan Fund**

Both the Association Loan Fund and the Emmanuel Trust Loan Fund have been used to make low interest loans to churches usually up to £30,000 can be borrowed repayable over 10 years at half the Base Rate, but variable up to a maximum of 5%. These loans are no longer offered.

A resolution was passed that states there is no formal evidence of the loan fund being restricted or that the capital sums were over £10,000, it was resolved to close this fund and add the funds to the old named capital projects fund that was renamed the Association fund in 2014.

The Charity Commission are to be approached for their agreement to release the funds to general funds.

(b) Net interest earned on Association Fund, is available for use by the Trust Company.

Endowments

(c) **Castle Gresley Chapel Trust**

The proceeds from the sale of Castle Gresley Chapel are available for the purchase, extension of church property or repayment of church property loans. Income arising from the fund is available to make gifts and loans for the benefit of churches as the trustees may decide.

(d) **Capital Project Fund**

Consolidation of funds from the sale of closed churches under a Charity Commission Scheme dated 19th January 2004. The Charity Commission has now agreed to this fund being used for all purposes that advance the work of the East Midland Association.

During the year a new Manse was purchased using the capital projects fund amounting to £426,786. The acquisition has discharged the restriction and the asset will be held in unrestricted funds

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

13 RESERVES

| | Unrestricted | Restricted | Endowed | 2024 Total | 2023 Total |
|------------------------------------|----------------|----------------|----------------|------------------|------------------|
| | £ | £ | £ | £ | £ |
| As at 1st January 2024 | 88,010 | 339,674 | 734,682 | 1,162,366 | 1,113,155 |
| Prior year adjustment note 14 | - | (28,000) | 28,000 | - | = |
| As at 1st January 2024 as restated | 88,010 | 311,674 | 762,682 | 1,162,366 | 1,113,155 |
| Net Movement in funds for the year | 8,511 | 10,834 | 10,111 | 29,456 | 49,211 |
| Transfers note 12(d) | 426,786 | - | (426,786) | - | - |
| As At 31st December 2024 | 523,307 | 322,508 | 346,007 | 1,191,822 | 1,162,366 |

14. Prior Year Adjustment

The 2023 comparative figure for funds has been adjusted to reinstate the Castle Gresley Chapel Trust balance as at 31st December 2023 at £28,000, being the capital investment towards a property purchased in 2001 with a corresponding reduction in the Association Fund. The reclassification of the freehold property note 7 restricted fund included £28,000 relating to the Castle Gresley Chapel Trust which is now shown separately in note 7.

The 2023 comparative figures for the restricted income funds and the endowments funds brought forward have been restated as shown in note 13

This adjustment does not alter the reported net movement in funds for 2023 of £49,211.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2024

15 ALLOCATION OF CHARITY NET ASSETS

The net assets of the Charity are held for the various funds as follows:

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2024 Total £ | 2023 Total £ |
|-----------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Tangible fixed assets | 835,036 | 17,000 | 28,000 | 880,036 | 453,250 |
| Investments | 4,967 | - | - | 4,967 | 4,967 |
| Current assets | 277,743 | 305,508 | 318,007 | 901,258 | 1,299,451 |
| Current liabilities | (594,439) | - | - | (594,439) | (595,302) |
| | <u>523,307</u> | <u>322,508</u> | <u>346,007</u> | <u>1,191,822</u> | <u>1,162,366</u> |

16 RELATED PARTIES

The charitable company is a wholly owned subsidiary of the East Midland Baptist Association Ltd (limited by guarantee) No. 4302466 incorporated in England & Wales and a registered charity (No. 1094457).

17 CUSTODIAN TRUST FUNDS

The charitable company holds, as Custodian Trustee, certain assets being UK listed shares and securities and cash deposits for or for the benefit of the churches and associated charities within the Association. The trustees do not have any directly title to these funds but administers them within the general framework of the Charities Act 2011 and the objectives of the individual churches. The funds are generally 'restricted' as to their use, and the trustees try to ensure that these restrictions are complied with.

Under current legislation the trustees are only required to give a description of the assets which they hold in this capacity. The following schedule shows the assets of each custodian fund and how these are held on behalf of each church or charity. Investments are included at Market Value.

| | Specific Investments £ | Aggregated Investments £ | 2024 Total £ | 2023 Total £ |
|--------------------|------------------------------|--------------------------------|--------------------|--------------------|
| Restricted Funds | | | | |
| Cook Memorial Fund | - | 2,715 | 2,715 | 15,288 |
| Unrestricted Funds | | | | |
| Derby Osmaston | 770 | - | 770 | 770 |
| | <u>770</u> | <u>2,715</u> | <u>3,485</u> | <u>16,058</u> |

THE EAST MIDLAND BAPTIST TRUST COMPANY LIMITED

England & Wales - Charity number 250068

Accounts

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(A Company Limited by Guarantee)

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2023

Charity Number: 250068

Company Number: 00178555

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

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EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

COMPANY INFORMATION

TRUSTEES Dr C D Hanning (Chairman)
 Mr T D Jackson (Treasurer)
 Revd M Fegredo
 Mr G N Anderson
 Revd M Clay

COMPANY SECRETARY Mrs R Nicholls

KEY MANAGEMENT All Trustees

REGISTERED OFFICE Baptist House
 PO Box 44
 129 Broadway
 Didcot
 Oxfordshire
 OX11 8RT

REGISTERED NUMBER 00178555

CHARITY NUMBER 250068

BANKERS Lloyds TSB
 43 Irongate
 Derby
 DE1 3FT

INDEPENDENT EXAMINER A R R Price FCA
 A R R Price Limited
 Chartered Accountants
 17 Newstead Grove
 Nottingham
 NG1 4GZ

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

ANNUAL REPORT OF THE TRUSTEES

The trustees present their report with the financial statements of the charitable company for the year ended 31st December 2023.

OBJECTS AND ACTIVITIES

Aims and objectives

The East Midland Baptist Trust Company Limited is a company limited by guarantee and also a registered charity and its objects are as set out in the Memorandum and Articles of Association dated 1st January 2002 and include provision as to:

- The promotion of Evangelical religion in the East Midlands or elsewhere according to the principles and usage for the time being of Protestants of the Baptist Denomination.
- Promote, or assist in promoting, or assist in the building, repairing and restoring places or centres of worship, Ministers' houses, Halls, Schools, Colleges, Institutions and other buildings.
- Provide monies required for all or any of such purposes.
- The exercising of corporate trusteeship over those churches in trust with the company.

ACHIEVEMENTS AND PERFORMANCE

Achievements

In furthering its primary objective during 2023 the Company continued to act as Custodian Trustee for the churches in Trust with it and as Management Trustee for a few property related Trust Funds.

The duties carried out included:

- a. Accounting to individual churches for interest earned on funds held.
- b. Approving plans submitted where alterations were proposed, ensuring that sufficient funds were available to service any loans taken out and that the correct procedures had been followed in the use of architects and quantity surveyors.
- c. Aggregating funds held on behalf of churches and the East Midland Association in order to secure the best rates of interest at minimum risk through a spread of investments. This activity was ceased in March 2023 and Churches invested their funds in the Baptist Union cash investment accounts or opened their own investment accounts.
- d. Making grants to local churches from various Restricted Funds.

Financial Review

Total Incoming resources for the year were £65,064 (2022: £33,869). Total resources expended for the year were £ 40,564 (2022: £28,260). Where costs are shared between unrestricted and restricted activities they have been apportioned by the Trustees on the basis of amount used.

The funds at 31st December 2023 were £1,162,366 (2022: £1,113,155) of which £ 88,010 (2022: £66,602) were unrestricted £339,674(2022: £326,549) were restricted and £734,682 (2022: £720,004) were endowed funds.

Reserves Policy

In order to provide a quality, effective and efficient service to its beneficiaries the Trustees are aware of the desirability of setting a level of reserves that, in the event of funding not being sufficient to cover expenses in the future, a smooth transition can be made to a lower level of service.

However, the running costs of the company are generally quite modest and always capable of being covered by a corresponding level of investment income. The Trustees do not therefore consider that any level of reserves is required but will review this policy on an annual basis. Total general reserves at 31st December 2023 are £88,010 (2022: £66,602).

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

ANNUAL REPORT OF THE TRUSTEES

Investment Policy

From March 2023, following an investment review, the policy was changed. From this date surplus funds were deposited in a Baptist Union Corporation cash deposit account. The interest on this account tracks the Base Rate and in is on one year notice.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The main decision-making body of the Company during the year ended 31st December 2023 was the Board of Directors has appointed by the Parent Company, the East Midland Baptist Association Limited, with effect from 1st January 2002.

In addition to the Directors (the Trustees) the Company was served by a Trust Officer and employee of the Baptist Union Corporation Limited, to whom the Company paid an appropriate fee.

The Trust Company is wholly owned subsidiary of the East Midlands Baptist Association. Recruitment to fill a vacancy for a director is notified by the Trust to the Association Board, who then seeks a suitable replacement from the churches of the association and, after discussion at their board meeting makes the appointment to the EMBTC board.

In connection with the corporate trusteeship of those churches in trust with the Association, the EMBTC board has delegated its responsibilities to a specialist Trusteeship Committee, under the guidance of the Manager of the Baptist Union Corporation Ltd, for whose services a fee is paid.

The company has continued to provide financial support for capital purposes to various churches within the East Midland Association. These have been by way of loans on terms agreed by the Trustees. The company has also provided expert advice on legal and property issues to churches involved in extensive building work or in the buying and selling of manse properties.

Trustees

The trustees of the company during the year and at the year-end were those appointed by the Parent Company, the East Midland Baptist Association Limited, as detailed below:

| | |
|-------------------|--|
| Chairman | Dr C D Hanning |
| Company Secretary | Mrs R Nicholls |
| Treasurer | Mr T D Jackson Revd M Fegredo Revd M Clay Mr G N Anderson |

Risk Review

The trustees have examined the major risks which the charity faces and confirm that systems have been established so that the necessary steps can be taken to reduce these risks.

Statement on Public Benefit

The objectives and activities, and achievement and performance sections of this report clearly set out the activities which the charity undertakes for the public benefit. The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the charity.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

ANNUAL REPORT OF THE TRUSTEES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of East Midland Baptist Trust Company Limited for the purposes of company law) are responsible for preparing the Councils' 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 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 charitable company 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 Charities SORP 2015 (FRS 102);
- 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 trustees are responsible for keeping adequate accounting records that 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.

In so far as the trustees are aware:

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

The report has been prepared having taken advantage of the small companies exemption in the Companies Act 2006

Approved by the Trustees on 19th June 2014 and signed on their behalf by:


Dr Chris Hanning

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the accounts of the charitable company for the year ended 31st December 2023 which are set out on pages 6 to 16.

This report is made solely to the Charity's Trustees as a body, in accordance with Section 145 of the Charities Act 2011. My independent examination work has been undertaken so that I might state to the Charities Trustees 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 Charity and the Charity's Trustees as a body, for my Independent examination work, for this report, or for the opinions I have found

Responsibilities and basis of the report

As the charity's Trustees of the company (and also its Directors for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

Having satisfied myself that the accounts of the Company 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 your charity's accounts as carried out under section 145 of the Charities act 2011 ("the 2011 Act"). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 the independent examination: or
4. the accounts 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 (FRS102).

