

Company Registration No. NI 618382

**CHRISTIAN FELLOWSHIP CHURCH**  
**DIRECTORS' REPORT AND**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

COMPANIES HOUSE  
BELFAST  
27 SEP 2019  
RECEPTION DESK

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JNI 27/09/2019 #2  
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# CHRISTIAN FELLOWSHIP CHURCH

## CONTENTS

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	<b>Page</b>
Charity reference and administrative details	1
Directors' report	2 - 6
Independent auditors' report	7 - 9
Consolidated statement of financial activities (incorporating the Income and Expenditure Account)	10
Consolidated balance sheet	11
Company balance sheet	12
Consolidated cash flow statement	13
Notes to the financial statements	14 - 26

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# CHRISTIAN FELLOWSHIP CHURCH

## CHARITY REFERENCE AND ADMINISTRATIVE DETAILS

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<b>Directors</b>	Ewan Boyle Neil Gamble Richard Gardiner Colin Stewart
<b>Operations manager</b>	Arlene McDowell
<b>Company number</b>	NI 618382
<b>Charity number</b>	NIC 101476
<b>Registered office</b>	10 Belmont Road Belfast Co Down BT4 2AN
<b>Independent auditors</b>	Johnston Kennedy DFK Chartered Accountants Registered Auditors 10 Pilots View Heron Road Belfast BT3 9LE
<b>Administration address</b>	10 Belmont Road Belfast Co Down BT4 2AN
<b>Bankers</b>	Ulster Bank Limited Arches Retail Park Belfast BT5 4AF
<b>Solicitors</b>	Stephen Perrott & Company Solicitors 49 High Street Holywood Co Down BT18 9AB

# CHRISTIAN FELLOWSHIP CHURCH

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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The directors have pleasure in presenting their annual report together with the consolidated audited financial statements for the year ended 31 December 2018. The directors have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

### Directors

The following directors have held office since 1 January 2018:

Ewan Boyle	(Appointed 1 July 2018)
Neil Gamble	
Elaine Smyth	(Resigned 1 April 2019)
Jennifer Eagleson	Service period as noted below
Keith Lockhart	Service period as noted below
Colin Stewart	Service period as noted below
Richard Gardiner	Service period as noted below

Jennifer Eagleson, Keith Lockhart and Colin Stewart served for a period from 1 November 2018 to 30 November 2018. Richard Gardiner served for the period from 12 November 2018 to 30 November 2018.

Colin Stewart and Richard Gardiner were reappointed on 1 April 2019.

### Directors' interests

None of the directors of the company held a beneficial interest in the assets of the company.

There were no emoluments paid to directors during the current year. Directors did not claim any expenses during the current year in their capacity as directors.

### Structure, governance and management

Christian Fellowship Church is a company limited by guarantee, incorporated on 13 May 2013, and registered with The Charity Commission for Northern Ireland on 11 March 2014. It is governed by its Memorandum and Articles of Association.

### Organisational Structure

The company is not for profit and limited by guarantee, the liability of the members is limited to £1.

The organisation is governed by its Elders who meet regularly. Day-to-day management activities are coordinated through the Operations Manager and the Operations Team. The Operations Team consists of senior staff members. Appointments to the Operations Team are approved by the Elders.

The current Elders are:

Ewan Boyle  
Owen Crane  
Neil Gamble  
Richard Gardiner  
Andrew Gibson  
John Lander  
Arlene McDowell  
Kathryn Purcell  
Colin Stewart

Church policy is that no Elder should serve as a director whilst on staff at CFC.

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# CHRISTIAN FELLOWSHIP CHURCH

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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New directors will be briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision making process, the operational plan and recent financial position of the charity. They are free to discuss any issue with other directors or key employees. Directors are encouraged to attend any appropriate external training events where these will facilitate the undertaking of their role.

### **Principal objectives and activities**

*Christian Fellowship Church is a Christ-centred community dedicated to impacting Belfast, Ireland and the nations with the love of God in the power of the Holy Spirit.*

CFC is a group of people from all backgrounds who are walking in God's grace and are on a journey of transformation with Him.

We believe that God has called us to impact our city, our country and the nations with the love of Jesus and the power of the Holy Spirit. This is the foundation for everything we do.

