

THE LIGHTHOUSE CHURCH - NEW MALDEN

**ANNUAL REPORT AND
FINANCIAL STATEMENTS
FOR
THE YEAR ENDED
31ST MARCH 2016**

CHARITY REGISTRATION No: 1149176

COMPANY REGISTRATION No: 8215625

Independent Examiners Ltd
Sovereign Centre
Poplars
Yapton Lane
Walberton
West Sussex
BN18 0AS



**THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)**

CONTENTS

| | |
|------------------------|--|
| Pages 2 & 3 | Report of the Directors |
| Page 4 | Statement of Financial Activities |
| Page 5 | Balance Sheet |
| Pages 6 to 10 | Notes to the Financial Statements |
| Page 11 | Independent Examiners Report to the Trustees. |

**THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 2016**

LEGAL AND ADMINISTRATIVE INFORMATION

| | | |
|------------------------------------|--|-----------------------------------|
| CHARITY NUMBER | 1149176 | |
| COMPANY REGISTRATION NUMBER | 8215625 | |
| START OF FINANCIAL YEAR | 1st April 2015 | |
| END OF FINANCIAL YEAR | 31st March 2016 | |
| DIRECTORS AT 31 MARCH 2016 | Alph King Bob Mullins | Peter Prothero Sam Jayakrishna |
| REGISTERED ADDRESS | 27 Seaforth Avenue New Malden Surrey KT3 6JR | |
| DATE OF INCORPORATION | 14th September 2012 | |
| GOVERNING DOCUMENT | Memorandum and Articles Incorporated 14 September 2012 | |
| BANKERS | HSBC Bank PLC 66 High Street New Malden Surrey KT3 4HD | |
| INDEPENDENT EXAMINER | K.M Thrift FCIE Independent Examiners Ltd Sovereign Centre Poplars Yapton Lane Walberton West Sussex BN18 0AS | |

OBJECTS

Preaching of Christian gospel, bible teaching, Sunday and midweek spiritual and social activities, Sunday school & bible class for children 3yrs to 18 yrs. Friday Fellowship for senior citizens, support of mission outreach in UK and overseas

**THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 2016**

Statement of Director's responsibilities:

The Charities Act and the Companies Act require the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed , subject to any material departures disclosed and explained in the financial statements;

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. 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.

The trustees are also responsible for the contents of the trustees' report, and the responsibility of the independent examiner in relation to the trustees' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

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

I approve the attached statement of financial activities and balance sheet for the year ended 31 March 2016, and confirm that I have made available all information necessary for its preparation.

Date 23/9/16

Signature A King

PRINT NAME A. KING

THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2016

Incorporating income and expenditure account

| | Notes | Unrestricted Funds £ | Restricted Funds £ | TOTAL 2016/15 £ | TOTAL 2015/14 £ |
|--|-------|----------------------------|--------------------------|-----------------------|-----------------------|
| INCOMING RESOURCES | | | | | |
| Incoming Resources from Generated Funds | | | | | |
| Voluntary Income | 3a | 58,969 | - | 58,969 | 68,677 |
| Investment Income | 3b | 22,689 | - | 22,689 | 22,226 |
| TOTAL INCOMING RESOURCES | | 81,658 | - | 81,658 | 90,903 |
| RESOURCES EXPENDED | | | | | |
| Charitable Activities | 4a | 70,911 | - | 70,911 | 53,703 |
| Governance Costs | 4b | 6,025 | - | 6,025 | 4,757 |
| TOTAL RESOURCES EXPENDED | | 76,936 | - | 76,936 | 58,460 |
| NET INCOMING/ (OUTGOING) RESOURCES | | 4,722 | - | 4,722 | 32,443 |
| Total Funds Brought Forward | | 117,944 | 61 | 118,005 | 85,562 |
| TOTAL FUNDS CARRIED FORWARD | | 122,666 | 61 | 122,727 | 118,005 |

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 7 to 10 form part of these financial statements.

THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET
AS AT 31 MARCH 2016

| | Note | Unrestricted Funds £ | Restricted Funds £ | 31-Mar-16 Total £ | 31-Mar-15 Total £ |
|---|------|----------------------------|--------------------------|-------------------------|-------------------------|
| Fixed Assets | | | | | |
| Tangible assets | 2 | 58,008 | | 58,008 | 60,364 |
| Current Assets | | | | | |
| Stocks | | - | - | - | - |
| Debtors | 6 | - | - | - | - |
| Cash at bank and in hand | | 65,198 | 61 | 65,259 | 58,181 |
| Total Current Assets | | 65,198 | 61 | 65,259 | 58,181 |
| Creditors: amounts falling due within one year | 7 | 540 | - | 540 | 540 |
| NET CURRENT ASSETS | | 64,658 | 61 | 64,719 | 57,641 |
| TOTAL ASSETS less current liabilities | | 122,666 | 61 | 122,727 | 118,005 |
| Creditors: amounts falling due in more than one year | 8 | - | - | - | - |
| NET ASSETS | | 122,666 | 61 | 122,727 | 118,005 |
| Funds of the Charity | | | | | |
| General Funds | | 122,666 | - | 122,666 | 117,944 |
| Designated Funds | | - | - | - | - |
| Restricted Funds | | - | 61 | 61 | 61 |
| Total Funds | | 122,666 | 61 | 122,727 | 118,005 |

Directors' Responsibilities:

The directors are satisfied that for the year ended on 31st March 2016 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner whose report appears on page 11.

The director(s) acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The directors acknowledge their responsibility for ensuring that the company keeps proper accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and if its profit and loss for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

Approved by the Directors on the 23/9/16

Signed on their behalf by Director 

Print Name:

A. KING

**THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2016**

1. ACCOUNTING POLICIES

Basis of preparation:

The financial statements have been prepared in accordance with all applicable accounting standards, as modified by the SORP. The accounts have been drawn up in accordance with the provisions of the Charities (Accounts and Reports) Regulations 2008 and the Companies Acts, and include the results of the charity's operations which are described in the Trustees' Report, all of which are continuing.

Advantage has been taken of Section 396(5) of The Companies Act 2006 to allow the format of the financial statements to be adapted to reflect the special nature of the charity's operation and in order to comply with the requirements of the SORP.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement.

The particular accounting policies adopted are set out below.

Incoming Resources

Recognition of Incoming Resources

These are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the resources;
- the Directors are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability

Incoming Resources with related expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resource and related expenditure are reported gross in the SOFA.

Grants and Donations

Grants and Donations are only included in the SOFA when the charity has unconditional entitlement to the resources.

Tax reclaims on Donations and Gifts

Incoming resources from tax reclaims are included in the SOFA in the same financial period as the gift to which they relate

Contractual Income and Performance Related Grants

This is only included in the SOFA once the related goods or services have been delivered

Gifts In Kind

Gifts In kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised. Gifts In kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind for use by the charity are included in the SOFA as Incoming resources when receivable.

Donated Services and Facilities

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

Volunteer Help

The value of any voluntary help received is not included in the accounts but is described in the Directors' annual report

Investment Income

This is included in the accounts when receivable.

Investment gains and losses

This included any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

Expenditure and liabilities

Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2016

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the Directors' meetings and cost of any legal advice to Directors on governance or constitutional matters.

Grants with performance conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SOFA once the recipient of the grant has provided the specified service or output.

Grants payable without performance conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to a grant which remain in control of the charity.

Support Costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of the resources, eg allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Investments quoted on a recognised stock exchange are valued at market value at the year end. Other investment assets are included at Directors' best estimate of market value.

Assets

Tangible fixed assets for use by the charity

The Freehold property shown at cost of £49,750 is the Church manse. The church site has not been included as it is impractical to ascertain its cost. The title to the manse and the church site including the back hall and the church flat, are registered in the name of the Fellowship of Independent Evangelical Churches Limited as trustees to the church.