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



Name *A R R PRICE FCA Chartered Accountant*

For and on behalf of A R R Price Limited
17 Newstead Grove
Nottingham
NG1 4GZ



EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)
FOR THE YEAR ENDED 31ST DECEMBER 2023

| | Notes | Unrestricted Funds | Restricted Funds | Endowed Funds | Total Funds 2023 | Total Funds 2022 |
|-----------------------------------|-------|--------------------|------------------|----------------|------------------|------------------|
| | | £ | £ | £ | £ | £ |
| Income from: | | | | | | |
| Donations | | 5,300 | - | - | 5,300 | - |
| Bank and investment income | 2 | 25,611 | 6,889 | 17,061 | 49,561 | 32,462 |
| Trustee fees and other income | | 10,203 | - | - | 10,203 | 1,407 |
| Total income | | 41,114 | 6,889 | 17,061 | 65,064 | 33,869 |
| Expenditure on: | | | | | | |
| Raising funds | 3 | 1,126 | - | - | 1,126 | 10,043 |
| Charitable activities | 4 | 18,580 | - | 20,858 | 39,438 | 18,217 |
| Total expenditure | | 19,706 | - | 20,858 | 40,564 | 28,260 |
| Net Incoming/(Outgoing) resources | | 21,408 | 6,889 | (3,797) | 24,500 | 5,609 |
| Net gains/(losses) on investments | 8 | - | 6,236 | 18,475 | 24,711 | (119,586) |
| Net movement in funds | | 21,408 | 13,125 | 14,678 | 49,211 | (113,977) |
| Reconciliation of funds | | | | | | |
| Total funds brought forward | 14 | 66,602 | 326,549 | 720,004 | 1,113,155 | 1,227,132 |
| Total funds carried forward | 14 | 88,010 | 339,674 | 734,682 | 1,162,366 | 1,113,155 |

All transactions are derived from continuing activities.

All recognised gains and losses are included in the Statement of Financial Activities.

BALANCE SHEET
AS AT 31ST DECEMBER 2023

| | Notes | 2023 £ | 2022 £ |
|---|-------|-------------------------|-------------------------|
| Fixed Assets | | | |
| Tangible assets | 7 | 453,250 | 453,250 |
| Investments | 8 | 4,967 | 1,481,216 |
| | | <u>458,217</u> | <u>1,934,466</u> |
| Current Assets | | | |
| Debtors | 9 | 16,575 | 23,779 |
| Cash at bank and in hand | 11 | 1,282,876 | 903,312 |
| | | <u>1,299,451</u> | <u>927,091</u> |
| Creditors: amounts falling due within one year | 12 | 595,302 | 1,748,402 |
| Net Current Assets/(Liabilities) | | <u>704,149</u> | <u>(821,311)</u> |
| Net Assets | | <u><u>1,162,366</u></u> | <u><u>1,113,155</u></u> |
| Represented by: | | | |
| Endowment funds | 13 | 734,682 | 720,004 |
| Restricted income funds | 13 | 339,674 | 326,549 |
| Unrestricted funds | 14 | 88,010 | 66,602 |
| Total Charity Funds | | <u><u>1,162,366</u></u> | <u><u>1,113,155</u></u> |

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


The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st December 2023 in accordance with Section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss 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 company.

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

Approved by the Board of Trustees on ^{at} 19th June 2024 and signed on their behalf by:

Tu Jack . 

T Jackson Dr Chris Manning
Treasurer Trustee

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

1 ACCOUNTING POLICIES

Basis of preparation

East Midland Baptist Trust Company Limited is a company limited by guarantee in the United Kingdom. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. 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 (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

Incoming and endowments

All incoming resources are included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donation and legacy income are included in full in the Statement of Financial Activities when receivable.

Investment income is included when receivable.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Raising funds includes investment management fees.
- Charitable activities comprise those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 4.

Tangible assets

Depreciation has not been provided on the properties owned by the charitable company, as in the opinion of the trustees, the disposal value of the assets is not expected to be less than the carrying value.

Investments

Investments are recognised initially at their transaction value which is normally the transaction price less transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains /(losses) on investments' in the SOFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Taxation

The company is a registered charity and is therefore entitled to the exemptions from corporation tax afforded by section 505 of the Income and Corporation Taxes Act 1988. Accordingly, there is no corporation tax charge in these financial statements.

Custodian trustee funds

The charitable company holds funds on behalf of churches within the East Midlands Association as Custodian Trustee. Responsibility for managing these funds rests with the management trustees of the respective churches, and details of these assets should appear in their own accounts. As Custodian Trustee we have a duty to disclose the information relating to assets held and details appear on pages 15 and 16.

Funds

Permanent endowment funds are capital funds where there is no power to convert capital into income. They must generally be held indefinitely except where the Charity Commission has agreed otherwise.

Restricted funds are funds that can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when donors specify the purpose for which the income can be used.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

Funds (continued)

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charitable company without specified purpose and are available as general funds.

Endowment funds represent those assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2 INCOME FROM INVESTMENTS

| | Unrestricted Funds | Restricted Funds | Endowed Funds | 2023 Total | 2022 Total |
|----------------------------|-------------------------------|-----------------------------|--------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ | £ |
| Bank and investment income | <u>25,611</u> | <u>6,889</u> | <u>17,061</u> | <u>49,561</u> | <u>32,462</u> |

The comparative figure for 2022 has been adjusted by £1,407 now shown as other income on the SOFA

3 EXPENDITURE ON RAISING FUNDS

| | Unrestricted Funds | Restricted Funds | Endowed Funds | 2023 Total | 2022 Total |
|-----------------------|-------------------------------|-----------------------------|--------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ | £ |
| Investment management | <u>1,126</u> | = | = | <u>1,126</u> | <u>10,043</u> |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

4 EXPENDITURE ON CHARITABLE ACTIVITIES

| | Direct Costs | Support Costs | Total Costs 2023 | Total Costs 2022 |
|---------------------------------|-----------------|------------------|------------------------|------------------------|
| | £ | £ | £ | £ |
| Grants and gifts | 25,000 | - | 25,000 | 8,700 |
| Property/legal costs | - | 696 | 696 | 308 |
| Trusteeship fee | - | 8,200 | 8,200 | 8,003 |
| Church loans written off | - | 4,359 | 4,359 | - |
| Printing, postage and telephone | - | 103 | 103 | 186 |
| Independent examiner's fee | - | 1,080 | 1,080 | 1,020 |
| | <u>25,000</u> | <u>14,438</u> | <u>39,438</u> | <u>18,217</u> |

Grants of £25,000 are to five Baptist churches for building improvements.

5 INDEPENDENT EXAMINERS REMUNERATION

The independent examiners remuneration amounts to £1,080 (2022: £1,020).

6 EMPLOYEES, TRUSTEES AND KEY MANAGEMENT

None of the trustees or key management receive any remuneration and there are no staff costs (2022: nil).

No travelling, conference and other expenses were reimbursed to directors (2022: nil).

7 TANGIBLE ASSETS

| Freehold Property | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2023 Total £ | 2022 Total £ |
|---|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| COST AND NET BOOK VALUE | | | | | |
| As at 1st January 2023 | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Disposals | - | - | - | - | - |
| As at 31st December 2023 | <u>408,250</u> | <u>45,000</u> | <u>-</u> | <u>453,250</u> | <u>453,250</u> |
| Represented by the following freehold properties: | | | | | |
| 178 Oxclose Lane, Arnold, Notts, 40 Trueway Drive, Shepshed, Leics | <u>408,250</u> | <u>45,000</u> | <u>-</u> | <u>453,250</u> | <u>453,250</u> |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

8 INVESTMENTS

| | Association Funds | Restricted Funds | Endowed Funds | 2023 Total | 2022 Total |
|--|------------------------------|-----------------------------|--------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ | £ |
| UK Listed shares and securities | | | | | |
| Market value as at 1st January 2023 | 692,588 | 199,006 | 589,622 | 1,481,216 | 1,701,635 |
| Additions | - | - | - | - | 30,975 |
| Disposals | (714,290) | (205,242) | (608,097) | (1,527,629) | (27,539) |
| Net realised/unrealised Gains/(Losses) | - | 6,236 | 18,475 | 24,711 | (119,586) |
| (Losses)/Gains attributable to EMBA | 21,701 | - | - | 21,701 | (104,269) |
| Re-apportionment to current assets | 4,968 | - | - | 4,968 | - |
| Market value as at 31st December 2023 | <u>4,967</u> | <u>-</u> | <u>-</u> | <u>4,967</u> | <u>1,481,216</u> |

9 DEBTORS

| | Unrestricted Funds | Restricted Funds | Endowed Funds | 2023 Total | 2022 Total |
|---------------------------------|-------------------------------|-----------------------------|--------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ | £ |
| Loans to churches (see note 10) | - | - | - | - | 4,359 |
| Other debtors | - | - | - | - | 19,420 |
| Accrued income | 16,575 | - | - | 16,575 | - |
| | <u>16,575</u> | <u>-</u> | <u>-</u> | <u>16,575</u> | <u>23,779</u> |

10 LOANS TO CHURCHES

As at 31st December 2023, the amount on loan from each fund was as follows:

| | 2023 | 2022 |
|-------------------------|-------------|--------------|
| | £ | £ |
| EMBA Loan Fund | | |
| Swanwick | - | 759 |
| Capital Projects | | |
| Greenhills | - | 3,600 |
| | <u>-</u> | <u>4,359</u> |

The amount of loans to churches recoverable after more than one year is £Nil (2022: £3,852)

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

11 CASH AT BANK AND IN HAND

| | Association Funds £ | Restricted Funds £ | Endowed Funds £ | 2023 Total £ | 2022 Total £ |
|--------------------------|---------------------------|--------------------------|-----------------------|--------------------|--------------------|
| COIF and Lloyds Accounts | 324,875 | 275,570 | 682,431 | 1,282,876 | 903,312 |

12 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Association Funds £ | Restricted Funds £ | Endowed Funds £ | 2023 Total £ | 2022 Total £ |
|------------------------|---------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Inter-company account | 594,302 | - | - | 594,302 | 1,715,011 |
| Creditors and accruals | 1,000 | - | - | 1,000 | 3,391 |
| | 595,302 | - | - | 595,302 | 1,748,402 |

13 RESTRICTED AND ENDOWED FUNDS

| | Balance at 1st January 2023 £ | Incoming Funds £ | Outgoing Funds £ | Other recognised gains £ | Balance at 31st December 2023 £ |
|--------------------------|--|------------------------|------------------------|-----------------------------------|---|
| Restricted | | | | | |
| Loan funds (a) | 258,876 | 6,889 | - | - | 265,765 |
| Association fund (b) | 67,673 | - | - | 6,236 | 73,909 |
| | 326,549 | 6,889 | - | 6,236 | 339,674 |
| Endowed | | | | | |
| Castle Gresley (c) | 20,858 | - | (20,858) | - | - |
| Capital project fund (d) | 699,146 | 17,061 | - | 18,475 | 734,682 |
| | 720,004 | 17,061 | (20,858) | 18,475 | 734,682 |
| | 1,046,553 | 23,950 | (20,858) | 24,711 | 1,074,356 |

Restricted

(a) Both the Association Loan Fund and the Emmanuel Trust Loan Fund have been used to make low interest loans to churches usually up to £30,000 can be borrowed repayable over 10 years at half the Base Rate, but variable up to a maximum of 5%. The amounts on loan to churches are detailed in note 10. These loans are no longer offered.

(b) Net interest earned on Association Fund, is available for use by the Trust Company.

Endowments

(c) The proceeds from the sale of the Castle Gresley Church are available for loan or investment in an Association property.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

Endowments (continued)

- (d) Consolidation of funds from the sale of closed churches under a Charity Commission Scheme dated 19th January 2004. The Charity Commission has now agreed to this fund being used for all purposes that advance the work of the East Midland Association. The balance includes a total of £28,151 being the cumulative Unrealised Gains that have accrued since 2003.