We are passionate about seeing people growing in their relationship with God and to do this we meet together every Sunday to worship God and to experience a relevant and powerful message, which teaches truths from the Bible, and also during the week to further develop and explore God's truth for us and our world.

These, alongside courses such as Alpha, the Marriage Course and Cleansing Stream continue to provide opportunities for individuals to grow in their faith.

In setting our objectives and planning our activities for the year, the directors have given careful consideration to the Charity Commission for Northern Ireland's guidance on public benefit, to ensure that the activities have helped to achieve the charity's purposes and provide a benefit to the beneficiaries.

The Christian Fellowship Church uses members of the Church community to provide some of the services above. Any private benefit received by the members is purely incidental to the purposes of our work.

### Public benefit statement

CFC's missions statement is "to be a Christ centred community dedicated to impacting Belfast, Ireland and the nations with the love of God in the power of the Holy Spirit."

We believe that bringing people into a relationship with God will allow them to live the way they were meant to, and that this in turn has an impact on our society, children, relationships, economy etc.

In each of our sites we want to 'be a community', providing a place where people can belong and become who God intended them to be, and to 'bless a community', by contributing to the spiritual, social, economic and physical need of our city, nation and beyond.

To do this we run a variety of programmes and activities that include children's and youth work, community outreach, a food bank, a professionally accredited counselling service, support for parents and marriages, providing community space for meetings and overseas development work.

We believe that God has called us to impact our city, our country and the nations with the love of Jesus and the power of the Holy Spirit. This is the foundation for everything we do.

# CHRISTIAN FELLOWSHIP CHURCH

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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### Achievements and performance

#### Key Developments

In March 2018 we saw the launch of our new CFC site in Inner East Belfast under the leadership of Thomas and Leanne Todd. The team who went out from CFC have already been able to get involved with the local community in Inner East and reach out to both children and adults in the surrounding area through joining in with a number of initiatives.

We saw the second year of our Worship Academy which we run in partnership with Worship Central, with seven students from other churches participating in the course. We released our Faith to Favour album in early 2018, and it has been enjoyed by people downloading songs in more than 80 countries around the world.

On the Missions front, we saw teams go out to India, (separate youth and adults teams) Myanmar, Ibiza, Nepal, Thailand and Hungary. The teams were involved with building work, kids' ministry and outreach work, bringing the hope of Jesus to hundreds of people.

Our existing CFC sites at South, Antrim and Sign Language Community continue to grow from strength to strength as they press on helping people in their communities find and allow Jesus to bring heaven to earth.

#### Risk management

The directors have developed a risk register which identifies all major known risks, what actions are in place to minimise risk and how risks will be managed. It is implemented by the Operations staff and escalated to the directors as appropriate, and includes:

- a regular review of the risks the company may face;
- the establishment of systems and procedures to manage those risks identified in the plan; and
- the implementation of procedures designed to minimise any potential impact on the company should those risks materialise.

#### **Financial review**

The results are set out on pages 10 to 26. Christian Fellowship Church incurred a net unrestricted surplus for the year of £67,132 (2017: net unrestricted deficit of £66,603). The level of free reserves at 31 December 2018 was a surplus of £48,278 (2017: deficit £2,309).

#### Investment powers and policy

Under the Memorandum and Articles of Association, the charity has the power to invest its unrestricted funds in any way the Directors consider appropriate. The Directors have operated a policy of ensuring that any reserve funds are held in an interest bearing account.

#### Reserves level

The Directors continue to review and monitor the reserves of the Charity. This encompasses the nature of income and expenditure streams, the need to match variable income with fixed commitments and the nature of the reserves. The Directors have an aspiration that to allow the Charity to be managed efficiently and effectively in the future and to provide a buffer to funding changes, that a general free reserve is desirable. The Directors have set a target of approximately 3 months free reserves which would equate to approximately £210,000. Previous free reserves have been utilised during recent years and in looking forward to the Strategic Plan for the Charity in 2019 and beyond, financial plans and budgets will be prepared with the target of rebuilding free reserves in line with these aspirations.

# CHRISTIAN FELLOWSHIP CHURCH

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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### Plans for future periods

We will continue to follow the call that God has given CFC to Belfast, Ireland and the nations. In all that we do, we will seek to help people find and follow Jesus and bring heaven to earth. As always we will continue to find ways that we can serve the marginalised in our city and beyond. Primarily this will be achieved through strategic partnerships with a number of other charities.

