

KINGSWAY CLC TRUST

England & Wales · Charity number 265612

Details

Other names KINGSWAY TRUST

Status Registered

Legal form Charitable company

Company number 01093879

Registered 1973-05-08

Register [View on the Charity Commission register](#)

Contact

Address Unit 5 Glendale Avenue
Sandycroft Industrial Estate
Sandycroft
Deeside
CH5 2QP

Phone 01244455700

Email sales@kingswayclctrust.com

Website <http://www.kingswayclctrust.com>

Activities

Objects: TO ADVANCE THE CHRISTIAN FAITH BY SUCH LAWFUL MEANS AS THE FOUNDATION MAY DETERMINE.

Activities: TO ADVANCE THE CHRISTIAN FAITH THROUGH THE PRODUCTION AND DISTRIBUTION OF BOOKS AND MUSIC AND EDUCATIONAL EVENTS.

Classification

- **How:** Makes Grants To Organisations
- **What:** Education/training, Religious Activities
- **Who:** Children/young People, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£6,812,041	£6,794,339	£2,407,895	41
2024-03-31	£6,516,812	£7,245,483	£2,390,193	55
2023-03-31	£6,516,812	£6,982,431	£2,386,739	50
2022-03-31	£5,769,301	£5,827,153	£2,852,360	45
2021-03-31	£4,470,492	£4,466,281	£2,910,212	39

Trustees

Name	Role	Appointed
WILLIAM EDWARD OWEN	Chair	
Herve Yves Lessous		2023-03-14
John Michael Watkins		2019-10-01
Linda Owen		2014-02-25
NEIL WARDROPE		2025-02-19
Stephen Banner		2023-09-13

KINGSWAY CLC TRUST

England & Wales - Charity number 265612

Accounts

REGISTERED COMPANY NUMBER: 01093879 (England and Wales)
REGISTERED CHARITY NUMBER: 265612

KINGSWAY CLC TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

KINGSWAY CLC TRUST

**CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 March 2025**

	Page
Reference and administrative details	1
Report of the trustees	2 to 4
Report of the independent auditors	5 to 7
Statement of financial activities	8
Balance sheet	9
Cash flow statement	10
Notes to the cash flow statement	11
Notes to the financial statements	12 to 22
Detailed statement of financial activities	23 to 24

KINGSWAY CLC TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS
for the year ended 31 March 2025**

TRUSTEES	P V Dalton (resigned 21.2.25) Mrs E Dowey W E Owen Mrs L M Owen J M Watkins H Y Lessous S L Banner N Wardrope (appointed 19.2.25)
COMPANY SECRETARY	J M Watkins
REGISTERED OFFICE	Unit 5 Glendale Avenue Sandycroft Industrial Estate Sandycroft Deeside CH5 2QP
REGISTERED COMPANY NUMBER	01093879 (England and Wales)
REGISTERED CHARITY NUMBER	265612
AUDITORS	Berringers LLP Lygon House 50 London Road Bromley Kent BR1 3RA

KINGSWAY CLC TRUST
REPORT OF THE TRUSTEES
for the year ended 31 March 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust's object as defined by its Memorandum and Articles of Association is "to advance the Christian Faith by such lawful means as the Foundation may determine". The activities carried out in furtherance of this object are wholesale, publishing and dealing in Christian literature, distributing Christian films and music, conducting Christian bookshops and running Christian conferences.

Public benefit

The charity's trustees have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charity Commission. The charity delivers public benefit by virtue of the activities described above. The Trustees receive no private benefits from the charity and those in poverty are not excluded from benefiting from the charity's services.

STRATEGIC REPORT

Achievement and performance

Charitable activities

At Kingsway CLC Trust we seek to serve God by distributing Christian literature and other resources. We do this with the key objective of encouraging our customers, and their customers, to come to a saving faith and growing maturity in the Lord Jesus Christ.

We are delighted to be able to maintain and grow key relationships with a variety of publishers, both from the UK and US, all of whom hold to key Biblical truth, and share in our objective of sharing God's word across our nation and beyond.

We are also grateful that we are able to support many Christian bookshops, that are still seeking to faithfully serve God in their local communities, and we look forward to building on these important relationships in the future.

We give thanks for our developing ecommerce business where we have seen continual growth over the last 12 months, as we serve customers directly, offering great deals and many new releases to our growing online customer base.

In addition our team has sought to bring God's word directly to customers through a number of bookstalls, that we have managed, at key events across the year.

We are so pleased to continue to be able to run two key conferences during the year - Mission Worship, down in Eastbourne; and the children's ministry conference, Hand In Hand, based in the Midlands.

We also have the opportunity to print Christian material on demand with our in house printing facility, and we are keen to see this develop further in the coming year.

We have a committed team, supported by our Trustees, for whom we give thanks to God, for their commitment, diligence, resourcefulness and enthusiasm: as they support these varied and exciting activities of the Trust.

We echo Moses' prayer from Psalm 90 - that the favour of the Lord our God may rest on us, that He will establish the work of our hands.

KINGSWAY CLC TRUST
REPORT OF THE TRUSTEES
for the year ended 31 March 2025

STRATEGIC REPORT

Financial review

Financial position

The Trust is pleased to present this set of accounts, that shows a continuing improvement in our commercial performance. Whilst sales declined in the 2024/5 financial year, our cash position improved significantly, which has enabled the Trust to establish a solid financial base from which to operate.

The Trust in more recent months has seen sales growth, and margins at least maintained. This has been supported by the establishment of strong relationships with four new publishers introduced in the spring of 2024.

We continue to keep a tight control on our cost base, and have been able to absorb the increasing cost pressures particularly with regard to increased wage costs.

The organisation continues to reduce its inventory levels, generating cash to pay back the loan received from CLC International (UK).

The Trust is also committed to increasing its financial support for CLC worldwide, as well as funding exciting new projects in the UK, including the provision and distribution of very low cost Bibles to support evangelistic initiatives, specifically amongst young people.

Whilst we are all encouraged by the financial performance in the last year, we remain dependent upon our faithful and almighty God, from whom all blessings flow. We give Him all the praise, and thanks!

Reserves policy

The directors have examined the charities requirements for reserves in the light of the main risks to the organisation and the expansion of activities as outlined earlier in this report. A level of three-month general expenditure not directly related to turnover is considered desirable. The directors are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

The charity is a company limited by guarantee. The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements are listed on page 1 under the heading Trustees.

The directors of the company are also the charity trustees and comprise the management committee. Each year at the general meeting one third of the trustees since their last election or appointment, retire from office, but are then eligible for re-election.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up. Related parties of Kingsway CLC trust include CLC International UK, a charity with shared trustees.

The trustees report was approved by the Board of Trustees.

KINGSWAY CLC TRUST

**REPORT OF THE TRUSTEES
for the year ended 31 March 2025**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Kingsway CLC Trust for the purposes of company law) are responsible for preparing the Report of the trustees 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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 audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Berringers LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a Strategic report, approved by order of the board of trustees, as the company directors, on ~~1.1.2025~~ ~~1.1.2025~~ ~~1.1.2025~~ ~~1.1.2025~~ and signed on the board's behalf by:



.....
W E Owen - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Opinion

We have audited the financial statements of Kingsway CLC Trust (the 'charitable company') for the year ended 31 March 2025 which comprise the Statement of financial activities, the Balance sheet, the Cash flow statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

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

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

Opinions on other matters prescribed by the Companies Act 2006

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

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

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

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and error, we considered the following:

- the nature of the industry, control environment and business performance;
- results of our enquiries to management about their own assessment of the risks of fraud and error;
- the matters discussed among the audit engagement team regarding how and where fraud may occur in the financial statements and any potential indicators of fraud.

Our procedures to respond to risk include the following:

- reviewing the financial statement disclosures and testing to supporting documentation;
- performing analytical procedures to identify any unusual or unexpected areas that may indicate risks of material misstatement due to fraud or error;

addressing the risk of fraud and error through management override of controls, testing the appropriateness of journals, assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
KINGSWAY CLC TRUST**

Use of our report

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

Paul Allan BSocSc FCA (Senior Statutory Auditor)
for and on behalf of Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

Date:

KINGSWAY CLC TRUST
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 March 2025

	Notes	2025 Unrestricted fund £	2024 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	15,800	226,713
Charitable activities			
Sales of Bibles and Christian Literature	4	6,678,225	6,908,901
Investment income	3	100,016	98,323
Other income		18,000	15,000
Total		<u>6,812,041</u>	<u>7,248,937</u>
 EXPENDITURE ON			
Raising funds	5	76,503	76,776
Charitable activities			
Sales of Bibles and Christian Literature	6	6,717,836	7,168,707
Total		<u>6,794,339</u>	<u>7,245,483</u>
 NET INCOME		 17,702	 3,454
 RECONCILIATION OF FUNDS			
Total funds brought forward		2,390,193	2,386,739
 TOTAL FUNDS CARRIED FORWARD		 <u><u>2,407,895</u></u>	 <u><u>2,390,193</u></u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

**BALANCE SHEET
31 March 2025**

	Notes	2025 Unrestricted fund £	2024 Total funds £
FIXED ASSETS			
Tangible assets	12	1,796,761	1,858,969
CURRENT ASSETS			
Stocks	13	1,420,676	1,534,298
Debtors	14	608,478	644,852
Cash at bank and in hand		306,920	244,251
		2,336,074	2,423,401
CREDITORS			
Amounts falling due within one year	15	(1,169,584)	(1,125,708)
		1,166,490	1,297,693
NET CURRENT ASSETS			
		2,963,251	3,156,662
TOTAL ASSETS LESS CURRENT LIABILITIES			
		2,963,251	3,156,662
CREDITORS			
Amounts falling due after more than one year	16	(555,356)	(766,469)
		2,407,895	2,390,193
NET ASSETS			
		2,407,895	2,390,193
FUNDS			
Unrestricted funds	18	2,407,895	2,390,193
		2,407,895	2,390,193
TOTAL FUNDS			
		2,407,895	2,390,193

The financial statements were approved by the Board of Trustees and authorised for issue on 17th SEPTEMBER 2025 and were signed on its behalf by:



 W E Owen - Trustee

The notes form part of these financial statements

KINGSWAY CLC TRUST
CASH FLOW STATEMENT
for the year ended 31 March 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	<u>263,494</u>	<u>95,397</u>
Net cash provided by operating activities		<u>263,494</u>	<u>95,397</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(1,999)</u>	(228,170)
Interest received		413	<u>92</u>
Net cash used in investing activities		<u>(1,586)</u>	<u>(228,078)</u>
Cash flows from financing activities			
New loans in year		-	305,034
Loan repayments in year		<u>(199,239)</u>	<u>(10,000)</u>
Net cash (used in)/provided by financing activities		<u>(199,239)</u>	<u>295,034</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>62,669</u>	162,353
Cash and cash equivalents at the end of the reporting period		<u>244,251</u>	<u>81,898</u>
Cash and cash equivalents at the end of the reporting period		<u>306,920</u>	<u>244,251</u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

**NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 March 2025**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025	2024
	£	£
Net income for the reporting period (as per the Statement of financial activities)	17,702	3,454
Adjustments for:		
Depreciation charges	64,207	55,133
Interest received	(413)	(92)
Decrease in stocks	113,622	200,069
Decrease in debtors	36,374	42,801
Increase/(decrease) in creditors	32,002	(205,968)
	<u>263,494</u>	<u>95,397</u>
Net cash provided by operations	<u>263,494</u>	<u>95,397</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.24	Cash flow	At 31.3.25
	£	£	£
Net cash			
Cash at bank and in hand	244,251	62,669	306,920
	<u>244,251</u>	<u>62,669</u>	<u>306,920</u>
Debt			
Debts falling due within 1 year	(154,398)	(11,874)	(166,272)
Debts falling due after 1 year	(766,469)	211,113	(555,356)
	<u>(920,867)</u>	<u>199,239</u>	<u>(721,628)</u>
Total	<u>(676,616)</u>	<u>261,908</u>	<u>(414,708)</u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2025

I. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The charity constitutes a public benefit entity as defined by FRS 102.

Going concern

The trustees have reviewed the post year end financial information available at the time of approving these financial statements, and have concluded that the financial statements should be prepared on a going concern basis.

Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Turnover from the sales of Bibles and Christian literature is brought into account as receivable for the period and excludes VAT.

Donations, legacies and gifts are recognised when received or when the charity becomes legally entitled to them having been notified in writing of both the amount and settlement date. Donations are allocated specifically at the request of the donor, or to the general fund for volunteers. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either of those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity: this is normally upon notification of the interest paid or payable by the bank.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis, exclusive of any VAT.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Costs have been allocated to specific departments on a usage basis, as a result no further allocation of costs is required. There are no costs to be allocated to the cost of generating voluntary income.

Distributions to volunteers and centres are recognised on commitment to payment and are included in charitable expenditure. Staff costs have been included in charitable expenditure.

Allocation and apportionment of costs

In accordance with SORP FRS 102, governance costs have been included within support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to statutory audit and legal fees together with the apportionment of overhead and support costs.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Improvements to property	- 5% on cost

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2025

I. ACCOUNTING POLICIES - continued

Tangible fixed assets

Plant and machinery	- 10% - 33.3% on cost
Fixtures and fittings	- 10% - 20% on cost
Computer equipment	- 20% - 33.3% on cost

Fixed assets donated from CLC International (UK) were initially included within fixed asset additions at the net book value as per the audited financial statements of CLC International (UK) and then depreciated over their useful economic lives with reference to the relevant depreciation policy (as detailed above).

Freehold property is included in the financial statements at fair value as at the balance sheet date. No depreciation is provided in respect of the freehold properties. This policy of non-depreciation, is, in the opinion of the trustees, necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards as the properties are included in the financial statements at appropriate value. The properties will maintain a long useful economic life and high residual value through the policy of regular maintenance and repair (charges for which are recognised in the Statement of Financial Activities) such that the assets are kept to the previously assessed levels.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds comprise of a general fund which can be used in accordance with the charitable objectives at the discretion of the trustees, and a revaluation fund which is realised and transferred to the general fund upon the sale of the revalued property or properties to which the fund relates.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. At the balance sheet date there were no restricted funds held by the charity.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged as incurred.

Pension costs and other post-retirement benefits

Employees of the charity may be entitled to join a defined contribution scheme. The costs of the defined contribution scheme are included within support and governance costs and charged to the unrestricted funds of the charity.

The plan is managed by The People's Pension Trustee Limited and invests the contributions made by the employee and employer in an investment fund to build up over the term of the plan. The pension fund is converted into a pension upon the employee's normal retirement age which is defined as when they are eligible for state pension. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

Realised gains and losses

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

1. ACCOUNTING POLICIES - continued

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on property sales are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Charitable activities

Costs of charitable activities include costs in connection with the sale of Bibles and Christian literature, governance costs and an apportionment of support costs as shown in note 7.

Trade and other creditors

Trade and other creditors are recognised in the accounts at fair value on the date of the transaction. Impairments are recognised in the Statement of Financial Activities in the reporting period.

