

**THE LONDON BAPTIST ASSOCIATION**

**REPORT OF THE DIRECTORS  
and  
FINANCIAL STATEMENTS**

**FOR THE PERIOD FROM 20th NOVEMBER 2001  
TO 31st DECEMBER 2002**

**In membership with the  
Baptist Union of Great Britain**

**Company Number: 4325272  
Charity Registration No: 1091160**

**Registered Office:  
235 Shaftesbury Avenue, London, WC2H 8EP**

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# THE LONDON BAPTIST ASSOCIATION

## COMPANY INFORMATION

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### DIRECTORS

Rev A Mason (appointed 20th November 2001,  
resigned 30th June 2002)

B K H Rogers (appointed 20th November 2001)

Dr A Beavis (appointed 25th April 2002)

Rev R Bell (appointed 25th April 2002)

Dr J Davies (appointed 25th April 2002)

Mrs L Everitt (appointed 25th April 2002)

Rev V Frederick George (appointed 25th April 2002)

Dr C Hicks (appointed 25th April 2002)

Rev W Hudson-Roberts (appointed 25th April 2002,  
resigned 30th September 2002)

Rev S Jones (appointed 25th April 2002)

Mrs C Keats (appointed 25th April 2002)

Mrs M Kleissner (appointed 25th April 2002)

Rev V Lambert (appointed 25th April 2002)

Rev P W Martin (appointed 25th April 2002)

J R Newby (appointed 25th April 2002)

Rev S Parry (appointed 25th April 2002)

Rev K Rajagopalan (appointed 25th April 2002)

Miss N Savory (appointed 25th April 2002)

Mrs Y Dowie-Shosanya (appointed 25th April 2002)

Rev Dr P M Took (appointed 25th April 2002)

Directors are elected by the members in general meeting.

### OFFICERS

Moderator (from 26th September 2002)

Regional Minister and Team Leader

Regional Minister (Church Life)

Regional Minister (Administration)

& Company Secretary

Honorary Treasurer

Dr C Hicks

Rev Dr P M Took, BA, BD, PhD

Rev A Mason, ALBC (to 30th June 2002)

Rev P W Martin BA

Mr B K H Rogers FCA

### SOLICITORS

Carter Lemon Camerons

11 Breams Buildings

London EC4A 1DW

### SURVEYORS

Biscoe Craig Hall

5/6 Staple Inn

Holborn

London WC1V 7QU

### BANKERS

Barclays Bank plc

The City Business Banking Team

54 Lombard Street

London EC3P 3AH

### AUDITORS

Jacob Cavenagh & Skeet

Oak House

5 Robin Hood Lane

Sutton

Surrey SM1 2SW

### STOCKBROKERS

Quilter & Co Limited

St Helen's

1 Undershaft

London EC3A 8BB

## **THE LONDON BAPTIST ASSOCIATION**

### **REPORT OF THE BOARD OF DIRECTORS FOR THE PERIOD FROM 20th NOVEMBER 2001 TO 31st DECEMBER 2002**

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The Board of Directors has pleasure in reporting on the Financial Statements for the period ended 31st December 2002, which have been prepared in accordance with the Companies Act 1985, the Charities Act 1993 and the Statement of Recommended Practice "Accounting and Reporting by Charities" (October 2000).

A fuller report of the Board and reports from others are available from the company's registered office.

#### **PRINCIPAL ACTIVITIES AND OBJECTS**

The London Baptist Association is a grouping of Baptist churches in London and its environs and is affiliated to the Baptist Union of Great Britain. Baptist churches are admitted into membership by the passing of an ordinary resolution. Its object is the advancement of Christianity in and through its member churches individually and acting together, in accordance with the principles of the Baptist denomination.

The activities of The London Baptist Property Board Limited ('LBPB'), the subsidiary, are principally to act as holding trustee for Baptist churches, to provide loans and accept deposits to finance such provision.

#### **REVIEW OF THE PERIOD AND FUTURE DEVELOPMENTS**

The company (hereinafter referred to as 'LBA') was incorporated on 20th November 2001 and began to operate from 1st January 2002. At that point it took over the operations, assets and liabilities of the London Baptist Association (an unincorporated body) (Charity No: 249703).