Our site in Holywood launched in January 2019, led by Andy Gibson. The team there have been so encouraged by all that God is doing in their midst, and they are already having to consider how to increase capacity as the service is more than full each week.

In 2019 there will be a continuing emphasis on Worship, Prayer and the Prophetic ministries. We believe that these will be key areas as we move forward as a church.

We are also excited to announce that in September 2019 we will be launching our new Leadership Academy to train and equip the leaders of tomorrow, as well as opening up the Worship Academy for another year of students.

### Employee involvement

Our staff have once again proved their wonderful value to CFC and the city. Their sacrifice, commitment, energy, wisdom and love is beautiful to watch. We thank God for them and for all the volunteers that make the ministry of CFC possible.

### Reference and administrative details

The organisations' details are as disclosed on the company information page.

### Director's Responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the incoming resources and application of resources, including the income and expenditure of the company for that period, and of the group for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

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

# CHRISTIAN FELLOWSHIP CHURCH

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

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### Statement of disclosure to the auditors

We, the directors of the company who held office at the date of approval of these Financial Statements, as set out above, each confirm so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### Political and charitable donations

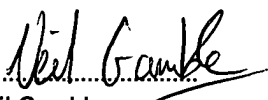
During the year the company paid over £119,687 (2017: £108,191) for mission support and the company made donations for missions gifts of £96,617 (2017: £97,352) and honoraria amounting to £26,420 (2017: £33,731) and made no political contributions.

### Auditors

The auditors, Johnston Kennedy DFK, are deemed to be re-appointed under Section 487(2) of the Companies Act 2006.

In preparing the Trustees' annual report, we also approve the Strategic Report included herein, in our capacity as company directors.

On behalf of the board

  
.....

Neil Gamble  
Director

Date: 29 May 2019



# CHRISTIAN FELLOWSHIP CHURCH

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CHRISTIAN FELLOWSHIP CHURCH

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### Opinion

We have audited the financial statements of Christian Fellowship Church (the 'company') and its subsidiary (the 'group') for the year ended 31 December 2018 which comprise the group statement of financial activities, group balance sheet, group 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, including FRS 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 group's and of the parent company's affairs as at 31 December 2018 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 and the Charities Act (Northern Ireland) 2008.

### 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 group and 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 the provisions available for small entities, in the circumstances set out in note 23 to the financial statements, 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

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 directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent 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.

### Other information

The directors are responsible for the other information. The other information comprises the information included in the directors' report, other than the financial statements and our auditor's report 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.

We have nothing to report in this regard.

# CHRISTIAN FELLOWSHIP CHURCH

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF CHRISTIAN FELLOWSHIP CHURCH

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#### **Opinions on other matters prescribed by the Companies Act 2006**

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

- the information given in the directors' report incorporating the strategic report, prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report, incorporating the strategic report, has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report which includes the strategic report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Act (Northern Ireland) 2008 requires us to report to you if, in our opinion:

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

#### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement (set out on page 5), the directors 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 directors determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent 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 directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's 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 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 for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

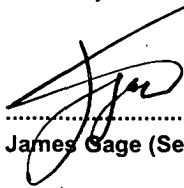
# CHRISTIAN FELLOWSHIP CHURCH

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF CHRISTIAN FELLOWSHIP CHURCH

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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 and to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations (Northern Ireland) 2015. Our audit work has been undertaken so that we might state to the company's members and 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 company and the company's members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....  
James Sage (Senior Statutory Auditor)

for and on behalf of:  
Johnston Kennedy DFK  
Statutory Auditor  
Chartered Accountants  
Registered Auditors  
10 Pilots View  
Heron Road  
BT3 9LE

