

**COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)**

FINANCIAL STATEMENTS

30 SEPTEMBER 2003

**Company Registered Number 1041761
Charity Registered Number 264278**



**COUNTIES
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FINANCIAL STATEMENTS

30 SEPTEMBER 2003

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**COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)**

COMPANY INFORMATION

LEGAL AND ADMINISTRATION DETAILS

Counties is a company limited by guarantee and not having a share capital. The company registration number is 1041761.

The governing document is the company's memorandum and articles of association.

The company is a registered charity, the registration number being 264278.

TRUSTEES: (The Council)	W B Adams (Chairman) M G Allen R E Canham K A Cardy B J Chapman P C Dalling M A Fielder J Halifax P A Jack V Naylor (appointed 7 March 2003)
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SECRETARY	M I Cox
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REGISTERED OFFICE	30 Haynes Road Westbury Wiltshire
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BANKERS	Barclays Bank plc 32 Market Place Warminster Wiltshire
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SOLICITORS	Batt Sanders & Bennett 17 Hendford Yeovil Somerset BA20 1UH
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AUDITORS	Lentells Ltd Chartered Accountants and Registered Auditor 11 The Crescent Taunton Somerset TA1 4EA
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INVESTMENT BROKERS AND ADVISERS	Brewin Dolphin Securities Ltd 5 Giltspur Street London EC1A 9BD
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**COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)**

REPORT OF THE TRUSTEES

The trustees present their annual report and the audited financial statements for the year ended 30 September 2003. Comparative figures are for the year ended 30 September 2002.

The financial statements comply with Statutory Requirements and have been prepared in accordance with the SORP 'Accounting and Reporting by Charities' issued in October 2000.

Objects and Activities

The object of the charity is to advance the Christian faith.

The main sources of income are donations from churches, individuals, trusts, legacies and investment income.

There is a small salaried staff to look after the administration of the charity and an office is located at 30 Haynes Road, Westbury, Wiltshire. The Council meets regularly and controls overall administration and policy decisions.

The Council from time to time appoint sub-committees to deal with specific areas of the work. These constitute one or more Council members, administrative staff and other suitably qualified individuals who form part of the general charitable body.

Potential trustees are nominated and considered and if appropriate are interviewed by a representative group of the Council. Their appointment is confirmed by the AGM and all Council members serve for a three year period, but may stand for re-election. Trustees have to retire at the expiry of term of office when they become 70.

The charity supports evangelists by making financial contributions to them and by providing equipment, literature, publicity and other means of assistance to them. There are a number of specific projects supported such as the Bible exhibitions, training events and team ministries.

Review of Developments during the Year

The average number of evangelists supported during the year was 38. Two evangelists – Chris Mullins (London) and Andrew Goode (South Wales) left and Kevin Baldwin (Norfolk) and Clive Cornish (South Wales) joined. The current Associate scheme was discontinued which meant links with six Associates ceased.

Continuing to implement the 2000-2005 strategy, the Council of Counties has:-

- focused, with the help of external consultants, on Counties mission, vision and ways to move forward strategically;
- created and implemented a new organizational logo;
- implemented a revised policy for evangelists over 65 years of age;
- revised the Associate scheme which meant releasing the present Associates from their links with Counties;
- stopped the evangelists life cover scheme;
- set up a Strategy and Resources Group to create, for the Council, proposals for a 2004-2007 strategy;
- created a proposal and business plan for a new exhibition and entered a phase of seeking to raise appropriate finance;
- implemented a new structure for the organization;
- appointed a new Council member – Val Naylor;

COUNTIES (FORMERLY COUNTIES EVANGELISTIC WORK)

REPORT OF THE TRUSTEES (cont)

During the year a slightly revised mission statement was agreed in order to highlight a new strategic focus on resources. The mission statement is now – ‘Counties commitment is to communicate the Christian faith in the UK through evangelists and resources and to assist churches in evangelism’.

The two **GSUS Live** mobile, multi media classrooms continue to visit secondary schools, introducing key stage 3 students to Jesus’ teaching on the issues of fear, rejection and forgiveness. The trailers visit over 60 secondary schools each year. To date, the two vehicles together have visited 140 schools and over 77,000 students have been on board to have RE lessons. Bookings are now being taken well into 2005, with virtually every school visited asking for a return visit.