Critical accounting estimates and judgements

In application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	2025	2024
	£	£
Donations	13,299	224,979
Gift aid	2,501	1,734
	15,800	226,713
	15,800	226,713

3. INVESTMENT INCOME

	2025	2024
	£	£
Rents received	67,603	67,603
Service charges received	32,000	30,628
Interest receivable	413	92
	100,016	98,323
	100,016	98,323

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

4. INCOME FROM CHARITABLE ACTIVITIES

		2025	2024
	Activity	£	£
Wholesale sales	Sales of Bibles and Christian Literature	5,235,166	5,416,946
Equip Aberdeen	Sales of Bibles and Christian Literature	62,911	48,008
Online sales	Sales of Bibles and Christian Literature	1,333,142	1,418,996
Royalties income	Sales of Bibles and Christian Literature	5,246	10,852
POD income	Sales of Bibles and Christian Literature	41,760	14,099
		<u>6,678,225</u>	<u>6,908,901</u>

5. RAISING FUNDS

Raising donations and legacies

	2025	2024
	£	£
Advertising	<u>76,503</u>	<u>76,776</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Sales of Bibles and Christian Literature	<u>5,847,906</u>	<u>869,930</u>	<u>6,717,836</u>

7. SUPPORT COSTS

The breakdown of support costs, included in the above, are as follows:

Other support costs

	Year ended 31.3.25 Sales of Bibles and Christian Literature £	Year ended 31.3.24 Sales of Bibles and Christian Literature £
Rent, rates & utilities	63,235	69,209
Telephone	15,045	12,853
Repairs	7,226	38,427
Insurance	19,291	3,500
Cleaning	12,651	12,772
Travel & motor expenses	30,013	36,406
Event costs	2,918	3,352
Advertising & promotion	88,823	119,005
Printing & stationery	4,097	2,199
Subscription and donations	-	3,450
Credit card charges	5,809	6,503
Training costs	311	1,774
Bad and doubtful debts	7,250	21,999
Computer licencing & maintenance	44,373	55,243
Equipment maintenance	6,890	4,877
Welfare expenses	2,633	6,557

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

7. SUPPORT COSTS - continued

International office field contribution	32,806	34,693
Bank charges	37,255	36,439
Sundry	4,652	4,448
Interest on CLC loan	37,920	25,177
POD Costs	62,095	28,560
Depreciation of tangible fixed assets	64,206	55,133
	549,501	582,576
	549,501	582,576

Governance costs

	Year Ended 31.3.25 Sales of Bibles and Christian Literature £	Year Ended 31.3.24 Sales of Bibles and Christian Literature £
Salaries	280,653	249,668
Auditors' remuneration	23,421	17,400
Legal and professional fees	6,278	7,036
Conferences & trustee meetings	2,257	1,889
	320,429	275,993
	320,429	275,993

8. NET INCOME/(EXPENDITURE)

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

	2025 £	2024 £
Auditors' remuneration	23,241	17,400
Depreciation - owned assets	64,207	55,133
	64,207	55,133

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

Included within Trustees, conference and committee expenses are expenses claimed by trustees for travelling to trustees meetings of £927 (2024: £467).

10. STAFF COSTS

	2025	2024
	£	£
Employment costs		
Wages and salaries	1,041,547	1,186,180
Social security costs	86,320	90,941
Other pension costs	21,048	23,551
	1,148,915	1,300,672
	1,148,915	1,300,672

The average monthly number of employees during the year was as follows:

	2025	2024
Full time and part time	41	55
	41	55

No employees received emoluments in excess of £60,000.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	226,713
Charitable activities	
Sales of Bibles and Christian Literature	6,908,901
Investment income	98,323
Other income	15,000
Total	7,248,937
EXPENDITURE ON	
Raising funds	76,776
Charitable activities	
Sales of Bibles and Christian Literature	7,168,707
Total	7,245,483

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

NET INCOME 3,454

RECONCILIATION OF FUNDS

Total funds brought forward 2,386,739

TOTAL FUNDS CARRIED FORWARD 2,390,193

12. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2024	1,407,176	378,991	119,233
Additions	-	-	-
	<u>1,407,176</u>	<u>378,991</u>	<u>119,233</u>
At 31 March 2025			
	1,407,176	378,991	119,233
	<u>1,407,176</u>	<u>378,991</u>	<u>119,233</u>
DEPRECIATION			
At 1 April 2024	-	66,387	25,372
Charge for year	-	20,528	15,599
	<u>-</u>	<u>86,915</u>	<u>40,971</u>
At 31 March 2025			
	-	86,915	40,971
	<u>-</u>	<u>86,915</u>	<u>40,971</u>
NET BOOK VALUE			
At 31 March 2025	<u>1,407,176</u>	<u>292,076</u>	<u>78,262</u>
At 31 March 2024	<u>1,407,176</u>	<u>312,604</u>	<u>93,861</u>

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

12. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2024	114,395	63,280	2,083,075
Additions	-	1,999	1,999
	114,395	65,279	2,085,074
At 31 March 2025	114,395	65,279	2,085,074
DEPRECIATION			
At 1 April 2024	86,357	45,990	224,106
Charge for year	17,829	10,251	64,207
	104,186	56,241	288,313
At 31 March 2025	104,186	56,241	288,313
NET BOOK VALUE			
At 31 March 2025	10,209	9,038	1,796,761
At 31 March 2024	28,038	17,290	1,858,969

The freehold property was valued in 2018 by the trustees of CLC International (UK) using market data to ensure that the carrying value was at fair value in accordance with FRS 102. Following the donation of the property to the charity on 1 August 2019 the trustees of both charities reviewed the carrying amount and concluded there was no material change in fair value since the last valuation. The trustees continue to believe that there has been no material adjustment in the carrying value since that date.

13. STOCKS

	2025 £	2024 £
Stocks	1,420,676	1,534,298

During the period the trustees revalued wholesale slow-moving stock to net realisable value. Included in the accounts is a impairment provision totalling £262,000 (2024: £205,800).

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade debtors	517,813	533,761
Other debtors and prepayments	58,512	67,328
VAT	1,806	43,763
Accrued income	30,347	-
	608,478	644,852

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2025	2024
	£	£
Bank loans and overdrafts (see note 17)	10,477	9,364
Other loans (see note 17)	155,795	145,034
Trade creditors	615,293	701,523
Social security and other taxes	19,729	19,474
Sundry creditors and accruals	368,290	250,313
	<u>1,169,584</u>	<u>1,125,708</u>
16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	2025	2024
	£	£
Bank loans (see note 17)	5,356	16,469
Other loans (see note 17)	550,000	750,000
	<u>555,356</u>	<u>766,469</u>
17. LOANS		
An analysis of the maturity of loans is given below:		
	2025	2024
	£	£
Amounts falling due within one year on demand:		
Bank loans	10,477	9,364
Other loans	155,795	145,034
	<u>166,272</u>	<u>154,398</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	5,356	9,714
Other loans - 1-2 years	550,000	750,000
	<u>555,356</u>	<u>759,714</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>-</u>	<u>6,755</u>

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2025**

18. MOVEMENT IN FUNDS

	At 1.4.24 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	2,390,193	17,702	2,407,895
TOTAL FUNDS	2,390,193	17,702	2,407,895

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	6,812,041	(6,794,339)	17,702
TOTAL FUNDS	6,812,041	(6,794,339)	17,702

Comparatives for movement in funds

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	2,386,739	3,454	2,390,193
TOTAL FUNDS	2,386,739	3,454	2,390,193

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	7,248,937	(7,245,483)	3,454
TOTAL FUNDS	7,248,937	(7,245,483)	3,454

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2025

19. RELATED PARTY DISCLOSURES

CLC International (UK) is a related party due to mutual trustees. By an Asset Transfer Agreement on 1 August 2019, CLC transferred assets totalling £3,179,349 to Kingsway CLC Trust, a Charity Company limited by guarantee. During this process CLC transferred its wholesale and ecommerce divisions as well as its warehouse and offices in Sandycroft, warehouse stock, trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement, with the remaining employees transferred during the year ended 31 March 2021.

During 2024 there were management charges to CLC of £18,000 (2024: £15,000) and no goods were sold to them (2024: £nil). As at 31 March 2025, £705,795 was owed to CLC International (UK), relating to a short term loan of £155,795, due within one month of the year end, and a long term loan of £550,000. Interest is accruing at the Bank of England rate, with £37,920 charged for the year.

CLC International is a related party due to a mutual trustee. A Mission Support Contribution of £32,806 (2024: £34,693) was paid to CLC International during the year.

The activities of Re-vived.com label were held in a separate account in the name of Re-vived.com Resources Ltd but are treated as activities of the Kingsway CLC Trust. Re-vived.com Resources Ltd was dormant and limited by guarantee. The trustees of Kingsway CLC Trust are the guarantors.

Key management personnel

Included in wages and salaries is the remuneration paid to key management personnel of the charity during the financial period with the total employment benefits including employer pension contributions being £288,653 (2024: £249,668).

KINGSWAY CLC TRUST

England & Wales - Charity number 265612

Accounts

REGISTERED COMPANY NUMBER: 01093879 (England and Wales)
REGISTERED CHARITY NUMBER: 265612

KINGSWAY CLC TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

KINGSWAY CLC TRUST

CONTENTS OF THE FINANCIAL STATEMENTS for the year ended 31 March 2024

	Page
Reference and administrative details	1
Report of the trustees	2 to 4
Report of the independent auditors	5 to 7
Statement of financial activities	8
Balance sheet	9
Cash flow statement	10
Notes to the cash flow statement	11
Notes to the financial statements	12 to 21
Detailed statement of financial activities	22 to 23

KINGSWAY CLC TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS
for the year ended 31 March 2024**

TRUSTEES	P V Dalton Mrs E Dowey W H M MacKenzie (resigned 13.9.23) W E Owen Mrs L M Owen J M Watkins H Y Lessous S L Banner (appointed 13.9.23)
COMPANY SECRETARY	W E Owen
REGISTERED OFFICE	Unit 5 Glendale Avenue Sandycroft Industrial Estate Sandycroft Deeside CH5 2QP
REGISTERED COMPANY NUMBER	01093879 (England and Wales)
REGISTERED CHARITY NUMBER	265612
AUDITORS	Berringers LLP Lygon House 50 London Road Bromley Kent BR1 3RA

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2024

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust's object as defined by its Memorandum and Articles of Association is "to advance the Christian Faith by such lawful means as the Foundation may determine". The activities carried out in furtherance of this object are wholesale, publishing and dealing in Christian literature, distributing Christian films and music, conducting Christian bookshops and running Christian conferences.

Public benefit

The charity's trustees have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charity Commission. The charity delivers public benefit by virtue of the activities described above. The Trustees receive no private benefits from the charity and those in poverty are not excluded from benefiting from the charity's services.

STRATEGIC REPORT

Achievement and performance

Charitable activities

The trustees are pleased to present a more encouraging set of accounts following the previously disappointing 2022/3 financial year result.

The 2023/4 financial year has seen very significant sales growth (£6,908,901 compared to £6,385,350), a growth of +8.1%.

The stated aim of the Trust is to be able to distribute Christian literature and other resources to bring people to faith and maturity in Jesus Christ. We are very thankful that we have been able to continue to do that in this financial year, and specifically we are very grateful to be one of the largest distributors of Bibles in the UK.

Strategic relationships with key Christian publishers based both in the UK and the US has been a mainstay to this activity. Also the key customer relationships that the Trust has developed over recent years with many Christian bookshops has helped to maintain a flow of Christian resources to many high streets across the UK and beyond.

We have also developed the opportunity to sell direct through our three websites: re-vived.com, equippingthechurch.com and aslanchristianbooks.com. We recognise that there is further opportunity to support local churches and individuals through this online ministry.

We are also pleased to support the wider international CLC family, as we make a financial contribution to their mission across the world. Having developed a print on demand facility we are now also able to offer the opportunity to external third parties to print Christian resources in house.

We are grateful to be able to support these varied ministries with a solid infrastructure, owning our own warehouse in Chester, supported by established IT systems, and employing an experienced and stable team committed to the ministry. In particular the team remain excited to be able to distribute God's word, and other evangelical literature and media, which point people to the good news of the life, death and resurrection of Jesus Christ.

The trustees are wholeheartedly committed to the further development of this ministry, and to ensuring and maintaining the financial stability of the organisation and are certainly encouraged by the financial performance achieved in the most recent months of the 2024/5 financial year.

The Trust has now also developed new relationships with four additional Christian publishers, which will further help to provide an even wider cross section of evangelical Christian resources to our customer base.

In summary we remain dependent upon God as we seek to faithfully serve Him, and be guided by Him, in obedience and faith.

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2024

STRATEGIC REPORT

Financial review

Financial position

The Trust has gone through a challenging period from a financial perspective, having suffered a large deficit in the 2022/3 financial year. The 2023/4 financial year, has seen an improvement in this performance, having generated a small surplus of £3,454.

We are grateful to WEC International and CLC International (UK) for their financial support in the year. Specifically the capital investment that was required to develop the dedicated print on demand facility within the Chester warehouse.

We have established robust and realistic provisions for both slow moving stock and any bad debt risk and have a rigorous approach to managing and controlling our cost base. We are also pleased to be able to report that the financial position of the organisation continues to improve into the new financial year.

It is our desire to start to reduce the Trust's inventory level over time, and thus start to pay back the loan received from CLC International (UK).

It also remains our desire to continue to support CLC worldwide, and again over time, be able to make a greater contribution to that important mission activity.

Reserves policy

The directors have examined the charities requirements for reserves in the light of the main risks to the organisation and the expansion of activities as outlined earlier in this report. A level of three-month general expenditure not directly related to turnover is considered desirable. The directors are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

The charity is a company limited by guarantee. The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements are listed on page 1 under the heading Trustees.

The directors of the company are also the charity trustees and comprise the management committee. Each year at the general meeting one third of the trustees since their last election or appointment, retire from office, but are then eligible for re-election.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up. Related parties of Kingsway CLC trust include CLC International UK, a charity with shared trustees.

The trustees report was approved by the Board of Trustees.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Kingsway CLC Trust for the purposes of company law) are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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 audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Berringers LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a Strategic report, approved by order of the board of trustees, as the company directors, on 8 October 2024 and signed on the board's behalf by:

W E Owen - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Opinion

We have audited the financial statements of Kingsway CLC Trust (the 'charitable company') for the year ended 31 March 2024 which comprise the Statement of financial activities, the Balance sheet, the Cash flow statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

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

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

Opinions on other matters prescribed by the Companies Act 2006

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

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

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

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and error, we considered the following:

- the nature of the industry, control environment and business performance;
- results of our enquiries to management about their own assessment of the risks of fraud and error;
- the matters discussed among the audit engagement team regarding how and where fraud may occur in the financial statements and any potential indicators of fraud.

Our procedures to respond to risk include the following:

- reviewing the financial statement disclosures and testing to supporting documentation;
- performing analytical procedures to identify any unusual or unexpected areas that may indicate risks of material misstatement due to fraud or error;

addressing the risk of fraud and error through management override of controls, testing the appropriateness of journals, assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
KINGSWAY CLC TRUST**

Use of our report

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

Paul Allan BSocSc FCA (Senior Statutory Auditor)
for and on behalf of Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

8 October 2024

KINGSWAY CLC TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 March 2024**

	Notes	2024 Unrestricted fund £	2023 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	226,713	43,251
Charitable activities			
Sales of Bibles and Christian Literature	4	6,908,901	6,385,350
Investment income	3	98,323	79,811
Other income		15,000	8,400
Total		7,248,937	6,516,812
 EXPENDITURE ON			
Raising funds	5	76,776	66,833
Charitable activities			
Sales of Bibles and Christian Literature	6	7,168,707	6,915,598
Total		7,245,483	6,982,431
 NET INCOME/(EXPENDITURE)		 3,454	 (465,619)
 RECONCILIATION OF FUNDS			
Total funds brought forward		2,386,739	2,852,358
 TOTAL FUNDS CARRIED FORWARD		2,390,193	2,386,739

The notes form part of these financial statements

KINGSWAY CLC TRUST

BALANCE SHEET
31 March 2024

	Notes	2024 Unrestricted fund £	2023 Total funds £
FIXED ASSETS			
Tangible assets	12	1,858,969	1,685,932
CURRENT ASSETS			
Stocks	13	1,534,298	1,734,367
Debtors	14	644,852	687,653
Cash at bank and in hand		244,251	81,898
		2,423,401	2,503,918
CREDITORS			
Amounts falling due within one year	15	(1,125,708)	(1,276,642)
		1,297,693	1,227,276
NET CURRENT ASSETS			
		3,156,662	2,913,208
TOTAL ASSETS LESS CURRENT LIABILITIES			
		3,156,662	2,913,208
CREDITORS			
Amounts falling due after more than one year	16	(766,469)	(526,469)
		2,390,193	2,386,739
NET ASSETS			
		2,390,193	2,386,739
FUNDS			
Unrestricted funds	18	2,390,193	2,386,739
		2,390,193	2,386,739
TOTAL FUNDS			
		2,390,193	2,386,739

The financial statements were approved by the Board of Trustees and authorised for issue on 8 October 2024 and were signed on its behalf by:

W E Owen - Trustee

KINGSWAY CLC TRUST

**CASH FLOW STATEMENT
for the year ended 31 March 2024**

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	<u>95,397</u>	<u>(216,696)</u>
Net cash provided by/(used in) operating activities		<u>95,397</u>	<u>(216,696)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(228,170)</u>	<u>(10,213)</u>
Interest received		<u>92</u>	<u>50</u>
Net cash used in investing activities		<u>(228,078)</u>	<u>(10,163)</u>
Cash flows from financing activities			
New loans in year		<u>305,034</u>	<u>185,000</u>
Loan repayments in year		<u>(10,000)</u>	<u>(10,001)</u>
Net cash provided by financing activities		<u>295,034</u>	<u>174,999</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>81,898</u>	<u>133,758</u>
Cash and cash equivalents at the end of the reporting period		<u><u>244,251</u></u>	<u><u>81,898</u></u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

**NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 March 2024**

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024	2023
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of financial activities)	3,454	(465,619)
Adjustments for:		
Depreciation charges	55,133	44,241
Interest received	(92)	(50)
Decrease/(increase) in stocks	200,069	(39,228)
Decrease/(increase) in debtors	42,801	(92,543)
(Decrease)/increase in creditors	<u>(205,968)</u>	<u>336,503</u>
Net cash provided by/(used in) operations	<u>95,397</u>	<u>(216,696)</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.23	Cash flow	At 31.3.24
	£	£	£
Net cash			
Cash at bank and in hand	<u>81,898</u>	<u>162,353</u>	<u>244,251</u>
	<u>81,898</u>	<u>162,353</u>	<u>244,251</u>
Debt			
Debts falling due within 1 year	(99,364)	(55,034)	(154,398)
Debts falling due after 1 year	(526,469)	(240,000)	(766,469)
	<u>(625,833)</u>	<u>(295,034)</u>	<u>(920,867)</u>
Total	<u>(543,935)</u>	<u>(132,681)</u>	<u>(676,616)</u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2024

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

The charity constitutes a public benefit entity as defined by FRS 102.