14 RESERVES

| | Unrestric- ed | Restricted | Endowed | 2023 Total | 2022 Total |
|------------------------------------|------------------|------------|---------|---------------|---------------|
| | £ | £ | £ | £ | £ |
| As at 1st January 2023 | 66,602 | 326,549 | 720,004 | 1,113,155 | 1,227,132 |
| Net Movement in funds for the year | 21,408 | 13,125 | 14,678 | 49,211 | (113,977) |
| As At 31st December 2023 | 88,010 | 339,674 | 734,682 | 1,162,366 | 1,113,155 |

15 ALLOCATION OF CHARITY NET ASSETS

The net assets of the Charity are held for the various funds as follows:

| | Unrestricted Funds | Restricted Funds | Endowed Funds | 2023 Total | 2022 Total |
|-----------------------|-----------------------|---------------------|------------------|---------------|---------------|
| | £ | £ | £ | £ | £ |
| Tangible fixed assets | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Investments | 4,967 | - | - | 4,967 | 1,481,216 |
| Current assets | 270,095 | 294,674 | 734,682 | 1,299,451 | 927,091 |
| Current liabilities | (595,302) | - | - | (595,302) | (1,748,402) |
| | 88,010 | 339,674 | 734,682 | 1,162,366 | 1,113,155 |

16 RELATED PARTIES

The charitable company is a wholly owned subsidiary of the East Midland Baptist Association Ltd (limited by guarantee) No. 4302466 incorporated in England & Wales and a registered charity (No. 1094457).

17 CUSTODIAN TRUST FUNDS

The charitable company holds, as Custodian Trustee, certain assets being UK listed shares and securities and cash deposits for or for the benefit of the churches and associated charities within the Association. The trustees do not have any directly title to these funds but administers them within the general framework of the Charities Act 2011 and the objectives of the individual churches. The funds

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

17 CUSTODIAN TRUST FUNDS (continued)

are generally 'restricted' as to their use, and the trustees try to ensure that these restrictions are complied with.

Under current legislation the trustees are only required to give a description of the assets which they hold in this capacity. The following schedule shows the assets of each custodian fund and how these are held on behalf of each church or charity. Investments are included at Market Value.

| | | | 2023 | 2022 |
|--|-------------------------|---------------------------|---------------|----------------|
| | Specific Investments | Aggregated Investments | Total | Total |
| | £ | £ | £ | £ |
| Restricted Funds | | | | |
| Burgh Trust | - | - | - | 47,735 |
| Christchurch (Manse) Trust | - | - | - | 164,186 |
| Coningsby Trust | - | - | - | 56,884 |
| Cook Memorial Fund | 8,851 | 6,437 | 15,288 | 13,487 |
| Eastwood | - | - | - | 39,771 |
| Hugglescote Church Trust Ilkeston, Queen St BC Trust | - | - | - | 77,857 |
| Kirkby Forest St Long Eaton | - | - | - | 31,231 |
| Long Eaton Taylor Trust | - | - | - | 744 |
| Loscoe BC | - | - | - | 10,000 |
| Nottingham Thomas Helwys | - | - | - | 1,712 |
| Ruddington Trust | - | - | - | 87,868 |
| | - | - | - | 194,521 |
| | <u>8,851</u> | <u>6,437</u> | <u>15,288</u> | <u>762,114</u> |
| Unrestricted Funds | | | | |
| Bretton | - | - | - | 109,237 |
| Bulwell | - | - | - | 16,621 |
| Daybrook | - | - | - | 73,460 |
| Derby Osmaston | 770 | - | 770 | 770 |
| Epworth | - | - | - | 33,921 |
| Eyres Monsall | - | - | - | 26,835 |
| Fleet | - | - | - | 9,686 |
| Gosberton Investments | - | - | - | 92,506 |
| Heanor | - | - | - | 29,623 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2023

| Unrestricted Funds | | | |
|---|--------------|--------------|-------------------------|
| (continued) | | | |
| Kegworth | - | - | 15,177 |
| Langley Mill | - | - | 12,197 |
| Littleover | - | - | 45,814 |
| Loughborough | - | - | 234,329 |
| Milford | - | - | 108,749 |
| Newark | - | - | 9,038 |
| Nottingham Mansfield Road | - | - | 90,731 |
| Nottingham New Whitemoor | - | - | 120,716 |
| Skegness | - | - | 18,728 |
| Smalley BC | - | - | 32,781 |
| Sutton in Ashfield | - | - | 13,437 |
| Wirksworth & Bonsall BC Trust | - | - | 767 |
| | 770 | - | 770 1,095,213 |
| Temporary unrealised gain on aggregate funds | - | - | 229,156 |
| | 9,621 | 6,437 | 16,058 2,086,483 |

THE EAST MIDLAND BAPTIST TRUST COMPANY LIMITED

England & Wales - Charity number 250068

Accounts

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(A Company Limited by Guarantee)

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2022

Charity Number: 250068

Company Number: 00178555

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

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| Statement of Financial Activities | 6 |
| Balance Sheet | 7 |
| Notes to the Accounts | 8 -16 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

COMPANY INFORMATION

TRUSTEES Dr C D Hanning (Chairman)
Mr T D Jackson (Treasurer)
Revd M Fegredo
Mr G N Anderson
Revd M Clay

COMPANY SECRETARY Mrs R Nicholls

KEY MANAGEMENT All Trustees

REGISTERED OFFICE Baptist House
PO Box 44
129 Broadway
Didcot
Oxfordshire
OX11 8RT

REGISTERED NUMBER 00178555

CHARITY NUMBER 250068

BANKERS Lloyds TSB
43 Irongate
Derby
DE1 3FT

INDEPENDENT EXAMINER A R R Price FCA
A R R Price Limited
Chartered Accountants
17 Newstead Grove
Nottingham
NG1 4GZ

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

ANNUAL REPORT OF THE TRUSTEES

The trustees present their report with the financial statements of the charitable company for the year ended 31st December 2022.

OBJECTS AND ACTIVITIES

Aims and objectives

The East Midland Baptist Trust Company Limited is a company limited by guarantee and also a registered charity and its objects are as set out in the Memorandum and Articles of Association dated 1st January 2002 and include provision as to:

- The promotion of Evangelical religion in the East Midlands or elsewhere according to the principles and usage for the time being of Protestants of the Baptist Denomination.
- Promote, or assist in promoting, or assist in the building, repairing and restoring places or centres of worship, Ministers' houses, Halls, Schools, Colleges, Institutions and other buildings.
- Provide monies required for all or any of such purposes.
- The exercising of corporate trusteeship over those churches in trust with the company.

ACHIEVEMENTS AND PERFORMANCE

Achievements

In furthering its primary objective during 2022 the Company continued to act as Custodian Trustee for the churches in Trust with it and as Management Trustee for a few property related Trust Funds.

The duties carried out included:

- a. Accounting to individual churches for interest earned on funds held.
- b. Approving plans submitted where alterations were proposed, ensuring that sufficient funds were available to service any loans taken out and that the correct procedures had been followed in the use of architects and quantity surveyors.
- c. Aggregating funds held on behalf of churches and the East Midland Association in order to secure the best rates of interest at minimum risk through a spread of investments.
- d. Making grants to local churches from various Restricted Funds.

Financial Review

Total Incoming resources for the year were £33,869 (2021: £25,511). Total resources expended for the year were £ 28,260 (2021: £38,412). Where costs are shared between unrestricted and restricted activities they have been apportioned by the Trustees on the basis of amount used.

The funds at 31st December 2022 were £1,113,155 (2021: £1,227,132) of which £ 66,602 (2021: £75,988) were unrestricted, £ 326,549(2021: £350,747) were restricted and £720,004 (2021: £800,397) were endowed funds.

Reserves Policy

In order to provide a quality, effective and efficient service to its beneficiaries the Trustees are aware of the desirability of setting a level of reserves that, in the event of funding not being sufficient to cover expenses in the future, a smooth transition can be made to a lower level of service.

However, the running costs of the company are generally quite modest and always capable of being covered by a corresponding level of investment income. The Trustees do not therefore consider that any level of reserves is required but will review this policy on an annual basis. Total general reserves at 31st December 2022 are £66,602 (2021: £75,988).

ANNUAL REPORT OF THE TRUSTEES

Investment Policy

The investment strategy is to increase the income in line with inflation and deliver a 3% yield while maintaining the long term purchasing power of the capital against inflation.

The Trustees have delegated the detailed monitoring of the portfolio to the Finance Committee. The investments are managed within the ethical guidelines set down by the Trustees. Within the investment strategy, the investment managers have discretion over particular investments. Details of the investments are set out in note 8 to the financial statements.

The investment managers are Charles Stanley for all equity based investments. The balance of the total assets is held in cash.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The main decision-making body of the Company during the year ended 31st December 2022 was the Board of Directors has appointed by the Parent Company, the East Midland Baptist Association Limited, with effect from 1st January 2002.

In addition to the Directors (the Trustees) the Company was served by a Trust Officer and employee of the Baptist Union Corporation Limited, to whom the Company paid an appropriate fee.

The Trust Company is wholly owned subsidiary of the East Midlands Baptist Association. Recruitment to fill a vacancy for a director is notified by the Trust to the Association Board, who then seeks a suitable replacement from the churches of the association and, after discussion at their board meeting makes the appointment to the EMBTC board.

In connection with the corporate trusteeship of those churches in trust with the Association, the EMBTC board has delegated its responsibilities to a specialist Trusteeship Committee, under the guidance of the Manager of the Baptist Union Corporation Ltd, for whose services a fee is paid.

The company has continued to provide financial support for capital purposes to various churches within the East Midland Association. These have been by way of loans on terms agreed by the Trustees. The company has also provided expert advice on legal and property issues to churches involved in extensive building work or in the buying and selling of manse properties.

Trustees

The trustees of the company during the year and at the year end were those appointed by the Parent Company, the East Midland Baptist Association Limited, as detailed below:

| | |
|-------------------|---|
| Chairman | Dr C D Hanning |
| Company Secretary | Mrs R Nicholls |
| Treasurer | Mr T D Jackson |
| | Revd M Fegredo |
| | Revd M Clay |
| | Mr J Hemes (Resigned 1 st June 2022) |
| | Mr G N Anderson |

Risk Review

The trustees have examined the major risks which the charity faces and confirm that systems have been established so that the necessary steps can be taken to reduce these risks.

ANNUAL REPORT OF THE TRUSTEES

Statement on Public Benefit

The objectives and activities, and achievement and performance sections of this report clearly set out the activities which the charity undertakes for the public benefit. The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the charity.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of East Midland Baptist Trust Company Limited for the purposes of company law) are responsible for preparing the Councils' 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 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 charitable company 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 Charities SORP 2015 (FRS 102);
- 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.

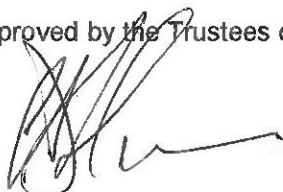
The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding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

In so far as the trustees are aware:

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

The report has been prepared having taken advantage of the small companies exemption in the Companies Act 2006

Approved by the Trustees on 29.6.2013 and signed on their behalf by:



Dr Chris Hanning

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the accounts of the charitable company for the year ended 31st December 2022 which are set out on pages 6 to 16.

This report is made solely to the Charity's Trustees as a body, in accordance with Section 145 of the Charities Act 2011. My independent examination work has been undertaken so that I might state to the Charities Trustees 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 Charity and the Charity's Trustees as a body, for my Independent examination work, for this report, or for the opinions I have found

Responsibilities and basis of the report

As the charity's Trustees of the company (and also its Directors for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

Having satisfied myself that the accounts of the Company 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 your charity's accounts as carried out under section 145 of the Charities act 2011 ("the 2011 Act"). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 the independent examination; or
4. the accounts 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 (FRS102).