The net incoming resources for the year to 31 December 2002 on the General Fund, before transfers and gains on investment revaluations and disposals, amounted to £227. In arriving at the result, the Fund has been credited with £20,000 of the grant received from the London Baptist Property Board Limited. Other grants of £42,000 were also received towards the costs of the employment of the Regional Minister (see below) and the Britannia Village Church Planter. After taking into account net realised and unrealised gains on investment assets of £53,065, a transfer of £1,214 to the General Reserve, and the balance of £53,206 in hand on the General Fund of the (unincorporated) London Baptist Association at 31 December 2001, there resulted a net amount to be carried forward to the year 2003 of £105,284. To this has been added £1,379,330, being the net asset value of the wholly-owned subsidiary company, LBPB, as at 1st January 2002, to give the total carry forward to 2003 of £1,484,614, as shown on page 18 of the Financial Statements.

Churches in membership with the LBA and individuals contributed £380,348 to the Baptist Union Home Mission Fund appeal for 2002. 24% of that amount, plus 24% of £22,853 donated by the LBA by way subscriptions received from churches, in all a total of £96,758, will be received by the LBA in 2003 as its share of Home Mission.

The new company was formed as part of the re-organisation and renewal of Association life within the Baptist Union of Great Britain. One consequence of the re-organisation was that the Association took over from the Baptist Union employment responsibilities for Revd Dr Pat Took as Regional Minister (Team Leader) - Pat's former title was General Superintendent of the Metropolitan Area. The team of Regional Ministers was completed by Revd Tony Mason (with responsibility for Church Life matters) and Revd Paul Martin (responsible for the administration of the Association). Tony Mason's period of service with the Association came to an end when he accepted the call to be the pastor of Bromley Baptist Church.

Peter Leveson (Youth Work Co-ordinator) has continued to advise the churches on their work with 10-18 year olds and Revd Carol McCarthy (Home Mission Co-ordinator) has promoted the work of Home Mission. Both work for the Association on a part-time basis. District Ministers have again offered support and encouragement to ministers and churches. The Association office continued to be served efficiently by the office staff, Joyce Caddy, Barbara Govey and John and Mary Harrison.

## **THE LONDON BAPTIST ASSOCIATION**

REPORT OF THE BOARD OF DIRECTORS  
FOR THE PERIOD FROM 20th NOVEMBER 2001 TO 31st DECEMBER 2002 (continued)

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### **REVIEW OF THE PERIOD AND FUTURE DEVELOPMENTS (continued)**

As for the future, it is hoped that two new Regional Ministers will be appointed in 2003 to enhance the support and encouragement available to the churches. One will have responsibility for resourcing churches in their mission, while the other will enable churches to live as multi-cultural communities in the midst of a multi-cultural society.

### **STATEMENT OF THE RESPONSIBILITIES OF THE BOARD OF DIRECTORS**

The directors act as the managing trustees of the Association. The directors are responsible for preparing Financial Statements for each financial period which give a true and fair view of the state of affairs of the LBA and of the surplus or deficit of the LBA for that period. In preparing those financial Statements, the directors are 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 Association will continue in its activities.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the LBA and to ensure that the financial statements comply with charity law. They are also responsible for safeguarding the assets of the LBA and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

### **INVESTMENT POLICY**

A similar ethical investment policy is followed as that of the Baptist Union of Great Britain.

The general policy is to deposit day-to-day funds with the LBPB, and, for investments of a more permanent nature, the LBA's stockbrokers are consulted.

### **RISK MANAGEMENT**

The major risks to which the LBA is exposed are being kept under review and measures are being put in place to mitigate those risks so far as is practicable.

### **RESERVES POLICY**

Following the establishment of the General Fund investment portfolio (some years ago), the policy has been to set aside to the General Reserve amounts equivalent to the net realised surpluses on the disposal/exchange of investments in the portfolio. Now that the General Reserve exceeds the cost of the investment portfolio, any such excess may be available towards financing the future ongoing activities of the LBA.