Going concern

The trustees have reviewed the post year end financial information available at the time of approving these financial statements, and have concluded that the financial statements should be prepared on a going concern basis.

Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Turnover from the sales of Bibles and Christian literature is brought into account as receivable for the period and excludes VAT.

Donations, legacies and gifts are recognised when received or when the charity becomes legally entitled to them having been notified in writing of both the amount and settlement date. Donations are allocated specifically at the request of the donor, or to the general fund for volunteers. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either of those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis, exclusive of any VAT.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Costs have been allocated to specific departments on a usage basis, as a result no further allocation of costs is required. There are no costs to be allocated to the cost of generating voluntary income.

Distributions to volunteers and centres are recognised on commitment to payment and are included in charitable expenditure. Staff costs have been included in charitable expenditure.

Allocation and apportionment of costs

In accordance with SORP FRS 102, governance costs have been included within support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to statutory audit and legal fees together with the apportionment of overhead and support costs.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Improvements to property	- 5% on cost
Plant and machinery	- 10% - 33.3% on cost
Fixtures and fittings	- 10% - 20% on cost

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2024

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Computer equipment - 20% - 33.3% on cost

Fixed assets donated from CLC International (UK) were initially included within fixed asset additions at the net book value as per the audited financial statements of CLC International (UK) and then depreciated over their useful economic lives with reference to the relevant depreciation policy (as detailed above).

Freehold property is included in the financial statements at fair value as at the balance sheet date. No depreciation is provided in respect of the freehold properties. This policy of non-depreciation, is, in the opinion of the trustees, necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards as the properties are included in the financial statements at appropriate value. The properties will maintain a long useful economic life and high residual value through the policy of regular maintenance and repair (charges for which are recognised in the Statement of Financial Activities) such that the assets are kept to the previously assessed levels.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds comprise of a general fund which can be used in accordance with the charitable objectives at the discretion of the trustees, and a revaluation fund which is realised and transferred to the general fund upon the sale of the revalued property or properties to which the fund relates.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. At the balance sheet date there were no restricted funds held by the charity.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged as incurred.

Pension costs and other post-retirement benefits

Employees of the charity may be entitled to join a defined contribution scheme. The costs of the defined contribution scheme are included within support and governance costs and charged to the unrestricted funds of the charity.

The plan is managed by The People's Pension Trustee Limited and invests the contributions made by the employee and employer in an investment fund to build up over the term of the plan. The pension fund is converted into a pension upon the employee's normal retirement age which is defined as when they are eligible for state pension. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on property sales are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Charitable activities

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2024**

1. ACCOUNTING POLICIES - continued

Costs of charitable activities include costs in connection with the sale of Bibles and Christian literature, governance costs and an apportionment of support costs as shown in note 7.

Trade and other creditors

Trade and other creditors are recognised in the accounts at fair value on the date of the transaction. Impairments are recognised in the Statement of Financial Activities in the reporting period.

Critical accounting estimates and judgements

In application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations	224,979	43,251
Gift aid	1,734	-
	226,713	43,251
	226,713	43,251

3. INVESTMENT INCOME

	2024	2023
	£	£
Rents received	67,603	47,122
Service charges received	30,628	32,639
Interest receivable	92	50
	98,323	79,811
	98,323	79,811

4. INCOME FROM CHARITABLE ACTIVITIES

		2024	2023
	Activity	£	£
Wholesale sales	Sales of Bibles and Christian Literature	5,416,946	5,025,661
Educational conference	Sales of Bibles and Christian Literature	48,008	9,469
Online sales	Sales of Bibles and Christian Literature	1,418,996	1,347,110
Royalties income	Sales of Bibles and Christian Literature	10,852	3,110
POD income	Sales of Bibles and Christian Literature	14,099	-
		6,908,901	6,385,350
		6,908,901	6,385,350

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2024**

5. RAISING FUNDS

Raising donations and legacies

	2024	2023
	£	£
Advertising	<u>76,776</u>	<u>66,833</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Sales of Bibles and Christian Literature	<u>6,310,138</u>	<u>858,569</u>	<u>7,168,707</u>

7. SUPPORT COSTS

The breakdown of support costs, included in the above, are as follows:

Other support costs

	Year ended 31.3.24 Sales of Bibles and Christian Literature £	Year ended 31.3.23 Sales of Bibles and Christian Literature £
Rent, rates & utilities	69,209	48,915
Telephone	12,853	10,945
Repairs	38,427	18,829
Insurance	3,500	21,114
Cleaning	12,772	10,839
Travel & motor expenses	36,406	34,694
Event costs	3,352	23,700
Advertising & promotion	119,005	113,147
Printing & stationery	2,199	6,931
Subscription and donations	3,450	6,882
Credit card charges	6,503	7,649
Training costs	1,774	843
Bad and doubtful debts	21,999	3,778
Computer licencing & maintenance	55,243	86,148
Equipment maintenance	4,877	8,744
Welfare expenses	6,557	8,858
International office field contribution	34,693	31,706
Bank charges	36,439	24,762
Sundry	4,448	8,857
Interest on CLC loan	25,177	5,212
POD Costs	28,560	-
Depreciation of tangible fixed assets	55,133	44,241
	<u>582,576</u>	<u>526,794</u>

Governance costs

Year Ended 31.3.24	Year Ended 31.3.23
-----------------------	-----------------------

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2024**

7. SUPPORT COSTS - continued

	Sales of Bibles and Christian Literature	Sales of Bibles and Christian Literature
	£	£
Salaries	249,668	229,564
Auditors' remuneration	17,400	16,300
Legal and professional fees	7,036	12,430
Conferences & trustee meetings	1,889	4,148
	275,993	262,442
	275,993	262,442

8. NET INCOME/(EXPENDITURE)

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

	2024	2023
	£	£
Auditors' remuneration	17,400	16,300
Depreciation - owned assets	55,133	44,240
	72,533	60,540
	72,533	60,540

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

Trustees' expenses

Included within Trustees, conference and committee expenses are expenses claimed by trustees for travelling to trustees meetings of £467 (2023: £170).

10. STAFF COSTS

	2024	2023
	£	£
Employment costs		
Wages and salaries	1,186,180	1,002,615
Social security costs	90,941	70,080
Other pension costs	23,551	22,810
	1,300,672	1,095,505
	1,300,672	1,095,505

The average monthly number of employees during the year was as follows:

	2024	2023
Full time and part time	55	49
	55	49
	55	49

No employees received emoluments in excess of £60,000.

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2024**

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	43,251
Charitable activities	
Sales of Bibles and Christian Literature	6,385,350
Investment income	79,811
Other income	8,400
Total	6,516,812
 EXPENDITURE ON	
Raising funds	66,833
Charitable activities	
Sales of Bibles and Christian Literature	6,915,598
Total	6,982,431
 NET INCOME/(EXPENDITURE)	(465,619)
 RECONCILIATION OF FUNDS	
Total funds brought forward	2,852,358
 TOTAL FUNDS CARRIED FORWARD	2,386,739

12. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2023	1,407,176	258,019	27,178
Additions	-	120,972	92,055
At 31 March 2024	1,407,176	378,991	119,233
DEPRECIATION			
At 1 April 2023	-	47,557	18,394
Charge for year	-	18,830	6,978
At 31 March 2024	-	66,387	25,372
NET BOOK VALUE			
At 31 March 2024	1,407,176	312,604	93,861
At 31 March 2023	1,407,176	210,462	8,784

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2024**

12. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2023	113,366	49,166	1,854,905
Additions	1,029	14,114	228,170
	114,395	63,280	2,083,075
DEPRECIATION			
At 1 April 2023	67,692	35,330	168,973
Charge for year	18,665	10,660	55,133
	86,357	45,990	224,106
NET BOOK VALUE			
At 31 March 2024	28,038	17,290	1,858,969
At 31 March 2023	45,674	13,836	1,685,932

The freehold property was valued in 2018 by the trustees of CLC International (UK) using market data to ensure that the carrying value was at fair value in accordance with FRS 102. Following the donation of the property to the charity on 1 August 2019 the trustees of both charities reviewed the carrying amount and concluded there was no material change in fair value since the last valuation. The trustees continue to believe that there has been no material adjustment in the carrying value since that date.

13. STOCKS

	2024 £	2023 £
Stocks	1,534,298	1,734,367

During the period the trustees revalued wholesale slow-moving stock to net realisable value. Included in the accounts is a impairment provision totalling £205,800 (2023: £188,800).

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade debtors	533,761	617,822
Other debtors and prepayments	67,328	68,307
VAT	43,763	1,524
	644,852	687,653

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2024**

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Bank loans and overdrafts (see note 17)	9,364	9,364
Other loans (see note 17)	145,034	90,000
Trade creditors	701,523	926,644
Social security and other taxes	19,474	20,535
Sundry creditors and accruals	250,313	230,099
	1,125,708	1,276,642
	1,125,708	1,276,642

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2024	2023
	£	£
Bank loans (see note 17)	16,469	26,469
Other loans (see note 17)	750,000	500,000
	766,469	526,469
	766,469	526,469

17. LOANS

An analysis of the maturity of loans is given below:

	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank loans	9,364	9,364
Other loans	145,034	90,000
	154,398	99,364
	154,398	99,364
Amounts falling between one and two years:		
Bank loans - 1-2 years	9,714	9,714
Other loans - 1-2 years	750,000	500,000
	759,714	509,714
	759,714	509,714
Amounts falling due between two and five years:		
Bank loans - 2-5 years	6,755	16,755
	6,755	16,755
	6,755	16,755

18. MOVEMENT IN FUNDS

	At 1.4.23	Net movement in funds	At 31.3.24
	£	£	£
Unrestricted funds			
General fund	2,386,739	3,454	2,390,193
	2,386,739	3,454	2,390,193
TOTAL FUNDS	2,386,739	3,454	2,390,193

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2024**

18. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	7,248,937	(7,245,483)	3,454
TOTAL FUNDS	<u>7,248,937</u>	<u>(7,245,483)</u>	<u>3,454</u>

Comparatives for movement in funds

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	2,852,358	(465,619)	2,386,739
TOTAL FUNDS	<u>2,852,358</u>	<u>(465,619)</u>	<u>2,386,739</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	6,516,812	(6,982,431)	(465,619)
TOTAL FUNDS	<u>6,516,812</u>	<u>(6,982,431)</u>	<u>(465,619)</u>

19. RELATED PARTY DISCLOSURES

CLC International (UK) is a related party due to mutual trustees. By an Asset Transfer Agreement on 1 August 2019, CLC transferred assets totalling £3,179,349 to Kingsway CLC Trust, a Charity Company limited by guarantee. During this process CLC transferred its wholesale and ecommerce divisions as well as its warehouse and offices in Sandycroft, warehouse stock, trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement, with the remaining employees transferred during the year ended 31 March 2021.

During 2024 there were management charges to CLC of £15,000 (2023: £8,400) and no goods were sold to them (2023: £nil). As at 31 March 2024, £895,034 was owed to CLC International (UK), relating to a short term loan of £145,034, due within one month of the year end, and a long term loan of £750,000. Interest is accruing at the Bank of England rate, with £25,177 charged for the year.

CLC International is a related party due to a mutual trustee. A Mission Support Contribution of £34,693 (2023: £31,706) was paid to CLC International during the year.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2024

19. RELATED PARTY DISCLOSURES - continued

Christian Focus Publications Limited is a related party due to a mutual trustee. During the period purchases amounting to £90,902 (2023: £93,722) were made by Kingsway CLC Trust, with £1,442 (2023: £13,549) outstanding at the year end.

The activities of Re-vived.com label were held in a separate account in the name of Re-vived.com Resources Ltd but are treated as activities of the Kingsway CLC Trust. Re-vived.com Resources Ltd was dormant, limited by guarantee and closed down during the year. The trustees of Kingsway CLC Trust were the guarantors.

Key management personnel

Included in wages and salaries is the remuneration paid to key management personnel of the charity during the financial period with the total employment benefits including employer pension contributions being £249,668 (2023: £229,564).

KINGSWAY CLC TRUST

England & Wales - Charity number 265612

Accounts

REGISTERED COMPANY NUMBER: 01093879 (England and Wales)
REGISTERED CHARITY NUMBER: 265612

KINGSWAY CLC TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

KINGSWAY CLC TRUST

**CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 March 2023**

	Page
Reference and administrative details	1
Report of the trustees	2 to 4
Report of the independent auditors	5 to 7
Statement of financial activities	8
Balance sheet	9
Cash flow statement	10
Notes to the cash flow statement	11
Notes to the financial statements	12 to 22
Detailed statement of financial activities	23 to 24

KINGSWAY CLC TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS
for the year ended 31 March 2023**

TRUSTEES	G B Chamberlin (resigned 14.3.23) P V Dalton Mrs E Dowey W H M MacKenzie (resigned 13.9.23) W E Owen Mrs L M Owen J M Watkins H Y Lessous (appointed 14.3.23) S L Banner (appointed 13.9.23)
COMPANY SECRETARY	W E Owen
REGISTERED OFFICE	Unit 5 Glendale Avenue Sandycroft Industrial Estate Sandycroft Deeside CH5 2QP
REGISTERED COMPANY NUMBER	01093879 (England and Wales)
REGISTERED CHARITY NUMBER	265612
AUDITORS	Berringers LLP Lygon House 50 London Road Bromley Kent BR1 3RA

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust's object as defined by its Memorandum and Articles of Association is "to advance the Christian Faith by such lawful means as the Foundation may determine". The activities carried out in furtherance of this object are wholesale, publishing and dealing in Christian literature, making and distributing Christian films and music, conducting Christian bookshops and running Christian conferences.

Public benefit

The charity's trustees have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charity Commission. The charity delivers public benefit by virtue of the activities described above. The Trustees receive no private benefits from the charity and those in poverty are not excluded from benefiting from the charity's services.

STRATEGIC REPORT

Achievement and performance

Charitable activities

The trustees are extremely disappointed by the financial result in the year. It does not reflect the hard and dedicated work of the executive team, the leadership team, and all staff and employees.

The result does not detract from the strategic growth since the merger of Kingsway Trust with CLC International UK in 2019 with sales of Bibles, Christian books, CD's, DVD's, and other Christian resources increasing in the year from £5,578,657 to £6,385,350, an increase of 14.5%. And an increase of £2,217,070, 53%, from year ending 31 March 2021, being the first full 12 months trading result following the merger.

The result this year was not helped by the implications of global factors that were prevalent in the previous financial year. It is hard to ignore the economic turmoil in the world coming out of difficulties and restrictions imposed to counter the coronavirus its spread and damage on public health, the economy, and businesses. This resulted with problems with our US freight forwarding agents, in lost, considerably delayed, and duplicated orders of products. This, and the fall in the value of the pound against the US dollar resulted in a significant part of our loss.