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



Name *A R R PRICE FCA Chartered Accountant*

29.6.2023

For and on behalf of *A R R Price Limited*
17 Newstead Grove
Nottingham
NG1 4GZ

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)
FOR THE YEAR ENDED 31ST DECEMBER 2022

| | Notes | Unrestricted Funds | Restricted Funds | Endowed Funds | Total Funds 2022 | Total Funds 2021 |
|--|-------|--------------------|------------------|-----------------|------------------|------------------|
| | | £ | £ | £ | £ | £ |
| 1 | | | | | | |
| Income from: | | | | | | |
| Bank and investment income | 2 | 10,174 | 5,979 | 17,716 | 33,869 | 25,511 |
| Total income | | 10,174 | 5,979 | 17,716 | 33,869 | 25,511 |
| Expenditure on: | | | | | | |
| Raising funds | 3 | 10,043 | - | - | 10,043 | 10,965 |
| Charitable activities | 4 | 9,517 | - | 8,700 | 18,217 | 27,447 |
| Total expenditure | | 19,560 | - | 8,700 | 28,260 | 38,412 |
| Net Incoming/(Outgoing) resources before Transfers | | (9,386) | 5,979 | 9,016 | 5,609 | (12,901) |
| Net gains/(losses) on investment | 8 | - | (30,177) | (89,409) | (119,586) | 59,176 |
| Net income / movement in funds | | (9,386) | (24,198) | (80,393) | (113,977) | 46,275 |
| Reconciliation of funds | | | | | | |
| Total funds brought forward | 14 | 75,988 | 350,747 | 800,397 | 1,227,132 | 1,180,857 |
| Total funds carried forward | 14 | 66,602 | 326,549 | 720,004 | 1,113,155 | 1,227,132 |

All transactions are derived from continuing activities.

All recognised gains and losses are included in the Statement of Financial Activities.

BALANCE SHEET
AS AT 31ST DECEMBER 2022

| | Notes | 2022 £ | 2021 £ |
|---|-------|-------------------------|-------------------------|
| Fixed Assets | | | |
| Tangible assets | 7 | 453,250 | 453,250 |
| Investments | 8 | 1,481,216 | 1,701,635 |
| | | <u>1,934,466</u> | <u>2,154,885</u> |
| Current Assets | | | |
| Debtors | 9 | 23,779 | 42,901 |
| Cash at bank and in hand | 11 | 903,312 | 1,051,680 |
| | | <u>927,091</u> | <u>1,094,591</u> |
| Creditors: amounts falling due within one year | 12 | 1,748,402 | 2,022,344 |
| | | <u>(821,311)</u> | <u>(927,753)</u> |
| Net Current Liabilities | | | |
| | | <u>(821,311)</u> | <u>(927,753)</u> |
| Net Assets | | <u>1,113,155</u> | <u>1,227,132</u> |
| Represented by: | | | |
| Endowment funds | 13 | 720,004 | 800,397 |
| Restricted income funds | 13 | 326,549 | 350,747 |
| Unrestricted funds | 14 | 66,602 | 75,988 |
| | | <u>1,113,155</u> | <u>1,227,132</u> |
| Total Charity Funds | | <u>1,113,155</u> | <u>1,227,132</u> |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2022.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st December 2022 in accordance with Section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

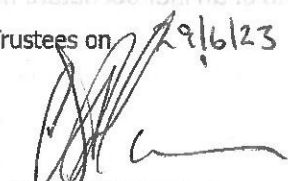
- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for 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 company.

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

Approved by the Board of Trustees on 29/6/23 and signed on their behalf by:



T Jackson
Treasurer



Dr Chris Hanning
Trustee

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

1 ACCOUNTING POLICIES

Basis of preparation

East Midland Baptist Trust Company Limited is a company limited by guarantee in the United Kingdom. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. 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 (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

Incoming and endowments

All incoming resources are included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donation and legacy income are included in full in the Statement of Financial Activities when receivable.

Investment income is included when receivable.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Raising funds includes investment management fees.
- Charitable activities comprise those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 4.

Tangible assets

Depreciation has not been provided on the properties owned by the charitable company, as in the opinion of the trustees, the disposal value of the assets is not expected to be less than the carrying value.

Investments

Investments are recognised initially at their transaction value which is normally the transaction price less transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains /(losses) on investments' in the SOFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Taxation

The company is a registered charity and is therefore entitled to the exemptions from corporation tax afforded by section 505 of the Income and Corporation Taxes Act 1988. Accordingly, there is no corporation tax charge in these financial statements.

Custodian trustee funds

The charitable company holds funds on behalf of churches within the East Midlands Association as Custodian Trustee. Responsibility for managing these funds rests with the management trustees of the respective churches, and details of these assets should appear in their own accounts. As Custodian Trustee we have a duty to disclose the information relating to assets held and details appear on pages 15 and 16.

Funds

Permanent endowment funds are capital funds where there is no power to convert capital into income. They must generally be held indefinitely except where the Charity Commission has agreed otherwise.

Restricted funds are funds that can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when donors specify the purpose for which the income can be used.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

Funds (continued)

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charitable company without specified purpose and are available as general funds.

Endowment funds represent those assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2 INCOME FROM INVESTMENTS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2022 Total £ | 2021 Total £ |
|----------------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Bank and investment income | <u>10,174</u> | <u>5,979</u> | <u>17,716</u> | <u>33,869</u> | <u>25,511</u> |

3 EXPENDITURE ON RAISING FUNDS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2022 Total £ | 2021 Total £ |
|-----------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Investment management | <u>10,043</u> | = | = | <u>10,043</u> | <u>10,965</u> |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

4 EXPENDITURE ON CHARITABLE ACTIVITIES

| | Direct Costs | Support Costs | Total Costs 2022 | Total Costs 2021 |
|---------------------------------|--------------|---------------|------------------|------------------|
| | £ | £ | £ | £ |
| Grants and gifts | 8,700 | - | 8,700 | 18,200 |
| Property/legal costs | - | 308 | 308 | 308 |
| Trusteeship fee | - | 8,003 | 8,003 | 7,808 |
| Printing, postage and telephone | - | 186 | 186 | 135 |
| Independent examiner's fee | - | 1,020 | 1,020 | 996 |
| | 8,700 | 9,517 | 18,217 | 27,447 |

Grants of £8,700 are to four Baptist churches for building improvements.

5 INDEPENDENT EXAMINERS REMUNERATION

The independent examiners remuneration amounts to £1,020 (2021: £996).

6 EMPLOYEES, TRUSTEES AND KEY MANAGEMENT

None of the trustees or key management receive any remuneration and there are no staff costs (2021: nil).

No travelling, conference and other expenses were reimbursed to directors (2021: nil).

7 TANGIBLE ASSETS

| Freehold Property | Unrestricted Funds | Restricted Funds | Endowed Funds | 2022 Total | 2021 Total |
|---|--------------------|------------------|---------------|----------------|----------------|
| | £ | £ | £ | £ | £ |
| COST AND NET BOOK VALUE | | | | | |
| As at 1st January 2022 | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Disposals | - | - | - | - | - |
| As at 31st December 2022 | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Represented by the following freehold properties: | | | | | |
| 178 Oxclose Lane, Arnold, Notts, 40 Trueway Drive, Shepshed, Leics | 408,250 | 45,000 | - | 453,250 | 453,250 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

8 INVESTMENTS

| | Unrestricted Funds | Restricted Funds | Endowed Funds | 2022 Total | 2021 Total |
|--|-------------------------------|-----------------------------|--------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ | £ |
| UK Listed shares and securities | | | | | |
| Market value as at 1st January 2022 | 795,256 | 228,720 | 677,659 | 1,701,635 | 1,357,860 |
| Additions | 14,428 | 4,175 | 12,372 | 30,975 | 322,969 |
| Disposals | (12,827) | (3,712) | (11,000) | (27,539) | (89,969) |
| Net realised/unrealised Gains/(Losses) | - | (30,177) | (89,409) | (119,586) | 59,176 |
| (Losses)/Gains attributable to EMBA | (104,269) | - | - | (104,269) | 51,597 |
| Re-apportionment to current assets | - | - | - | - | 2 |
| Market value as at 31st December 2022 | <u>692,588</u> | <u>199,006</u> | <u>589,622</u> | <u>1,481,216</u> | <u>1,701,635</u> |

9 DEBTORS

| | Unrestricted Funds | Restricted Funds | Endowed Funds | 2022 Total | 2021 Total |
|---------------------------------|-------------------------------|-----------------------------|--------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ | £ |
| Loans to churches (see note 10) | - | 4,359 | - | 4,359 | 19,354 |
| Other debtors | 19,420 | - | - | 19,420 | 23,557 |
| | <u>19,420</u> | <u>4,359</u> | <u>-</u> | <u>23,779</u> | <u>42,911</u> |

10 LOANS TO CHURCHES

As at 31st December 2022, the amount on loan from each fund was as follows:

| | 2022 | 2021 |
|-------------------------|--------------|---------------|
| | £ | £ |
| EMBA Loan Fund | | |
| Swanwick | 759 | 759 |
| Melton Mowbray | - | 10,735 |
| Cosby | - | 4,260 |
| Capital Projects | | |
| Greenhills | 3,600 | 3,600 |
| | <u>4,359</u> | <u>19,354</u> |

The amount of loans to churches recoverable after more than one year is £3,852 (2021: £12,258)

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

11 CASH AT BANK AND IN HAND

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2022 Total £ | 2021 Total £ |
|--------------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| COIF and Lloyds Accounts | 714,462 | 73,209 | 115,641 | 903,312 | 1,051,680 |

12 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2022 Total £ | 2021 Total £ |
|------------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Inter-company account | 1,745,011 | - | - | 1,745,011 | 1,817,911 |
| Amount owed to BUGB | - | - | - | - | 192,844 |
| Creditors and accruals | 3,391 | - | - | 3,391 | 11,589 |
| | <u>1,748,402</u> | <u>-</u> | <u>-</u> | <u>1,748,402</u> | <u>2,022,344</u> |

13 RESTRICTED AND ENDOWED FUNDS

| | Balance at 1st January 2022 £ | Incoming Funds £ | Outgoing Funds £ | Other recognised gains £ | Balance at 31st December 2022 £ |
|--------------------------|--|------------------------|------------------------|-----------------------------------|---|
| Restricted | | | | | |
| Loan funds (a) | 252,897 | 5,979 | - | - | 258,876 |
| Association fund (b) | 97,850 | - | - | (30,177) | 67,673 |
| | <u>350,747</u> | <u>5,979</u> | <u>-</u> | <u>(30,177)</u> | <u>326,549</u> |
| Endowed | | | | | |
| Castle Gresley (c) | 28,558 | 1,000 | (8,700) | - | 20,858 |
| Capital project fund (d) | 771,839 | 16,716 | - | (89,409) | 699,146 |
| | <u>800,397</u> | <u>17,716</u> | <u>(8,700)</u> | <u>(89,409)</u> | <u>720,004</u> |
| | <u>1,151,144</u> | <u>23,695</u> | <u>(8,700)</u> | <u>(119,586)</u> | <u>1,046,553</u> |

Restricted

(a) Both the Association Loan Fund and the Emmanuel Trust Loan Fund have been used to make low interest loans to churches usually up to £30,000 can be borrowed repayable over 10 years at half the Base Rate, but variable up to a maximum of 5%. The amounts on loan to churches are detailed in note 10. These loans are no longer offered.

(b) Net interest earned on Association Fund, is available for use by the Trust Company.

Endowments

(c) The proceeds from the sale of the Castle Gresley Church are available for loan or investment in an Association property.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

Endowments (continued)

- (d) Consolidation of funds from the sale of closed churches under a Charity Commission Scheme dated 19th January 2004. The Charity Commission has now agreed to this fund being used for all purposes that advance the work of the East Midland Association. The balance includes a total of £28,151 being the cumulative Unrealised Gains that have accrued since 2003.