### **CHARITABLE DONATIONS**

Details of grants made to other charitable organisations are shown in note 10 of the accounts.

### **AUDITORS**

Jacob Cavenagh & Skeet have audited the financial statements for the period ended 31st December 2002.

**Signed on behalf of the Directors**

235 Shaftesbury Avenue  
London  
WC2H 8EP

29th April 2003

**Rev P W Martin**  
Secretary

## THE LONDON BAPTIST ASSOCIATION

### GENERAL INFORMATION

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The LBA is governed by its Memorandum and Articles of Association which were adopted on incorporation of the company on 20th November 2001 and were revised on 10th October 2002. The Articles of Association provide for bye-laws for the detailed running of the company.

The LBA is financed chiefly by its share of the Baptist Union Home Mission. Firstly, 24% of the amount raised by London churches for the Home Mission appeal in the previous year is returned to the Association: this pays for salaries, working expenses, committee work, District Ministers' honoraria and special projects. Secondly, Home Mission offers 'core finding' to each Association to meet the costs of the Regional Minister (Team Leader).

The LBA shares its office and personnel with the LBPB. Joint expenditure is apportioned on an equitable basis.

#### **Designated Funds**

##### *Legacy Reserve Fund*

Unrestricted legacies are placed into this fund and are used for purposes that the Board decides.

##### *Youth Training Fund*

This fund has financed young London Baptists engaging in short-term training for Christian service. At 31st December 2002 there was a NIL balance on this fund.

##### *Thames Gateway Project*

This fund has received donations made by member churches in response to an appeal made in connection with plans to celebrate the third Christian millennium. The proceeds have been used to purchase a property in Britannia village, part of the newly developed Thames Gateway area. The property is used as a base for church planting.

#### **Restricted Funds**

Eighteen Restricted funds are operated, four of which include endowment funds. These are as follows:

##### *Barnabas Fund (formerly the Aid Fund)*

This fund was created to enable gifts to be made to churches in particular need for any aspect of their work. It was renamed to signify its ministry of encouragement.

##### *J W Beaumont Trust Fund (an endowment fund)*

This fund was established to comply with the wishes of the executors of the estate of the late solicitor to the LBA, J W Beaumont. Part of the fund is invested in £3,135 7½% Treasury Stock 2006 which produced an income of £235 per annum. The main purpose is to assist lay persons with Christian training expenses.

##### *John Bradford Trust*

This enables permanent loans to be made from the capital, with repayment at interest if the church closes or leaves the Association, and term interest-free loans to be made from income. To qualify a church must be within a London Borough.

##### *Church Extension and Reconstruction Fund*

This fund was set up to help, by grant or interest-free loan, churches needing to carry out urgent building maintenance. Income is derived from donations given by individuals and churches, and from grants from the London Baptist Property Board Limited.

## THE LONDON BAPTIST ASSOCIATION

### GENERAL INFORMATION (continued)

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#### *Compassionate Trust Fund*

This fund is financed by appeals to member churches to enable help to be given to ministers and their dependants in special need.

#### *Gwennap's Charity Trust (an endowment fund)*

This fund originated with a bequest from Thomas Gwennap in favour of churches which are now no longer in existence. By order of the Charity Commissioners, the income is currently applied to Westbourne Park Baptist Church for poor relief and for education. The fund is managed jointly by that church and the LBA.

#### *Interest Assistance Fund*

This fund was established to help certain churches that have loans from the London Baptist Property Board Limited. The Board is obliged to charge interest on loans to all churches alike, and this fund is to help churches urgently needing loans who would not otherwise be able to afford the interest.

#### *Manse Trust Fund*

This fund was created in 1984 when the Manse of Nunhead Baptist Church was sold, the church having closed in 1965. Additional funds were added during 1992 in connection with the former Haydon Park church in Wimbledon. Loans have been made to churches to help with the purchase of their manses. These loans are repayable with capital appreciation relating to house values at the time of repayment. This fund has also paid for renovations to the LBA property used as a Manse by the church at Vicarage Road, Leyton.

