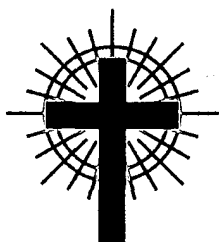


METHODIST YOUTH ACTIVITIES LIMITED

A company limited by guarantee registration number 1580871 (England & Wales)
Registered Charity Number 1028540



Annual Report and Unaudited Financial Statements

For the year ended 31st August 2017

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METHODIST YOUTH ACTIVITIES LIMITED

Annual Report and Unaudited Financial Statements

Year ended 31st August 2017

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METHODIST YOUTH ACTIVITIES LIMITED

Legal and Administrative Information

Status

The organisation is a charitable company limited by guarantee, incorporated on 18th August 1981 and registered as a charity on 19th November 1993.

The company was established under a Memorandum of Association, which established the objects and powers of the charitable company and is governed under its Articles of Association. Under those Articles, the Trustees (Directors) are elected at the AGM to serve a period of 3 years and shall hold office until the third AGM. At each AGM one third of their number shall retire but are eligible for re-election.

Trustees (Directors)

| | |
|------------------------------------|----------------------------|
| Rev. Christopher J. Ambler | Rev. Malcolm Benton |
| John Boyd | Robert N Hodges |
| Rev David Marshall (Chairman) | Peter Mitchell (Treasurer) |
| Revd Dr Stephen Skuce | F Margaret Thompson |
| Rev Richard W Thompson (Secretary) | |

Registered Office

47A Paris Road,
Scholes
Holmfirth
HD9 1SY

Secretary

Rev Richard W Thompson
47A Paris Road,
Scholes
Holmfirth
HD9 1SY

Treasurer

Mr Peter Mitchell
11 Birch Rise
Ashley Heath
TF9 4PZ

Independent Examiner

Mr Peter Lockwood
28 Butt Lane,
Hepworth,
Holmfirth,
HD9 1HT

Bankers

HSBC plc
18 London Street
Norwich
NR2 1LG

Company Number

1580871 (England & Wales)

Charity Number

1028540

METHODIST YOUTH ACTIVITIES LIMITED

Trustees' Annual Report for 2017

The Trustees submit their Annual Report and the Independently Examined Financial Statements for the year ended 31st August 2017.

Objectives and Activities

The company is a charity and exists to provide for young people to achieve their potential through physical, mental and spiritual growth. To achieve this object, the charity gives grant aid to such young people or projects benefiting such young people. Efforts are made to encourage grant applications by advertising and word of mouth.

Governance

The company is governed by its Trustees (Directors).

Public Benefit

The Company's objectives are:

1. To help young people to develop their physical, mental and spiritual capacities so that they may grow to full maturity as individuals, and their condition of life may be improved.
2. And to awaken, or strengthen, in them their desire for a full and active Christian life.

These are achieved by offering grants to individual young people and to organizations and projects working to achieve the same objectives. Within the stated objectives, all young people may benefit. The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in setting the grant making policy for the year.

During the year 2016/17 the Company's activities have benefited 21 (2016:7) individual young people and 12 (2016:9) organisations serving young people. Further information is given under the Review of Activities.

Investment Policy

To maintain and expand the real value of the Charity's assets in order to provide regular income for grants to support young people. This to be done in such a way as to minimise any conflict between the objectives of the Charity and the investments made on its behalf.

A balanced approach, in capital growth and income terms.

To achieve an investment income of at least £20,000 p.a., with an emphasis on rising in line with inflation.

To minimise investment exposure to any company whose activities are considered likely to increase sickness or poverty. These include businesses involved with tobacco, alcohol, gambling and defence.

To seek exposure to those companies which take seriously their role as corporate citizens. In particular improving environment standards and other activities likely to improve health and reduce poverty.

All investments are with the Central Finance Board of the Methodist Church and monitored by the Board on behalf of the Charity.