Date: *29 May 2019*

# CHRISTIAN FELLOWSHIP CHURCH

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

FOR THE YEAR ENDED 31 DECEMBER 2018

	Notes	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total Funds 2018 £	Total Funds 2017 £
<b>Income and endowments from:</b>					
Donations and legacies	4	841,437	334,430	1,175,867	1,093,163
Income from charitable activities	5	71,124	-	71,124	62,442
Other trading activities	6	4,556	-	4,556	216
Income from investments	7	29,886	-	29,886	28,344
Other income	9	1,580	3,750	5,330	12,076
<b>Total income and endowments</b>		<b>948,583</b>	<b>338,180</b>	<b>1,286,763</b>	<b>1,196,241</b>
<b>Expenditure on:</b>					
Raising funds	8	6,617	7,984	14,601	17,734
Charitable activities	10	874,834	345,124	1,219,958	1,165,187
<b>Total expenditure</b>		<b>881,451</b>	<b>353,108</b>	<b>1,234,559</b>	<b>1,182,921</b>
<b>Net income/(expenditure)</b>		<b>67,132</b>	<b>(14,928)</b>	<b>52,204</b>	<b>13,320</b>
Transfer between funds	19 & 20	(18,077)	18,077	-	-
Exceptional item		-	-	-	(107,435)
<b>Net movement in funds</b>		<b>49,055</b>	<b>3,149</b>	<b>52,204</b>	<b>(94,115)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		1,561,232	535,034	2,096,266	2,190,381
<b>Total funds carried forward</b>	<b>19 &amp; 20</b>	<b>1,610,287</b>	<b>538,183</b>	<b>2,148,470</b>	<b>2,096,266</b>

### Continuing operations

The statement of financial activities has been prepared on the basis that all operations are continuing operations.

### Comparatives

The comparative amounts by funds have been disclosed in notes 2 and 3.

### Total recognised gains and losses

There are no recognised gains and losses other than those passing through the Statement of Financial Activities.

### Historical cost

The results as disclosed in the Statement of Financial Activities and the net incoming resources for the year have been presented on an historical cost basis.


The notes of pages 14 to 26 form part of these financial statements

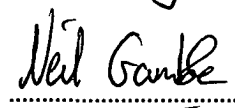
# CHRISTIAN FELLOWSHIP CHURCH

## CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2018

	Notes	£	2018 £	£	2017 £
<b>Fixed assets</b>					
Tangible assets	14		2,184,867		2,204,191
<b>Current assets</b>					
Debtors	16	25,868		66,507	
Cash at bank and in hand		178,368		81,305	
			<u>204,236</u>	<u>147,812</u>	
<b>Creditors: amounts falling due within one year</b>	17	<u>(73,247)</u>		<u>(72,373)</u>	
<b>Net current assets</b>			<u>130,989</u>		<u>75,439</u>
<b>Total assets less current liabilities</b>			<u>2,315,856</u>		<u>2,279,630</u>
<b>Creditors: amounts falling due after more than one year</b>	18		<u>(167,386)</u>		<u>(183,364)</u>
			<u>2,148,470</u>		<u>2,096,266</u>
<b>Charity funds</b>					
Unrestricted funds	19		1,610,287		1,561,232
Restricted funds	20		538,183		535,034
<b>Total charity funds</b>	21		<u>2,148,470</u>		<u>2,096,266</u>

The financial statements were approved by the Board on 29 May 2019 and signed on its behalf by:

  
.....  
**Ewan Boyle**  
Director

  
.....  
**Neil Gamble**  
Director

Company Registration No. NI 618382

Charity No. NIC 101476

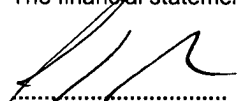
The notes on pages 14 to 26 form part of these financial statements

# CHRISTIAN FELLOWSHIP CHURCH

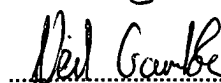
## COMPANY BALANCE SHEET AS AT 31 DECEMBER 2018

	Notes	£	2018 £	£	2017 £
<b>Fixed assets</b>					
Tangible assets	15		2,184,867		2,195,780
Investments			1		1
			<u>2,184,868</u>		<u>2,195,781</u>
<b>Current assets</b>					
Debtors	16	25,868		74,072	
Cash at bank and in hand		178,368		81,305	
		<u>204,236</u>		<u>155,377</u>	
<b>Creditors: amounts falling due within one year</b>	17	(73,247)		(72,373)	
<b>Net current assets</b>			<u>130,989</u>		<u>83,004</u>
<b>Total assets less current liabilities</b>			<u>2,315,857</u>		<u>2,278,785</u>
<b>Creditors: amounts falling due after more than one year</b>	18		(167,386)		(183,364)
			<u>2,148,471</u>		<u>2,095,421</u>
<b>Charity funds</b>					
Unrestricted funds	19		1,634,791		1,591,090
Restricted funds	20		513,680		504,331
<b>Total charity funds</b>	21		<u>2,148,471</u>		<u>2,095,421</u>

