

Charity registration number SC048510 (Scotland)

Company registration number CS006821 (Scotland)

**AOG CENTRAL FRASERBURGH
(A SCOTTISH CHARITABLE INCORPORATED ORGANISATION)**

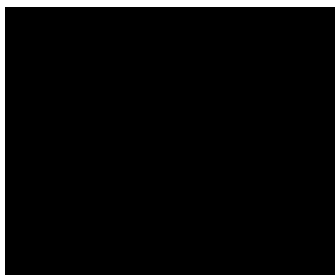
ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 NOVEMBER 2023

AOG CENTRAL FRASERBURGH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees



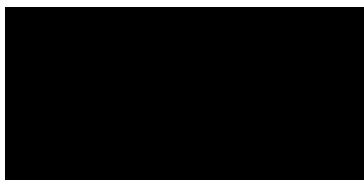
Charity number (Scotland)

SC048510

Company number

CS006821

Principal address



Auditor

Azets Audit Services
37 Albyn Place
Aberdeen
United Kingdom
AB10 1JB

Bankers

The Royal Bank of Scotland Plc
36 St Andrew Square
Edinburgh
United Kingdom
EH2 2YB

AOG CENTRAL FRASERBURGH

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AOG CENTRAL FRASERBURGH

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2023

The trustees present their annual report and financial statements for the year ended 30 November 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

Objectives and aims

The aims of the church are to advance the Christian faith and to observe the doctrines of Jesus Christ for the benefit of the public in particular through the holding of church meetings, prayer meetings and outreach activities to which invitations are extended throughout the community.

To further advance this aim and to seek to demonstrate the nature of Christ in humanity, the church provides community facilities and activities for a range of groups, including children and young people, the elderly and minority communities.

Missions are very important to the church and in accordance with biblical teaching, funds are also used to support causes of those who are disadvantaged and in need of help, locally, nationally and internationally.

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities, some of which are mentioned below, provide public benefit - to the congregation, the local community and further afield.

Strategies

AOG Central Fraserburgh seeks to provide a place to encounter God, find encouragement, experience discipleship, participate in lively, reverent worship and share dynamic fellowship with other believers within the church.

A range of activities are provided to cater for the needs of the community at the AOG Central Fraserburgh and the church welcomes those who wish to come to find out more about the Christian faith and biblical teachings.

Community outreaches do not always have a specific religious focus, but instead are a demonstration of Christ's teaching, which urges us to love our neighbour without thought of recompense.

An important part of the Christian faith is charitable giving, which we call tithing, in accordance with biblical teaching a tenth of income received is given to the church in order to fund the church activities and outreach.

The trustees have paid due regard to guidance issued by the Scottish Charity Regulator (OSCR) in deciding what activities the charity should undertake.

Achievements and performance

Our activities comprise:

- Religious activities, deepening understanding of the Word of God through AOG Central Fraserburgh and Ministry activities, as well as sowing into ministries and organisations near and far; and
- Community outreach across a range of age groups in the Fraserburgh area including kids and youth groups, meetings and outings for the retired, toddlers and parent groups, community projects, school interaction through assemblies and life skill workshops, soup and sweets, weddings, and funerals. Additionally, we have church services, prayer meetings, family meetings, and communion services. There are over 900 individuals using the facilities in a "standard" week.

AOG CENTRAL FRASERBURGH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2023

Volunteers

As a Church, we are aware that some people place value on power or possessions - our greatest asset is our team of volunteers who serve faithfully across the life of the church.

We want to say a huge "thank you" to every volunteer for taking time from busy schedules to participate in ministry opportunities here at AOG Central Fraserburgh. Behind the scenes, centre stage, back stage, together we have all made a difference in the day-to-day life of the local Church and wider community.

Financial review

Principal funding sources

The charity's principal source of income is the receipt of gifts and donations from members of its congregation.

Funds policy and going concern

The trustees have reviewed the funds of the charity. Their policy is to hold funds to meet four months operating costs of the church, excluding the collection of tithes and offerings and the distribution of funds in terms of outreach and missions.

The trustees deemed £100,000 sufficient as at 30 November 2023 for the General Fund and the running of the charity. The restricted income bonds closing balance was £10,000 (2022: £10,000) this can only be realised by disposal of fixed assets. Other funds are designated for the charity's objectives. The total funds held by the charity at the balance sheet date was a surplus of £4,513,677 (2022: £3,594,167).