14 RESERVES

| | Unrestrict- ed | Restricted | Endowed | 2022 Total | 2021 Total |
|------------------------------------|-------------------|------------|----------|---------------|---------------|
| | £ | £ | £ | £ | £ |
| As at 1st January 2022 | 75,988 | 350,747 | 800,397 | 1,227,132 | 1,180,857 |
| Net Movement in funds for the year | (9,386) | (24,198) | (80,393) | (113,977) | 46,275 |
| As At 31st December 2022 | 66,602 | 326,549 | 720,004 | 1,113,155 | 1,227,132 |

15 ALLOCATION OF CHARITY NET ASSETS

The net assets of the Charity are held for the various funds as follows:

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2022 Total £ | 2021 Total £ |
|-----------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Tangible fixed assets | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Investments | 692,588 | 199,006 | 589,622 | 1,481,216 | 1,701,635 |
| Current assets | 714,166 | 82,543 | 130,382 | 927,091 | 1,094,591 |
| Current liabilities | (1,748,402) | - | - | (1,748,402) | (2,022,344) |
| | 66,602 | 326,549 | 720,004 | 1,113,155 | 1,227,132 |

16 RELATED PARTIES

The charitable company is a wholly owned subsidiary of the East Midland Baptist Association Ltd (limited by guarantee) No. 4302466 incorporated in England & Wales and a registered charity (No. 1094457).

17 CUSTODIAN TRUST FUNDS

The charitable company holds, as Custodian Trustee, certain assets being UK listed shares and securities and cash deposits for or for the benefit of the churches and associated charities within the Association. The trustees do not have any directly title to these funds but administers them within the general framework of the Charities Act 2011 and the objectives of the individual churches. The funds

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

17 CUSTODIAN TRUST FUNDS (continued)

are generally 'restricted' as to their use, and the trustees try to ensure that these restrictions are complied with.

Under current legislation the trustees are only required to give a description of the assets which they hold in this capacity. The following schedule shows the assets of each custodian fund and how these are held on behalf of each church or charity. Investments are included at Market Value.

| | | 2022 | 2021 |
|---|---------------------------------|-----------------------------------|--------------------|
| | Specific Investments | Aggregated Investments | |
| | £ | £ | Total £ |
| Restricted Funds | | | |
| Burgh Trust | - | 47,735 | 47,735 |
| Christchurch (Manse) Trust | - | 164,186 | 164,186 |
| Coningsby Trust | - | 56,884 | 56,884 |
| Cook Memorial Fund Investments Trust | 9,556 | 3,931 | 13,487 |
| Eastwood | - | 39,771 | 39,771 |
| Hugglescote Church Trust | - | 36,118 | 36,118 |
| Ilkeston, Queen St BC Trust | - | 77,857 | 77,857 |
| Kirkby Forest St Long Eaton | - | 31,231 | 31,231 |
| Long Eaton Taylor Trust | - | 744 | 744 |
| Loscoe BC | - | 10,000 | 10,000 |
| Nottingham Thomas Helwys | - | 1,712 | 1,712 |
| Ruddington Trust | - | 87,868 | 87,868 |
| | - | 194,521 | 194,521 |
| | 9,556 | 752,558 | 762,114 |
| Unrestricted Funds | | | |
| Bretton | - | 109,327 | 109,327 |
| Bulwell | - | 16,621 | 16,621 |
| Daybrook | - | 73,460 | 73,460 |
| Derby Osmaston | 770 | - | 770 |
| Epworth | - | 33,921 | 33,921 |
| Eyres Monsall | - | 26,835 | 26,835 |
| Fleet | - | 9,686 | 9,686 |
| Gosberton Investments | 92,506 | - | 92,506 |
| Heanor | - | 29,623 | 29,623 |
| Kegworth | - | 15,177 | 15,177 |
| | - | 9,358 | 9,358 |
| | - | 92,506 | 92,506 |
| | - | 28,620 | 28,620 |
| | - | 14,664 | 14,664 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2022

| Unrestricted Funds | | | | |
|--|---|----------------|------------------|------------------|
| (continued) | | | | |
| Langley Mill | - | 12,197 | 12,197 | 11,784 |
| Littleover | - | 45,814 | 45,814 | 44,263 |
| Loughborough | - | 234,329 | 234,329 | 172,231 |
| Milford | - | 108,749 | 108,749 | 113,028 |
| Newark | - | 9,038 | 9,038 | 8,732 |
| Nottingham Mansfield Road | - | 90,731 | 90,731 | 117,004 |
| Nottingham New Whitemoor | - | 120,716 | 120,716 | 116,633 |
| Skegness | - | 18,728 | 18,728 | 13,242 |
| Smalley BC | - | 32,781 | 32,781 | 31,672 |
| Sutton in Ashfield | - | 13,437 | 13,437 | 12,982 |
| Wirksworth & Bonsall BC Trust | - | 767 | 767 | 751 |
| | | 93,276 | 1,001,937 | 1,095,213 |
| Temporary unrealised gain on aggregate funds | - | 229,156 | 229,156 | 561,483 |
| | | 102,832 | 1,983,651 | 2,086,483 |
| | | | | 2,279,797 |

THE EAST MIDLAND BAPTIST TRUST COMPANY LIMITED

England & Wales - Charity number 250068

Accounts

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(A Company Limited by Guarantee)

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2021

Charity Number: 250068

Company Number: 00178555

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

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| Statement of Financial Activities | 6 |
| Balance Sheet | 7 |
| Notes to the Accounts | 8 -16 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

COMPANY INFORMATION

TRUSTEES Dr Chris Hanning (Chairman)
Mr Tim Jackson (Treasurer)
Revd Mike Fegredo
Mr Gary Anderson
Revd Mark Clay

COMPANY SECRETARY Mrs R Nicholls

KEY MANAGEMENT All Trustees

REGISTERED OFFICE Baptist House
PO Box 44
129 Broadway
Didcot
Oxfordshire
OX11 8RT

REGISTERED NUMBER 00178555

CHARITY NUMBER 250068

BANKERS Lloyds TSB
43 Irongate
Derby
DE1 3FT

INDEPENDENT EXAMINER A R R Price FCA
A R R Price Limited
Chartered Accountants
17 Newstead Grove
Nottingham
NG1 4GZ

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

ANNUAL REPORT OF THE TRUSTEES

The trustees present their report with the financial statements of the charitable company for the year ended 31st December 2021.

OBJECTS AND ACTIVITIES

Aims and objectives

The East Midland Baptist Trust Company Limited is a company limited by guarantee and also a registered charity and its objects are as set out in the Memorandum and Articles of Association dated 1st January 2002 and include provision as to:

- The promotion of Evangelical religion in the East Midlands or elsewhere according to the principles and usage for the time being of Protestants of the Baptist Denomination.
- Promote, or assist in promoting, or assist in the building, repairing and restoring places or centres of worship, Ministers' houses, Halls, Schools, Colleges, Institutions and other buildings.
- Provide monies required for all or any of such purposes.
- The exercising of corporate trusteeship over those churches in trust with the company.

ACHIEVEMENTS AND PERFORMANCE

Achievements

In furthering its primary objective during 2020 the Company continued to act as Custodian Trustee for the churches in Trust with it and as Management Trustee for a few property related Trust Funds.

The duties carried out included:

- a. Accounting to individual churches for interest earned on funds held.
- b. Approving plans submitted where alterations were proposed, ensuring that sufficient funds were available to service any loans taken out and that the correct procedures had been followed in the use of architects and quantity surveyors.
- c. Aggregating funds held on behalf of churches and the East Midland Association in order to secure the best rates of interest at minimum risk through a spread of investments.
- d. Making grants and loans to local churches from various Restricted Funds.

Financial Review

Total Incoming resources for the year were £25,511 (2020: £42,458). Total resources expended for the year were £38,412 (2020: £34,416). Where costs are shared between unrestricted and restricted activities they have been apportioned by the Trustees on the basis of amount used.

The funds at 31st December 2021 were £1,227,132 (2020: £1,180,857) of which £75,988 (2020: £87,508) were unrestricted, £350,747 (2020: £331,574) were restricted and £800,397 (2020: £761,775) were endowed funds.

Reserves Policy

In order to provide a quality, effective and efficient service to its beneficiaries the Trustees are aware of the desirability of setting a level of reserves that, in the event of funding not being sufficient to cover expenses in the future, a smooth transition can be made to a lower level of service.

However, the running costs of the company are generally quite modest and always capable of being covered by a corresponding level of investment income. The Trustees do not therefore consider that any level of reserves is required but will review this policy on an annual basis. Total general reserves at 31st December 2021 are £75,988 (2020: £87,508).

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

ANNUAL REPORT OF THE TRUSTEES

Investment Policy

The investment strategy is to increase the income in line with inflation and deliver a 3% yield while maintaining the long term purchasing power of the capital against inflation.

The Trustees have delegated the detailed monitoring of the portfolio to the Finance Committee. The investments are managed within the ethical guidelines set down by the Trustees. Within the investment strategy, the investment managers have discretion over particular investments. Details of the investments are set out in note 8 to the financial statements.

The investment managers are Charles Stanley for all equity based investments. The balance of the total assets is held in cash.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The main decision-making body of the Company during the year ended 31st December 2021 was the Board of Directors has appointed by the Parent Company, the East Midland Baptist Association Limited, with effect from 1st January 2002.

In addition to the Directors (the Trustees) the Company was served by a Trust Officer and a Deputy Trust Officer, employees of the Baptist Union Corporation Limited, to whom the Company paid an appropriate fee.

The Trust Company is wholly owned subsidiary of the East Midlands Baptist Association. Recruitment to fill a vacancy for a director is notified by the Trust to the Association Board, who then seeks a suitable replacement from the churches of the association and, after discussion at their board meeting makes the appointment to the EMBTC board.

Regional Property Advisors attended the meetings of the Trustees, when required, to offer expertise on issues relating to church properties.

In connection with the corporate trusteeship of those churches in trust with the Association, the EMBTC board has delegated its responsibilities to a specialist Trusteeship Committee, under the guidance of the Manager of the Baptist Union Corporation Ltd, for whose services a fee is paid.

The company has continued to provide financial support for capital purposes to various churches within the East Midland Association. These have been by way of loans on terms agreed by the Trustees. The company has also provided expert advice on legal and property issues to churches involved in extensive building work or in the buying and selling of manse properties.

Trustees

The trustees of the company during the year and at the year end were those appointed by the Parent Company, the East Midland Baptist Association Limited, as detailed below:

| | |
|-------------------|--|
| Chairman | Dr C Hanning |
| Company Secretary | Mrs Rebecca Nicholls |
| Treasurer | Mr Timothy Jackson |
| | Revd Mike Fegredo |
| | Revd Mark Clay |
| | Mr John Hemes (Resigned 1 st June 2022) |
| | Mr G Anderson |

Risk Review

The trustees have examined the major risks which the charity faces and confirm that systems have been established so that the necessary steps can be taken to reduce these risks.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

ANNUAL REPORT OF THE TRUSTEES

Statement on Public Benefit

The objectives and activities, and achievement and performance sections of this report clearly set out the activities which the charity undertakes for the public benefit. The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the charity.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of East Midland Baptist Trust Company Limited for the purposes of company law) are responsible for preparing the Councils' 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 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 charitable company 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 Charities SORP 2015 (FRS 102);
- 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.