The financial statements were approved by the Board on 29 May 2019 and signed on its behalf by:



Ewan Boyle  
Director



Neil Gamble  
Director

Company Registration No. NI 618382

Charity Registration No. NIC 101476

The notes on pages 14 to 26 form part of these financial statements.

# CHRISTIAN FELLOWSHIP CHURCH

## CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2018

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		2018	2017
	£	£	£
<b>Cash flows from operating activities</b>			
Cash generated from operations	26	145,535	88,865
Interest paid		(7,984)	(13,295)
<b>Investing activities</b>			
Purchase of fixed assets	(54,988)	(7,014)	
Proceeds from sale of fixed assets	630	2,150	
Income from investments	29,886	28,344	
<b>Net cash used in investing activities</b>		(24,472)	23,480
<b>Financing activities</b>			
Repayment of bank loans	(16,016)	(16,054)	
Asset finance repayments	-	(13,850)	
<b>Net cash used in financing activities</b>		(16,016)	(29,904)
<b>Net increase in cash and cash equivalents</b>		97,063	69,146
<b>Cash and cash equivalents at the beginning of the year</b>		81,305	12,159
<b>Cash and cash equivalents at the end of the year</b>		178,368	81,305

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# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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### 1 Summary of significant accounting policies

#### 1.1 General information and basis of preparation

Christian Fellowship Church is a company limited by guarantee incorporated in Northern Ireland within the United Kingdom. The address of the registered office, administration address and company number are given in the company information on page 1 of these financial statements. The nature of the charity's operations and principal activities are given in the directors' report on pages 2 to 6 of these financial statements.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act (Northern Ireland) 2008, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the company. Monetary amounts have been rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

#### 1.2 Basis of consolidation

The group financial statements consolidate the financial statements of the company and all of its subsidiary undertakings made up to 31 December 2018.

#### 1.3 Income and expenditure

All income is included in the statement of financial activities when the charity is legally entitled to the income and the amount can be measured reliably and it is probable that the income will be received. All income arose wholly in the United Kingdom.

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. The majority of costs are directly attributable to charitable activities. Where costs cannot be directly attributed to particular headings they have been allocated to charitable activities on a basis consistent with use of the resources. Staff costs and overhead expenses are allocated to activities on the basis of staff time spent on those activities.

#### 1.4 Support costs

Support costs are those functions that assist the work of the charity but do not directly represent charitable activities. Support costs include back office costs, finance, human resources, payroll and governance costs which support the charity's activities. These costs have been allocated against the expenditure on charitable activities.



# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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### 1 Summary of significant accounting policies

#### 1.5 Fund Accounting

The charity has different types of funds for which it is responsible, and which require separate disclosure. These are as follows:

(a) Restricted funds - Donations received which are earmarked by the donor for specific purpose. Such purposes are within the overall aims of the organisation and are set out in the notes to the financial statements.

(b) Unrestricted funds - Funds which are expendable at the discretion of the directors in the furtherance of the objectives of the charity. In addition the funds may be held in order to finance capital investment and working capital.

#### 1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Property	Not depreciated
Tenants improvements	20% straight line
Furniture and equipment	20% straight line

#### 1.7 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### 1.8 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

#### 1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial statements.

Financial instruments are recognised in the company's balance sheet when the company becomes party to 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.

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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### 1 Summary of significant accounting policies

#### ***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.

Operating 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. Operating creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### **1.10 Pensions**

The company operates a defined contribution pension scheme. Pension contributions in respect of the scheme for employees are charged to the profit and loss account as they become payable in accordance with the rules of the scheme. The assets are held separately from those of the company in an independently administered fund. Differences between the amounts charged in the income and expenditure account and payments made to pension funds are treated as assets or liabilities.

#### **1.11 Taxation**

The company is a registered charity and is not liable to tax on funds generated from activities within the scope of the charitable exemptions.