The trustees have reviewed the likely outcome of the next 12 months taking into account historic trends and performance since the balance sheet date. The Trustees consider the charity to be a going concern as it is in a position to meet its financial liabilities as they fall due and will be able to do so for a period of at least 12 months from the date the accounts are signed. The Trustees have deemed these funds and the ongoing church activities sufficient to support the ongoing activities of the church for the foreseeable future.

Results for the year

There was income of £1,254,842 for the year (2022: £838,740). This was inline with the trustees expectations with the significant increase being due to fundraising for the current building project. General giving, excluding the fundraising income was £514,094, again this was inline with expectations.

Expenditure in the year was £335,332, (2022: £374,226). This was inline with the trustee's expectation and business plan assumptions. This was an important budget control as we moved into the new facility and managed the new cost structure.

Therefore, the charity returned a surplus of £919,510 in 2023, (2022: £464,514), this was added to the church reserves, thus resulting in total reserves at 30th November 2023 being a surplus of £4,513,677, (2022: £3,594,167). These reserves are being carried forward to support the future work of the church.

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.

Plans for future periods

The current premises on 2 Queens Road, Fraserburgh provides challenges and limits the church due to the size constraints, lack of multi-functionality and inaccessibility.

The church building project designed to accommodate the growing activities of the church is in progress and is scheduled to be completed by February 2024. This will include a section dedicated to community projects. Additionally, there will be a community coffee shop as well as provision to carry out all current activities. The new facility has additional capacity for growth.

AOG CENTRAL FRASERBURGH

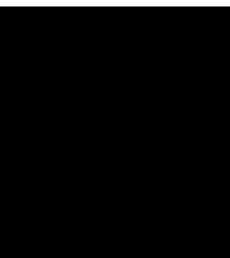
TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2023

Structure, governance and management

The charity has been formed under the constitution of a SCIO (Scottish Charitable Incorporated Organisation) and incorporates the asset transfer and charitable activities of Assemblies of God - Fraserburgh (SC027629) effective from 1st December 2020. The principal office is [REDACTED]

The trustees who served during the year and up to the date of signature of the financial statements were:



Trustees are appointed by a church vote. Other than the senior leaders role all roles are voluntary. Potential candidates are recommended by the current trustees. The constitution states that there should be a minimum of 3 trustees.

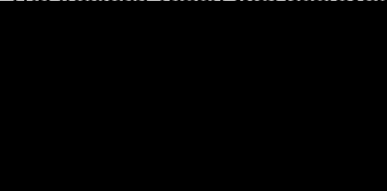
The Charity has not changed the trustees for a number of years and as a result an induction program is not in place. However, the Board recognises a need for an HR training upgrade and have identified support to help with this which was completed in the Spring of 2024.

The day to day running of the organisation is delegated to the Senior Pastor (equivalent of CEO) and his team. Included in the team is 3 other Pastors (managers), and an office manager. The senior pastor is a board member. In addition there is a team of volunteers that would take instruction from the aforementioned team. On the signing date of the Trustees' Report these roles were as follows; [REDACTED]

New trustees undergo an orientation day to brief them on the current status of the charity, its objectives and vision as well as current issues/trends on finance, staffing and governance.

The trustees set all remuneration packages and make changes. This is made public at the annual AGM. This is reviewed annually and the Scottish Education pay grades and changes are used as a guide.

The trustees' report was approved by the Board of Trustees.



Date: *9th Sep 25*

AOG CENTRAL FRASERBURGH

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 NOVEMBER 2023

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AOG CENTRAL FRASERBURGH

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF AOG CENTRAL FRASERBURGH

Opinion

We have audited the financial statements of AOG Central Fraserburgh (the 'charity') for the year ended 30 November 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 November 2023 and of its incoming resources and application of resources, 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 Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

AOG CENTRAL FRASERBURGH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF AOG CENTRAL FRASERBURGH

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

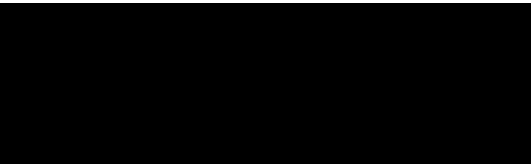
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