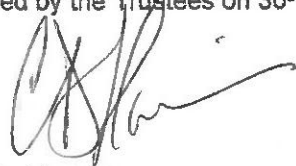
The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding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

In so far as the trustees are aware:

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

The report has been prepared having taken advantage of the small companies exemption in the Companies Act 2006

Approved by the Trustees on 30th June 2022 and signed on their behalf by:



Dr Chris Hanning

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the accounts of the charitable company for the year ended 31st December 2021 which are set out on pages 6 to 16.

This report is made solely to the Charity's Trustees as a body, in accordance with Section 145 of the Charities Act 2011. My independent examination work has been undertaken so that I might state to the Charities Trustees 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 Charity and the Charity's Trustees as a body, for my Independent examination work, for this report, or for the opinions I have found

Responsibilities and basis of the report

As the charity's Trustees of the company (and also its Directors for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").


Having satisfied myself that the accounts of the Company 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 your charity's accounts as carried out under section 145 of the Charities act 2011 ("the 2011 Act"). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act ; or
2. the accounts do not accord with those records; or
3. the accounts 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 the independent examination; or
4. the accounts 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 (FRS102).

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



Name *A R R PRICE FCA Chartered Accountant*

30th June 2022

For and on behalf of A R R Price Limited
17 Newstead Grove
Nottingham
NG1 4GZ

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)
FOR THE YEAR ENDED 31ST DECEMBER 2021

| | Notes | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | Total Funds 2021 £ | Total Funds 2020 £ |
|---------------------------------------|-----------|-------------------------|-----------------------|--------------------|--------------------------|--------------------------|
| Income from: | | | | | | |
| Bank and investment income | 2 | 8,692 | 4,240 | 12,579 | 25,511 | 42,458 |
| Total income | | 8,692 | 4,240 | 12,579 | 25,511 | 42,458 |
| Expenditure on: | | | | | | |
| Raising funds | 3 | 10,965 | - | - | 10,965 | 10,089 |
| Charitable activities | 4 | 9,247 | - | 18,200 | 27,447 | 24,327 |
| Total expenditure | | 20,212 | - | 18,200 | 38,412 | 34,416 |
| Net gains/(losses) on investment | 8 | - | 14,933 | 44,243 | 59,176 | (32,417) |
| Net income / movement in funds | | (11,520) | 19,173 | 38,622 | 46,275 | (24,375) |
| Reconciliation of funds | | | | | | |
| Total funds brought forward | 14 | 87,508 | 331,574 | 761,775 | 1,180,857 | 1,205,232 |
| Total funds carried forward | 14 | 75,988 | 350,747 | 800,397 | 1,227,132 | 1,180,857 |

All transactions are derived from continuing activities.

All recognised gains and losses are included in the Statement of Financial Activities.

BALANCE SHEET
AS AT 31ST DECEMBER 2021

| | Notes | 2021 £ | 2020 £ |
|---|-------|-------------------------|-------------------------|
| Fixed Assets | | | |
| Tangible assets | 7 | 453,250 | 453,250 |
| Investments | 8 | 1,701,635 | 1,357,860 |
| | | <u>2,154,885</u> | <u>1,811,110</u> |
| Current Assets | | | |
| Debtors | 9 | 42,911 | 31,608 |
| Cash at bank and in hand | 11 | 1,051,680 | 1,073,046 |
| | | <u>1,094,591</u> | <u>1,104,654</u> |
| Creditors: amounts falling due within one year | 12 | 2,022,344 | 1,734,907 |
| Net Current Liabilities | | <u>(927,753)</u> | <u>(630,253)</u> |
| Net Assets | | <u><u>1,227,132</u></u> | <u><u>1,180,857</u></u> |
| Represented by: | | | |
| Endowment funds | 13 | 800,397 | 761,775 |
| Restricted income funds | 13 | 350,747 | 331,574 |
| Unrestricted funds | 14 | 75,988 | 87,508 |
| Total Charity Funds | | <u><u>1,227,132</u></u> | <u><u>1,180,857</u></u> |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2021.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st December 2021 in accordance with Section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

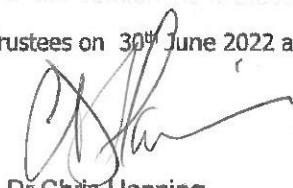
- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for 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 company.

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

Approved by the Board of Trustees on 30th June 2022 and signed on their behalf by:



T Jackson
Treasurer



Dr Chris Hanning
Trustee

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

1 ACCOUNTING POLICIES

Basis of preparation

East Midland Baptist Trust Company Limited is a company limited by guarantee in the United Kingdom. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. 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 (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

Incoming and endowments

All incoming resources are included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donation and legacy income are included in full in the Statement of Financial Activities when receivable.

Investment income is included when receivable.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Raising funds includes investment management fees.
- Charitable activities comprise those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them.

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 4.

Tangible assets

Depreciation has not been provided on the properties owned by the charitable company, as in the opinion of the trustees, the disposal value of the assets is not expected to be less than the carrying value.

Investments

Investments are recognised initially at their transaction value which is normally the transaction price less transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains /(losses) on investments' in the SOFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Taxation

The company is a registered charity and is therefore entitled to the exemptions from corporation tax afforded by section 505 of the Income and Corporation Taxes Act 1988. Accordingly, there is no corporation tax charge in these financial statements.

Custodian trustee funds

The charitable company holds funds on behalf of churches within the East Midlands Association as Custodian Trustee. Responsibility for managing these funds rests with the management trustees of the respective churches, and details of these assets should appear in their own accounts. As Custodian Trustee we have a duty to disclose the information relating to assets held and details appear on pages 15 and 16.

Funds

Permanent endowment funds are capital funds where there is no power to convert capital into income. They must generally be held indefinitely except where the Charity Commission has agreed otherwise.

Restricted funds are funds that can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when donors specify the purpose for which the income can be used.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

Funds (continued)

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charitable company without specified purpose and are available as general funds.

Endowment funds represent those assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2 INCOME FROM INVESTMENTS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2021 Total £ | 2020 Total £ |
|----------------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Bank and investment income | 8,692 | 4,240 | 12,579 | 25,511 | 42,458 |
| | <u>8,692</u> | <u>4,240</u> | <u>12,579</u> | <u>25,511</u> | <u>42,458</u> |

3 EXPENDITURE ON RAISING FUNDS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2021 Total £ | 2020 Total £ |
|-----------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Investment management | 10,965 | - | - | 10,965 | 10,089 |
| | <u>10,965</u> | <u>-</u> | <u>-</u> | <u>10,965</u> | <u>10,089</u> |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

4 EXPENDITURE ON CHARITABLE ACTIVITIES

| | Direct Costs | Support Costs | Total Costs 2021 | Total Costs 2020 |
|---------------------------------|---------------|---------------|------------------|------------------|
| | £ | £ | £ | £ |
| Grants and gifts | 18,200 | - | 18,200 | 14,856 |
| Property/legal costs | - | 308 | 308 | 628 |
| Trusteeship fee | - | 7,808 | 7,808 | 7,617 |
| Printing, postage and telephone | - | 135 | 135 | 174 |
| Independent examiner's fee | - | 996 | 996 | 1,052 |
| | 18,200 | 9,247 | 27,447 | 24,327 |

Grants of £18,200 are to four Baptist churches for building improvements.

5 INDEPENDENT EXAMINERS REMUNERATION

The independent examiners remuneration amounts to £996 (2020: £1,052).

6 EMPLOYEES, TRUSTEES AND KEY MANAGEMENT

None of the trustees or key management receive any remuneration and there are no staff costs (2020: nil).

No travelling, conference and other expenses were reimbursed to directors (2020: nil).

7 TANGIBLE ASSETS

| Freehold Property | Unrestricted Funds | Restricted Funds | Endowed Funds | 2021 Total | 2020 Total |
|---|--------------------|------------------|---------------|----------------|----------------|
| | £ | £ | £ | £ | £ |
| COST AND NET BOOK VALUE | | | | | |
| As at 1st January 2021 | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Disposals | - | - | - | - | - |
| As at 31st December 2021 | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Represented by the following freehold properties: | | | | | |
| 178 Oxclose Lane, Arnold, Notts, 40 Trueway Drive, Shepshed, Leics | 408,250 | 45,000 | - | 453,250 | 453,250 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

Endowments (continued)

- (d) Consolidation of funds from the sale of closed churches under a Charity Commission Scheme dated 19th January 2004. The Charity Commission has now agreed to this fund being used for all purposes that advance the work of the East Midland Association. The balance includes a total of £28,151 being the cumulative Unrealised Gains that have accrued since 2003.

14 RESERVES

| | Unrestric- ed | Restricted | Endowed | 2021 Total | 2020 Total |
|------------------------------------|------------------|------------|---------|---------------|---------------|
| | £ | £ | £ | £ | £ |
| As at 1st January 2021 | 87,508 | 331,574 | 761,775 | 1,180,857 | 1,205,232 |
| Net Movement in funds for the year | (11,520) | 19,173 | 38,622 | 46,275 | (24,375) |
| As At 31st December 2021 | 75,988 | 350,747 | 800,397 | 1,227,132 | 1,180,857 |

15 ALLOCATION OF CHARITY NET ASSETS

The net assets of the Charity are held for the various funds as follows:

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2021 Total £ | 2020 Total £ |
|-----------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Tangible fixed assets | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Investments | 795,256 | 228,720 | 677,659 | 1,701,635 | 1,357,860 |
| Current assets | 894,826 | 77,027 | 122,738 | 1,094,591 | 1,104,654 |
| Current liabilities | (2,022,344) | - | - | (2,022,344) | (1,734,907) |
| | 75,988 | 350,747 | 800,397 | 1,227,132 | 1,180,857 |

16 RELATED PARTIES

The charitable company is a wholly owned subsidiary of the East Midland Baptist Association Ltd (limited by guarantee) No. 4302466 incorporated in England & Wales and a registered charity (No. 1094457).

17 CUSTODIAN TRUST FUNDS

The charitable company holds, as Custodian Trustee, certain assets being UK listed shares and securities and cash deposits for or for the benefit of the churches and associated charities within the Association. The trustees do not have any directly title to these funds but administers them within the general framework of the Charities Act 2011 and the objectives of the individual churches. The funds

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

17 CUSTODIAN TRUST FUNDS (continued)

are generally 'restricted' as to their use, and the trustees try to ensure that these restrictions are complied with.