During the year, the trading activities of our stand-alone websites were integrated and consolidated into our main stock and sales order processing system to give us improved management controls and information reporting. Unfortunately, during this process, we experienced some rogue misleading reports which suggested incorrectly that our sales margins were on target.

In August 2022 we acquired the Aslan Christian Books Ltd website, magazine, and customer database rights, business assets, and stock of Christian products giving us the opportunity to communicate and service a different genre of the Christian marketplace. The cost being written off in our P&L.

During the year, the trustees carried out a full trustee board risk assessment and risk register for the whole operation, and this is being closely actioned, monitored, and updated.

After much investigation and several site visits in March 2023 a business plan was agreed to invest in our own Print on Demand facility (POD). This has meant reorganising our warehouse, constructing a mezzanine floor and a substantial POD room to house and acquire the associated printing and binding equipment.

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2023

STRATEGIC REPORT

Achievement and performance

Charitable activities (continued)

Production has recently begun and over the coming months, working closely with US and UK publishers, we will see reductions in imports and improved sales margins, and in time a significant reduction in stock holding and provisions for slow moving stock.

The trustees would like to place on record the tremendous encouragement and support received from CLC International UK since the 2019 merger of CLC and Kingsway Trust, and in this new POD venture as we seek to share the gospel message of hope, in our unique position of distributing Bibles, Christian books, music and resources, whilst remaining confident in our faith and in Jesus, our precious Saviour.

We remain faithful in seeking to advance the Christian faith through the production and distribution of Christian literature, in serving God desiring to see His purposes fulfilled.

Financial review

Financial position

The trust made a deficit on general activities for the period of £465,619, leaving general reserves at the year end of £2,386,739.

Reserves policy

The directors have examined the charities requirements for reserves in the light of the main risks to the organisation and the expansion of activities as outlined earlier in this report. A level of three-month general expenditure not directly related to turnover is considered desirable but not as yet attained. The directors are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

The charity is a company limited by guarantee. The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements are listed on page 1 under the heading Trustees.

The directors of the company are also the charity trustees and comprise the management committee. Each year at the general meeting one third of the trustees since their last election or appointment, retire from office, but are then eligible for re-election.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up. Related parties of Kingsway CLC trust include No Frontiers (Literature Outreach) Ltd, a charitable company which is wholly owned by the trust; Justice and Mercy International, a charity with shared trustees, CLC International UK, a charity with shared trustees and Revived.com Resources Limited, a dormant company with shared trustees.

The trustees report was approved by the Board of Trustees.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Kingsway CLC Trust for the purposes of company law) are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

KINGSWAY CLC TRUST

**REPORT OF THE TRUSTEES
for the year ended 31 March 2023**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

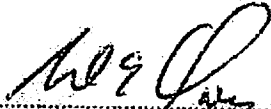
In so far as the trustees are aware:

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

AUDITORS

The auditors, Berringers LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a Strategic report, approved by order of the board of trustees, as the company directors, on ~~14 DECEMBER 2023~~ and signed on the board's behalf by:



W E Owen - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Opinion

We have audited the financial statements of Kingsway CLC Trust (the 'charitable company') for the year ended 31 March 2023 which comprise the Statement of financial activities, the Balance sheet, the Cash flow statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for qualified opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

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

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

Opinions on other matters prescribed by the Companies Act 2006

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

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

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

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and error, we considered the following:

- the nature of the industry, control environment and business performance;
- results of our enquiries to management about their own assessment of the risks of fraud and error;
- the matters discussed among the audit engagement team regarding how and where fraud may occur in the financial statements and any potential indicators of fraud.

Our procedures to respond to risk include the following:

- reviewing the financial statement disclosures and testing to supporting documentation;
- performing analytical procedures to identify any unusual or unexpected areas that may indicate risks of material misstatement due to fraud or error;

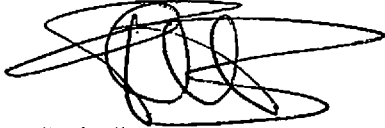
addressing the risk of fraud and error through management override of controls, testing the appropriateness of journals, assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
KINGSWAY CLC TRUST**

Use of our report

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



Paul Allan BSocSc FCA (Senior Statutory Auditor)
for and on behalf of Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

Date:14/12/23.....

KINGSWAY CLC TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 March 2023**

	Notes	2023 Unrestricted fund £	2022 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	43,251	118,765
Charitable activities			
Sales of Bibles and Christian Literature	4	6,385,350	5,578,657
Investment income	3	79,811	67,081
Other income		8,400	13,615
Total		6,516,812	5,778,118
 EXPENDITURE ON			
Raising funds	5	66,833	49,100
Charitable activities			
Sales of Bibles and Christian Literature	6	6,915,598	5,775,953
Total		6,982,431	5,825,053
NET INCOME/(EXPENDITURE)		(465,619)	(46,935)
 RECONCILIATION OF FUNDS			
Total funds brought forward		2,852,358	2,899,293
TOTAL FUNDS CARRIED FORWARD		2,386,739	2,852,358


The notes form part of these financial statements

KINGSWAY CLC TRUST

BALANCE SHEET
31 March 2023

	Notes	2023 Unrestricted fund £	2022 Total funds £
FIXED ASSETS			
Tangible assets	13	1,685,932	1,719,959
Investments	14	-	2
		<u>1,685,932</u>	<u>1,719,961</u>
CURRENT ASSETS			
Stocks	15	1,734,367	1,695,139
Debtors	16	687,653	595,110
Cash at bank and in hand		81,898	133,758
		<u>2,503,918</u>	<u>2,424,007</u>
CREDITORS			
Amounts falling due within one year	17	(1,276,642)	(1,055,141)
		<u>1,227,276</u>	<u>1,368,866</u>
NET CURRENT ASSETS			
		<u>1,227,276</u>	<u>1,368,866</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		2,913,208	3,088,827
CREDITORS			
Amounts falling due after more than one year	18	(526,469)	(236,469)
		<u>2,386,739</u>	<u>2,852,358</u>
NET ASSETS			
		<u>2,386,739</u>	<u>2,852,358</u>
FUNDS			
Unrestricted funds	20	2,386,739	2,852,358
		<u>2,386,739</u>	<u>2,852,358</u>
TOTAL FUNDS			
		<u>2,386,739</u>	<u>2,852,358</u>

The financial statements were approved by the Board of Trustees and authorised for issue on ~~14 December~~ 2023 and were signed on its behalf by:


Trustee - W. E. OWEN

KINGSWAY CLC TRUST

**CASH FLOW STATEMENT
for the year ended 31 March 2023**

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(216,696)</u>	<u>(296,303)</u>
Net cash used in operating activities		<u>(216,696)</u>	<u>(296,303)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(10,213)	(17,960)
Interest received		50	-
Net cash used in investing activities		<u>(10,163)</u>	<u>(17,960)</u>
Cash flows from financing activities			
New loans in year		185,000	405,000
Loan repayments in year		<u>(10,001)</u>	<u>(34,167)</u>
Net cash provided by financing activities		<u>174,999</u>	<u>370,833</u>
Change in cash and cash equivalents in the reporting period			
		<u>(51,860)</u>	56,570
Cash and cash equivalents at the beginning of the reporting period		<u>133,758</u>	<u>77,188</u>
Cash and cash equivalents at the end of the reporting period		<u><u>81,898</u></u>	<u><u>133,758</u></u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

**NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 March 2023**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net expenditure for the reporting period (as per the Statement of financial activities)	(465,619)	(46,935)
Adjustments for:		
Depreciation charges	44,241	42,329
Interest received	(50)	-
(Increase)/decrease in stocks	(39,228)	197,681
Increase in debtors	(92,543)	(206,119)
Increase/(decrease) in creditors	<u>336,503</u>	<u>(283,259)</u>
Net cash used in operations	<u>(216,696)</u>	<u>(296,303)</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank and in hand	<u>133,758</u>	<u>(51,860)</u>	<u>81,898</u>
	<u>133,758</u>	<u>(51,860)</u>	<u>81,898</u>
Debt			
Debts falling due within 1 year	(214,364)	115,000	(99,364)
Debts falling due after 1 year	<u>(236,469)</u>	<u>(290,000)</u>	<u>(526,469)</u>
	<u>(450,833)</u>	<u>(175,000)</u>	<u>(625,833)</u>
Total	<u>(317,075)</u>	<u>(226,860)</u>	<u>(543,935)</u>

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

The charity constitutes a public benefit entity as defined by FRS 102.

Going concern

The trustees have reviewed the post year end financial information available at the time of approving these financial statements, giving consideration to the on-going worldwide coronavirus outbreak, and have concluded that the financial statements should be prepared on a going concern basis.

Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Turnover from the sales of Bibles and Christian literature is brought into account as receivable for the period and excludes VAT.

Donations, legacies and gifts are recognised when received or when the charity becomes legally entitled to them having been notified in writing of both the amount and settlement date. Donations are allocated specifically at the request of the donor, or to the general fund for volunteers. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either of those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

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

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis, exclusive of any VAT.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Costs have been allocated to specific departments on a usage basis, as a result no further allocation of costs is required. There are no costs to be allocated to the cost of generating voluntary income.

Distributions to volunteers and centres are recognised on commitment to payment and are included in charitable expenditure. Staff costs have been included in charitable expenditure.

Allocation and apportionment of costs

In accordance with SORP FRS 102, governance costs have been included within support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to statutory audit and legal fees together with the apportionment of overhead and support costs.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Improvements to property	- 5% on cost
Plant and machinery	- 10% - 33.3% on cost
Fixtures and fittings	- 10% - 20% on cost
Computer equipment	- 20% - 33.3% on cost

Fixed assets donated from CLC International (UK) were initially included within fixed asset additions at the net book value as per the audited financial statements of CLC International (UK) and then depreciated over their useful economic lives with reference to the relevant depreciation policy (as detailed above).

Freehold property is included in the financial statements at fair value as at the balance sheet date. No depreciation is provided in respect of the freehold properties. This policy of non-depreciation, is, in the opinion of the trustees, necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards as the properties are included in the financial statements at appropriate value. The properties will maintain a long useful economic life and high residual value through the policy of regular maintenance and repair (charges for which are recognised in the Statement of Financial Activities) such that the assets are kept to the previously assessed levels.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds comprise of a general fund which can be used in accordance with the charitable objectives at the discretion of the trustees, and a revaluation fund which is realised and transferred to the general fund upon the sale of the revalued property or properties to which the fund relates.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. At the balance sheet date there were no restricted funds held by the charity.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged as incurred.

Pension costs and other post-retirement benefits

Employees of the charity may be entitled to join a defined contribution scheme. The costs of the defined contribution scheme are included within support and governance costs and charged to the unrestricted funds of the charity.

The plan is managed by The People's Pension Trustee Limited and invests the contributions made by the employee and employer in an investment fund to build up over the term of the plan. The pension fund is converted into a pension upon the employee's normal retirement age which is defined as when they are eligible for state pension. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

1. ACCOUNTING POLICIES - continued

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on property sales are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Charitable activities

Costs of charitable activities include costs in connection with the sale of Bibles and Christian literature, governance costs and an apportionment of support costs as shown in note 7.

Trade and other creditors

Trade and other creditors are recognised in the accounts at fair value on the date of the transaction. Impairments are recognised in the Statement of Financial Activities in the reporting period.

Critical accounting estimates and judgements

In application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	43,251	82,425
Exceptional item (see note 11)	-	36,340
	<u>43,251</u>	<u>118,765</u>

3. INVESTMENT INCOME

	2023	2022
	£	£
Rents received	47,122	33,671
Service charges received	32,639	33,410
Interest receivable	50	-
	<u>79,811</u>	<u>67,081</u>

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2023 £	2022 £
Wholesale sales	Sales of Bibles and Christian Literature	5,025,661	4,462,826
Mission worship conference	Sales of Bibles and Christian Literature	9,469	(4,719)
Online sales	Sales of Bibles and Christian Literature	1,347,110	1,116,840
Royalties income	Sales of Bibles and Christian Literature	3,110	3,710
		<u>6,385,350</u>	<u>5,578,657</u>

5. RAISING FUNDS

Raising donations and legacies

	2023 £	2022 £
Advertising	<u>66,833</u>	<u>49,100</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Sales of Bibles and Christian Literature	<u>6,126,362</u>	<u>789,236</u>	<u>6,915,598</u>

7. SUPPORT COSTS

The breakdown of support costs, included in the above, are as follows:

Other support costs

	Year ended 31.3.23 Sales of Bibles and Christian Literature £	Year ended 31.3.22 Sales of Bibles and Christian Literature £
Rent, rates & utilities	48,915	56,435
Telephone	10,945	15,214
Repairs	18,829	26,590
Insurance	21,114	19,398
Cleaning	10,839	9,332
Travel & motor expenses	34,694	20,928
Event costs	23,700	10,271
Advertising & promotion	113,147	63,685
Printing & stationery	6,931	4,113
Subscription and donations	6,882	3,029
Credit card charges	7,649	6,277
Training costs	843	830
Bad and doubtful debts	3,778	9,630
Computer licencing & maintenance	86,148	70,687
Equipment maintenance	8,744	5,304
Welfare expenses	8,858	6,580
International office field contribution	31,706	39,413
Bank charges	24,762	22,018
Sundry	8,857	7,335
Management recharges - CLC UK	(8,400)	-

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023**

7. SUPPORT COSTS - continued

Interest on CLC loan	5,212	-
Depreciation of tangible fixed assets	44,241	42,329
	518,394	439,398
	518,394	439,398

Governance costs

	Year Ended 31.3.23 Sales of Bibles and Christian Literature £	Year Ended 31.3.22 Sales of Bibles and Christian Literature £
Salaries	229,564	231,503
Auditors' remuneration	16,300	15,500
Legal and professional fees	12,430	6,767
Conferences & trustee meetings	4,148	(3,464)
	262,442	257,234
	262,442	257,234

8. NET INCOME/(EXPENDITURE)

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

	2023 £	2022 £
Auditors' remuneration	16,300	15,500
Depreciation - owned assets	44,240	42,329
	60,540	57,829
	60,540	57,829

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

Included within Trustees, conference and committee expenses are expenses claimed by trustees for travelling to trustees meetings of £170 (2022: £319).

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023**

10. STAFF COSTS

	2023	2022
	£	£
Employment costs		
Wages and salaries	1,002,615	886,563
Social security costs	70,080	70,063
Other pension costs	22,810	23,163
	1,095,505	979,789
	1,095,505	979,789

The average monthly number of employees during the year was as follows:

	2023	2022
Full time and part time	49	45
	49	45

No employees received emoluments in excess of £60,000.

11. EXCEPTIONAL ITEMS

In 2019 Kingsway CLC Trust merged operations with CLC International (UK), an unincorporated charity registered in England & Wales (no. 1015793). During this process CLC International (UK) transferred its wholesale and ecommerce divisions and the associated net assets including the warehouse and offices in Sandycroft, warehouse stock, trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement. Included in exceptional items last year was £26,106 relating to the transfer of remaining stock.

Additionally, the assets of No Frontiers (Literature Outreach) Ltd, a charitable company registered in England & Wales, were transferred to Kingsway CLC in 2022 and £10,234 was included in exceptional items.

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	118,765
Charitable activities	
Sales of Bibles and Christian Literature	5,578,657
Investment income	67,081
Other income	13,615
Total	5,778,118
EXPENDITURE ON	
Raising funds	49,100
Charitable activities	
Sales of Bibles and Christian Literature	5,775,953
Total	5,825,053
NET INCOME/(EXPENDITURE)	(46,935)

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

RECONCILIATION OF FUNDS

Total funds brought forward

2,899,293

TOTAL FUNDS CARRIED FORWARD

2,852,358

13. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2022	1,407,176	258,019	23,915
Additions	-	-	3,263
At 31 March 2023	1,407,176	258,019	27,178
DEPRECIATION			
At 1 April 2022	-	33,078	16,284
Charge for year	-	14,479	2,110
At 31 March 2023	-	47,557	18,394
NET BOOK VALUE			
At 31 March 2023	1,407,176	210,462	8,784
At 31 March 2022	1,407,176	224,941	7,631
	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2022	113,366	42,216	1,844,692
Additions	-	6,950	10,213
At 31 March 2023	113,366	49,166	1,854,905
DEPRECIATION			
At 1 April 2022	48,478	26,893	124,733
Charge for year	19,214	8,437	44,240
At 31 March 2023	67,692	35,330	168,973
NET BOOK VALUE			
At 31 March 2023	45,674	13,836	1,685,932
At 31 March 2022	64,888	15,323	1,719,959

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

13. TANGIBLE FIXED ASSETS - continued

The freehold property was valued in 2018 by the trustees of CLC International (UK) using market data to ensure that the carrying value was at fair value in accordance with FRS 102. Following the donation of the property to the charity on 1 August 2019 the trustees of both charities reviewed the carrying amount and concluded there was no material change in fair value since the last valuation.