AOG CENTRAL FRASERBURGH

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF AOG CENTRAL FRASERBURGH

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



for and on behalf of Azets Audit Services

12 September 2025
.....

**Chartered Accountants
Statutory Auditor**

37 Albyn Place
Aberdeen
United Kingdom
AB10 1JB

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

AOG CENTRAL FRASERBURGH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 NOVEMBER 2023

Current financial year

| | | Unrestricted funds general 2023 £ | Unrestricted funds designated 2023 £ | Restricted funds 2023 £ | Total 2023 £ | Total 2022 £ |
|---|-------|--|---|-------------------------------|--------------------|--------------------|
| | Notes | | | | | |
| Income from: | | | | | | |
| Donations and legacies | 3 | 495,685 | - | 740,748 | 1,236,433 | 833,884 |
| Charitable activities | 4 | 7,453 | - | - | 7,453 | 3,010 |
| Investments | 5 | 10,956 | - | - | 10,956 | 1,846 |
| Total income | | 514,094 | - | 740,748 | 1,254,842 | 838,740 |
| Expenditure on: | | | | | | |
| Charitable activities | 6 | 318,739 | - | 16,593 | 335,332 | 374,226 |
| Net incoming resources before transfers | | 195,355 | - | 724,155 | 919,510 | 464,514 |
| Gross transfers between funds | | (195,355) | 195,355 | - | - | - |
| Net income for the year/ Net movement in funds | | - | 195,355 | 724,155 | 919,510 | 464,514 |
| Fund balances at 1 December 2022 | | 100,000 | 1,149,980 | 2,344,187 | 3,594,167 | 3,129,653 |
| Fund balances at 30 November 2023 | | 100,000 | 1,345,335 | 3,068,342 | 4,513,677 | 3,594,167 |

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

All income and expenditure derive from continuing activities.

AOG CENTRAL FRASERBURGH

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 NOVEMBER 2023

Prior financial year

| | | Unrestricted funds general 2022 £ | Unrestricted funds designated 2022 £ | Restricted funds 2022 £ | Total 2022 £ |
|---|-------|---|--|----------------------------------|--------------------|
| | Notes | | | | |
| <u>Income from:</u> | | | | | |
| Donations and legacies | 3 | 356,313 | - | 477,571 | 833,884 |
| Charitable activities | 4 | 3,010 | - | - | 3,010 |
| Investments | 5 | 1,846 | - | - | 1,846 |
| Total income | | 361,169 | - | 477,571 | 838,740 |
| <u>Expenditure on:</u> | | | | | |
| Charitable activities | 6 | 364,963 | - | 9,263 | 374,226 |
| Net incoming resources before transfers | | (3,794) | - | 468,308 | 464,514 |
| Gross transfers between funds | | 3,794 | (3,794) | - | - |
| Net income for the year/ Net movement in funds | | - | (3,794) | 468,308 | 464,514 |
| Fund balances at 1 December 2021 | | 100,000 | 1,153,774 | 1,875,879 | 3,129,653 |
| Fund balances at 30 November 2022 | | 100,000 | 1,149,980 | 2,344,187 | 3,594,167 |

AOG CENTRAL FRASERBURGH

BALANCE SHEET

AS AT 30 NOVEMBER 2023

| | Notes | 2023 £ | £ | 2022 £ | £ |
|--|-------|------------------|------------------|------------------|------------------|
| Fixed assets | | | | | |
| Tangible assets | 12 | 4,253,769 | | 2,376,510 | |
| Investments | 13 | 10,000 | | 10,000 | |
| | | <u>4,263,769</u> | | <u>2,386,510</u> | |
| Current assets | | | | | |
| Debtors | 14 | 232,052 | | 177,435 | |
| Cash at bank and in hand | | 799,222 | | 1,187,545 | |
| | | <u>1,031,274</u> | | <u>1,364,980</u> | |
| Creditors: amounts falling due within one year | 16 | (631,366) | | (157,323) | |
| Net current assets | | | 399,908 | | 1,207,657 |
| Total assets less current liabilities | | | 4,663,677 | | 3,594,167 |
| Creditors: amounts falling due after more than one year | 17 | | (150,000) | | - |
| Net assets | | | <u>4,513,677</u> | | <u>3,594,167</u> |
| Income funds | | | | | |
| <u>Restricted funds</u> | | | | | |
| Restricted funds - Income Bonds | | 10,000 | | 10,000 | |
| Restricted funds - Building Fund | | 2,995,871 | | 2,325,593 | |
| Restricted funds - Community Project Fund | | 62,471 | | 8,594 | |
| | 18 | | 3,068,342 | | 2,344,187 |
| <u>Unrestricted funds</u> | | | | | |
| Unrestricted funds - General Fund | | 100,000 | | 100,000 | |
| Designated funds - Building Fund | | 1,345,335 | | 1,149,980 | |
| | 19 | | 1,445,335 | | 1,249,980 |
| | | | <u>4,513,677</u> | | <u>3,594,167</u> |