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 2 Statement of Financial Activities: Unrestricted funds

	2018	2017
	£	£
<b>Income and endowments from:</b>		
Donations and legacies	841,437	845,966
Income from charitable activities	71,124	62,442
Other trading activities	4,556	216
Income from investments	29,886	28,344
Other income	1,580	4,717
<b>Total income and endowments</b>	<b>948,583</b>	<b>941,685</b>
<b>Expenditure on:</b>		
Raising funds	6,617	9,786
Charitable activities	874,834	865,296
<b>Total expenditure</b>	<b>881,451</b>	<b>875,082</b>
<b>Net income</b>	<b>67,132</b>	<b>66,603</b>
Transfer between funds	(18,077)	(21,410)
<b>Net movement in funds</b>	<b>49,055</b>	<b>45,193</b>
<b>Reconciliation of funds:</b>		
Total funds brought forward	1,561,232	1,516,039
<b>Total funds carried forward</b>	<b>1,610,287</b>	<b>1,561,232</b>

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 3 Statement of Financial Activities: Restricted funds

	2018	2017
	£	£
<b>Income and endowments from:</b>		
Donations and legacies	334,430	247,197
Other income	3,750	7,359
<b>Total income and endowments</b>	<u>338,180</u>	<u>254,556</u>
<b>Expenditure on:</b>		
Raising funds	7,984	7,948
Charitable activities	345,124	299,891
<b>Total expenditure</b>	<u>353,108</u>	<u>307,839</u>
<b>Net expenditure</b>	<u>(14,928)</u>	<u>(53,283)</u>
Transfer between funds	18,077	21,410
Exceptional items	-	(107,435)
<b>Net movement in funds</b>	<u>3,149</u>	<u>(139,308)</u>
<b>Reconciliation of funds:</b>		
Total funds brought forward	535,034	674,342
<b>Total funds carried forward</b>	<u><u>538,183</u></u>	<u><u>535,034</u></u>

### 4 Donations and legacies

	Unrestricted Funds	Restricted Funds	Total 2018	Total 2017
	£	£	£	£
Offerings	683,026	126,175	809,201	803,598
Bequests and donations	-	16,565	16,565	10,066
Appeals and mission support	-	168,925	168,925	99,851
Gift Aid	158,411	22,765	181,176	179,648
	<u>841,437</u>	<u>334,430</u>	<u>1,175,867</u>	<u>1,093,163</u>

In accordance with established policy the trustees continued to allocate 15% of general offerings as funding for mission support. This allocation of offerings has been reflected under restricted funds.

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

<b>5</b>	<b>Income from charitable activities</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
	Fees and contributions	71,124	-	71,124	62,442
<b>6</b>	<b>Other trading activities</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
	Merchandise contribution	4,556	-	4,556	216
		4,556	-	4,556	216
<b>7</b>	<b>Income from investments</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
	Rent and room hire	29,830	-	29,830	28,339
	Bank interest	56	-	56	5
		29,886	-	29,886	28,344
<b>8</b>	<b>Expenditure on raising funds</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
	Property management expenses	6,617	-	6,617	9,786
	Property loan interest	-	7,984	7,984	7,948
		6,617	7,984	14,601	17,734
<b>9</b>	<b>Other income and expenditure</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
	<b>Other income</b>				
	General income	1,580	3,750	5,330	12,076
		1,580	3,750	5,330	12,076

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 10 Expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2018 £	Total 2017 £
Activity costs	714,859	345,048	1,059,907	1,019,064
Support costs	159,975	76	160,051	146,123
	<u>874,834</u>	<u>345,124</u>	<u>1,219,958</u>	<u>1,165,187</u>

### 11 Net incoming resources

	2018 £	2017 £
Operating surplus is stated after charging/(crediting):		
Depreciation of tangible assets	73,973	83,160
(Profit)/Loss on disposal of tangible assets	(292)	946
Operating lease rentals	8,204	34,281
Auditors' remuneration	1,985	2,160
	<u>82,870</u>	<u>120,547</u>

### 12 Staff costs and emoluments

	2018 £	2017 £
Wages and salaries	489,888	495,657
Social security costs	39,789	37,783
Other pension costs	14,983	15,886
Other employee benefits	8,872	7,927
	<u>553,532</u>	<u>557,253</u>

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

	2018	2017
Number of company staff	<u>27</u>	<u>25</u>

No employee received emoluments of more than £60,000 during 2018.