The back hall is a mobile building with an expected life of 25 years. Completion took place in November 1994 at a total cost of £58,916, This is being written off on a straight line basis over 25 years at a rate of £2,356 per year, commencing with the year end 31st March 1995.

2. TANGIBLE FIXED ASSETS

| | | Freehold Property £ | Back Hall £ | Total £ |
|--------------------------------------|-----------|---------------------------|---------------------|----------------------|
| EQUIPMENT | | | | |
| Transfer from unincorporated charity | 01-Apr-15 | 49,750 | 58,916 | 108,666 |
| Additions | | 0 | 0 | 0 |
| Cost at | 31-Mar-16 | <u>49,750</u> | <u>58,916</u> | <u>108,666</u> |
| Depreciation | 01-Apr-15 | 0 | 48,302 | 48,302 |
| Charge | | 0 | 2,356 | 2,356 |
| Depreciation at | 31-Mar-16 | <u>0</u> | <u>50,658</u> | <u>50,658</u> |
| Net Book Value | 31-Mar-16 | <u>49,750</u> | <u>8,258</u> | <u>58,008</u> |
| Net Book Value | 31-Mar-15 | 49,750 | 10,614 | 60,364 |

The annual commitments under non-cancelling operating leases and capital commitments are as follows:

31st March 2016 : None

31st March 2015 : None

THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST MARCH 2016

3. INCOMING RESOURCES

| | Unrestricted Funds £ | Restricted Funds £ | TOTAL 2016/15 £ | TOTAL 2015/14 £ |
|-----------------------------|----------------------------|--------------------------|-----------------------|-----------------------|
| a) Voluntary Income | | | | |
| Donations and Gifts | 58,969 | | 58,969 | 68,677 |
| | 58,969 | - | 58,969 | 68,677 |
| b) Investment Income | | | | |
| Rental Income | 22,650 | | 22,650 | 22,200 |
| Interest Received | 39 | | 39 | 26 |
| | 22,689 | - | 22,689 | 22,226 |

4. RESOURCES EXPENDED

a) Charitable Activities

| | | | | |
|-------------------------------|---------------|----------|---------------|---------------|
| Grants | 9,922 | | 9,922 | 9,931 |
| Donations and Speakers Fees | 2,971 | | 2,971 | 3,265 |
| Worship Team Travel | 17,194 | | 17,194 | 3,202 |
| CD's and Music | 2,712 | | 2,712 | 597 |
| Conferences and Literature | 11,489 | | 11,489 | 5,701 |
| Church Hospitality | 3,328 | | 3,328 | 3,204 |
| Honoraria | 6,600 | | 6,600 | 13,308 |
| Training | 493 | | 493 | 438 |
| Fellowship and Events | 378 | | 378 | 395 |
| Manse Expenses | | | | |
| Council Tax | 1,242 | | 1,242 | 1,242 |
| Utilities | 1,232 | | 1,232 | 1,246 |
| Establishment Expenses | | | | |
| Insurance | 811 | | 811 | 809 |
| Utilities | 1,328 | | 1,328 | 2,093 |
| Repairs to Church Site | 5,995 | | 5,995 | 3,701 |
| Depreciation | 2,356 | | 2,356 | 2,356 |
| Water Rates | 531 | | 531 | 301 |
| Other Direct Costs | | | | |
| Telephone inc manse | 1,170 | | 1,170 | 1,151 |
| Administration Expenses | 814 | | 814 | - |
| Office Sundries | | | - | 715 |
| Childrens church | 137 | | 137 | 315 |
| Youth Church | 208 | | 208 | 975 |
| | 70,911 | - | 70,911 | 54,945 |
| b) Governance Costs | | | | |
| Professional Fees | 5,485 | | 5,485 | 4,217 |
| Independent Examiners Fees | 540 | | 540 | 540 |
| | 6,025 | - | 6,025 | 4,757 |

THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST MARCH 2016

5. RESTRICTED FUNDS

| | Balance 01-Apr-15 £ | Income £ | Expenditure £ | Balance 31-Mar-16 £ |
|-------------------|---------------------------|-------------|------------------|---------------------------|
| Tubakunde Project | 61 | 0 | 0 | 61 |
| | 61 | 0 | 0 | 61 |

Tubakunde Fund - Established for the support of a children's refuge and school in Rwanda founded by Pam Hajnasrollah.