#### *New Century Fund*

This fund was set up in the LBA centenary year in 1965. From it, interest-free loans and grants are made to Inner London churches, both for building work and to support personnel engaged in Christian mission.

#### *T W Philpot Trust*

This derives from the will of the late Thomas W A Philpot and is for making interest-free loans to churches which are erecting new chapels. Such loans will normally amount to no more than 25% of the cost unless the LBA board of directors agrees otherwise. The initial capital sum became available in 1956 and a further legacy of properties and investments has since become available following the cessation of a life interest.

#### *President's Fund*

This fund has been raised annually by the President who generally appeals for specific churches and distributes the grants at the Annual Assembly in May. At 31st December 2002 there was a NIL balance in this fund.

#### *Roberts Memorial Fund*

This fund derives from a Will Trust of the late P O Roberts and is for making interest-free loans for church building in London.

#### *Sites Fund*

This fund was established to provide loans to facilitate the acquisition of church sites. Interest is charged at 2% per annum. Loans are repayable by negotiation.

#### *Turtle Trust (an endowment fund)*

This is a Will Trust of the late Samuel Thomas Turtle to provide interest-free loans to facilitate the acquisition of sites for churches. Loans are repayable only if the church closes. The loan is a final charge on the proceeds of sale.

## THE LONDON BAPTIST ASSOCIATION

### GENERAL INFORMATION (continued)

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#### *Valley Mission Fund*

This fund derives from the sale of Valley Mission, Biggin Hill. Under the ultimate trust, the income from the invested proceeds (2,141.82 Units in the COIF Charities Investment Fund and £25,146.94 6¼% Treasury Stock 2010) is available for evangelistic work in West Kent as decided by the LBA board of directors.

#### *Walworth Trust (an endowment fund)*

This fund originated in 1971 with the closure and sale of the Walworth Road Baptist Church. £12,000 is invested in £18,942.75 5½% Treasury Stock 2008/12, yielding £1,042 per annum. The income is used for "Experimental Ministry" in Inner London.

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
**THE LONDON BAPTIST ASSOCIATION**

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We have audited the financial statements on pages 8 to 23 which have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out on page 14.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the Company's members 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 as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

As described on page 2, the company's directors are responsible for the preparation of 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 statutory 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 Report of the Directors is not consistent with the financial statements, if the 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 directors' remuneration and transactions with the company is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of opinion**

We conducted our audit in accordance with 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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.

**Qualified opinion arising from a disagreement concerning disclosure**

As stated in note 1.2 to the accounts, the underlying structure of the Statement of Financial Activities is not in accordance with Paragraph 59 of "Accounting and Reporting by Charities" – Statement of Recommended Practice (October 2000). In all other respects in our opinion the financial statements give a true and fair view of the state of the group and company's affairs at 31st December 2002 and of its incoming resources and application of resources including its income and expenditure for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Oak House  
5 Robin Hood Lane  
Sutton  
Surrey  
SM1 2SW  
29<sup>th</sup> April 2003

**Jacob Cavenagh & Skeet**  
Chartered Accountants  
and Registered Auditor

**THE LONDON BAPTIST ASSOCIATION**

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE PERIOD FROM 20th NOVEMBER 2001 TO 31st DECEMBER 2002