The ‘**N.able**’ initiative, in alliance with Partnership, continues. It offers full time training programmes, each designed to give hands on experience in Christian ministry. The Interns Scheme provides on the job training in a local church and the Evangelists Training Programme focuses on developing prospective Evangelists. Clive Cornish completed, in May 2003, the latter programme and was appointed a full Evangelist. The third aspect ‘Year Out Teams’, was suspended due to declining interest.

Another strategic alliance is with Stewardship Services and the GLO in ‘**The Church Planting Initiative**’. The number involved in church plants remains at four couples and one single man.

Reserves and Investment Policy

The Charity holds free reserves, being those unrestricted funds not held as fixed assets, designated for specific purposes or otherwise committed. At the balance sheet date the free reserves of the Charity were £656,983.

The majority of reserves are held in investments which generate an income towards meeting the Charity’s commitments and also help to cover the timing differences between income and expenditure.

The Charity is reliant on voluntary income and reserves have been set at a level which should enable it to meet its financial obligations for a period of up to two years if income were to fall substantially. This would allow the trustees an opportunity to seek additional sources of funding and if necessary to restructure the Charity.

The Charity appoints Investment Advisors to act within the guidelines and restrictions set down by the trustees (normally following information from the advisors). A sub-group from the Trustees receives quarterly valuations, reports outlining performance against benchmarks, a summary of market performance and an investment strategy outlook. The policy seeks to maintain the long-term purchasing power of the capital against inflation whilst achieving a balance between capital growth and the generation of a target income. The investment performance is reviewed annually with the Investment Advisors. Any policy changes are ratified by all the Council.

Risk

The Trustees have assessed the major risks to which the Charity is exposed and certain changes have been made to mitigate these risks. A review is undertaken by the Trustees on an annual basis.

**COUNTIES
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REPORT OF THE TRUSTEES (cont)

Results

Income and expenditure and the overall result for the year are shown in the statement of the financial activities on page 8. Movements on individual funds are summarised in note 11 on page 17.

Unrestricted funds showed a net loss of £17,308 but after £31,252 profit on investment disposals and revaluation, a net gain of £13,944 was shown. The revaluation of investment gain is unrealised and should not be regarded as actual income during the year.

The restricted funds are the Schools Bible Exhibitions Fund and the new Bible Exhibition Fund. Amounts received for these funds must be used for the exhibitions and cannot be used for other purposes.

Future Prospects

The company will continue with its current activities for the foreseeable future.

Trustees

The trustees of the charitable company who served during the year were as follows:

W B Adams	P C Dalling
M G Allen	M A Fielder
R E Canham	J Halifax
K A Cardy	P A Jack
B J Chapman	V Naylor (appointed 7 March 2003)

Trustees' Responsibilities

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the income or expenditure of the company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**COUNTIES
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REPORT OF THE TRUSTEES (cont)

Results

Income and expenditure and the overall result for the year are shown in the statement of the financial activities on page 8. Movements on individual funds are summarised in note 11 on page 17.

Unrestricted funds are the general funds of Counties where overall there was a net surplus of £13,944. This is after taking account of net gains on investment disposals of £206 and a gain on revaluation of investments of £31,046. The latter is unrealised and should not be regarded as actual income during the year.

The restricted funds are the Schools Bible Exhibitions Fund and the new Bible Exhibition Fund. Amounts received for these funds must be used for the exhibitions and cannot be used for other purposes.

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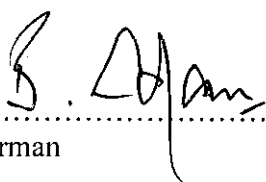
COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)

REPORT OF THE TRUSTEES (cont)

Auditors

Lentells Ltd have signified their willingness to remain in office and a resolution for their re-appointment will be proposed at the forthcoming Annual General Meeting.

By Order of the Board


.....
Chairman

Date: 8/1/04

**COUNTIES
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COUNTIES

We have audited the financial statements of Counties on pages 8 to 18 for the year ended 30 September 2003. These financial statements have been prepared under the historical cost convention as modified by the re-valuation of investments and the accounting policies set out therein.