Under current legislation the trustees are only required to give a description of the assets which they hold in this capacity. The following schedule shows the assets of each custodian fund and how these are held on behalf of each church or charity. Investments are included at Market Value.

| | | | 2021 | 2020 |
|--------------------------------------|--------------|----------------|----------------|----------------|
| | Specific | Aggregated | Total | Total |
| | Investments | Investments | | |
| | £ | £ | £ | £ |
| Restricted Funds | | | | |
| Burgh Trust | - | 55,863 | 55,863 | 31,828 |
| Christchurch (Manse) Trust | - | 158,634 | 158,634 | 152,901 |
| Coningsby Trust | - | 54,960 | 54,960 | 52,974 |
| Cook Memorial Fund Investments Trust | 9,556 | 3,805 | 13,361 | 13,232 |
| Eastwood | - | 38,426 | 38,426 | 37,037 |
| Hugglescote Church Trust | - | 34,896 | 34,896 | 33,635 |
| Ilkeston, Queen St BC Trust | - | 75,223 | 75,223 | 72,505 |
| Kirkby Forest St | - | 30,175 | 30,175 | 29,085 |
| Long Eaton | - | 381 | 381 | 3,434 |
| Long Eaton Taylor Trust | - | 10,000 | 10,000 | 10,000 |
| Loscoe BC | - | 1,653 | 1,653 | 1,594 |
| Nottingham Thomas Helwys | - | 84,896 | 84,896 | 48,053 |
| Ruddington Trust | - | 187,943 | 187,943 | 181,150 |
| Sutton St James Trust | - | - | - | 22,762 |
| | 9,556 | 669,154 | 678,710 | 690,190 |
| Unrestricted Funds | | | | |
| Bretton | - | 105,629 | 105,629 | 101,812 |
| Bulwell | - | 16,058 | 16,058 | 15,478 |
| Cotsmanhay BC | - | - | - | 11,627 |
| Daybrook | - | 70,976 | 70,976 | 68,411 |
| Derby Osmaston | 770 | - | 770 | 770 |
| Epworth | - | 32,774 | 32,774 | 31,589 |
| Eyres Monsall | - | 25,927 | 25,927 | 30,806 |
| Fleet | - | 9,358 | 9,358 | 9,020 |
| Gosberton Investments | 92,506 | - | 92,506 | 92,506 |
| Heanor | - | 28,620 | 28,620 | 43,100 |
| | - | 14,664 | 14,664 | 14,134 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

Unrestricted Funds
(continued)

| | | | | |
|---|---|----------------|------------------|------------------|
| Kegworth | | | | |
| Langley Mill | - | 11,784 | 11,784 | 11,358 |
| Littleover | - | 44,263 | 44,263 | 42,665 |
| Loughborough | - | 172,231 | 172,231 | 104,057 |
| Milford | - | 113,028 | 113,028 | 108,943 |
| Newark | - | 8,732 | 8,732 | 8,417 |
| Nottingham Mansfield Road | - | 117,004 | 117,004 | 211,215 |
| Nottingham New Whitemoor | - | 116,633 | 116,633 | 112,418 |
| Skegness | - | 13,242 | 13,242 | 9,365 |
| Smalley BC | - | 31,672 | 31,672 | 30,528 |
| Sutton in Ashfield | - | 12,982 | 12,982 | 12,514 |
| Wirksworth & Bonsall BC Trust | - | 751 | 751 | 174,217 |
| | | <u>93,276</u> | <u>946,328</u> | <u>1,039,604</u> |
| Temporary unrealised gain on aggregate funds | - | 561,483 | 561,483 | 372,575 |
| | | <u>102,832</u> | <u>2,176,965</u> | <u>2,279,797</u> |
| | | | <u>2,307,715</u> | |

THE EAST MIDLAND BAPTIST TRUST COMPANY LIMITED

England & Wales - Charity number 250068

Accounts

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(A Company Limited by Guarantee)

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2020

Charity Number: 250068

Company Number: 00178555

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

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| Annual Report of the Trustees | 2-4 |
| Independent Examiner's Report | 5 |
| Statement of Financial Activities | 6 |
| Balance Sheet | 7 |
| Notes to the Accounts | 8-16 |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

COMPANY INFORMATION

| | | |
|-----------------------------|---|---|
| TRUSTEES | Dr Chris Hanning Mr Melvyn Gilmour Mr Tim Jackson Revd Mike Fegredo Mr John Hemes Revd Mark Clay Mr Gary Anderson | (Chairman from 23 rd January 2020) (Resigned 1 st October 2020) (Treasurer) (From 23 rd January 2020) |
| COMPANY SECRETARY | Mr M Gilmour Mrs R Nicholls | (Resigned 1 st October 2020) (Appointed 1 st October 2020) |
| KEY MANAGEMENT | All Trustees | |
| REGISTERED OFFICE | Baptist House PO Box 44 129 Broadway Didcot Oxfordshire OX11 8RT | |
| REGISTERED NUMBER | 00178555 | |
| CHARITY NUMBER | 250068 | |
| BANKERS | Lloyds TSB 43 Irongate Derby DE1 3FT | |
| INDEPENDENT EXAMINER | A R R Price FCA A R R Price Limited Chartered Accountants 17 Newstead Grove Nottingham NG1 4GZ | |

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

ANNUAL REPORT OF THE TRUSTEES

The trustees present their report with the financial statements of the charitable company for the year ended 31st December 2020.

OBJECTS AND ACTIVITIES

Aims and objectives

The East Midland Baptist Trust Company Limited is a company limited by guarantee and also a registered charity and its objects are as set out in the Memorandum and Articles of Association dated 1st January 2002 and include provision as to:

- The promotion of Evangelical religion in the East Midlands or elsewhere according to the principles and usage for the time being of Protestants of the Baptist Denomination.
- Promote, or assist in promoting, or assist in the building, repairing and restoring places or centres of worship, Ministers' houses, Halls, Schools, Colleges, Institutions and other buildings.
- Provide monies required for all or any of such purposes.
- The exercising of corporate trusteeship over those churches in trust with the company.

ACHIEVEMENTS AND PERFORMANCE

Achievements

In furthering its primary objective during 2020 the Company continued to act as Custodian Trustee for the churches in Trust with it and as Management Trustee for a few property related Trust Funds.

The duties carried out included:

- a. Accounting to individual churches for interest earned on funds held.
- b. Approving plans submitted where alterations were proposed, ensuring that sufficient funds were available to service any loans taken out and that the correct procedures had been followed in the use of architects and quantity surveyors.
- c. Aggregating funds held on behalf of churches and the East Midland Association in order to secure the best rates of interest at minimum risk through a spread of investments.
- d. Making grants and loans to local churches from various Restricted Funds.

Financial Review

Total Incoming resources for the year were £42,458 (2019: £68,453). Total resources expended for the year were £34,416 (2019: £51,612). Where costs are shared between unrestricted and restricted activities they have been apportioned by the Trustees on the basis of amount used.

The funds at 31st December 2020 were £1,180,857 (2019: £1,205,232) of which £87,508 (2019: £82,678) were unrestricted, £331,574 (2019: £335,195) were restricted and £761,775 (2019: £787,359) were endowed funds.

Reserves Policy

In order to provide a quality, effective and efficient service to its beneficiaries the Trustees are aware of the desirability of setting a level of reserves that, in the event of funding not being sufficient to cover expenses in the future, a smooth transition can be made to a lower level of service.

However, the running costs of the company are generally quite modest and always capable of being covered by a corresponding level of investment income. The Trustees do not therefore consider that any level of reserves is required but will review this policy on an annual basis. Total general reserves at 31st December 2020 are £87,508 (2019: £82,678).

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

ANNUAL REPORT OF THE TRUSTEES

Investment Policy

The investment strategy is to increase the income in line with inflation and deliver a 3% yield while maintaining the long term purchasing power of the capital against inflation.

The Trustees have delegated the detailed monitoring of the portfolio to the Finance Committee. The investments are managed within the ethical guidelines set down by the Trustees. Within the investment strategy, the investment managers have discretion over particular investments. Details of the investments are set out in note 8 to the financial statements.

The investment managers are Charles Stanley for all equity based investments. The balance of the total assets is held in cash.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The main decision-making body of the Company during the year ended 31st December 2020 was the Board of Directors has appointed by the Parent Company, the East Midland Baptist Association Limited, with effect from 1st January 2002.

In addition to the Directors (the Trustees) the Company was served by a Trust Officer and a Deputy Trust Officer, employees of the Baptist Union Corporation Limited, to whom the Company paid an appropriate fee.

The Trust Company is wholly owned subsidiary of the East Midlands Baptist Association. Recruitment to fill a vacancy for a director is notified by the Trust to the Association Board, who then seeks a suitable replacement from the churches of the association and, after discussion at their board meeting makes the appointment to the EMBTC board.

Regional Property Advisors attended the meetings of the Trustees, when required, to offer expertise on issues relating to church properties.

In connection with the corporate trusteeship of those churches in trust with the Association, the EMBTC board has delegated its responsibilities to a specialist Trusteeship Committee, under the guidance of the Manager of the Baptist Union Corporation Ltd, for whose services a fee is paid.

The company has continued to provide financial support for capital purposes to various churches within the East Midland Association. These have been by way of loans on terms agreed by the Trustees. The company has also provided expert advice on legal and property issues to churches involved in extensive building work or in the buying and selling of manse properties.

Trustees

The trustees of the company during the year and at the year end were those appointed by the Parent Company, the East Midland Baptist Association Limited, as detailed below:

| | |
|-------------------|---|
| Chairman | Dr C Hanning (Appointed 23 rd January 2020) |
| Company Secretary | Mr Melvyn Gilmour (Resigned 1 st October 2020) Mrs Rebecca Nicholls (Appointed 1 st October 2020) |
| Treasurer | Mr Timothy Jackson Revd Mike Fegredo Revd Mark Clay Mr John Hemes Mr G Anderson (Appointed 23 rd January 2020) |

Risk Review

The trustees have examined the major risks which the charity faces and confirm that systems have been established so that the necessary steps can be taken to reduce these risks.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
(Company Limited By Guarantee)

ANNUAL REPORT OF THE TRUSTEES

Statement on Public Benefit

The objectives and activities, and achievement and performance sections of this report clearly set out the activities which the charity undertakes for the public benefit. The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the charity.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of East Midland Baptist Trust Company Limited for the purposes of company law) are responsible for preparing the Councils' 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 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 charitable company 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 Charities SORP 2015 (FRS 102);
- 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 trustees are responsible for keeping adequate accounting records that 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.

In so far as the trustees are aware:

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

The report has been prepared having taken advantage of the small companies exemption in the Companies Act 2006

Approved by the Trustees on 29th July 2021 and signed on their behalf by:


Dr Chris Manning

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the accounts of the charitable company for the year ended 31st December 2020 which are set out on pages 6 to 16.

This report is made solely to the Charity's Trustees as a body, in accordance with Section 145 of the Charities Act 2011. My independent examination work has been undertaken so that I might state to the Charities Trustees 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 Charity and the Charity's Trustees as a body, for my Independent examination work, for this report, or for the opinions I have found

Responsibilities and basis of the report

As the charity's Trustees of the company (and also its Directors for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

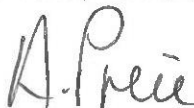
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities act 2011 ("the 2011 Act").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

Independent examiner's statement

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:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act ; or
2. the accounts do not accord with those records; or
3. the accounts 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 the independent examination: or
4. the accounts 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 (FRS102).

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



Name *A R R PRICE FCA Chartered Accountant*

For and on behalf of A R R Price Limited
17 Newstead Grove
Nottingham
NG1 4GZ

29.7.2021

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
 (Company Limited By Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
 (including income and expenditure account)
 FOR THE YEAR ENDED 31ST DECEMBER 2020

| | Notes | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | Total Funds 2020 £ | Total Funds 2019 £ |
|---------------------------------------|-------|----------------------------|--------------------------|-----------------------|-----------------------------|-----------------------------|
| Income from: | | | | | | |
| Bank and investment income | 2 | 24,390 | 4,559 | 13,509 | 42,458 | 68,453 |
| Total income | | 24,390 | 4,559 | 13,509 | 42,458 | 68,453 |
| Expenditure on: | | | | | | |
| Raising funds | 3 | 10,089 | - | - | 10,089 | 10,693 |
| Charitable activities | 4 | 9,471 | - | 14,856 | 24,327 | 40,919 |
| Total expenditure | | 19,560 | - | 14,856 | 34,416 | 51,612 |
| Net gains/(losses) on investment | 8 | - | (8,180) | (24,237) | (32,417) | 76,749 |
| Net income / movement in funds | | 4,830 | (3,621) | (25,584) | (24,375) | 93,590 |
| Reconciliation of funds | | | | | | |
| Total funds brought forward | 14 | 82,678 | 335,195 | 787,359 | 1,205,232 | 1,111,642 |
| Total funds carried forward | 14 | 87,508 | 331,574 | 761,775 | 1,180,857 | 1,205,232 |

All transactions are derived from continuing activities.

All recognised gains and losses are included in the Statement of Financial Activities.