### 13 Directors' remuneration

No directors received any remuneration or were reimbursed expenditure from the charity during the year in their capacity as directors.

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 14 Tangible fixed assets

Group	Property	Tenants improvements	Fixtures and equipment	Total
	£	£	£	£
<b>Cost</b>				
At 1 January 2018	2,083,592	54,257	383,945	2,521,794
Additions	-	-	54,988	54,988
Disposals	-	-	(84,576)	(84,576)
At 31 December 2018	<u>2,083,592</u>	<u>54,257</u>	<u>354,357</u>	<u>2,492,206</u>
<b>Depreciation</b>				
At 1 January 2018	-	36,204	281,399	317,603
Charge for the year	-	9,495	64,479	73,974
On disposals	-	-	(84,238)	(84,238)
At 31 December 2018	<u>-</u>	<u>45,699</u>	<u>261,640</u>	<u>307,339</u>
<b>Net book value</b>				
At 31 December 2018	<u>2,083,592</u>	<u>8,558</u>	<u>92,717</u>	<u>2,184,867</u>
At 31 December 2017	<u>2,083,592</u>	<u>18,053</u>	<u>102,546</u>	<u>2,204,191</u>

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 15 Tangible fixed assets

Company	Property	Tenants improvements	Furniture and equipment	Total
	£	£	£	£
<b>Cost</b>				
At 1 January 2018	2,083,592	54,257	298,127	2,435,976
Additions	-	-	57,199	57,199
Disposals	-	-	(969)	(969)
At 31 December 2018	2,083,592	54,257	354,357	2,492,206
<b>Depreciation</b>				
At 1 January 2018	-	36,204	203,992	240,196
Charge for the year	-	9,465	58,279	67,774
On disposals	-	-	(631)	(631)
At 31 December 2018	-	45,669	261,640	307,339
<b>Net book value</b>				
At 31 December 2018	2,083,592	8,558	92,717	2,184,867
At 31 December 2017	2,083,592	18,053	94,135	2,195,780

Additions include transfer of assets in amount of £2,211 from CFC Trading Ltd.

16 Debtors	Group	Company	Group	Company
	2018	2018	2017	2017
	£	£	£	£
Activity debtors	8,294	8,294	1,477	1,477
Amounts owed by participating interests	-	-	47,000	55,411
Other debtors	7,939	7,939	5,399	4,553
Prepayments and accrued income	9,635	9,635	12,631	12,631
	25,868	25,868	66,507	74,072



# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 17 Creditors: amounts falling due within one year

	Group	Company	Group	Company
	2018	2018	2017	2017
	£	£	£	£
Bank loans	16,016	16,016	16,054	16,054
Operating creditors	24,272	24,272	21,038	21,038
Taxes and social security costs	11,200	11,200	17,250	17,250
Accruals	21,759	21,759	18,031	18,031
	<u>73,247</u>	<u>73,247</u>	<u>72,373</u>	<u>72,373</u>

The company's bank facilities are secured by a legal charge over the company's properties at Hollywood Road, Belfast.

### 18 Creditors: amounts falling due after more than one year

	Group	Company	Group	Company
	2018	2018	2017	2017
	£	£	£	£
Bank loans	<u>167,386</u>	<u>167,386</u>	<u>183,364</u>	<u>183,364</u>
The following liabilities are secured by the charity:				
Bank loans	<u>183,402</u>	<u>183,402</u>	<u>199,418</u>	<u>199,418</u>

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 19 Unrestricted income funds

	Balance at 1 Jan 2018	Incoming resources	Outgoing resources	Provision	Transfers	Balance at 31 Dec 2018
	£	£	£	£	£	£
<b>Group</b>						
Unrestricted funds	1,561,232	948,583	(881,451)	-	(18,077)	1,610,287
	<u>1,561,232</u>	<u>948,583</u>	<u>(881,451)</u>	<u>-</u>	<u>(18,077)</u>	<u>1,610,287</u>
<b>Company</b>						
Unrestricted funds	1,591,090	948,583	(880,551)	(6,254)	(18,077)	1,634,791
	<u>1,591,090</u>	<u>948,583</u>	<u>(880,551)</u>	<u>(6,254)</u>	<u>(18,077)</u>	<u>1,634,791</u>

The transfer from unrestricted funds to building fund relates to property loan repayments made from rent received.