Risk Review

The Trustees have conducted their own review of the major risks to which the charity is exposed and systems have been established to mitigate these risks. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

Reserves Policy

The fund is unrestricted and is maintained at a level which will enable the charity to meet necessary expenses and make grants to applicants who meet its objects having regard to the volatility of the investment market and the number of grant applicants.

Review of Activities

The incoming resources for the year of £30,359 are a small increase on last year's figure of £27,462. Dividends from the Managed Equity Fund and the Property Fund increased, whilst there were reductions in income from the Managed Fixed Interest Fund and interest on the Deposit Fund.

Resources expended totalled £36,131 (2016 £27,149). There was a Net realised deficit of £5,772 compared with a surplus last year of £313.

In 2016/2017 grants made totalled £33,175 (2016 £24,000)

To individual young people:

21 (2016: 7) awards ranging from £100 to £500 and totalling £4,600 (2016: £3,900)

To charitable organisations serving young people:

13 awards (2016: 9), ranging from £390 to £3,500 and totalling £28,575 (2016: £20,100) of which those for £2,000 or more were:

| | | |
|---------------------------------------|----------------------------------|--------|
| St Francis Xavier School | 10 day school mission to Moldova | £2,500 |
| Sunderland Samba Football Club | Exchange visit to Kenya | £2,000 |
| Hexham Trinity Methodist Church | Youth Worker | £3,000 |
| Fylingthorpe Methodist Church | Youth Evangelist | £2,000 |
| Market Drayton Methodist Church | Youth Worker | £3,500 |
| Forsbrook Parish & Methodist Churches | Youth Worker | £2,500 |
| YMCA White Rose | Youth work in Parson Cross | £2,500 |
| South Molton & Ringsash Circuit | Youth Worker | £2,000 |
| Chapel Allerton Youth Project | Core funding for youth work | £2,500 |
| Leek & District Churches | Youth Workers | £2,000 |
| Wesley Ebenezer Methodist Church | Youth Worker | £2,500 |

In the next two years, there are commitments depending on acceptable progress reports to:

| | |
|---------------------------------------|--------|
| Beacon Methodist Church | £3,000 |
| Forsbrook Parish & Methodist Churches | £2,500 |
| YMCA White Rose | £2,500 |
| South Molton & Ringsash Circuit | £2,000 |
| Chapel Allerton Youth Project | £2,500 |
| Fylingthorpe Methodist Church | £4,000 |
| Market Drayton Methodist Church | £7,000 |
| Potters Church Youth Group | £2,000 |

Our investments have increased in value by £62,991 compared with an increase of £56,375 last year. Despite a higher level of grant-making the overall increase in investment values gave us a net surplus of £57,219 compared to a surplus of £56,688 last year. Our total Funds have increased to £931,487 from £874,268 last year. At 31st August 2017 our investments were valued at £905,030 (2016: £842,039).

METHODIST YOUTH ACTIVITIES LIMITED

Trustees' Annual Report for p2017

Trustees' Responsibilities

Company and charity law requires us, as Trustees, to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure for the financial year. In preparing those financial statements, the Trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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.

We are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable us to ensure that the financial statements comply with the Companies Act 2006. We are also responsible for safeguarding the assets of the charitable company and, hence, for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Trustees

Trustees, who are directors for the purposes of company law and trustees for the purposes of charity law, who served during the year and up to the date of this report are set out on page 3.

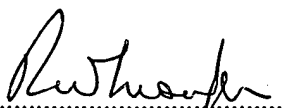
Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31st August 2017 was 17 (31st August 2016 – 18)

Independent Examiner

Mr Peter Lockwood was appointed as Independent Examiner during the year.

This report has been prepared in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities FRS102 issued on 16th July 2014, the Charities Act 2011 and in accordance with the special provisions of the Companies Act 2006 relating to small entities. The charitable company constitutes a public benefit entity as defined by FRS102.