BALANCE SHEET
AS AT 31ST DECEMBER 2020

| | Notes | 2020 £ | 2019 £ |
|---|-------|-------------------------|-------------------------|
| Fixed Assets | | | |
| Tangible assets | 7 | 453,250 | 453,250 |
| Investments | 8 | 1,357,860 | 1,407,279 |
| | | <u>1,811,110</u> | <u>1,860,529</u> |
| Current Assets | | | |
| Debtors | 9 | 31,608 | 49,024 |
| Cash at bank and in hand | 11 | 1,073,046 | 971,480 |
| | | <u>1,104,654</u> | <u>1,020,504</u> |
| Creditors: amounts falling due within one year | 12 | 1,734,907 | 1,675,801 |
| Net Current Liabilities | | <u>(630,253)</u> | <u>(655,297)</u> |
| Net Assets | | <u><u>1,180,857</u></u> | <u><u>1,205,232</u></u> |
| Represented by: | | | |
| Endowment funds | 13 | 761,775 | 787,359 |
| Restricted income funds | 13 | 331,574 | 335,195 |
| Unrestricted funds | 14 | 87,508 | 82,678 |
| Total Charity Funds | | <u><u>1,180,857</u></u> | <u><u>1,205,232</u></u> |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2020.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st December 2020 in accordance with Section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss 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 company.

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

Approved by the Board of Trustees on 29th July 2021 and signed on their behalf by:



T Jackson
Treasurer



Dr Chris Hanning
Trustee

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

1 ACCOUNTING POLICIES

Basis of preparation

East Midland Baptist Trust Company Limited is a company limited by guarantee in the United Kingdom. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 3.

The charity constitutes a public benefit entity as defined by FRS 102. 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 (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

Incoming and endowments

All incoming resources are included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donation and legacy income are included in full in the Statement of Financial Activities when receivable.

Investment income is included when receivable.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Raising funds includes investment management fees.
- Charitable activities comprise those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them.

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
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Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 4.

Tangible assets

Depreciation has not been provided on the properties owned by the charitable company, as in the opinion of the trustees, the disposal value of the assets is not expected to be less than the carrying value.

Investments

Investments are recognised initially at their transaction value which is normally the transaction price less transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains /(losses) on investments' in the SOFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Taxation

The company is a registered charity and is therefore entitled to the exemptions from corporation tax afforded by section 505 of the Income and Corporation Taxes Act 1988. Accordingly, there is no corporation tax charge in these financial statements.

Custodian trustee funds

The charitable company holds funds on behalf of churches within the East Midlands Association as Custodian Trustee. Responsibility for managing these funds rests with the management trustees of the respective churches, and details of these assets should appear in their own accounts. As Custodian Trustee we have a duty to disclose the information relating to assets held and details appear on pages 15 and 16.

Funds

Permanent endowment funds are capital funds where there is no power to convert capital into income. They must generally be held indefinitely except where the Charity Commission has agreed otherwise.

Restricted funds are funds that can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when donors specify the purpose for which the income can be used.

Funds (continued)

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charitable company without specified purpose and are available as general funds.

Endowment funds represent those assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as *unrestricted income*. Any *capital gains* or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2 INCOME FROM INVESTMENTS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2020 Total £ | 2019 Total £ |
|----------------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Bank and investment income | 24,390 | 4,559 | 13,509 | 42,458 | 68,453 |
| | <u>24,390</u> | <u>4,559</u> | <u>13,509</u> | <u>42,458</u> | <u>68,453</u> |

3 EXPENDITURE ON RAISING FUNDS

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2020 Total £ | 2019 Total £ |
|-----------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Investment management | 10,089 | - | - | 10,089 | 10,693 |
| | <u>10,089</u> | <u>-</u> | <u>-</u> | <u>10,089</u> | <u>10,693</u> |

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NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2020

4 EXPENDITURE ON CHARITABLE ACTIVITIES

| | Direct Costs | Support Costs | Total Costs 2020 | Total Costs 2019 |
|---------------------------------|-----------------|------------------|------------------------|------------------------|
| | £ | £ | £ | £ |
| Grants and gifts | 14,856 | - | 14,856 | 28,929 |
| Property/legal costs | - | 628 | 628 | 1,748 |
| Trusteeship fee | - | 7,617 | 7,617 | 7,431 |
| Printing, postage and telephone | - | 174 | 174 | 1,863 |
| Independent examiner's fee | - | 1,052 | 1,052 | 948 |
| | <u>14,856</u> | <u>9,471</u> | <u>24,327</u> | <u>40,919</u> |

Grants of £14,856 are to three Baptist churches for building improvements.

5 INDEPENDENT EXAMINERS REMUNERATION

The independent examiners remuneration amounts to £1,052 (2019: £948).

6 EMPLOYEES, TRUSTEES AND KEY MANAGEMENT

None of the trustees or key management receive any remuneration and there are no staff costs (2019: nil).

No travelling, conference and other expenses were reimbursed to directors (2019: nil).

7 TANGIBLE ASSETS

| Freehold Property | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2020 Total £ | 2019 Total £ |
|---|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| COST AND NET BOOK VALUE | | | | | |
| As at 1st January 2020 | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Disposals | - | - | - | - | - |
| As at 31st December 2020 | <u>408,250</u> | <u>45,000</u> | <u>-</u> | <u>453,250</u> | <u>453,250</u> |
| Represented by the following freehold properties: | | | | | |
| 178 Oxclose Lane, Arnold, Notts, 40 Trueway Drive, Shepshed, Leics | 408,250 | 45,000 | - | 453,250 | 453,250 |

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YEAR ENDED 31ST DECEMBER 2020

Endowments (continued)

- (d) Consolidation of funds from the sale of closed churches under a Charity Commission Scheme dated 19th January 2004. The Charity Commission has now agreed to this fund being used for all purposes that advance the work of the East Midland Association. The balance includes a total of £28,151 being the cumulative Unrealised Gains that have accrued since 2003.

14 RESERVES

| | Unrestricted | Restricted | Endowed | 2020 Total | 2019 Total |
|------------------------------------|--------------|------------|----------|---------------|---------------|
| | £ | £ | £ | £ | £ |
| As at 1st January 2020 | 82,678 | 335,195 | 787,359 | 1,205,232 | 1,111,642 |
| Net Movement in funds for the year | 4,830 | (3,621) | (25,584) | (24,375) | 93,590 |
| As At 31st December 2020 | 87,508 | 331,574 | 761,775 | 1,180,857 | 1,205,232 |

15 ALLOCATION OF CHARITY NET ASSETS

The net assets of the Charity are held for the various funds as follows:

| | Unrestricted Funds £ | Restricted Funds £ | Endowed Funds £ | 2020 Total £ | 2019 Total £ |
|-----------------------|----------------------------|--------------------------|-----------------------|--------------------|--------------------|
| Tangible fixed assets | 408,250 | 45,000 | - | 453,250 | 453,250 |
| Investments | 635,129 | 182,377 | 540,354 | 1,357,860 | 1,407,279 |
| Current assets | 779,036 | 104,197 | 221,421 | 1,104,654 | 797,417 |
| Current liabilities | (1,734,907) | - | - | (1,734,907) | (1,580,373) |
| | 87,508 | 331,574 | 761,775 | 1,180,857 | 1,111,642 |

16 RELATED PARTIES

The charitable company is a wholly owned subsidiary of the East Midland Baptist Association Ltd (limited by guarantee) No. 4302466 incorporated in England & Wales and a registered charity (No. 1094457).

17 CUSTODIAN TRUST FUNDS

The charitable company holds, as Custodian Trustee, certain assets being UK listed shares and securities and cash deposits for or for the benefit of the churches and associated charities within the Association. The trustees do not have any directly title to these funds but administers them within the general framework of the Charities Act 2011 and the objectives of the individual churches. The funds

EAST MIDLAND BAPTIST TRUST COMPANY LIMITED
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17 CUSTODIAN TRUST FUNDS (continued)

are generally 'restricted' as to their use, and the trustees try to ensure that these restrictions are complied with.

Under current legislation the trustees are only required to give a description of the assets which they hold in this capacity. The following schedule shows the assets of each custodian fund and how these are held on behalf of each church or charity. Investments are included at Market Value.

| | | | 2020 | 2019 |
|---|-------------------------|---------------------------|---------|---------|
| | Specific Investments | Aggregated Investments | Total | Total |
| | £ | £ | £ | £ |
| Restricted Funds | | | | |
| Burgh Trust | - | 31,828 | 31,828 | 16,152 |
| Christchurch (Manse) Trust | - | 152,901 | 152,901 | 148,447 |
| Coningsby Trust | - | 52,974 | 52,974 | 59,427 |
| Cook Memorial Fund Investments Trust | 9,557 | 3,675 | 13,232 | 13,132 |
| Eastwood | - | 37,037 | 37,037 | 35,959 |
| Hugglescote Church Trust | - | 33,635 | 33,635 | 32,656 |
| Ilkeston, Queen St BC Trust | - | 72,505 | 72,505 | 70,393 |
| Kirkby Forest St | - | 29,085 | 29,085 | 28,238 |
| Long Eaton | - | 3,434 | 3,434 | 241,713 |
| Long Eaton Taylor Trust | - | 10,000 | 10,000 | 10,000 |
| Loscoe BC | - | 1,594 | 1,594 | 1,547 |
| Nottingham Thomas Helwys | - | 48,053 | 48,053 | 34,980 |
| Ruddington Trust | - | 181,150 | 181,150 | 175,874 |
| Sutton St James Trust | - | 22,762 | 22,762 | 22,099 |
| | 9,557 | 680,633 | 690,190 | 890,617 |
| Unrestricted Funds | | | | |
| Bretton | - | 101,812 | 101,812 | 98,846 |
| Bulwell | - | 15,478 | 15,478 | 15,028 |
| Cotsmanhay BC | - | 11,627 | 11,627 | 11,288 |
| Daybrook | - | 68,411 | 68,411 | 66,418 |
| Derby Osmaston | 770 | - | 770 | 770 |
| Epworth | - | 31,589 | 31,589 | 36,553 |
| Eyres Monsall | - | 30,806 | 30,806 | 31,870 |
| Fleet | - | 9,020 | 9,020 | 8,757 |
| Gosberton Investments | 92,506 | - | 92,506 | 92,506 |
| Heanor | - | 43,100 | 43,100 | 46,775 |
| | - | 14,134 | 14,134 | 13,722 |

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NOTES TO THE FINANCIAL STATEMENTS
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Unrestricted Funds
(continued)

| | | | | |
|---|---|----------------|------------------|------------------|
| Kegworth | | | | |
| Langley Mill | - | 11,358 | 11,358 | 38,471 |
| Littleover | - | 42,665 | 42,665 | 41,422 |
| Loughborough | - | 104,057 | 104,057 | 101,418 |
| Milford | - | 108,943 | 108,943 | 105,770 |
| Newark | - | 8,417 | 8,417 | 8,171 |
| Nottingham Mansfield Road | - | 211,215 | 211,215 | 179,556 |
| Nottingham New Whitemoor | - | 112,418 | 112,418 | 109,144 |
| Skegness | - | 9,365 | 9,365 | 9,092 |
| Smalley BC | - | 30,528 | 30,528 | 29,639 |
| Sutton in Ashfield | - | 12,514 | 12,514 | 12,149 |
| Wirksworth & Bonsall BC Trust | - | 174,217 | 174,217 | 179,037 |
| | | <u>93,276</u> | <u>1,151,674</u> | <u>1,244,950</u> |
| | | | | <u>1,236,412</u> |
| Temporary unrealised gain on aggregate funds | - | 372,575 | 372,575 | 470,013 |
| | | <u>102,833</u> | <u>2,204,882</u> | <u>2,307,715</u> |
| | | | | <u>2,597,042</u> |