Income and expenditure	Note	2002				Total £
		General Fund £	Designated Funds £	Total Unrestricted Funds £	Restricted and Endowment Funds £	
<b>Incoming resources</b>						
Operating activities:						
Contributions receivable		118,127	3,167	121,294	1,629	122,923
Interest on loans and deposits		307,552	-	307,552	878	308,430
Grants received:						
Baptist Union – Home Mission		5,000	-	5,000	-	5,000
– re Regional Ministers		37,000	-	37,000	-	37,000
Investment income		29,843	-	29,843	34,005	63,848
Rental income		28,936	-	28,936	5,169	34,105
Sundry income		6,845	-	6,845	-	6,845
Gain on disposal of fixed asset		172,209	-	172,209	-	172,209
<b>Total incoming resources</b>		<u>705,512</u>	<u>3,167</u>	<u>708,679</u>	<u>41,681</u>	<u>750,360</u>
<b>Resources expended</b>						
Charitable expenditure:						
Grants	10	3,600	10,818	14,418	33,292	47,710
Baptist Union Home Mission:						
Contributions from churches to the Association		22,852	-	22,852	-	22,852
Cost of operating activities:						
Loan interest paid		-	-	-	641	641
Interest payable on deposits		187,957	-	187,957	-	187,957
Advice and support to member churches	11	267,712	2,114	269,826	6,236	276,062
Management expenses:						
Auditors' remuneration		11,383	-	11,383	-	11,383
<b>Total resources expended</b>		<u>493,504</u>	<u>12,932</u>	<u>506,436</u>	<u>40,169</u>	<u>546,605</u>
<b>Net incoming resources before transfers</b>						
		212,008	( 9,765)	202,243	1,512	203,755
Transfer between funds		( 42,849)	1,532	( 41,317)	41,317	-
<b>Net incoming resources before revaluations and investment asset disposals</b>						
		169,159	( 8,233)	160,926	42,829	203,755
Gains on revaluations of fixed assets for charity's own use						
		132,326	131,403	263,729	-	263,729
Gain and losses on revaluations and disposals of investment assets						
		524,279	-	524,279	( 124,028)	400,251
<b>Net movement in funds</b>						
		825,764	123,170	948,934	( 81,199)	867,735
Transferred from unincorporated LBA on 1st January 2002						
- shares in LBPB		1,379,330	-	1,379,330	-	1,379,330
- other net assets		303,157	141,537	444,694	2,482,432	2,927,126
Balances carried forward to 2003		<u>2,508,251</u>	<u>264,707</u>	<u>2,772,958</u>	<u>2,401,233</u>	<u>5,174,191</u>



THE LONDON BAPTIST ASSOCIATION

CONSOLIDATED CASH FLOW FOR THE PERIOD ENDED 31st DECEMBER 2002

	Note	Period ended 31st December 2002	
		£	£
<b>Net cash outflow from operating activities</b>	(a)		(197,932)
<b>Returns on investments</b>			
Investment income received			63,848
<b>Capital expenditure and financial investment</b>			
Receipts on disposal of tangible fixed assets		322,209	
Payments to acquire investments		(387,125)	
Receipts on disposal of investments		<u>74,846</u>	
			9,930
<b>Management of liquid resources</b>			<u>161,549</u>
<b>Increase in cash</b>	(b)		<u>37,395</u>

NOTES TO CONSOLIDATED CASH FLOW  
FOR THE PERIOD ENDED 31st DECEMBER 2002

(a) Net cash outflow from operations	£		
Net surplus for the period before asset disposals (page 13)			4,338,002
Transferred from unincorporated LBA			(4,306,456)
Investment income			( 63,848)
Depreciation			1,259
Increase in debtors			( 18,980)
Decrease in creditors			( 48,339)
Net loans repaid			59,364
Net deposits returned			( 158,934)
<b>Net cash outflow from operating activities</b>			<u>( 197,932)</u>
 (b) Net funds	 Transferred from unincorporated LBA £	 Cash flows At during the period £	 31st December 2002 £
Cash at bank and in hand	15,121	( 195)	14,926
Cash held by stockbrokers	33,315	37,590	70,905
Debt due in more than one year	(15,000)	-	(15,000)
	<u>33,436</u>	<u>37,395</u>	<u>70,831</u>

**THE LONDON BAPTIST ASSOCIATION**

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE PERIOD FROM 20th NOVEMBER 2001 TO 31st DECEMBER 2002