This report is made solely to the members of Counties in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the members, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the trustees and auditors

As described in the statement of trustees' responsibilities on page 4, the trustees are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if in our opinion, the trustees' report is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the company is not disclosed.

We read the trustees' report and consider the implications for our report if we become aware of any apparent misstatements within it. We are not required to consider whether the statement in the Trustees Report concerning the major risks to which the charity is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charity's risk management and control procedures.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

**COUNTIES
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COUNTIES

Basis of audit opinion (cont)

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the charitable company's affairs as at 30 September 2003 and of its incoming resources and application of resources, including its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Lentells Ltd
Chartered Accountants
Registered Auditor
11 The Crescent
TAUNTON
Somerset TA1 4EA

Date: 21-1-04

COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2003

	Note	Unrestricted Funds £	Specified Funds (Note 3) £	Restricted Funds (Note 11c) £	2003 Total £	2002 Total £
Incoming resources						
Donations and gifts		261,797	57,277	114,505	433,579	608,924
Legacies		32,735			32,735	30,169
Activities in furtherance of the charity's objects:						
Books and videos etc		2,485			2,485	1,333
Investment income	4	36,687			36,687	37,832
Total incoming resources		333,704	57,277	114,505	505,486	678,258
Resources expended						
Cost of generating funds		3,811			3,811	1,870
Charitable expenditure:						
Payments to evangelists		212,675	57,277		269,952	322,179
Costs in furtherance of the charity's objects	5a	4,599		179,361	183,960	149,352
Support costs	5b	118,590			118,590	114,798
Management and administration	5c	11,337			11,337	11,462
Total resources expended		351,012	57,277	179,361	587,650	599,661
Net (outgoing)/incoming resources		(17,308)		(64,856)	(82,164)	78,597
Gains/(losses) on investment disposals		206			206	(20,332)
Gains/(losses) on investment revaluation		31,046			31,046	(33,281)
Net movement in total funds		13,944		(64,856)	(50,912)	24,984
Total funds brought forward		756,557		332,779	1,089,336	1,064,352
Total funds carried forward	11	770,501		267,923	1,038,424	1,089,336

**COUNTIES
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**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2003**

	2003 £	2002 £
Gross income		
Donations and gifts	433,579	608,924
Legacies	32,735	30,169
Investment income	36,687	37,832
Bookstall and videos	2,485	1,333
Surplus on investment disposals	206	-
	<hr/> 505,692	<hr/> 678,258
Expenditure	(587,650)	(599,661)
Loss on investment disposals	-	(20,332)
Excess of expenditure over income	<hr/> (81,958)	<hr/> 58,265
(2002: surplus of income)	<hr/> <hr/>	<hr/> <hr/>

All income and expenditure derive from continuing activities.

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 30 SEPTEMBER 2003**

(Deficit)/surplus for the financial year	(81,958)	58,265
Unrealised surplus/(loss) on revaluation of fixed asset investments	31,046	(33,281)
Total (deficit)/surplus for the year	<hr/> (50,912) <hr/>	<hr/> 24,984 <hr/>

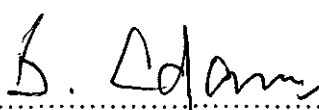
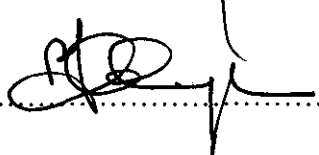
**COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)**

BALANCE SHEET AS AT 30 SEPTEMBER 2003

	Note	£	2003 £	£	2002 £
FIXED ASSETS					
Tangible assets	6		346,892		437,629
Investments	7		653,184		614,289
			<u>1,000,076</u>		<u>1,051,918</u>
CURRENT ASSETS					
Stock		9,649		6,045	
Debtors	8	21,510		19,108	
Cash and bank balances		43,180		39,554	
			<u>74,339</u>		<u>64,707</u>
CREDITORS: Amounts falling due within one year	9	35,991		27,289	
			<u>38,348</u>		<u>37,418</u>
NET CURRENT ASSETS					
			<u>1,038,424</u>		<u>1,089,336</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
INCOME FUNDS					
Unrestricted funds	11		770,501		756,557
Restricted funds	11		267,923		332,779
	12		<u>1,038,424</u>		<u>1,089,336</u>