14. FIXED ASSET INVESTMENTS

	Interest in group under takings £
MARKET VALUE	
At 1 April 2022	2
Disposals	(2)
	-
At 31 March 2023	-
 NET BOOK VALUE	
At 31 March 2023	-
At 31 March 2022	2

Amounts included in fixed asset investments, relate to 100% ownership of No Frontiers (Literature Outreach) Ltd, a charitable company registered in England & Wales that shares the same registered address as the Trust. No Frontiers (Literature Outreach) Ltd, is a charity that currently has share capital owned by the Trust. During the year the charity was dissolved.

15. STOCKS

	2023	2022
	£	£
Stocks	1,734,367	1,695,139
	1,734,367	1,695,139

During the period the trustees revalued wholesale slow-moving stock to net realisable value. Included in the accounts is a impairment provision totalling £188,800 (2022: £141,000).

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade debtors	617,822	539,502
Other debtors and prepayments	68,307	47,248
VAT	1,524	8,360
	687,653	595,110

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts (see note 19)	9,364	9,364
Other loans (see note 19)	90,000	205,000
Trade creditors	926,644	681,711
Social security and other taxes	20,535	16,019
Sundry creditors and accruals	230,099	143,047
	<u>1,276,642</u>	<u>1,055,141</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Bank loans (see note 19)	26,469	36,469
Other loans (see note 19)	500,000	200,000
	<u>526,469</u>	<u>236,469</u>

19. LOANS

An analysis of the maturity of loans is given below:

	2023	2022
	£	£
Amounts falling due within one year on demand:		
Bank loans	9,364	9,364
Other loans	90,000	205,000
	<u>99,364</u>	<u>214,364</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	9,714	9,714
Other loans - 1-2 years	500,000	200,000
	<u>509,714</u>	<u>209,714</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	16,755	26,755
	<u>16,755</u>	<u>26,755</u>

20. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	At 31.3.23
	£	£	£
Unrestricted funds			
General fund	2,852,358	(465,619)	2,386,739
	<u>2,852,358</u>	<u>(465,619)</u>	<u>2,386,739</u>
TOTAL FUNDS	<u>2,852,358</u>	<u>(465,619)</u>	<u>2,386,739</u>

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023**

20. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	6,516,812	(6,982,431)	(465,619)
TOTAL FUNDS	6,516,812	(6,982,431)	(465,619)

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	2,899,293	(46,935)	2,852,358
TOTAL FUNDS	2,899,293	(46,935)	2,852,358

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	5,778,118	(5,825,053)	(46,935)
TOTAL FUNDS	5,778,118	(5,825,053)	(46,935)

21. RELATED PARTY DISCLOSURES

CLC International (UK) is a related party due to mutual trustees. By an Asset Transfer Agreement on 1 August 2019, CLC transferred assets totalling £3,179,349 to Kingsway CLC Trust, a Charity Company limited by guarantee. During this process CLC transferred its wholesale and ecommerce divisions as well as its warehouse and offices in Sandycroft, warehouse stock, trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement, with the remaining employees transferred in this year.

During 2023 there were charges to CLC for management charges of £8,400 (2022: £nil) and no goods were sold to them (2022: £nil). As at 31 March 2023 £590,000 was owed to CLC International (UK), relating to a short term loan of £90,000, due within one month of the year end, and a long term loan of £500,000. Interest at 4% is accruing, with £5,212 charged for the year. £166 was owed by CLC International (UK).

CLC International is a related party due to a mutual trustee. A Field Contribution of £31,706 (2022: £39,414) was paid to CLC International during the year.

Christian Focus Publications Limited is a related party due to a mutual trustee. During the period purchases amounting to £93,722 (2022: £87,995) were made by Kingsway CLC Trust, with £13,549 (2022: £7,697) outstanding at the year end.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

21. RELATED PARTY DISCLOSURES - continued

The activities of Re-lived.com label are held in a separate account in the name of Re-lived.com Resources Ltd but are treated as activities of the Kingsway CLC Trust. Re-lived.com Resources Ltd is dormant, limited by guarantee and the trustees of Kingsway CLC Trust are the guarantors.

Key management personnel

Included in wages and salaries is the remuneration paid to key management personnel of the charity during the financial period with the total employment benefits including employer pension contributions being £229,564 (2022: £231,503). On 1 August 2019 all key CLC international (UK) personnel were transferred to Kingsway CLC Trust.

KINGSWAY CLC TRUST

England & Wales - Charity number 265612

Accounts

REGISTERED COMPANY NUMBER: 01093879 (England and Wales)
REGISTERED CHARITY NUMBER: 265612

KINGSWAY CLC TRUST
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

KINGSWAY CLC TRUST

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 March 2022**

	Page
Reference and administrative details	1
Report of the trustees	2 to 4
Report of the independent auditors	5 to 7
Consolidated statement of financial activities	8
Consolidated balance sheet	9
Consolidated cash flow statement	10
Notes to the consolidated cash flow statement	11
Notes to the consolidated financial statements	12 to 22
Consolidated detailed statement of financial activities	23 to 24

KINGSWAY CLC TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS
for the year ended 31 March 2022**

TRUSTEES	G B Chamberlin P V Dalton Mrs E Dowey W H M MacKenzie W E Owen Mrs L M Owen J M Watkins
COMPANY SECRETARY	W E Owen
REGISTERED OFFICE	Unit 5 Glendale Avenue Sandycroft Industrial Estate Sandycroft Deeside CH5 2QP
REGISTERED COMPANY NUMBER	01093879 (England and Wales)
REGISTERED CHARITY NUMBER	265612
AUDITORS	Berringers LLP Lygon House 50 London Road Bromley Kent BR1 3RA

KINGSWAY CLC TRUST
REPORT OF THE TRUSTEES
for the year ended 31 March 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the consolidated financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust's object as defined by its Memorandum and Articles of Association is "to advance the Christian Faith by such lawful means as the Foundation may determine". The activities carried out in furtherance of this object are wholesale, publishing and dealing in Christian literature, making and distributing Christian films and music, conducting Christian bookshops and running Christian conferences.

STRATEGIC REPORT

Achievement and performance

Charitable activities

It is hard to ignore the economic turmoil in the world with a range of external factors inevitably having a direct impact on the charity's operation and finances. With UK business confidence low, Gross domestic product (GDP) still lower than pre pandemic, and the fall in the value of the pound against the US dollar all giving a real sense of economic uncertainty.

The Trustees believe that the changing nature of people's belief is a much bigger threat than the state of the economy. It underlines the need for our ministry and the value of the message we carry and it spurs us on to share the gospel message of hope, remaining confident in our faith and in Jesus, our precious Saviour.

During the year we have nevertheless seen recovery signs from the challenging impact of the coronavirus with the easing of governmental lock down restrictions that were imposed to counter its spread and damage on public health, the economy, and businesses.

Government measures resulted in the total closure of Christian bookshops and all Christian events being forbidden to happen for much of the prior year. The impact on wholesale turnover being dramatically felt as reported last year.

There has been a considerable bounce back this year, with independent bookshops doing reasonably well, and the addition of a number of new publishers to our stock list. This and our combination of sales channels has resulted in significant growth.

Total income has grown from £4,470,492 to £5,769,301, an increase of £1,298,809, 29.1%, with income of sales of Bibles, Christian books, CD's, DVD's, and other resources growing from £4,168,280 to £5,578,657, an increase of £1,410,377, 33.8%

We have undoubtedly been helped by the fact that we have never had to close our warehouse due to Covid, despite times of considerable pressure. This is a testimony to the tremendous work and dedication of the exec team, and all employees, in managing the whole process of caring and implementing safe working procedures.

The net result for the year is a deficit of £57,852 that compares with a prior year surplus of £4,211.

The trustees note that within the above deficit and even with the addition of distribution agreements with new publishers the value of products stock over the year reduced by £198,248, 10.5% to £1,698,700. Included in this is a sizable increase in the impairment provision for slow moving stock items of £68,000.

In October 2021 the charity was pleased to host the worship for Mission Worship, as part of the ongoing celebration of 25 years of this event, at the Christian Resources Exhibition at Sandown, as well as a number of profiling online pre-recorded Mission Worship and interactive Hand in Hand events that included many worldwide song writers, worship leaders, and church youth and children champions' contributions seeking to encourage and equip the church with much success and positive and encouraging feedback.

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2022

We are grateful to the trustees of No Frontiers (Literature Outreach) Ltd who having decided to dissolve their charity agreed that all remaining assets of the charity are to be donated and transferred to KCLCT and are fully supportive of our intention to promote an enlarged "foreign translations" sales category to advance the Christian faith through the production and distribution of Christian literature.

KCLCT was founded on the basis that we serve God and want to see His purposes fulfilled.

The trustees are very aware that we build on the foundations of those who have served faithfully, prayerfully, and gone before us and because of their service we have an extremely rich heritage. Kingsway Trust is now 49 years old, having commenced in 1973. The combined operations of KCLCT constitute 129 years of mission and ministry. By God's grace, and despite many hurdles to overcome, we are forever grateful for the opportunities that we continue to be presented with.

We have the responsibility and privilege of overseeing KCLCT for this time, before handing it on to those who will follow us.

Public Benefit

The charity's trustees have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charity Commission. The charity delivers public benefit by virtue of the activities described above. The Trustees receive no private benefits from the charity and those in poverty are not excluded from benefiting from the charity's services.

Financial review

Financial position

The trust made a deficit on general activities for the period of £57,852, leaving general reserves at the year end of £2,852,360.

Reserves policy

The directors have examined the charities requirements for reserves in the light of the main risks to the organisation and the expansion of activities as outlined earlier in this report. A level of three-month general expenditure not directly related to turnover is considered desirable but not as yet attained. The directors are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

The charity is a company limited by guarantee. The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements are listed on page 1 under the heading Trustees.

The directors of the company are also the charity trustees and comprise the management committee. Each year at the general meeting one third of the trustees since their last election or appointment, retire from office, but are then eligible for re-election.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up. Related parties of Kingsway CLC trust include No Frontiers (Literature Outreach) Ltd, a charitable company which is wholly owned by the trust; Justice and Mercy International, a charity with shared trustees, CLC International UK, a charity with shared trustees and Revived.com Resources Limited, a dormant company with shared trustees.

The trustees report was approved by the Board of Trustees.

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Kingsway CLC Trust for the purposes of company law) are responsible for preparing the Group Report of the trustees and the consolidated 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

In so far as the trustees are aware:

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

AUDITORS

The auditors, Berringers LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a Strategic report, approved by order of the board of trustees, as the company directors, on 15 November 2022 and signed on the board's behalf by:

W E Owen - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Opinion

We have audited the consolidated financial statements of Kingsway CLC Trust (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2022 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Consolidated cash flow statement and consolidated notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for qualified opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

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

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

Opinions on other matters prescribed by the Companies Act 2006

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and error, we considered the following:

- the nature of the industry, control environment and business performance;
- results of our enquiries to management about their own assessment of the risks of fraud and error;
- the matters discussed among the audit engagement team regarding how and where fraud may occur in the financial statements and any potential indicators of fraud.

Our procedures to respond to risk include the following:

- reviewing the financial statement disclosures and testing to supporting documentation;
- performing analytical procedures to identify any unusual or unexpected areas that may indicate risks of material misstatement due to fraud or error;
- addressing the risk of fraud and error through management override of controls, testing the appropriateness of journals, assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
KINGSWAY CLC TRUST**

Use of our report

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

Paul Allan BSocSc FCA (Senior Statutory Auditor)
for and on behalf of Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

Date: 21 December 2022

KINGSWAY CLC TRUST

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 March 2022**

		Unrestricted funds	Restricted fund	Year ended 31 March 2022 Total funds £	Year ended 31 March 2021 Total funds £
INCOMING RESOURCES AND ENDOWMENTS	Notes				
Donations and legacies	2	109,043	904	109,947	47,511
Charitable activities					
Sale of Christian Literature	4	5,578,657	-	5,578,657	4,168,280
Investment income	3	67,082	-	67,082	81,110
Other income		13,615	-	13,615	173,591
Total incoming resources		<u>5,768,397</u>	<u>904</u>	<u>5,769,301</u>	<u>4,470,492</u>
RESOURCES EXPENDED					
Raising funds	5	49,100	-	49,100	29,978
Charitable activities					
Sale of Bibles and Christian Literature	6	5,777,035	-	5,777,035	4,435,202
Direct grant support		-	1,018	1,018	1,101
Total resources expended		<u>5,826,135</u>	<u>1,018</u>	<u>5,827,153</u>	<u>4,466,281</u>
NET (OUTGOING)/INCOMING RESOURCES		(57,738)	(114)	(57,852)	4,211
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,910,098</u>	<u>114</u>	<u>2,910,212</u>	<u>2,906,001</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,852,360</u></u>	<u><u>-</u></u>	<u><u>2,852,360</u></u>	<u><u>2,910,212</u></u>

The consolidated statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities. The prior year consolidated statement of financial activities is provided in note 12.

The notes form part of these financial statements

KINGSWAY CLC TRUST
CONSOLIDATED BALANCE SHEET
31 March 2022

		Unrestricted funds	Restricted fund	2022 Total funds	2021 Total funds
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	13	1,719,959	-	1,719,959	1,744,328
CURRENT ASSETS					
Stocks	15	1,698,700	-	1,698,700	1,896,948
Debtors	16	584,988	90	585,078	389,323
Cash at bank		140,321	-	140,321	85,086
		<u>2,424,009</u>	<u>90</u>	<u>2,424,099</u>	<u>2,371,357</u>
CREDITORS					
Amounts falling due within one year	17	<u>(1,055,139)</u>	<u>(90)</u>	<u>(1,055,229)</u>	<u>(1,159,640)</u>
NET CURRENT ASSETS		<u>1,368,870</u>	<u>-</u>	<u>1,368,870</u>	<u>1,211,717</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,088,829</u>	<u>-</u>	<u>3,088,829</u>	<u>2,956,045</u>
CREDITORS					
Amounts falling due after more than one year	18	<u>(236,469)</u>	<u>-</u>	<u>(236,469)</u>	<u>(45,833)</u>
NET ASSETS		<u>2,852,360</u>	<u>-</u>	<u>2,852,360</u>	<u>2,910,212</u>
FUNDS					
Unrestricted funds	20			2,852,360	2,910,098
Restricted funds					
Justice and Mercy				<u>-</u>	<u>114</u>
TOTAL FUNDS				<u>2,852,360</u>	<u>2,910,212</u>

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company. The notes at pages 12 to 24 form part of these accounts.