The financial statements were approved by the Trustees on 9th Sep 25



Trustee

AOG CENTRAL FRASERBURGH

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 NOVEMBER 2023

| | Notes | 2023 £ | £ | 2022 £ | £ |
|---|-------|-------------|-------------|-----------|-----------|
| Cash flows from operating activities | | | | | |
| Cash generated from operations | 24 | | 1,189,630 | | 467,217 |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | (1,888,909) | | (527,901) | |
| Investment income received | | 10,956 | | 1,846 | |
| Net cash used in investing activities | | | (1,877,953) | | (526,055) |
| Financing activities | | | | | |
| Proceeds from borrowings | | 300,000 | | - | |
| Net cash generated from/(used in) financing activities | | | 300,000 | | - |
| Net decrease in cash and cash equivalents | | | (388,323) | | (58,838) |
| Cash and cash equivalents at beginning of year | | | 1,187,545 | | 1,246,383 |
| Cash and cash equivalents at end of year | | | 799,222 | | 1,187,545 |

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2023

1 Accounting policies

Charity information

AOG Central Fraserburgh is a SCIO (Scottish Charitable Incorporated Organisation) and is managed by the trustees. The current year includes the asset transfer and charitable activities of Assemblies of God - Fraserburgh (SC027629) effective from 1st December 2020. The address of the principal office is [REDACTED]

1.1 Accounting convention

The financial statements have been prepared in compliance with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future.

The Trustees have prepared projected cash flow information for the twelve months from the date of approval of these financial statements, including reasonable possible downside scenarios, which principally reflect the risk of lower than forecast income. The Trustees consider that the net funds currently available will provide sufficient liquidity to finance the charity for at least the next twelve months under both their base and downside scenarios.

The charity has considerable net funds, holding a cash balance of £799,222 at the year-end and has no external debt. As a consequence, the Trustees believe that the charity will have sufficient funds to continue to meet its liabilities as they fall due for at least twelve months from the date of approval of the financial statements. Accordingly, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

1 Accounting policies

(Continued)

1.4 Income

Income is recognised in the statement of financial activities when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Assets for distribution are recognised only when distributed. Assets given for use by the charity are recognised when receivable. Stocks of undistributed donated goods are not valued for balance sheet purposes.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity.

1.6 Tangible fixed assets

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

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

| | |
|-----------------------------|-------------------|
| Freehold land and buildings | not depreciated |
| Fixtures and equipment | 33% straight line |

Assets in the course of construction are not depreciated.

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

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

1 Accounting policies

(Continued)

Non-current assets held for sale

Non-current assets are classified as held for sale when their carrying amounts will be recovered principally through a sale transaction rather than through continuing use. Classification as held for sale requires that the asset is available for immediate sale in its present condition and that the sale is highly probable within twelve months of classification.

Non-current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Any resulting impairment loss is recognised in expenditure. Subsequent increases in fair value less costs to sell are recognised as a reversal in expenditure to the extent of previously recognised impairment losses.

Depreciation of such assets ceases upon classification as held for sale.

1.7 Fixed asset investments

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

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

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

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.11 Taxation

As a charity, the charity is not liable to tax on its income or on the surplus from disposal of properties. Recovery is therefore made of tax deducted from income.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the 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.

Property valuation

Trustees estimate the carrying value of property to the best of their ability based on third party valuations and also taking into account previous experience and knowledge of the local area.