The financial statements were approved by the Board of Trustees on

8-1-04


)
)
) Trustees
)


**COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003**

1 ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention, as modified by the re-valuation of investments and in accordance with the Statement of Recommended Practice, 'Accounting and Reporting by Charities' (SORP 2000) issued in October 2000, applicable accounting standards and the Companies Act 1985. The principal accounting policies adopted in the preparation of the financial statements are as follows:

a) Incoming Resources

Other than legacies, all income is included when it is receivable.

b) Legacies

Legacies are not included in the financial statements until they have been received, or the amount receivable is known and confirmed.

c) Resources Expended

Resources expended are included in the financial statements on an accruals basis.

Where expenditure is directly attributable to specific activities, it has been included in those cost categories. Costs which are attributable to more than one activity are apportioned to cost categories on the basis of the proportion of staff time spent on those activities or the appropriate percentage for each cost category.

d) Specialised Activities

Income and expenditure on specialised activities is accounted for in separate designated funds which are detailed in notes 10 and 11.

e) Income and Expenditure Account

The layout of the income and expenditure account has been amended slightly from the standard format in the Companies Act 1985. This has been done so that the financial statements will better give a true and fair view of the activities during the year.

f) Stock

Stock is included at the lower of cost and net realisable value, except for consumable stock which is valued at cost.

COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003 (cont)

1 ACCOUNTING POLICIES (cont)

g) Fixed Assets and Depreciation

Expenditure on additional assets with an estimated economic life of more than twelve months is capitalised.

Depreciation is calculated at rates estimated to write off fixed assets over their expected useful lives. No depreciation is charged on freehold land.

Annual depreciation rates are as follows:

Freehold buildings – Commercial: Over 50 years from January 1999

Residential: Over 50 years

Assets for direct charitable use 20% straight line

Motor vehicles 25% on written down value

Office equipment 20% on written down value

Computer equipment 33.33% straight line

Schools Bible Exhibitions 20% straight line

h) Fixed asset investments

Fixed asset investments are included at their market value. Realised gains and losses on revaluation are included in the Statement of Financial Activities on page 8.

2 INCOME

The income is attributable to the principal activities of the charity and represents the total income for the year, including gross donations, legacies receivable and investment income, including income tax recoverable.

3 SPECIFIED FUNDS

Donations and legacies are received by the charity to be paid to specified evangelists. The amounts received and paid are included in the financial statements and are separately identified as specified funds.

4 INVESTMENT INCOME	2003	2002
	£	£
From quoted investments	35,437	36,821
Interest receivable	750	511
Rent	500	500
	<u>36,687</u>	<u>37,832</u>

All investment income arises from assets held in the UK.

COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003 (cont)

5 ANALYSIS OF RESOURCES EXPENDED

	Unrestricted Funds £	Restricted Funds £	2003 Total £	2002 Total £
a) Costs in furtherance of the charity's objects				
Literature, films etc	2,306		2,306	1,915
Payments to workers		14,951	14,951	17,961
Equipment repairs and maintenance		20,412	20,412	16,119
Depreciation	2,013	87,462	89,475	70,168
Loss on disposal of fixed assets	280		280	1,113
Motor and travel		38,836	38,836	27,954
Stationery and printing		5,399	5,399	3,174
Insurance		4,871	4,871	5,443
Other costs		7,430	7,430	5,505
	4,599	179,361	183,960	149,352
b) Support costs				
Pastoral costs	8,452		8,452	10,013
Salaries etc and pension premiums	52,461		52,461	49,718
News magazine (inc postage)	12,305		12,305	14,708
Promotion and publicity	11,346		11,346	8,140
Annual conference	9,062		9,062	8,807
Motor and travel	4,166		4,166	4,690
Property repairs	2,750		2,750	2,557
Equipment repairs and maintenance	4,290		4,290	3,864
Depreciation	3,072		3,072	3,039
Insurance	1,944		1,944	1,756
Stationery and printing	1,767		1,767	1,299
Telephone and internet	2,140		2,140	1,637
Other costs	4,835		4,835	4,570
	118,590	-	118,590	114,798
c) Management and administration				
Salaries etc and pension premiums	3,588		3,588	2,986
Audit and accountancy	4,965		4,965	5,337
Equipment repairs	1,073		1,073	948
Depreciation	259		259	229
Other costs	1,452		1,452	2,910
	11,337	-	11,337	11,462