The financial statements were approved by the Board of Trustees and authorised for issue on 15 November 2022 and were signed on its behalf by:

W E Owen - Trustee

The notes form part of these financial statements

KINGSWAY CLC TRUST
CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 March 2022

	Notes	Year ended 31 March 2022 £	Year ended 31 March 2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(297,638)</u>	<u>(131,403)</u>
Net cash (used in)/provided by operating activities		<u>(297,638)</u>	<u>(131,403)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(17,960)</u>	<u>(42,376)</u>
Net cash used in investing activities		<u>(17,960)</u>	<u>(42,376)</u>
Cash flows from financing activities			
New loans in year		405,000	50,000
Loan repayments in year		<u>(34,167)</u>	<u>-</u>
Net cash provided by financing activities		370,833	50,000
Change in cash and cash equivalents in the reporting period		55,235	(123,779)
Cash and cash equivalents at the beginning of the reporting period		<u>85,086</u>	<u>208,865</u>
Cash and cash equivalents at the end of the reporting period		<u><u>140,321</u></u>	<u><u>85,086</u></u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

**NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 March 2022**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Year ended 31 March 2022	Year ended 31 March 2021
	£	£
Net income for the reporting period (as per the Statement of financial activities)	(57,852)	4,211
Adjustments for:		
Depreciation charges	42,329	43,201
Donations received in kind	(36,340)	(35,611)
Decrease/(increase) in stocks	198,248	(626,571)
Decrease/(increase) in debtors	(159,415)	109,384
Increase in creditors	<u>(284,608)</u>	<u>373,983</u>
Net cash (used in)/provided by operations	<u>(297,638)</u>	<u>(131,403)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
Net cash			
Cash at bank	<u>85,086</u>	<u>55,235</u>	<u>140,321</u>
	<u>85,086</u>	<u>55,235</u>	<u>140,321</u>
Debt			
Debts falling due within 1 year	(34,167)	(180,197)	(214,364)
Debts falling due after 1 year	(45,833)	(190,636)	(236,469)
	<u>(80,000)</u>	<u>(370,833)</u>	<u>(450,833)</u>
	<u>5,086</u>	<u>(315,598)</u>	<u>(310,512)</u>

The notes form part of these financial statements

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

The charity is a company limited by guarantee and is incorporated in the United Kingdom. The registered office is shown on page 1. The charity constitutes a public benefit entity as defined by FRS 102.

Going concern

The trustees have reviewed the post year end financial information available at the time of approving these financial statements, giving consideration to the on-going worldwide coronavirus outbreak, and have concluded that the financial statements should be prepared on a going concern basis.

Basis of consolidation

The consolidated financial statements present the results of Kingsway CLC Trust and its subsidiaries ("the Group") as if they formed a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

Parent company disclosure exemption

The financial statements consolidate the results of the charity and its wholly owned subsidiary No Frontiers (Literature Outreach) Ltd on a line-by-line basis. A separate Statement of Financial Activities, and income and expenditure account, for the charity itself are not presented because the Trust has taken advantage of the exemption afforded by section 408 of the Companies Act 2006.

Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Turnover from the sales of Bibles and Christian literature is brought into account as receivable for the period and excludes VAT.

Donations, legacies and gifts are recognised when received or when the charity becomes legally entitled to them having been notified in writing of both the amount and settlement date. Donations are allocated specifically at the request of the donor, or to the general fund for volunteers. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either of those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

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

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis, exclusive of any VAT.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Costs have been allocated to specific departments on a usage basis, as a result no further allocation of costs is required.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2022

1. ACCOUNTING POLICIES - continued

There are no costs to be allocated to the cost of generating voluntary income.

Distributions to volunteers and centres are recognised on commitment to payment and are included in charitable expenditure. Staff costs have been included in charitable expenditure.

Allocation and apportionment of costs

In accordance with SORP FRS 102, governance costs have been included within support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to statutory audit and legal fees together with the apportionment of overhead and support costs.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Improvements to property	- 5% on cost
Plant and machinery	- 10% - 33.3% on cost
Fixtures and fittings	- 10% - 20% on cost
Computer equipment	- 20% - 33.3% on cost

Fixed assets donated from CLC International (UK) were initially included within fixed asset additions at the net book value as per the audited financial statements of CLC International (UK) and then depreciated over their useful economic lives with reference to the relevant depreciation policy (as detailed above).

Freehold property is included in the financial statements at fair value as at the balance sheet date. No depreciation is provided in respect of the freehold properties. This policy of non-depreciation, is, in the opinion of the trustees, necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards as the properties are included in the financial statements at appropriate value. The properties will maintain a long useful economic life and high residual value through the policy of regular maintenance and repair (charges for which are recognised in the Statement of Financial Activities) such that the assets are kept to the previously assessed levels.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds comprise of a general fund which can be used in accordance with the charitable objectives at the discretion of the trustees, and a revaluation fund which is realised and transferred to the general fund upon the sale of the revalued property or properties to which the fund relates.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. At the balance sheet date there were no restricted funds held by the charity.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charges as incurred.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

Employees of the charity may be entitled to join a defined contribution scheme. The costs of the defined contribution scheme are included within support and governance costs and charged to the unrestricted funds of the charity.

The plan is managed by The People's Pension Trustee Limited and invests the contributions made by the employee and employer in an investment fund to build up over the term of the plan. The pension fund is converted into a pension upon the employee's normal retirement age which is defined as when they are eligible for state pension. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on property sales are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Charitable activities

Costs of charitable activities include costs in connection with the sale of Bibles and Christian literature, governance costs and an apportionment of support costs as shown in note 7.

Trade and other creditors

Trade and other creditors are recognised in the accounts at fair value on the date of the transaction. Impairments are recognised in the Statement of Financial Activities in the reporting period.

Critical accounting estimates and judgements

In application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Donations	83,749	11,900	82,425	10,405
Exceptional item (see note 11)	<u>26,198</u>	<u>35,611</u>	<u>36,340</u>	<u>35,611</u>
	<u>109,947</u>	<u>47,511</u>	<u>118,765</u>	<u>46,016</u>

3. INVESTMENT INCOME

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Rents and service charges received	67,081	81,106	67,081	81,106
Deposit account interest	<u>1</u>	<u>4</u>	<u>-</u>	<u>-</u>
	<u>67,082</u>	<u>81,110</u>	<u>67,081</u>	<u>81,106</u>

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022**

4. INCOME FROM CHARITABLE ACTIVITIES

		2022	2021
	Activity	£	£
Wholesale sales	Sales of Bibles and Christian Literature	4,462,826	3,070,745
Mission worship conference	Sales of Bibles and Christian Literature	(4,719)	4,456
Online sales	Sales of Bibles and Christian Literature	1,116,840	1,087,869
Royalties income	Sales of Bibles and Christian Literature	<u>3,710</u>	<u>5,210</u>
		<u><u>5,578,657</u></u>	<u><u>4,168,280</u></u>

5. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Advertising	<u>49,100</u>	<u>29,978</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities	Support costs (see note 7)	Totals
	£	£	£	£
Sales of Bibles and Christian Literature	5,078,640	-	698,395	5,777,035
Direct grant support	<u>-</u>	<u>1,018</u>	<u>-</u>	<u>1,018</u>
	<u><u>5,078,640</u></u>	<u><u>1,018</u></u>	<u><u>698,395</u></u>	<u><u>5,778,053</u></u>

7. SUPPORT COSTS

The breakdown of support costs, included in the above, are as follows:

	Year ended 31.03.2022	Year ended 31.03.2021
Other support costs	Sales of Bibles and Christian Literature	Sales of Bibles and Christian Literature
	£	£
Rent, rates & utilities	56,435	29,987
Telephone	15,214	11,298
Repairs	26,590	13,703
Insurance	19,398	13,932
Cleaning	9,332	8,445
Travelling and motor expenses	20,928	7,439
Event costs	10,271	360
Advertising and promotion	63,685	27,377
Print and stationery	4,113	3,971
Subscriptions and donations	3,029	3,704
Credit card charges	6,277	7,068
Training costs	830	1,789
Bad and doubtful debts	9,630	-
Computer licencing & maintenance	70,687	49,924

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022**

7. SUPPORT COSTS - continued

	Year ended 31.03.2022	Year ended 31.03.2021
	Sales of Bibles and Christian Literature	Sales of Bibles and Christian Literature
Other support costs		
Equipment maintenance	5,304	3,455
Welfare expenses	6,580	3,158
International office field contribution	39,413	15,241
Bank charges	22,041	23,333
Sundry	7,335	1,831
Management recharge - CLC UK	-	(16,353)
Depreciation of tangible fixed assets	<u>42,329</u>	<u>43,200</u>
	<u>439,421</u>	<u>252,862</u>

	Year ended 31.03.2022	Year ended 31.03.2021
	Sales of Bibles and Christian Literature	Sales of Bibles and Christian Literature
Governance costs		
Gross salaries	231,503	209,752
Auditors' remuneration	17,240	19,250
Legal and professional fees	6,767	3,644
Conferences & trustee meetings	<u>3,464</u>	<u>(497)</u>
	<u>258,974</u>	<u>232,149</u>

8. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Auditors' remuneration	17,240	19,250
Depreciation - owned assets	<u>42,329</u>	<u>43,201</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

Included within Trustees, conference and committee expenses are expenses claimed by trustees for travelling to trustees meetings of £319 (2021: £nil).

Mr W E Owen, trustee, made total loans of £30,000 to the charity in earlier years. These loans were interest free with no fixed repayment date. During the year, the loan was repaid in full.

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022**

10. STAFF COSTS

	2022 £	2021 £
Employment costs		
Wages and salaries	886,563	745,468
Social security costs	70,063	62,013
Other pension costs	<u>23,163</u>	<u>21,025</u>
	<u><u>979,789</u></u>	<u><u>828,506</u></u>

The average monthly number of employees during the year was as follows:

	2022	2021
Full time and part time	<u>45</u>	<u>39</u>

No employees received emoluments in excess of £60,000.

11. EXCEPTIONAL ITEMS

In 2019 Kingsway CLC Trust merged operations with CLC International (UK), an unincorporated charity registered in England & Wales (no. 1015793) and Scotland (no. SCO37939). During this process CLC International (UK) transferred its wholesale and ecommerce divisions and the associated net assets including the warehouse and offices in Sandycroft, warehouse stock, trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement. Included in exceptional items this year is £26,106 relating to the transfer of remaining stock.

Additionally, the assets of No Frontiers (Literature Outreach) Ltd, a charitable company registered in England & Wales, have been transferred to Kingsway CLC in 2022 and £10,234 is included in exceptional items in the parent charitable company, and is eliminated on consolidation.

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted fund	Total funds £
INCOMING RESOURCES AND ENDOWMENTS			
Donations and legacies	46,436	1,075	47,511
Charitable activities			
Sale of Christian Literature	4,168,280	-	4,168,280
Investment income	81,110	-	81,110
Other income	173,591	-	173,591
Total incoming resources	<u>4,469,417</u>	<u>1,075</u>	<u>4,470,492</u>
RESOURCES EXPENDED			
Raising funds	29,978	-	29,978

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022**

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Charitable activities			
Sale of Bibles and Christian Literature	4,435,202	-	4,435,202
Direct grant support	<u>-</u>	<u>1,101</u>	<u>1,101</u>
Total resources expended	<u>4,465,180</u>	<u>1,101</u>	<u>4,466,281</u>
NET INCOMING/(OUTGOING) RESOURCES	4,237	(26)	4,211
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,905,861</u>	<u>140</u>	<u>2,906,001</u>
 TOTAL FUNDS CARRIED FORWARD	 <u><u>2,910,098</u></u>	 <u><u>114</u></u>	 <u><u>2,910,212</u></u>

13. TANGIBLE FIXED ASSETS – Group and Company

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2021	1,407,176	253,299	22,706
Additions	<u>-</u>	<u>4,720</u>	<u>1,209</u>
At 31 March 2022	<u>1,407,176</u>	<u>258,019</u>	<u>23,915</u>
DEPRECIATION			
At 1 April 2021	-	18,599	14,638
Charge for year	<u>-</u>	<u>14,479</u>	<u>1,646</u>
At 31 March 2022	<u>-</u>	<u>33,078</u>	<u>16,284</u>
NET BOOK VALUE			
At 31 March 2022	<u><u>1,407,176</u></u>	<u><u>224,941</u></u>	<u><u>7,631</u></u>
At 31 March 2021	<u><u>1,407,176</u></u>	<u><u>234,700</u></u>	<u><u>8,068</u></u>

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022**

13. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2021	113,366	30,185	1,826,732
Additions	<u>-</u>	<u>12,031</u>	<u>17,960</u>
At 31 March 2022	<u>113,366</u>	<u>42,216</u>	<u>1,844,692</u>
DEPRECIATION			
At 1 April 2021	29,264	19,903	82,404
Charge for year	<u>19,214</u>	<u>6,990</u>	<u>42,329</u>
At 31 March 2022	<u>48,478</u>	<u>26,893</u>	<u>124,733</u>
NET BOOK VALUE			
At 31 March 2022	<u>64,888</u>	<u>15,323</u>	<u>1,719,959</u>
At 31 March 2021	<u>84,102</u>	<u>10,282</u>	<u>1,744,328</u>

The freehold property was valued in 2018 by the trustees of CLC International (UK) using market data to ensure that the carrying value was at fair value in accordance with FRS 102. Following the donation of the property to the charity on 1 August 2019 the trustees of both charities reviewed the carrying amount and concluded there was no material change in fair value since the last valuation.

14. FIXED ASSET INVESTMENTS

	Interest in group undertakings £
MARKET VALUE	
At 1 April 2021 and 31 March 2022	<u>2</u>
NET BOOK VALUE	
At 31 March 2022	<u>2</u>
At 31 March 2021	<u>2</u>

Amounts included in fixed asset investments, relate to 100% ownership of No Frontiers (Literature Outreach) Ltd, a charitable company registered in England & Wales that shares the same registered address as the Trust. No Frontiers (Literature Outreach) Ltd, is a charity that currently has share capital owned by the Trust. The charity is being dissolved post year-end.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022

15. STOCKS

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Stocks	<u>1,698,700</u>	<u>1,896,948</u>	<u>1,695,139</u>	<u>1,892,820</u>

During the period the trustees revalued wholesale slow-moving stock to net realisable value. Included in the accounts is an impairment provision totalling £141,000 (2021: £73,000).

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Trade debtors	539,502	367,613	539,502	367,635
Other Debtors & prepayments	37,216	11,689	47,248	11,689
VAT	<u>8,360</u>	<u>10,021</u>	<u>8,360</u>	<u>9,667</u>
	<u>585,078</u>	<u>389,323</u>	<u>595,110</u>	<u>388,991</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Bank loans (see note 19)	9,364	4,167	9,364	4,167
Other loans (see note 19)	205,000	30,000	205,000	30,000
Trade creditors	681,711	854,973	681,711	854,973
Social security and other taxes	16,019	15,672	16,019	15,672
Sundry creditors and accruals	<u>143,135</u>	<u>254,828</u>	<u>143,047</u>	<u>253,391</u>
	<u>1,055,229</u>	<u>1,159,640</u>	<u>1,055,141</u>	<u>1,158,203</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans (see note 19)	36,469	45,833
Other loans (see note 19)	<u>200,000</u>	<u>-</u>
	<u>236,469</u>	<u>45,833</u>

19. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
Bank loans	9,364	4,167
Other loans	<u>205,000</u>	<u>30,000</u>
	<u>214,364</u>	<u>34,167</u>

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022

19. LOANS - continued

	2022 £	2021 £
Amounts falling between one and two years:		
Bank loans - 1-2 years	9,714	10,000
Other loans - 1-2 years	<u>200,000</u>	<u>-</u>
	<u>209,714</u>	<u>10,000</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>26,755</u>	<u>35,833</u>

20. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	2,910,098	(57,738)	2,852,360
Restricted funds			
Justice and Mercy	114	(114)	-
TOTAL FUNDS	<u>2,910,212</u>	<u>(57,852)</u>	<u>2,852,360</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	5,768,397	(5,826,135)	(57,738)
Restricted funds			
Justice and Mercy	904	(1,018)	(114)
TOTAL FUNDS	<u>5,769,301</u>	<u>(5,827,153)</u>	<u>(57,852)</u>

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	2,905,861	4,237	2,910,098
Restricted funds			
Justice and Mercy	140	(26)	114
TOTAL FUNDS	<u>2,906,001</u>	<u>4,211</u>	<u>2,910,212</u>

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2022

20. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	4,469,417	(4,465,180)	4,237
Restricted funds			
Justice and Mercy	1,075	(1,101)	(26)
TOTAL FUNDS	4,470,492	(4,466,281)	4,211

21. RELATED PARTY DISCLOSURES

CLC International (UK) is a related party due to mutual trustees. By an Asset Transfer Agreement on 1 August 2019, CLC transferred assets totalling £3,179,349 to Kingsway CLC Trust, a Charity Company limited by guarantee. During this process CLC transferred its wholesale and ecommerce divisions as well as its warehouse and offices in Sandycroft, warehouse stock, trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement, with the remaining employees transferred in this year.