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

3 Donations and legacies

| | Unrestricted funds general 2023 £ | Restricted funds 2023 £ | Total 2023 £ | Unrestricted funds general 2022 £ | Restricted funds 2022 £ | Total 2022 £ |
|---------------------------------------|---|----------------------------------|--------------------|---|----------------------------------|--------------------|
| Donations and gifts | | | | | | |
| Grants | 495,185 | 649,637 | 1,144,822 | 356,313 | 477,571 | 833,884 |
| | 500 | 91,111 | 91,611 | - | - | - |
| | 495,685 | 740,748 | 1,236,433 | 356,313 | 477,571 | 833,884 |
| | | | | | | |
| Donations and gifts | | | | | | |
| Donations | 474,335 | - | 474,335 | 334,833 | - | 334,833 |
| Building Fund | - | 597,025 | 597,025 | - | 436,003 | 436,003 |
| Gift Aid Return | 20,850 | 31,158 | 52,008 | 21,480 | 28,358 | 49,838 |
| Community | - | 21,454 | 21,454 | - | 13,210 | 13,210 |
| | 495,185 | 649,637 | 1,144,822 | 356,313 | 477,571 | 833,884 |
| | | | | | | |
| Grants receivable for core activities | | | | | | |
| Government Grants | - | 12,000 | 12,000 | - | - | - |
| Other Grants | 500 | 79,111 | 79,611 | - | - | - |
| | | | | | | |
| | 500 | 91,111 | 91,611 | - | - | - |
| | | | | | | |

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

4 Charitable activities

| | Youth 2023 £ | Toddlers 2023 £ | Total 2023 £ | Youth 2022 £ | Toddlers 2022 £ | Total 2022 £ |
|--------------|--------------------|-----------------------|--------------------|--------------------|-----------------------|--------------------|
| Other income | 4,276 | 3,177 | 7,453 | 1,340 | 1,670 | 3,010 |

5 Investments

| | Unrestricted funds general 2023 £ | Unrestricted funds general 2022 £ |
|------------------------------|--|--|
| Income from cash investments | - | 65 |
| Interest receivable | 10,956 | 1,781 |
| | 10,956 | 1,846 |

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2023

| 6 | Charitable activities | Direct - Property and admin 2023 £ | Direct - Outreach and giving 2023 £ | Direct - Other charitable activities 2023 £ | Total 2023 £ | Direct - Property and admin 2022 £ | Direct - Outreach and giving 2022 £ | Direct - Other charitable activities 2022 £ | Total 2022 £ |
|---|-------------------------------------|--|---|--|--------------------|--|---|--|--------------------|
| | Depreciation and impairment | 11,650 | - | - | 11,650 | 41,884 | - | - | 41,884 |
| | Rates and water | 6,597 | - | - | 6,597 | 6,521 | - | - | 6,521 |
| | Light, heat and power | 20,161 | - | - | 20,161 | 10,401 | - | - | 10,401 |
| | Repairs and maintenance | 6,510 | - | - | 6,510 | 5,134 | - | - | 5,134 |
| | Insurance | 16,027 | - | - | 16,027 | 4,131 | - | - | 4,131 |
| | Telephone | 1,422 | - | - | 1,422 | 1,329 | - | - | 1,329 |
| | Postage, stationery and publicity | 2,867 | - | - | 2,867 | 3,443 | - | - | 3,443 |
| | Cleaning costs | 11,784 | - | - | 11,784 | 10,237 | - | - | 10,237 |
| | New building costs | 16 | - | - | 16 | 7 | - | - | 7 |
| | Sound equipment | 1,311 | - | - | 1,311 | 6,184 | - | - | 6,184 |
| | Computer expenses | 7,274 | - | - | 7,274 | 11,103 | - | - | 11,103 |
| | Travel costs | - | 1,041 | - | 1,041 | - | 50 | - | 50 |
| | Missionary distribution and support | - | 19,009 | - | 19,009 | - | 24,502 | - | 24,502 |
| | Visiting Ministry | - | 5,351 | - | 5,351 | - | 4,650 | - | 4,650 |
| | Ministries | - | 22,275 | - | 22,275 | - | 16,724 | - | 16,724 |
| | Bank charges | - | - | 1,679 | 1,679 | - | - | 1,199 | 1,199 |
| | Catering and toiletries | - | - | 7,100 | 7,100 | - | - | 8,676 | 8,676 |
| | Miscellaneous expenses | - | - | 13,889 | 13,889 | - | - | 10,922 | 10,922 |
| | Cherish | - | - | - | - | - | - | 2,129 | 2,129 |
| | Community Project expenses | - | - | 16,577 | 16,577 | - | - | 9,256 | 9,256 |
| | | 85,619 | 47,676 | 39,245 | 172,540 | 100,374 | 45,926 | 32,182 | 178,482 |