The restricted funds are wholly represented by cash reserves of the charity

6. DEBTORS AND PREPAYMENTS

| | Unrestricted Fund £ | Restricted Fund £ | Total 31-Mar-16 £ | Total 31-Mar-15 £ |
|-----------------|---------------------------|-------------------------|-------------------------|-------------------------|
| Tax Recoverable | | | | |
| Prepayments | | 0 | 0 | 0 |
| Loans | | 0 | 0 | 0 |
| | 0 | 0 | 0 | 0 |

**7. CREDITORS AND ACCRUALS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

| | Unrestricted Fund £ | Restricted Fund £ | Total 31-Mar-16 £ | Total 31-Mar-15 £ |
|----------------------------|---------------------------|-------------------------|-------------------------|-------------------------|
| Independent Examiners Fees | 540 | 0 | 540 | 540 |
| | 540 | 0 | 540 | 540 |

**THE LIGHTHOUSE CHURCH - NEW MALDEN
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST MARCH 2016**

**8. CREDITORS AND ACCRUALS: AMOUNTS FALLING
DUE IN MORE THAN ONE YEAR**

There are no creditors over one year

9. STAFF COSTS AND NUMBERS

No employees received emoluments in excess of £60,000. Staff are paid on a self employed basis / through the PAYE system

10. DIRECTORS AND OTHER RELATED PARTIES

Other than for Reimbursement of expenses no payments were made to directors or any persons connected with them during this financial period. No material transaction took place between the organisation and a trustee or any person connected with them.

11. RISK ASSESSMENT

The Directors actively review the major risks which the charity faces on a regular basis and believe that maintaining the free reserves stated, combined with the annual review of the controls over key financial systems carried out on an annual basis will provide sufficient resources in the event of adverse conditions. The Directors have also examined other operational and business risks which they face and confirm that they have established systems to mitigate the significant risks.

12. RESERVES POLICY

The directors have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The directors aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The directors will endeavour not to set aside funds unnecessarily.

13. PUBLIC BENEFIT

The charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. Details of how the charity has achieved this are provided in the Trustees report. The Trustees confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the charity should undertake.

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

Report to the trustees/ members of The Lighthouse Church - New Malden on the accounts for the first period ended 31st March 2016 set out on pages 3 to 10.

Respective responsibilities of trustees and examiner

As described on page 5, the Charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements. The trustees are satisfied that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the governing document or constitution of the Charity for the conducting of an audit. As a consequence, the trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the charity is not subject to audit, and is eligible for independent examination, it is my responsibility to:-

- a) examine the accounts under section 145 of the Act;
- b) to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the Act; and;
- c) to state whether particular matters have come to my attention.

Basis of independent examiner's statement

I conducted my examination in accordance with the General Directions given by the Charity Commissioners for England & Wales in relation to the conducting of an independent examination, referred to above. An independent examination includes a review of the accounting records kept by the Charity and of the accounting systems employed by the Charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of the Charities legislation and that the financial statements comply with the SORP, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the trustees in the course of the examination is not subjected to audit tests or enquiries, and consequently I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

I planned and performed my examination so as to satisfy myself that the objectives of the independent examination are achieved and before finalising the report I obtain written assurances from the trustees of all material matters.

Independent examiner's statement

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in, any material respect, the trustees requirements:
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of recommended Practice: Accounting and Reporting by Charities.

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.

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Date: 26th September 2016