**COUNTIES
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003 (cont)**

5 ANALYSIS OF TOTAL RESOURCES EXPENDED (cont)

- d) Counties supports a number of evangelists and monthly grants are made to them of varying amounts, plus occasional one-off payments towards specific items. The average number of evangelists supported during the year was 38.

The average number of employees during the year was 2 (2002 - 2). Salaries and secretarial costs have been allocated as to:

	2003	2002
Support costs	94%	94%
Management and administration	6%	6%
Total emoluments were:		
	£	£
Salaries	43,950	42,611
Employer's NIC	4,550	4,205
Pension premiums	2,594	2,063
Benefits in kind	2,795	3,801
	<u>53,889</u>	<u>52,680</u>

There were no employees with total emoluments of £50,000 or over.

No remuneration has been paid to the trustees.

Expenses include the following:

	2003	2002
	Management & Administration	
	£	£
Reimbursement of trustees' travel and subsistence expenses:		
For trustees' meetings	-	-
For other meetings and duties (one trustee)	1,512	2,869
Audit fees	4,465	4,247
Accountancy	500	1,090
	<u> </u>	<u> </u>

e) Related Parties

M Jack who is the wife of one of the trustees, P A Jack, provides secretarial services to the charity. The total amount charged for the year was £4,954, all charges are on normal commercial terms.

V Jack, one of the evangelists supported by Counties, is the brother of P A Jack. Payments made to V Jack are on the same basis as for all other evangelists.

COUNTIES
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003 (cont)

6 TANGIBLE FIXED ASSETS

Cost or valuation	Assets for					
	Total	Freehold Property	Direct Charitable Purposes	Schools Bible Exhibitions	Motor Vehicles	Office Equipment
	£	£	£	£	£	£
At 30.09.02	610,853	115,000	10,066	437,308	17,893	30,586
Additions	2,849					2,849
Disposals	(10,159)				(5,398)	(4,761)
At 30.09.03	603,543	115,000	10,066	437,308	12,495	28,674
Depreciation charge						
At 30.9.02	173,224	8,488	7,706	116,472	11,842	28,716
Charge for year	92,806	1,394	2,013	87,462	1,318	619
Released on disposal	(9,379)				(4,618)	(4,761)
At 30.09.03	256,651	9,882	9,719	203,934	8,542	24,574
Net book value						
At 30.9.03	346,892	105,118	347	233,374	3,953	4,100
At 30.9.02	437,629	106,512	2,360	320,836	6,051	1,870

7 FIXED ASSET INVESTMENTS

LISTED INVESTMENTS (UK investments - quoted on the London Stock Exchange)	2003		2002	
	£	£	£	£
COST				
At 1 October 2002		707,372		756,290
Purchases		97,605		92,418
		804,977		848,708
Disposals		(89,756)		(141,336)
At 30 September 2003		715,221		707,372
Revaluation deficit:				
Brought forward		(93,083)		(59,802)
Reduction/(increase) in year		31,046		(33,281)
		(62,037)		(93,083)
Market value at 30 September 2003		653,184		614,289

Investments have been disposed of during the year with a realised net surplus of £206.

COUNTIES
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003 (cont)

	2003	2002
	£	£
8 DEBTORS: Amounts falling due within one year		
Legacies receivable	11,800	8,214
Other debtors	123	138
Prepayments	2,697	2,884
Accrued interest	6,890	7,872
	<u>21,510</u>	<u>19,108</u>
	<u><u>21,510</u></u>	<u><u>19,108</u></u>
9 CREDITORS: Amounts falling due within one year		
Other creditors	31,146	22,239
Accruals	4,845	5,050
	<u>35,991</u>	<u>27,289</u>
	<u><u>35,991</u></u>	<u><u>27,289</u></u>