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2023

- 19 -

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

7 Support and governance costs

| | Support costs | Governance costs | 2023 | Support costs | Governance costs | 2022 |
|------------------------|---------------|------------------|---------|---------------|------------------|---------|
| | £ | £ | £ | £ | £ | £ |
| Staff costs | 129,850 | - | 129,850 | 147,224 | - | 147,224 |
| Audit fees | - | 18,000 | 18,000 | - | 26,820 | 26,820 |
| Accountancy fees | - | 9,857 | 9,857 | - | 14,938 | 14,938 |
| Legal and professional | - | 1,065 | 1,065 | - | 2,742 | 2,742 |
| AOG Scottish Region | - | 4,020 | 4,020 | - | 4,020 | 4,020 |
| | 129,850 | 32,942 | 162,792 | 147,224 | 48,520 | 195,744 |
| Analysed between | | | | | | |
| Charitable activities | 129,850 | 32,942 | 162,792 | 147,224 | 48,520 | 195,744 |

Support and governance costs have been apportioned based on activity levels using the outreach and giving expenditure and the other charitable activities expenditure as benchmarks for activity levels.

8 Trustees

One Trustee was employed in the year. A total of £nil was reimbursed for expenses paid personally (2022: £50).

██████████ is a Trustee and was employed as Senior Minister with a salary of £39,500 (2022: £39,500) and pension contributions of £3,160 (2022: £3,160). ██████████ was also reimbursed £nil for travel expenses (2022: £50).

Connected Persons

One connected person was employed in the year. A total of £8,469 was reimbursed for expenses paid personally (2022: £10,352).

██████████ is a connected person by marriage and was employed as Administrator with a salary of £17,575 (2022: £17,575) and pension contributions of £1,406 (2022: £1,406). ██████████ was also reimbursed a total of £8,469 (2022: £10,352) for the following expenses;

- Facilities: £Nil (2022: £97)
- Utilities: £Nil (2022: £393)
- Coffee Machine £285 (2022: £Nil)
- Gifts £1,092 (2022: £Nil)
- Catering: £1,861 (2022: £3,434)
- Visiting Ministry: £Nil (2022: £142)
- Travel Expenses: £1,266 (2022: £Nil)
- Misc. expenses: £240 (2022: £132)
- Run / Walk Cycle T Shirts: £2,670 (2022: £Nil)
- IT: £Nil (2022: £173)
- Photocopier & Printing: £Nil (2022: £9)
- People Support: £Nil (2022: £396)
- Sound: £Nil (2022: £3,183)
- Missionary Distribution & Support: £Nil (2022: £165)
- Reps: £106 (2022: £Nil)
- Books & Resources: £949 (2022: £697)
- Cherish & Conferences: £Nil (2022: £1,733)

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

9 Employees

The average monthly number of employees during the year was:

| | 2023 Number | 2022 Number |
|-------------|----------------|----------------|
| Total staff | 5 | 5 |

Employment costs

| | 2023 £ | 2022 £ |
|-----------------------|-----------|-----------|
| Wages and salaries | 117,538 | 128,332 |
| Social security costs | 2,685 | 8,412 |
| Other pension costs | 9,428 | 10,480 |
| | 129,651 | 147,224 |

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

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

11 Impairments

Impairment tests have been carried out where appropriate and the following impairment losses have been recognised in profit or loss:

| | 2023 £ | 2022 £ |
|-------------------------------|-----------|-----------|
| In respect of: | | |
| Property, plant and equipment | - | 40,000 |

