

NORTHERN EVANGELICAL TRUST

REPORT AND ACCOUNTS

YEAR ENDED 31ST MARCH 2008

**NORTHERN EVANGELICAL TRUST
REPORT AND ACCOUNTS - 2008**

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NORTHERN EVANGELICAL TRUST**TRUSTEES REPORT FOR THE YEAR ENDED 31ST MARCH 2008**

The Trustees have pleasure in presenting their report and financial statements of Northern Evangelical Trust for the year ended 31st March 2008.

Trustees

The Trustees listed below served throughout the year:

Mr B Jackson	Mrs M Jackson
Mr G Pountain	Mr N Lawrence

Charitable objects

The charity was established in 1986 with the object being to provide financial and other support for persons who are training to become or are already in full time pastoral and evangelical work of a Christian nature; to promote the Christian faith among school children and to work alongside ministers and elders of any Christian church in furthering the Christian faith. Thereafter the Bethany project was established with its aims of helping the most under privileged, deprived and vulnerable members of society, especially orphaned children.

Structure, Governance and Management

The trust is a registered charity, number 517995 and is constituted by Deed of Trust. The charity can be contacted at 39 Aspen Lane, Oswaldtwistle, Lancashire, BB5 4NN.

The procedure for the appointment of new Trustees is through consultation between the existing Trustees and the charity's supporters. When new Trustees are inducted their responsibilities are made clear to them by the existing Trustees and they are furnished with relevant booklets, etc. for their information.

Activities

We started the year with 114 children and ended the year with 133 of which 122 were children resident at the Children's Home, 7 being supported in the UK (for further studies) and 4 in training at "Forever Angels".

During the year we completed both a "Managers' House" and a "multi-purpose block". The "multi-purpose block" we intend to use for the accommodation of visitors, emergency/overspill accommodation for children and also classrooms etc. It has a solar hot water system, toilets and showers. Our new managers' house has three bedrooms, a shower and toilet.

During the year (January 2008) one of our 8 Tanzanian students (Andrew Mtaki) studying in the UK was returned to Tanzania due to inappropriate behaviour. One of our senior management team members was dismissed for dereliction of duty (among other things). Two new senior members of staff were appointed, Pastor Silas and Rebecca Gambishi both living on site. Improvements and progress has been made in all areas and we hope the forthcoming year follows the same pattern.

Overall, Bethany is holding fast to its aims and objectives "...to help the most underprivileged, deprived and vulnerable members of society, especially orphaned children".

Plans for Future Periods

Plans have been drawn up for a new dormitory and new dining room/kitchen at the orphanage.

Voluntary Help

The financial statements exclude costs for voluntary help which cannot be quantified.

NORTHERN EVANGELICAL TRUST

TRUSTEES REPORT FOR THE YEAR ENDED 31ST MARCH 2008

(Continued)

Reserves and Risk Policies

Unrestricted funds are needed to ensure the continuance of the charity's work. The Trustees consider it prudent that unrestricted reserves should be sufficient:

- a) to avoid the necessity of realising fixed assets held for the charity's use;
- b) to cover four months expenditure.

At the year end unrestricted reserves were sufficient to cover this.

The level of reserves is monitored and reviewed by the Trustees on a regular basis.

The Trustees are assessing the major risks to which the charity is exposed and will investigate systems to mitigate exposure to these risks.

Financial Review

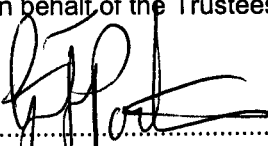
The income, expenditure and resulting surplus for the year, and the charity's financial position at the end of the year are shown on pages 4 and 5 of the financial statements.

The Trustees are satisfied that at the year end the charity is able to meet its ongoing liabilities.

The charity's balance sheet at the year-end showed a reasonable position.

We thank God for the support of all those who are faithful in their giving so that the charity's work can continue.