During 2022 there were no charges to CLC for management charges (2021: £16,353) and no goods were sold to them (2021: £44,160). As at 31 March 2022 £405,000 was owed to CLC International (UK) relating to a loan made during the year. This loan is interest free; the effective interest has not been provided for as this is deemed immaterial by the Trustees. Stock items to the value of £26,106 were donated to Kingsway as a result of the closure of the last remaining CLC shops and £29,526 was owed by CLC International (UK).

CLC International is a related party due to a mutual trustee. A Field Contribution of £39,414 (2021: £15,241) was paid to CLC International during the year.

Christian Focus Publications Limited is a related party due to mutual trustees. During the period purchases amounting to £87,995 (2021: £44,669) were made by Kingsway CLC Trust, with £7,697 (2021: £nil) outstanding at the year end.

The activities of Re-vived.com label are held in a separate account in the name of Re-vived.com Resources Ltd but are treated as activities of the Kingsway CLC Trust. Re-vived.com Resources Ltd is dormant, limited by guarantee and the trustees of Kingsway CLC Trust are the guarantors.

Key management personnel

Included in wages and salaries is the remuneration paid to key management personnel of the charity during the financial period with the total employment benefits including employer pension contributions being £231,503 (2021: £242,918). On 1 August 2019 all key CLC international (UK) personnel were transferred to Kingsway CLC Trust.

KINGSWAY CLC TRUST

England & Wales - Charity number 265612

Accounts

REGISTERED COMPANY NUMBER: 01093879 (England and Wales)
REGISTERED CHARITY NUMBER: 265612

KINGSWAY CLC TRUST
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES REPORT AND CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

KINGSWAY CLC TRUST

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 March 2021**

	Page
Reference and administrative details	1
Report of the trustees	2 to 4
Report of the independent auditors	5 to 7
Consolidated statement of financial activities	8
Consolidated balance sheet	9
Company balance sheet	10
Consolidated cash flow statement	11
Notes to the consolidated cash flow statement	12
Notes to the consolidated financial statements	13 to 24
Consolidated detailed statement of financial activities	25 to 26

KINGSWAY CLC TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS
for the year ended 31 March 2021**

TRUSTEES	G B Chamberlin P V Dalton Mrs E Dowey W H M MacKenzie W E Owen Mrs L M Owen J M Watkins
COMPANY SECRETARY	W E Owen
REGISTERED OFFICE	Unit 5 Glendale Avenue Sandycroft Industrial Estate Sandycroft Deeside CH5 2QP
REGISTERED COMPANY NUMBER	01093879 (England and Wales)
REGISTERED CHARITY NUMBER	265612
AUDITORS	Berringers LLP Lygon House 50 London Road Bromley Kent BR1 3RA

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, are pleased to present their report with the consolidated financial statements of the charity for the year ended 31 March 2021.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and the charities Statement of Recommended Practice (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland; FRS 102) issued in October 2019.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust's object as defined by its Memorandum and Articles of Association is "to advance the Christian Faith by such lawful means as the Foundation may determine". The activities carried out in furtherance of this object are wholesale, publishing and dealing in Christian literature, making and distributing Christian films and music, conducting Christian bookshops and running Christian conferences. The trustees continue in their desire to maintain a library of gospel literature available to Christians at affordable prices. The majority of the subsidiary focus is on foreign translations of key Christian literature.

Kingsway CLC Trust engages volunteers and paid employees to work within the wholesale facility, a website and in management and administrative roles in order to sell and distribute Bibles, Christian literature and other Christian resources. Such members receive no salary from the charity, but rely on gifts received by the charity together with personal gifts to enable them to carry out its charitable objectives.

STRATEGIC REPORT

Achievement and performance

Charitable activities

The year has been unprecedented and challenging due to the significant impact of the coronavirus and governmental lock down restrictions imposed in order to counter its spread and damage on public health, the economy, and businesses. Government measures resulted in the total closure of Christian bookshops and all Christian events being forbidden to happen for the majority of the year. The impact on wholesale turnover being dramatically felt.

The trustees would like to acknowledge the tremendous work and dedication of the exec team in managing the whole process of implementing safe working procedures and caring for all employees. Likewise, the trustees would also like to record the tremendous work and efforts of all employees and the sense of unity, belonging, and commitment evident throughout the pandemic.

During the year the charity has received £173,591 of Government grants under the Coronavirus Job Retention Scheme to cover employees furloughed. The charity has also received a £50,000 Business Bounce Back Loan repayment over 5 years.

Despite the pressure on trading conditions because of the pandemic the trustees are greatly encouraged that the benefits of the merger and restructure has continued to be very evident. Product sales increased to £4,168,280 from £3,345,636 for the ten months of the prior year, with growth in online sales accounting for £653,305 of the increase.

The consolidated result for the Trusts group financial activities closed with a surplus of £4,211 which when compared with the deficit reported for the previous year of £293,947 (excluding exceptional items) is highly commended.

The trustees note that the increase of products stock of £662,182 reflects additional and strategic new distribution agreement entered into with a number of book and music publishers. The resulting need for more space, having to honour a tenancy agreement for part of our warehouse, was resolved by the acquisition and fitting of a mezzanine floor.

Despite public events being not allowed, the charity held an online pre-recorded Mission Worship event that was premiered and included many worldwide song writers and worship leaders' contributions seeking to encourage and equip the church with much success and positive and encouraging feedback.

The trustees continue to be encouraged that publishers, new to us, are approaching us wanting to work with us.

KINGSWAY CLC TRUST

REPORT OF THE TRUSTEES for the year ended 31 March 2021

STRATEGIC REPORT- continued

Public Benefit

The charity's trustees have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charity Commission. The charity delivers public benefit by virtue of the activities described above. The Trustees receive no private benefits from the charity and those in poverty are not excluded from benefiting from the charity's services.

Financial review

Financial position

As detailed in Note 4, income from charitable activities grew to £4,168,280 (2020: £3,345,636). The increase is largely due to higher wholesale sales during the period of £3,074,368 (2020: £2,862,226), and higher online sales £1,087,869 (2020: £434,564).

Total resources expended in the year of £4,466,281 (2020: £3,690,124) reflects the full year expenditure, compared to the ten month period reported to June 2020.

The overall result for Trusts group financial activities was a surplus on general activities for the period of £4,211 (2020: £293,947 deficit excluding the donation from CLC International (UK)), leaving total reserves at the year end of £2,910,212. (2020: £2,906,001). The cash position at the year end was £85,086 (2020: £208,865)

Going concern

The trustees have considered the consequences of COVID-19 and other events and conditions, and it has determined that they do not create a material uncertainty that casts significant doubt upon the Charity's ability to continue as a going concern.

Reserves policy

The trustees have examined the charities requirements for reserves in the light of the main risks to the organisation and the expansion of activities as outlined earlier in this report. A level of three-month general expenditure not directly related to turnover is considered desirable but not as yet attained. The trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

The charity is a company limited by guarantee. The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements are listed on page 1 under the heading Trustees.

The directors of the company are also the charity trustees and comprise the management committee. Each year at the general meeting one third of the trustees since their last election or appointment, retire from office, but are then eligible for re-election.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up. Related parties of Kingsway CLC Trust include No Frontiers (Literature Outreach) Ltd, a charitable company which is wholly owned by the trust; Justice and Mercy Amazon, a charity with shared trustees, CLC International UK, a charity with shared trustees, Revived.com Resources Limited, a dormant company with shared trustees and Christian Focus Publications, a company with one shared Trustee.

The trustees report was approved by the Board of Trustees.

KINGSWAY CLC TRUST

**REPORT OF THE TRUSTEES
for the year ended 31 March 2021**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Kingsway CLC Trust for the purposes of company law) are responsible for preparing the Group report of the trustees 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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 audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Berringers LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a Strategic report, approved by order of the board of trustees, as the company directors, on9/11/21..... and signed on the board's behalf by:



.....
W E Owen - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Qualified Opinion

We have audited the financial statements of Kingsway CLC Trust (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2021 which comprise the consolidated statement of financial activities, the consolidated balance sheet, the consolidated cash flow statement and notes to the consolidated financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 31 March 2021 and of the group's incoming resources and application of resources, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for qualified opinion

Due to Covid-19 restrictions we were unable to observe the counting of physical stock at the period end. We were unable to satisfy ourselves by alternative means concerning the stock quantities held at 31 March 2021, which are included in the balance sheet at £1,896,948, by using other audit procedures. Consequently we were unable to determine whether any adjustment to this amount was necessary.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Key audit matters

Except for the matter described in the basis for qualified opinion section, we have determined that there are no key audit matters to be communicated in our report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. As described in the basis for qualified opinion section of our report, we were unable to satisfy ourselves concerning the stock quantities of £1,896,948 held at 31 March 2021. We have concluded that where the other information refers to the stock balance or related balances such as cost of sales, it may be materially misstated for the same reason.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KINGSWAY CLC TRUST

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Group report of the trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group report of the trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

Except for the matter described in the basis for qualified opinion section of our report, in the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

Arising solely from the limitation on the scope of our work relating to stock, referred to above;

- We have not obtained all the information and explanations that we considered necessary for the purposes of our audit; and
- we were unable to determine whether adequate accounting records have been kept.

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

- the information given in the Report of the trustees is inconsistent in any material respect with the financial statements; or
- the financial statements are not in agreement with the accounting records and returns

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and error, we considered the following:

- the nature of the industry, control environment and business performance;
- results of our enquiries to management about their own assessment of the risks of fraud and error;
- the matters discussed among the audit engagement team regarding how and where fraud may occur in the financial statements and any potential indicators of fraud.

Our procedures to respond to risk include the following:

- reviewing the financial statement disclosures and testing to supporting documentation;
- performing analytical procedures to identify any unusual or unexpected areas that may indicate risks of material misstatement due to fraud or error;
- addressing the risk of fraud and error through management override of controls, testing the appropriateness of journals, assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
KINGSWAY CLC TRUST**

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

Use of our report

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

Paul Allan BSocSc FCA (Senior Statutory Auditor)
for and on behalf of Berringers LLP
Lygon House
50 London Road
Bromley
Kent
BR1 3RA

Date: 10 November 2021

KINGSWAY CLC TRUST

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING A CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 March 2021

		Unrestricted funds	Restricted fund	Year ended 31 March 2021 Total funds £	Period 1 June 2019 to 31 March 2020 Total funds £
INCOMING RESOURCES AND ENDOWMENTS	Notes				
Donations and legacies	2	46,436	1,075	47,511	3,187,653
Charitable activities					
Sale of Christian Literature	4	4,168,280	-	4,168,280	3,345,636
Investment income	3	81,110	-	81,110	42,237
Other income	5	173,591	-	173,591	-
Total incoming resources		4,469,417	1,075	4,470,492	6,575,526
RESOURCES EXPENDED					
Raising funds	6	29,978	-	29,978	19,441
Charitable activities					
Sale of Bibles and Christian Literature	7	4,435,202	-	4,435,202	3,669,087
Direct grant support		-	1,101	1,101	1,596
Total resources expended		4,465,180	1,101	4,466,281	3,690,124
NET (OUTGOING)/INCOMING RESOURCES		4,237	(26)	4,211	2,885,402
RECONCILIATION OF FUNDS					
Total funds brought forward		2,905,861	140	2,906,001	20,599
TOTAL FUNDS CARRIED FORWARD		2,910,098	114	2,910,212	2,906,001

The consolidated statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities. The prior year consolidated statement of financial activities is provided in note 13.

KINGSWAY CLC TRUST
CONSOLIDATED BALANCE SHEET
At 31 March 2021

				2021	2020
	Notes	Unrestricted funds	Restricted fund	Total funds	Total funds
		£	£	£	£
FIXED ASSETS					
Tangible assets	14	1,744,328	-	1,744,328	1,745,153
CURRENT ASSETS					
Stocks	16	1,896,948	-	1,896,948	1,234,766
Debtors	17	389,323	-	389,323	498,707
Cash at bank		84,972	114	85,086	208,865
		<u>2,371,243</u>	<u>114</u>	<u>2,371,357</u>	<u>1,942,338</u>
CREDITORS					
Amounts falling due within one year	18	<u>(1,159,640)</u>	-	<u>(1,159,640)</u>	<u>(751,490)</u>
NET CURRENT ASSETS		<u>1,211,603</u>	<u>114</u>	<u>1,211,717</u>	<u>1,190,848</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>2,955,931</u>	<u>114</u>	<u>2,956,045</u>	<u>2,936,001</u>
CREDITORS					
Amounts falling due after more than one year	19	<u>(45,833)</u>	-	<u>(45,833)</u>	<u>(30,000)</u>
NET ASSETS		<u>2,910,098</u>	<u>114</u>	<u>2,910,212</u>	<u>2,906,001</u>
FUNDS					
Unrestricted funds	21			2,910,098	2,905,861
Restricted funds					
Justice and Mercy				<u>114</u>	<u>140</u>
TOTAL FUNDS				<u>2,910,212</u>	<u>2,906,001</u>

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company. The notes at pages 13 to 24 form part of these accounts.

The financial statements were approved by the Board of Trustees on 9/11/21 and were signed on its behalf by:


W E Owen - Trustee

KINGSWAY CLC TRUST
COMPANY BALANCE SHEET
At 31 March 2021

	Notes	2021 Unrestricted fund £	2020 Total funds £
FIXED ASSETS			
Tangible assets	14	1,744,328	1,745,153
Investments	15	<u>2</u>	<u>2</u>
		1,744,330	1,745,155
CURRENT ASSETS			
Stocks	16	1,892,820	1,230,638
Debtors	17	388,991	498,340
Cash at bank and in hand		<u>77,188</u>	<u>199,570</u>
		2,358,999	1,928,548
CREDITORS			
Amounts falling due within one year	18	<u>(1,158,203)</u>	<u>(750,050)</u>
NET CURRENT ASSETS		<u>1,200,796</u>	<u>1,178,498</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,945,126	2,923,653
CREDITORS			
Amounts falling due after more than one year	19	<u>(45,833)</u>	<u>(30,000)</u>
NET ASSETS		<u>2,899,293</u>	<u>2,893,653</u>
FUNDS			
Unrestricted funds		<u>2,899,293</u>	<u>2,893,653</u>
TOTAL FUNDS		<u>2,899,293</u>	<u>2,893,653</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 9/11/21 and were signed on its behalf by:


 W E Owen - Trustee

KINGSWAY CLC TRUST
CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 March 2021

	Notes	Year ended 31 March 2021 £	Period 1 June 2019 to 31 March 2020 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(131,403)</u>	<u>195,164</u>
Net cash (used in)/provided by operating activities		<u>(131,403)</u>	<u>195,164</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(42,376)	-
Net cash used in investing activities		<u>(42,376)</u>	<u>-</u>
Cash flows from financing activities			
New loans in year		50,000	-
Net cash provided by financing activities		<u>50,000</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		(123,779)	195,164
Cash and cash equivalents at the beginning of the reporting period		<u>208,865</u>	<u>4,356,241</u>
Cash and cash equivalents at the end of the reporting period		<u><u>85,086</u></u>	<u><u>208,865</u></u>

KINGSWAY CLC TRUST

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 March 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Year ended 31 March 2021	Period 1 June 2019 to 31 March 2020
	£	£
Net income for the reporting period (as per the Statement of financial activities)	4,211	2,885,402
Adjustments for:		
Depreciation charges	43,201	27,658
Donations received in kind	(35,611)	(2,860,715)
Decrease/(increase) in stocks	(626,571)	92,615
Decrease/(increase) in debtors	109,384	(35,541)
Increase in creditors	373,983	85,745
	<u> </u>	<u> </u>
Net cash (used in)/provided by operations	<u>(131,403)</u>	<u>195,164</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.20	Cash flow	At 31.3.21
	£	£	£
Net cash			
Cash at bank	<u>208,865</u>	<u>(123,779)</u>	<u>85,086</u>
	<u>208,865</u>	<u>(123,779)</u>	<u>85,086</u>
Debt			
Debts falling due within 1 year	-	(34,167)	(34,167)
Debts falling due after 1 year	<u>(30,000)</u>	<u>(15,833)</u>	<u>(45,833)</u>
	<u>178,865</u>	<u>(173,779)</u>	<u>5,086</u>

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

The charity is a company limited by guarantee and is incorporated in the United Kingdom. The registered office is shown on page 1. The charity constitutes a public benefit entity as defined by FRS 102.