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

12 Tangible fixed assets

| | Freehold land and buildings | Assets under construction | Fixtures and equipment | Other non- current assets held for sale | Total |
|------------------------------------|--------------------------------|------------------------------|---------------------------|---|-----------|
| | £ | £ | £ | £ | £ |
| Cost | | | | | |
| At 1 December 2022 | 27,500 | 2,088,192 | 5,072 | 300,000 | 2,420,764 |
| Additions | - | 1,752,524 | 136,385 | - | 1,888,909 |
| At 30 November 2023 | 27,500 | 3,840,716 | 141,457 | 300,000 | 4,309,673 |
| Depreciation and impairment | | | | | |
| At 1 December 2022 | - | - | 4,254 | 40,000 | 44,254 |
| Depreciation charged in the year | - | - | 11,650 | - | 11,650 |
| At 30 November 2023 | - | - | 15,904 | 40,000 | 55,904 |
| Carrying amount | | | | | |
| At 30 November 2023 | 27,500 | 3,840,716 | 125,553 | 260,000 | 4,253,769 |
| At 30 November 2022 | 27,500 | 2,088,192 | 818 | 260,000 | 2,376,510 |

More information on the impairment arising in the prior year is given in note 11.

The church building at Queens Road entered the property market for sale in November 2022 and was vacant on the signing date. Therefore the trustees deemed it appropriate for the property to remain as other non-current assets held for sale and the church building is held as such at the balance sheet date.

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

13 Fixed asset investments

| | Income Bonds £ | |
|---------------------------------------|-------------------|-------------|
| Cost or valuation | | |
| At 1 December 2022 & 30 November 2023 | | 10,000 |
| Carrying amount | | |
| At 30 November 2023 | | 10,000 |
| At 30 November 2022 | | 10,000 |
| | 2023 | 2022 |
| | £ | £ |
| Investments at fair value comprise: | | |
| Income bonds | 10,000 | 10,000 |

14 Debtors

| | 2023 | 2022 |
|---|-------------|-------------|
| | £ | £ |
| Amounts falling due within one year: | | |
| Other debtors | 228,906 | 175,432 |
| Prepayments and accrued income | 3,146 | 2,003 |
| | 232,052 | 177,435 |

15 Loans and overdrafts

| | 2023 | 2022 |
|-------------------------|-------------|-------------|
| | £ | £ |
| Other loans | 300,000 | - |
| Payable within one year | 150,000 | - |
| Payable after one year | 150,000 | - |

There were 2 new loans introduced in the year from unrelated entities. The first in October 23 and the second in September 23.

The loan received in October 23 has interest applied at the bank of England base rate and is repayable in installments every 30 months.

The loan received in September 23 is interest free and repayable on demand.

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

16 Creditors: amounts falling due within one year

| | 2023 £ | 2022 £ |
|-----------------|----------------|----------------|
| Borrowings | 150,000 | - |
| Trade creditors | 233,886 | 2,068 |
| Other creditors | 247,480 | 155,255 |
| | <u>631,366</u> | <u>157,323</u> |

17 Creditors: amounts falling due after more than one year

| | 2023 £ | 2022 £ |
|------------|----------------|-----------|
| Borrowings | 150,000 | - |
| | <u>150,000</u> | <u>-</u> |

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

| | Movement in funds | | | Movement in funds | | | |
|---------------------------|---------------------------------------|----------------------------|----------------------------|---------------------------------------|----------------------------|----------------------------|--|
| | Balance at 1 December 2021 £ | Incoming resources £ | Resources expended £ | Balance at 1 December 2022 £ | Incoming resources £ | Resources expended £ | Balance at 30 November 2023 £ |
| Income | | | | | | | |
| Bonds | 10,000 | - | - | 10,000 | - | - | 10,000 |
| Building Fund | 1,861,239 | 464,361 | (7) | 2,325,593 | 670,294 | (16) | 2,995,871 |
| Community Project Fund | 4,640 | 13,210 | (9,256) | 8,594 | 70,454 | (16,577) | 62,471 |
| | <u>1,875,879</u> | <u>477,571</u> | <u>(9,263)</u> | <u>2,344,187</u> | <u>740,748</u> | <u>(16,593)</u> | <u>3,068,342</u> |

Restricted funds are made up of three categories. The income bonds held are restricted funds. All remaining restricted funds are the balance of income and expenditure relating to the Building Fund and the Community Project Fund.

- Building Fund - In place to raise funds for a new church building.
- Community Project Fund - In place to raise funds enabling support to the community in areas of need. For example a food supplies, clothing supplies, etc. but not solely limited to these examples.