### 20 Restricted income funds

	Balance at 1 Jan 2018	Incoming resources	Outgoing resources	Transfers	Balance at 31 Dec 2018
	£	£	£	£	£
<b>Group</b>					
Buildings	368,313	5,923	(7,984)	18,077	384,329
Acts42Day	20,722	-	(6,550)	-	14,172
Missions	56,753	332,257	(292,169)	-	96,841
Refurbishment	5,616	-	(3,990)	-	1,626
Vision 20:20	83,631	-	(42,416)	-	41,215
	<u>535,034</u>	<u>338,180</u>	<u>(353,108)</u>	<u>18,077</u>	<u>538,183</u>
<b>Company</b>					
Buildings	368,313	5,923	(7,984)	18,077	384,329
Acts42Day	20,722	-	(6,550)	-	14,172
Missions	56,753	332,257	(292,169)	-	96,841
Refurbishment	5,616	-	(3,990)	-	1,626
Vision 20:20	52,927	-	(36,215)	-	16,712
	<u>504,331</u>	<u>338,180</u>	<u>(346,908)</u>	<u>18,077</u>	<u>513,680</u>

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### 21 Analysis of net assets between funds

Group	Tangible Fixed Assets £	Net Current Assets £	Total 2018 £	Total 2017 £
<b>Restricted income funds</b>				
Buildings	384,329	-	384,329	368,313
Acts42Day	-	14,172	14,172	20,722
Missions	30,825	66,016	96,841	56,753
Refurbishment	1,626	-	1,626	5,616
Vision 20:20	22,677	18,538	41,215	83,630
	<u>439,457</u>	<u>98,726</u>	<u>538,183</u>	<u>535,034</u>
<b>Unrestricted income funds</b>				
Designated funds	1,562,009	-	1,562,009	1,563,541
Free reserves	-	48,278	48,278	(2,309)
	<u>1,562,009</u>	<u>48,278</u>	<u>1,610,287</u>	<u>1,561,232</u>
	<u>2,001,466</u>	<u>147,004</u>	<u>2,148,470</u>	<u>2,096,266</u>
<b>Company</b>				
<b>Restricted income funds</b>				
Buildings	384,329	-	384,329	368,313
Acts42Day	-	14,172	14,172	20,722
Missions	30,825	66,016	96,841	56,723
Refurbishment	1,626	-	1,626	5,616
Vision 20:20	22,677	(5,965)	16,712	52,927
	<u>439,457</u>	<u>74,233</u>	<u>513,680</u>	<u>504,331</u>
<b>Unrestricted income funds</b>				
Designated funds	1,562,009	-	1,562,009	1,563,541
Free reserves	-	72,782	72,782	27,549
	<u>1,562,009</u>	<u>72,782</u>	<u>1,634,791</u>	<u>1,591,090</u>
	<u>2,001,466</u>	<u>147,005</u>	<u>2,148,471</u>	<u>2,095,421</u>

# CHRISTIAN FELLOWSHIP CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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### 22 Financial commitments

The company had no financial commitments as at 31 December 2018 or at 31 December 2017.

### 23 Non-audit service provision

In common with many other charities of our size and nature we use our auditors to assist with the preparation of the financial statements.

### 24 Company Status

The company is a company limited by guarantee and does not have share capital.

### 25 Control

The directors, who are also the trustees, control the company. The directors are appointed and are accountable to the members.

26 Cash generated from operations	2018 £	2017 £
Surplus for the year	52,204	13,320
Adjustments for:		
Investment income recognised in statement of financial activities	(29,886)	(28,344)
Depreciation and impairment of tangible assets	73,974	83,160
Financing charges	7,984	13,295
(Gain)/loss on disposal of tangible fixed assets	(292)	946
Decrease/(Increase) in debtors	40,639	(7,340)
Increase in creditors	912	13,828
<b>Net cash inflow from operating activities</b>	<b>145,535</b>	<b>88,865</b>