Going concern

The trustees have reviewed the post year end financial information available at the time of approving these financial statements, giving consideration to the worldwide coronavirus outbreak, and have concluded that the financial statements should be prepared on a going concern basis.

Basis of consolidation

The consolidated financial statements present the results of Kingsway CLC Trust and its subsidiaries ("the Group") as if they formed a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

Parent company disclosure exemption

The financial statements consolidate the results of the charity and its wholly owned subsidiary No Frontiers (Literature Outreach) Ltd on a line-by-line basis. A separate Statement of Financial Activities, and income and expenditure account, for the charity itself are not presented because the Trust has taken advantage of the exemption afforded by section 408 of the Companies Act 2006.

Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Turnover from the sales of Bibles and Christian literature is brought into account as receivable for the period and excludes VAT.

Donations, legacies and gifts are recognised when received or when the charity becomes legally entitled to them having been notified in writing of both the amount and settlement date. Donations are allocated specifically at the request of the donor, or to the general fund for volunteers. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either of those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Government Grants

Government grants are recognised in income on a systematic basis over the periods in which the entity recognises the related costs for which the grant is intended to compensate.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2021

1. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis, exclusive of any VAT.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Costs have been allocated to specific departments on a usage basis, as a result no further allocation of costs is required. There are no costs to be allocated to the cost of generating voluntary income.

Distributions to volunteers and centres are recognised on commitment to payment and are included in charitable expenditure. Staff costs have been included in charitable expenditure.

Allocation and apportionment of costs

In accordance with SORP FRS 102, governance costs have been included within support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to statutory audit and legal fees together with the apportionment of overhead and support costs.

Goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated impairment losses. Goodwill shall be considered to have a finite useful life, and shall be amortised on a systematic basis over its life.

Fully amortised goodwill is written-off at the conclusion of its useful economic life if it is no longer deemed relevant to the financial statements.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Improvements to property	- 5% on cost
Plant and machinery	- 10% - 33.3% on cost
Fixtures and fittings	- 10% - 20% on cost
Computer equipment	- 20% - 33.3% on cost

Fixed assets donated from CLC International (UK) were initially included within fixed asset additions at the net book value as per the audited financial statements of CLC International (UK) and then depreciated over their useful economic lives with reference to the relevant depreciation policy (as detailed above).

Freehold property is included in the financial statements at fair value as at the balance sheet date. No depreciation is provided in respect of the freehold properties. This policy of non-depreciation, is, in the opinion of the trustees, necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards as the properties are included in the financial statements at appropriate value. The properties will maintain a long useful economic life and high residual value through the policy of regular maintenance and repair (charges for which are recognised in the Statement of Financial Activities) such that the assets are kept to the previously assessed levels.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS – continued for the year ended 31 March 2021

1. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds comprise of a general fund which can be used in accordance with the charitable objectives at the discretion of the trustees, and a revaluation fund which is realised and transferred to the general fund upon the sale of the revalued property or properties to which the fund relates.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged as incurred.

Pension costs and other post-retirement benefits

Employees of the charity may be entitled to join a defined contribution scheme. The costs of the defined contribution scheme are included within support and governance costs and charged to the unrestricted funds of the charity.

The plan is managed by The People's Pension Trustee Limited and invests the contributions made by the employee and employer in an investment fund to build up over the term of the plan. The pension fund is converted into a pension upon the employee's normal retirement age which is defined as when they are eligible for state pension. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on property sales are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Charitable activities

Costs of charitable activities include costs in connection with the sale of Bibles and Christian literature, governance costs and an apportionment of support costs as shown in note 8.

Trade and other creditors

Trade and other creditors are recognised in the accounts at fair value on the date of the transaction. Impairments are recognised in the Statement of Financial Activities in the reporting period.

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021**

1. ACCOUNTING POLICIES - continued

Critical accounting estimates and judgements

In application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumption about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	11,900	7,529
Donated foods, faculties and services	-	775
Exceptional item (see note 12)	<u>35,611</u>	<u>3,179,349</u>
	<u><u>47,511</u></u>	<u><u>3,187,653</u></u>

3. INVESTMENT INCOME

	2021	2020
	£	£
Rents and service charges received	81,106	42,230
Deposit account interest	<u>4</u>	<u>7</u>
	<u><u>81,110</u></u>	<u><u>42,237</u></u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2021	2020
		£	£
Wholesale sales	Sales of Bibles and Christian Literature	3,074,368	2,862,226
Mission worship conference	Sales of Bibles and Christian Literature	4,456	29,274
Hand in Hand conference	Sales of Bibles and Christian Literature	-	13,999
Online sales	Sales of Bibles and Christian Literature	1,087,869	434,564
Royalties income	Sales of Bibles and Christian Literature	5,210	4,242
Sales of Christian literature	Sales of Bibles and Christian Literature	-	1,184
Distribution costs charged	Sales of Bibles and Christian Literature	<u>-</u>	<u>147</u>
		<u><u>4,168,280</u></u>	<u><u>3,345,636</u></u>

5. OTHER INCOME

	2021	2020
	£	£
Government Grants – Coronavirus Job Retention Scheme	<u>173,591</u>	<u>-</u>
	<u><u>173,591</u></u>	<u><u>-</u></u>

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

6. PROFESSIONAL FEES

Raising donations and legacies

	2021	2020
	£	£
Raising Funds	<u>29,978</u>	<u>19,441</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities	Support costs (See note 8)	Totals
	£	£	£	£
Sale of Bibles and Christian Literature	3,950,191	-	485,011	4,435,202
Direct grant support	-	1,101	-	1,101
	<u>3,950,191</u>	<u>1,101</u>	<u>485,011</u>	<u>4,436,303</u>

8. SUPPORT COSTS

The breakdown of support costs, included in the above, are as follows:

Other support costs

	Year Ended 31.3.21	Period 1.6.19 to 31.3.20
	Sales of Bibles and Christian Literature	Total activities
	£	£
Rent, rates & utilities	29,987	46,216
Telephone	11,298	11,007
Repairs	13,703	4,756
Insurance	13,932	15,084
Cleaning	8,445	5,779
Travel & motor expenses	7,439	33,548
Event costs	360	2,564
Advertising & promotion	27,377	17,803
Printing & stationery	3,971	5,126
Subscription and donations	3,704	2,043
Credit card charges	7,068	3,870
Training costs	1,789	1,288
Computer licencing & maintenance	49,924	32,895
Equipment maintenance	3,455	2,833
Welfare expenses	3,158	3,710
International office field contribution	15,241	9,915
Bank charges	23,333	10,004
Sundry	1,831	6,37
Management recharges - CLC UK	(16,353)	(81,377)
Depreciation of tangible fixed assets	43,200	27,658
Gain on the sale of tangible fixed assets	-	(467)
	<u>252,862</u>	<u>160,628</u>

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

8. SUPPORT COSTS (continued)

Governance costs

	Year Ended 31.3.21 £	Period 1.6.19 to 31.3.20 £
Salaries	209,752	157,356
Auditors' remuneration	19,250	8,160
Legal and professional fees	3,644	34,992
Conferences & trustee meetings	(497)	2,623
	<u>232,149</u>	<u>203,131</u>

9. NET INCOME/(EXPENDITURE)

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

	Year Ended 31.3.21 £	Period 1.6.19 to 31.3.20 £
Auditors' remuneration	19,250	8,160
Depreciation - owned assets	43,201	27,658
	<u>62,451</u>	<u>35,818</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

Included within Trustees, conference and committee expenses are expenses claimed by trustees for travelling to trustees meetings of £nil (2020: £140).

Mr W E Owen, trustee, made total loans of £30,000 to the charity in earlier years. These loans are interest free with no fixed repayment date. As disclosed in note 20, the balance due to Mr W E Owen at the balance sheet date was £30,000 (2020: £30,000). The loan was repaid in April 2021.

11. STAFF COSTS

	2021 £	2020 £
Employment costs		
Wages and salaries	745,468	556,159
Social security costs	62,013	44,170
Other pension costs	21,025	16,029
	<u>828,506</u>	<u>616,358</u>

The average monthly number of employees during the year was as follows:

	Year Ended 31.3.21	Period 1.6.19 to 31.3.20
Full time and part time	<u>39</u>	<u>44</u>

No employees received emoluments in excess of £60,000.

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021**

12. EXCEPTIONAL ITEMS

Included within donation income in 2020 is an exceptional item totalling £3,179,349 which was donated by CLC International (UK) in relation to the merger of operations (as detailed in the Trustees Report) which included the transfer of related assets on 1 August 2019. CLC International (UK) is an unincorporated charity registered in England & Wales (no. 1015793) and Scotland (no. SCO37939). During this process CLC International (UK) transferred its wholesale and ecommerce divisions and the associated net assets including the warehouse and offices in Sandycroft, warehouse stock (£1,337,810), trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement.

In 2021, following the closure of three CLC shops, stock totalling £35,611 was donated to Kingsway.

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted fund	Total funds
Notes	£		
INCOMING RESOURCES AND ENDOWMENTS			
Donations and legacies	3,186,533	1,120	3,187,653
Charitable activities			
Sale of Christian Literature	3,345,636	-	3,345,636
Investment income	42,237	-	42,237
Total incoming resources	6,574,406	1,120	6,575,526
RESOURCES EXPENDED			
Raising funds	19,441	-	19,441
Charitable activities			
Sale of Bibles and Christian Literature	3,669,087	-	3,669,087
Direct grant support	-	1,596	1,596
Total resources expended	3,688,528	1,596	3,690,124
NET INCOMING/(OUTGOING) RESOURCES	2,885,878	(476)	2,885,402
RECONCILIATION OF FUNDS			
Total funds brought forward	19,983	616	20,599
TOTAL FUNDS CARRIED FORWARD	2,905,861	140	2,906,001

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

14. TANGIBLE FIXED ASSETS – Group and Company

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2020	1,407,176	216,419	22,706
Additions	-	36,880	-
At 31 March 2021	<u>1,407,176</u>	<u>253,299</u>	<u>22,706</u>
DEPRECIATION			
At 1 April 2020	-	6,200	10,857
Charge for year	-	12,399	3,781
At 31 March 2021	-	<u>18,599</u>	<u>14,638</u>
NET BOOK VALUE			
At 31 March 2021	<u>1,407,176</u>	<u>234,700</u>	<u>8,068</u>
At 31 March 2020	<u>1,407,176</u>	<u>210,219</u>	<u>11,849</u>
	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2020	113,366	24,689	1,784,356
Additions	-	5,496	42,376
At 31 March 2021	<u>113,366</u>	<u>30,185</u>	<u>1,826,732</u>
DEPRECIATION			
At 1 April 2020	9,856	12,290	39,203
Charge for year	19,408	7,613	43,201
At 31 March 2021	<u>29,264</u>	<u>19,903</u>	<u>82,404</u>
NET BOOK VALUE			
At 31 March 2021	<u>84,102</u>	<u>10,282</u>	<u>1,744,328</u>
At 31 March 2020	<u>103,510</u>	<u>12,399</u>	<u>1,745,153</u>

The freehold property was valued in 2018 by the trustees of CLC International (UK) using market data to ensure that the carrying value was at fair value in accordance with FRS 102. The trustees of both charities have reviewed the carrying amount at the year end and concluded there was no material change in fair value since the last valuation.

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021**

15. FIXED ASSET INVESTMENTS

Company

COST

Interest in group
Undertaking

At 1 April 2020 and 31 March 2021

2

Amounts included in fixed asset investment, relate to 100% ownership of No Frontiers (Literature Outreach) Ltd, a charitable company registered in England & Wales that shares the same registered address as the Trust. No Frontiers (Literature Outreach) Ltd, is a charity that currently has share capital owned by the Trust. The trustees are currently exploring options with regards to correcting this status.

16. STOCKS

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Stocks	<u>1,896,948</u>	<u>1,234,766</u>	<u>1,892,820</u>	<u>1,230,638</u>

During the period the trustees revalued wholesale slow-moving stock to net realisable value. Included in the accounts is an impairment provision totalling £73,000 (2020: £73,000).

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Trade debtors	367,613	407,157	367,635	407,146
Prepayments	11,689	86,242	11,689	85,886
Other debtors	<u>10,021</u>	<u>5,308</u>	<u>9,667</u>	<u>5,308</u>
	<u><u>389,323</u></u>	<u><u>498,707</u></u>	<u><u>388,991</u></u>	<u><u>498,340</u></u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Bank loans (see note 19)	4,167	-	4,167	-
Other loans (see note 19)	30,000	-	30,000	-
Trade creditors	854,973	676,316	854,973	676,316
Social security and other taxes	15,672	15,057	15,672	15,057
Sundry creditors and accruals	<u>254,828</u>	<u>60,117</u>	<u>253,391</u>	<u>58,677</u>
	<u><u>1,159,640</u></u>	<u><u>751,490</u></u>	<u><u>1,158,203</u></u>	<u><u>750,050</u></u>

KINGSWAY CLC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021**

19. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR – Group and Company

	2021	2020
	£	£
Bank loans (see note 20)	45,833	-
Other loans (see note 20)	<u>-</u>	<u>30,000</u>
	<u>45,833</u>	<u>30,000</u>

20. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year on demand:		
Bank loans	4,167	-
Other loans	<u>30,000</u>	<u>-</u>
	<u>34,167</u>	<u>-</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>10,000</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>35,833</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable otherwise than by instalments:		
Other loans more 5yrs non-inst	<u>-</u>	<u>30,000</u>

During the year, the charity received a Bounce Back Loan for £50,000, repayable over 5 years at 2.5% interest. The loan for £30,000 is from Mr W E Owen, a trustee, and is interest free with no fixed repayment date. This loan was repaid in April 2021.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

21. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	2,905,861	4,237	2,910,098
Restricted funds			
Justice and Mercy	140	(26)	114
TOTAL FUNDS	2,906,001	4,211	2,910,212

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	4,469,417	(4,465,180)	4,237
Restricted funds			
Justice and Mercy	1,075	(1,101)	(26)
TOTAL FUNDS	4,470,492	(4,466,281)	4,211

Comparatives for movement in funds

	At 1.6.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	19,983	2,885,878	2,905,861
Restricted funds			
Justice and Mercy	616	(476)	140
TOTAL FUNDS	20,599	2,885,402	2,906,001

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	6,574,406	(3,688,528)	2,885,878
Restricted funds			
Justice and Mercy	1,120	(1,596)	(476)
TOTAL FUNDS	6,575,526	(3,690,124)	2,885,402

Justice and Mercy Amazon (a registered charity): These are donations received and paid over for the purposes of supporting the Christian education of children along the edge of the River Amazon in Brazil.

KINGSWAY CLC TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2021

22. RELATED PARTY DISCLOSURES

CLC International (UK), a registered charity, is a related party due to mutual trustees. By an Asset Transfer Agreement on 1 August 2019, CLC transferred assets totalling £3,179,349 to Kingsway CLC Trust, a Charity Company limited by guarantee. During this process CLC transferred its wholesale and ecommerce divisions as well as its warehouse and offices in Sandycroft, warehouse stock, trade debtors and creditors. 32 CLC employees were transferred to Kingsway under the TUPE arrangement.

During the period £16,353 (2020: £81,377) was charged to CLC for management charges and £44,160 (2020: £295,495) worth of goods were sold to them.

CLC International (UK) is a related party due to a mutual trustee. A Field Contribution of £15,241 (2020: £9,915) was paid to CLC International during the year.

Christian Focus Publications Limited is a related party due to a mutual trustees. During the period purchases amounting to £44,669 (2020: £25,107) were made by Kingsway CLC Trust from them.

The activities of Re-vived.com label are held in a separate account in the name of Re-vived.com Resources Ltd but are treated as activities of the Kingsway CLC Trust. Re-vived.com Resources Ltd is dormant, limited by guarantee and the trustees of Kingsway CLC Trust are the guarantors.

Key management personnel

Included in wages and salaries is the remuneration paid to key management personnel of the charity during the financial period with the total employment benefits including employer pension contributions being £242,918 (2020: £141,819). On 1 August 2019 all key CLC international (UK) personnel were transferred to Kingsway CLC Trust.