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

19 Unrestricted funds - unrestricted and designated

These are unrestricted funds which are material to the charity's activities made up as follows:

| | Balance at 1 December 2021 £ | Movement in funds | | | Balance at 1 December 2022 £ | Movement in funds | | | Transfers £ | Balance at 30 November 2023 £ |
|----------------------------------|---------------------------------------|----------------------------|----------------------------|----------------|---------------------------------------|----------------------------|----------------------------|----------------|----------------|--|
| | | Incoming resources £ | Resources expended £ | Transfers £ | | Incoming resources £ | Resources expended £ | Transfers £ | | |
| Unrestricted Fund - General Fund | 100,000 | 361,169 | (364,963) | 3,794 | 100,000 | 514,094 | (318,739) | (195,355) | 100,000 | |
| Designated Fund - Building Fund | 1,153,774 | - | - | (3,794) | 1,149,980 | - | - | 195,355 | 1,345,335 | |
| | 1,253,774 | 361,169 | (364,963) | - | 1,249,980 | 514,094 | (318,739) | - | 1,445,335 | |

Unrestricted funds are general funds and maintained per the reserves policy to meet four months operating costs of the church. At the balance sheet date, the Trustees had deemed £100,000 as reasonable for this. This policy will be regularly reviewed by the Trustees to ensure that adequate unrestricted funds are held.

Designated funds are funds that have been allocated to the Building Fund by the Trustees. At the balance sheet date the Trustees had designated any unrestricted funds over and above £100,000.

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

| 20 | Analysis of net assets between funds | Unrestricted funds | | Designated funds | | Restricted funds | | Total Unrestricted funds | | Designated funds | | Restricted funds | | Total | |
|----|---|--------------------|---|------------------|---|------------------|---|--------------------------|---|------------------|---|------------------|---|-----------|---|
| | | 2023 | £ | 2023 | £ | 2023 | £ | 2023 | £ | 2023 | £ | 2022 | £ | 2022 | £ |
| | Fund balances at 30 November 2023 are represented by: | | | | | | | | | | | | | | |
| | Tangible assets | - | | 1,257,898 | | 2,995,871 | | 4,253,769 | | - | | 288,318 | | 2,376,510 | |
| | Investments | - | | - | | 10,000 | | 10,000 | | - | | 10,000 | | 10,000 | |
| | Current assets/(liabilities) | 100,000 | | 87,437 | | 212,471 | | 399,908 | | 100,000 | | 861,662 | | 1,207,657 | |
| | Long term liabilities | - | | - | | (150,000) | | (150,000) | | - | | - | | - | |
| | | 100,000 | | 1,345,335 | | 3,068,342 | | 4,513,677 | | 100,000 | | 1,149,980 | | 3,594,167 | |

AOG CENTRAL FRASERBURGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2023

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

| | 2023 £ | 2022 £ |
|----------------------------|--------------|--------------|
| Within one year | 1,414 | 1,414 |
| Between two and five years | 2,121 | 3,535 |
| | <u>3,535</u> | <u>4,949</u> |

The operating leases represent the lease of equipment from a third party. The lease is negotiated over terms of 4 years and rentals are fixed for 4 years. There are no options in place for either party to extend the lease terms.

In the period £1,414 was recognised as an expense towards operating lease commitments (2022: £1,414).

22 Capital commitments

| | 2023 £ | 2022 £ |
|---|----------------|------------------|
| At 30 November 2023 the charity had capital commitments as follows: | | |
| Contracted for but not provided in the financial statements: | | |
| Acquisition of property, plant and equipment | 184,734 | 1,625,947 |
| | <u>184,734</u> | <u>1,625,947</u> |

These commitments have been made in relation to the assets under construction, the build was completed in Spring 2024 and was funded by the designated and restricted Building Funds.

23 Related party transactions

There were no disclosable related party transactions during the period (2022 - £Nil). Please see note 8 regarding trustee and connected person remuneration and expense reimbursement.

24 Cash generated from operations

| | 2023 £ | 2022 £ |
|---|------------------|----------------|
| Surplus for the year | 919,510 | 464,514 |
| Adjustments for: | | |
| Investment income recognised in statement of financial activities | (10,956) | (1,846) |
| Depreciation and impairment of tangible fixed assets | 11,650 | 41,884 |
| Movements in working capital: | | |
| (Increase) in debtors | (54,617) | (53,529) |
| Increase in creditors | 324,043 | 16,194 |
| Cash generated from operations | <u>1,189,630</u> | <u>467,217</u> |