Income and expenditure	Note	2002				Total £
		General Fund £	Designated Funds £	Total Unrestricted Funds £	Restricted and Endowment Funds £	
<b>Incoming resources</b>						
Operating activities:						
Contributions receivable		118,127	3,167	121,294	1,629	122,923
Interest on loans and deposits		873	1,532	2,405	19,853	22,258
Grants received:						
Baptist Union						
- Home Mission		5,000	-	5,000	-	5,000
- re Regional Ministers		37,000	-	37,000	-	37,000
London Baptist Property Board		20,000	-	20,000	25,000	45,000
Investment income		12,261	-	12,261	34,005	46,266
Rental income		-	-	-	5,169	5,169
Sundry income		6,845	-	6,845	-	6,845
<b>Total incoming resources</b>		<u>200,106</u>	<u>4,699</u>	<u>204,805</u>	<u>85,656</u>	<u>290,461</u>
<b>Resources expended</b>						
Charitable expenditure:						
Grants	10	-	10,818	10,818	33,292	44,110
Baptist Union Home Mission:						
Contributions from churches to the Association		22,852	-	22,852	-	22,852
Cost of operating activities:						
Loan interest paid		1,127	-	1,127	3,299	4,426
Advice and support to member churches	11	171,282	2,114	173,396	6,236	179,632
Management expenses:						
Auditors' remuneration		4,618	-	4,618	-	4,618
<b>Total resources expended</b>		<u>199,879</u>	<u>12,932</u>	<u>212,811</u>	<u>42,827</u>	<u>255,638</u>
<b>Net incoming resources before revaluations and investment asset disposals</b>						
		227	( 8,233)	( 8,006)	42,829	34,823
Gains on revaluations of fixed assets for charity's own use		-	131,403	131,403	-	131,403
Gain and losses on revaluations and disposals of investment assets		53,065	-	53,065	( 124,028)	( 70,963)
<b>Net movement in funds</b>		53,292	123,170	176,462	( 81,199)	95,263
Transferred from unincorporated LBA on 1st January 2002:						
- shares in subsidiary		1,379,330	-	1,379,330	-	1,379,330
- other net assets		303,157	141,537	444,694	2,482,432	2,927,126
Balances carried forward to 2003		<u>1,735,779</u>	<u>264,707</u>	<u>2,000,486</u>	<u>2,401,233</u>	<u>4,401,719</u>

**THE LONDON BAPTIST ASSOCIATION**

COMPANY BALANCE SHEET AT 31st DECEMBER 2002

		<b>2 0 0 2</b>				
		<b>General Fund</b>	<b>Designated Funds</b>	<b>Total Unrestricted Funds</b>	<b>Restricted and Endowment Funds</b>	<b>Total</b>
	<b>Note</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	
<b>Fixed assets</b>						
Tangible fixed assets	2b	-	275,000	275,000	-	275,000
Investments	3b	1,689,343	-	1,689,343	965,094	2,654,437
Loans to churches	4	-	470	470	725,882	726,352
		<u>1,689,343</u>	<u>275,470</u>	<u>1,964,813</u>	<u>1,690,976</u>	<u>3,655,789</u>
<b>Current assets</b>						
Deposits with the London Baptist Property Board Limited		30,721	30,230	60,951	648,323	709,274
Loan to Ministers' widows	5	-	-	-	78,500	78,500
Sundry Debtors		7,637	-	7,637	1,567	9,204
Cash held by stockbrokers		20,878	-	20,878	50,027	70,905
Cash at bank and in hand		9,469	-	9,469	-	9,469
		<u>68,705</u>	<u>30,230</u>	<u>98,935</u>	<u>778,417</u>	<u>877,352</u>
<b>Creditors: Amounts falling due within one year</b>						
Sundry creditors		( 6,398)	-	( 6,398)	( 151)	( 6,549)
Inter-fund balances		5,462	( 1,946)	3,516	( 3,516)	-
		<u>( 936)</u>	<u>( 1,946)</u>	<u>( 2,882)</u>	<u>( 3,667)</u>	<u>( 6,549)</u>
<b>Net current assets</b>		<u>67,769</u>	<u>28,284</u>	<u>96,053</u>	<u>774,750</u>	<u>870,803</u>
<b>Total assets less current liabilities</b>		<u>1,757,112</u>	<u>303,754</u>	<u>2,060,866</u>	<u>2,465,726</u>	<u>4,526,592</u>
<b>Liabilities falling due after more than one year:</b>						
Loans from churches	7	-	-	-	( 15,000)	( 15,000)
Loans from the London Baptist Property Board Limited		( 21,333)	( 39,047)	( 60,380)	( 49,493)	( 109,873)
		<u>( 21,333)</u>	<u>( 39,047)</u>	<u>( 60,380)</u>	<u>( 64,493)</u>	<u>( 124,873)</u>
<b>Net assets</b>		<u>1,735,779</u>	<u>264,707</u>	<u>2,000,486</u>	<u>2,401,233</u>	<u>4,401,719</u>
<b>Represented by funds:</b>						
General reserve	14	251,165	-	251,165	-	251,165
Revaluation reserve	16(b)	54,984	131,403	186,387	( 119,893)	66,494
Fund balances	8/9	1,429,630	133,304	1,562,934	2,521,126	4,084,060
		<u>1,735,779</u>	<u>264,707</u>	<u>2,000,486</u>	<u>2,401,233</u>	<u>4,401,719</u>