Approved by the Trustees and signed on their behalf by



Rev R W Thompson
Trustee and Secretary

15 November 2017

.....
Dated

METHODIST YOUTH ACTIVITIES LIMITED

Independent Examiner's Report to the members on the accounts of Methodist Youth Activities

I have examined the attached accounts and statements for the year ended 31st August 2017, which are set out on pages 8 to 12

Respective Responsibilities of Trustees and Examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

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

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

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

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

- accounting records have not been kept in accordance with section 386 of the Companies Act 2006;
- the accounts do not accord with such records;
- where accounts are prepared on an accruals basis, whether they fail to comply with relevant accounting requirements under section 396 of the Companies Act 2006, or are not consistent with the Charities SORP (FRS102)
- any matter which the examiner believes should be drawn to the attention of the reader to gain a proper understanding of the accounts.

Signed P. Lockwood Date 22 Oct 2017

Mr Peter Lockwood
28 Butt Lane,
Hepworth, Holmfirth,
HD9 1HT

METHODIST YOUTH ACTIVITIES LIMITED

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDING 31 AUGUST 2017 (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

| | Notes | Unrestricted 2017 £ | 2016 £ |
|--|-------|---------------------------|----------------|
| INCOME | | | |
| Investment Income | | 30,322 | 27,403 |
| Photocopying | | 37 | 34 |
| Donations | | 0 | 25 |
| Membership Fees | | 0 | 0 |
| TOTAL INCOME | | 30,359 | 27,462 |
| EXPENDITURE | | | |
| Investment Management Costs | | 1,682 | 1,571 |
| Grants | 1a | 33,175 | 24,000 |
| Management and Administration | 2 | 1,274 | 1,578 |
| TOTAL EXPENDITURE | | 36,131 | 27,149 |
| Net Income/Expenditure before gains/losses on investments | | -5,772 | 313 |
| GAINS/LOSSES ON INVESTMENTS | 4 | | |
| Realised (on disposal) | | 0 | 0 |
| Unrealised (on revaluation) | | 62,991 | 56,375 |
| NET GAINS/LOSSES | | 62,991 | 56,375 |
| NET INCOME (EXPENDITURE) | | 57,219 | 56,688 |
| NET MOVEMENT IN FUNDS FOR THE YEAR | | 57,219 | 56,688 |
| TOTAL FUNDS as at 1st September 2016 | | 874,268 | 817,580 |
| TOTAL FUNDS as at 31st August 2017 | | 931,487 | 874,268 |

METHODIST YOUTH ACTIVITIES LIMITED

BALANCE SHEET AS AT 31 AUGUST 2017

| | Notes | 2017 | 2016 |
|---------------------------------------|-------|----------------|----------------|
| | | £ | £ |
| FIXED ASSETS | | | |
| Tangible Assets | | 0 | 0 |
| Investments | 4 | 905,030 | 842,039 |
| | | 905,030 | 842,039 |
| CURRENT ASSETS | | | |
| CFB Deposit Account | | 24,926 | 29,786 |
| Cash at Bank | | 1,681 | 2,593 |
| | | 26,607 | 32,379 |
| CREDITORS | | | |
| Amounts falling due within one year | 5 | 150 | 150 |
| NET CURRENT ASSETS/LIABILITIES | | 26,457 | 32,229 |
| NET ASSETS | | <u>931,487</u> | <u>874,268</u> |
| UNRESTRICTED FUNDS | | | |
| General Funds | | <u>931,487</u> | <u>874,268</u> |

For the year ending 31st August 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

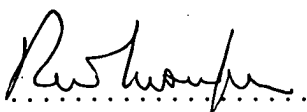
The Trustees/Directors responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476
- The Trustees/Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

Approved by the Trustees/Directors on 15 November 2017

And signed on its behalf by:


Rev R W Thompson

METHODIST YOUTH ACTIVITIES LIMITED

Notes on the Financial Accounts for the Year Ended 31st August 2017

1. ACCOUNTING POLICES

(a) Basis of Preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by 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 and with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with The Charities Act 2011 and the Companies Act 2006.

Methodist Youth Activities Ltd meets the definition of a public benefit entity under FRS 102.