Signed on behalf of the Trustees on 6th June 2009


.....
G Pountain - Trustee

**REPORT OF THE INDEPENDENT EXAMINER TO
THE TRUSTEES OF NORTHERN EVANGELICAL TRUST**

I report on the accounts of the charity for the year ended 31st March 2008 which are set out on pages 4 to 8.

Respective responsibilities of trustees and examiner

As the charity's trustees you are responsible for the preparation of the accounts and you consider that the audit requirement of section 43(2) of the Charities Act 1993 ("the Act") does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Act, whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

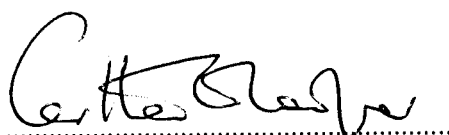
Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- 1) which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act

have not been met; or

- 2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Carlton G. Cooper, FCA

7th June 2009

On behalf of Cassons
Chartered Accountants
St Crispin House
St Crispin Way
Haslingden
Rossendale
Lancashire
BB4 4PW

NORTHERN EVANGELICAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31ST MARCH 2008

	Unrestricted funds £	Restricted funds £	Total funds 2008 £	Total funds 2007 £
INCOMING RESOURCES				
Donations	3,989	124,708	128,697	159,944
Calendar Income	-	1,293	1,293	-
Investment income – deposit interest	535	2,673	3,208	2,407
Total incoming resources	4,524	128,674	133,198	162,351
RESOURCES EXPENDED				
Charitable activities				
Wages and staff costs	-	18,238	18,238	23,880
Overseas travel costs	-	24,763	24,763	35,580
Light, heat and household	-	8,622	8,622	11,336
Food and subsistence	-	11,657	11,657	14,225
Sundry expenses	377	5,009	5,386	551
Donations	15,000	-	15,000	743
Schoolswork	4,500	-	4,500	19,500
Students' UK expenses	-	2,847	2,847	5,629
Motor expenses	-	4,000	4,000	3,750
Building work and repairs	-	42,267	42,267	23,096
Depreciation	988	10,388	11,376	10,641
Project assessment	4,500	-	4,500	-
Administration and exchange rate movements	-	5,562	5,562	3,756
	25,365	133,353	158,718	152,687
Cost of generating funds				
Calendar costs	-	556	556	-
Governance costs				
Stamps and stationery	-	-	-	-
Sundry	-	-	-	144
	-	-	-	274
Total resources expended	25,365	133,909	159,274	152,831
Net (outgoing)/incoming resources for the year	(20,841)	(5,235)	(26,076)	9,520
Transfers between funds	-	-	-	-
Total funds brought forward	55,338	139,061	194,399	184,879
Total funds carried forward	34,497	133,826	168,323	194,399

NORTHERN EVANGELICAL TRUST

BALANCE SHEET

31ST MARCH 2008

	Note	2008		2007	
		£	£	£	£
Fixed assets					
Tangible assets	4		20,140		24,516
Current assets					
Debtors		26,339		22,946	
Cash at bank and in hand		121,944		147,037	
		<u>148,283</u>		<u>169,983</u>	
Liabilities: amounts falling due within one year					
Creditors and accruals		100		100	
		<u>148,183</u>		<u>169,883</u>	
Net current assets			148,183		169,883
Net assets	5		<u>168,323</u>		<u>194,399</u>
FUNDS					
Unrestricted Income Funds:					
General Purposes Fund			34,497		55,338
Restricted Income Funds:					
Bethany Orphanage Fund			133,826		139,061
			<u>168,323</u>		<u>194,399</u>

Approved by the Board of Trustees on 6th June 2008 and signed on its behalf by

B W Jackson

 B. Jackson - Trustee

NORTHERN EVANGELICAL TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31ST MARCH 2008

1. Accounting policies

The accounts have been prepared in accordance with the Statement of Recommended Practice - "Accounting and Reporting by Charities" - and other relevant accounting standards issued by U.K. accountancy bodies. The particular accounting policies are described below.