10 INFORMATION ON INDIVIDUAL FUNDS

a) Consolidated Fund

This is the main fund of the charity which receives donations, investment and other income not received specifically for one of the designated funds. The fund provides support for the evangelists and also finances Pioneer projects, publicity and development and the overall running of the charity.

b) Bible Exhibition Fund

The Bible Exhibition ceased to be used in the year ended 30 September 2001. There are some small ongoing expenses. A decision regarding the use of the remaining fund has yet to be made.

c) Unallocated Legacies Fund

Legacies receivable are allocated to this fund and transfers to other funds are made as necessary to finance expenditure. During the year, substantial sums were transferred to fund the general expenses of the work as detailed under the Consolidated Fund.

d) Conference Fund

The fund receives contributions made by individuals and regional fellowships towards the annual holiday conference for the evangelists and their families. Any shortfall in the fund is covered by a transfer from Consolidated Fund.

COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003 (cont)

10 INFORMATION ON INDIVIDUAL FUNDS (cont)

With regard to the above funds, donations are received for specific designated funds and are allocated to those funds. However, it is felt that the designation reflects the wishes of the donor rather than a binding obligation. The trustees have ultimate discretion to transfer amounts from one fund to another and to close a fund if it is no longer required. In the circumstances, all the above individual funds have been treated as unrestricted income funds.

e) Schools Bible Exhibitions Fund

This fund was established to finance the production and running costs of the GSUS Live exhibition trailers. The first exhibition was brought into use in the year ended 30 September 2001 and the second in the year ended 30 September 2003.

f) New Bible Exhibition Fund

This fund has been established in connection with the proposed replacement for the Bible Exhibition which was withdrawn from use in the year ended 30 September 2001.

11 MOVEMENT ON FUNDS

	Balance 1.10.02 £	Income £	Expenses & Allocations £	Realised Gains on Investments £	Unrealised Gains on Investments £	Transfers £	Balance 30.9.03 £
a) Unrestricted Funds							
Consolidated Fund	687,302	354,020	(397,132)	206	31,046	(7,621)] 28,149]	695,970
Bible Exhibition Fund	62,866	145	(280)				62,731
Unallocated legacies	8,214	32,735	(1,000)			(28,149)	11,800
Conference Fund	(1,825)	4,081	(9,877)			7,621	-
	756,557	390,981	(408,289)	206	31,046	-	770,501
b) Restricted Funds							
Schools Bible Exhibitions Fund	280,186	113,045	(178,822)				214,409
New Bible Exhibition Fund	52,593	1,460	(539)				53,514
	332,779	114,505	(179,361)				267,923

COUNTIES
(FORMERLY COUNTIES EVANGELISTIC WORK)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2003 (cont)

11 MOVEMENT ON FUNDS

- c) Income of the Schools Bible Exhibitions Fund for both of the years ended 30 September 2001 and 2002 has included amounts received for the initial cost of the two exhibitions. This expenditure has been capitalised and added to fixed assets as detailed in note 6. The cost of the units is being depreciated annually at a rate of 20% of cost; the depreciation is charged as an expense of the fund as shown in note 5a.

12 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Specified Funds	Restricted Funds	Total
	£	£	£	£
Tangible fixed assets	113,518		233,374	346,892
Investments	653,184			653,184
Current assets	13,516	12,699	48,124	74,339
Current liabilities	(9,717)	(12,699)	(13,575)	(35,991)
	<hr/> 770,501	<hr/> -	<hr/> 267,923	<hr/> 1,038,424 <hr/>

13 TAXATION

The company is registered as a charity and is therefore not liable to corporation tax on its charitable income. It is not considered there are any activities giving rise to a tax liability.

The tax which is recoverable in respect of dividends and Gift Aid has been included in the financial statements. The amount due in respect of tax recoverable up to 30 September 2003 is £3,945 (2002 - £4,747).

14 PENSION SCHEME

A defined contribution pension scheme is in force to provide a retirement pension for the two current staff members. The amount paid during the year ended 30 September 2003 was £2,594 (2002 - £2,063).

15 MEMBERS' LIABILITY

The liability of the members is limited to £1 each.

16 CAPITAL COMMITMENTS

There were no capital expenditure commitments at the year end.