Voluntary income is received by way of subscriptions covering up to 5 years and donations and is included in full in the Statement of Financial Activities when received.

Resources expended are recognised in the period in which they are incurred. Resources expended include attributed VAT, which cannot be reclaimed. Grants are included in the Statement of Financial Activities when they are paid.

Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life, which in all cases is estimated at 5 years. Items of equipment are capitalised where the purchase price exceeds £500.

Investments held as fixed assets are revalued at the Balance Sheet date and the gain or loss taken to the Statement of Financial Activities.

There are no restricted funds. All the incoming resources are generated for the objects of the charity without specific purpose and are available as general funds.

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts the trustees have considered whether in applying the accounting policies required by FRS102 and the Charities SORP FRS 102 a restatement of comparative items was needed. In accordance with the requirements of FRS102 a change in the treatment of investment valuations is required. In previous years investments were valued at mid- market price, the average of offer price and bid (selling) price. They are now shown at bid price giving a slightly lower, but more realistic valuation. Had this valuation been used at 31 August 2016 the Trust's investments would have been shown at a value of £1,172 lower than the £842,039 stated in the balance sheet.

As the trustees have during the year 2016/17 neither purchased nor sold any investments all changes in value are unrealised. This change in valuation has therefore been incorporated into the unrealised losses for the current year and the previous valuation has not been restated.

| | 2017 £ | 2016 £ |
|---|--------------|--------------|
| 2. MANAGEMENT & ADMINISTRATION | | |
| Committee Costs | 553 | 668 |
| Administration | 571 | 760 |
| Independent Examiner | 150 | 150 |
| | <u>1,274</u> | <u>1,578</u> |
| Travel costs reimbursed to 4 (2016: 5) of the Trustees and included in above total | <u>415</u> | <u>388</u> |

3. TAXATION

The company is exempt from corporation tax on its charitable activities.

4. INVESTMENTS

The investments are managed by the Central Finance Board of the Methodist Church and are split as follows: the Managed Equity Fund (70%); the Managed Fixed Investment Fund (11%) and the Property Fund (19%).

| | 2017 £ | 2016 £ |
|---|----------------|----------------|
| Investments at 31 st August 2016 | 842,039 | 785,664 |
| Profit/Loss on Investments from changes in value | 62,991 | 56,375 |
| | <u>905,030</u> | <u>842,039</u> |
| At 31 st August 2017 | | |
| Historic cost of investments held at 31 st August 2017 | 715,008 | 715,008 |

5. CREDITORS: Amounts falling due within one year

| | | |
|------------------------------|------------|------------|
| Other creditors and accruals | <u>150</u> | <u>150</u> |
|------------------------------|------------|------------|

METHODIST YOUTH ACTIVITIES LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDING 31 AUGUST 2017

| | 2017 | 2016 |
|--|----------------------|----------------------|
| | £ | £ |
| INCOME | | |
| Interest receivable | 113 | 165 |
| Dividends received | 30,209 | 27,238 |
| Donations | 0 | 25 |
| Membership Fees | 0 | 0 |
| Photocopying | 37 | 34 |
| | <u>30,359</u> | <u>27,462</u> |
| EXPENDITURE | | |
| Grants Given | 33,175 | 24,000 |
| Investment Management Costs | 1,682 | 1,571 |
| Administration | 523 | 553 |
| Equipment | 0 | 159 |
| Committee Costs | 553 | 668 |
| Independent Examiner | 150 | 150 |
| Annual Return & Data Protection | 48 | 48 |
| | <u>36,131</u> | <u>27,149</u> |
| NET SURPLUS/DEFICIT FOR THE YEAR | -5,772 | 313 |
| GAINS/LOSSES ON INVESTMENT ASSETS | | |
| Realised (on disposal) | 0 | 0 |
| Unrealised (on revaluation) | 62,991 | 56,375 |
| NET SURPLUS/DEFICIT FOR THE YEAR | <u>57,219</u> | <u>56,688</u> |