a) Accounting convention

The accounts are prepared under the historical cost convention.

b) Donations

i) Donations made under deeds of covenant and gift aid, together with the associated income tax recoverable, are recognised as income when the donation is received.

ii) Other donations received are credited to the income and expenditure account in the period they are received.

c) Tangible fixed assets

i) Depreciation is not provided on land. On other assets it is provided in annual instalments over the estimated useful lives of the assets from the date the assets are brought into use. The rates of depreciation are as follows:

Equipment and fixtures	10% - 25% on cost
Mission Tent	7% on net book value
Computer equipment	25% on net book value

ii) No value is attributed to donated fixed assets.

2. Expenditure

Included within expenditure for the year are the following:

	2008 £	2007 £
Staff costs – United Kingdom	-	-
Overseas	18,238	23,880
Independent Examiner's fees	-	-
	=====	=====

The average number of UK employees in the year was nil (2007 – nil).

NORTHERN EVANGELICAL TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31ST MARCH 2008

3. Trustees' remuneration, expenses and other transactions

Other than disclosed below, no remuneration directly or indirectly out of the funds of the charity was paid or payable for the year to any trustee or to any person known to be connected with any trustee (2007 – Nil).

No reimbursement of expenses has been made to any trustees in respect of the year (2007 – Nil). The Charity paid travel costs taking Mr G. Pountain, a Trustee, to Tanzania to oversee and assist with the work at the Bethany Orphanage. In common with all volunteer helpers, Mr Pountain makes donations to the Charity which, generally, cover the travel expenses.

Mr B. Jackson, a Trustee, was a leader of the Oswaldtwistle Community Church (OCC) during the period. The school's work previously undertaken and supervised by the Charity's own staff is now being resourced by OCC. During the year the charity has made a grant of £4,500 (2007 - £19,500) towards the employment costs incurred by OCC in respect of school's work.

Mr B. Jackson is also a Trustee of Hope Metro, a registered charity. During the period the charity made donations of £15,000 to Hope Metro to assist with that charity's "Restore" project and with the purchase of a minibus. The project assessment fee was a consultancy fee assessing the feasibility of establishing a "Debt Doctors" programme. This project has subsequently been commenced within Hope Metro.

4. Fixed assets for use by the charity

	Mission Tent	Equipment and vehicles	Total
Cost	£	£	£
At 1st April 2007	16,205	90,895	107,100
Additions	-	7,000	7,000
	<hr/>	<hr/>	<hr/>
At 31st March 2008	16,205	97,895	114,100
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1st April 2007	9,900	72,684	82,584
Charge for the year	441	10,935	11,376
	<hr/>	<hr/>	<hr/>
At 31st March 2008	10,341	83,619	93,960
	<hr/>	<hr/>	<hr/>
Net book value			
At 31st March 2008	5,864	14,276	20,140
	<hr/>	<hr/>	<hr/>
At 31st March 2007	6,305	18,211	24,516
	<hr/>	<hr/>	<hr/>

The costs of the construction of the orphanage in Tanzania have not been capitalised. The land upon which the orphanage has been built is not owned by the charity and the Trustees have been unable to secure any legal documentation transferring title of the property to the charity.

NORTHERN EVANGELICAL TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31ST MARCH 2008

5. Analysis of Net Assets by Fund

	General Purposes Fund £	Bethany Orphanage Fund £	Total £
Fixed assets	6,413	13,727	20,140
Current assets	28,184	120,099	148,283
Liabilities: amounts falling due within one year	(100)	-	(100)
Fund balance	<u>34,497</u> =====	<u>133,826</u> =====	<u>168,323</u> =====

Donations and gifts are given specifically to the Bethany Orphanage Fund. Separate bank accounts have been established for the purpose of ensuring all funds are correctly deposited and administered. The Bethany project is registered in Tanzania as an International Society.