Approved by the directors on 29th April 2003.

**Colin Hicks**

**Moderator**

**Bryan K H Rogers**

**Hon Treasurer**

## THE LONDON BAPTIST ASSOCIATION

### SUMMARY INCOME AND EXPENDITURE ACCOUNTS FOR THE PERIOD ENDED 31st DECEMBER 2002

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	<i>Note</i>	<i>Group</i> £	<i>Company</i> £
Gross income of continuing activities		578,151	290,461
Transferred from unincorporated LBA on 1st January 2002			
- shares in subsidiary		1,379,330	1,379,330
- other net assets		<u>2,927,126</u>	<u>2,927,126</u>
<b>Total income</b>		4,884,607	4,596,917
Total expenditure of continuing activities		<u>546,605</u>	<u>255,638</u>
<b>Net surplus for the period before asset disposals</b>		4,338,002	4,341,279
Surplus/(deficit) on disposal of fixed assets and investments		<u>166,156</u>	( <u>6,053</u> )
<b>Surplus for the period</b>		4,504,158	4,335,226
Transfer from revaluation reserve		97,787	-
Transfer to general reserve		( 1,214)	( 1,214)
Transfer to general investment and contingencies reserve		( <u>269,996</u> )	<u>-</u>
<b>Retained surplus carried forward</b>		<u>4,330,735</u>	<u>4,334,012</u>

All amounts result from acquired activities in the year.

### STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

		<i>Group</i> £	<i>Company</i> £
Surplus for the period		4,504,158	4,335,226
Unrealised gains on investment and fixed asset revaluation	16	<u>670,033</u>	<u>66,493</u>
Total gains and losses recognised in the period		<u>5,174,191</u>	<u>4,401,719</u>

# THE LONDON BAPTIST ASSOCIATION

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 2002

---

### 1 ACCOUNTING POLICIES

#### 1.1 Accounting convention

The accounts are prepared under the historical cost convention, except as noted in 1.6 below.

The accounts include the results of the company's subsidiary, The London Baptist Property Board Limited.

#### 1.2 Format of financial statements

The format of the financial statements accords with "Accounting and Reporting by Charities" Statement of Recommended practice issued by the Charity Commissioners for England and Wales, except that the transfer of assets and liabilities from the unincorporated London Baptist Association on 1st January 2002 has not been included within total incoming resources as required by paragraph 59 of the SORP. The directors consider that it is more appropriate to include these transfers after the net movement in funds for the period, as this item represents the opening position of the organisation on its incorporation.

#### 1.3 Unrestricted funds

Unrestricted funds comprise the General fund and Designated funds. Designated funds represent monies which have been allocated for specific purposes by the association. All Unrestricted fund income is accounted for at the time of receipt and expenditure accounted for when incurred.

#### 1.4 Restricted funds

These are funds subject to specific conditions as to their use which are binding on the Association. All Restricted fund income is accounted for at the time of receipt and expenditure accounted for when incurred. Income not expended in the year of receipt is carried forward until it is fully committed.

#### 1.5 Endowment funds

Endowment funds represent the permanent capital of certain Restricted funds.

#### 1.6 Freehold properties

Freehold and leasehold properties, whether shown as tangible fixed assets or investments, have been included at open market value. No depreciation has been charged on those properties held as tangible fixed assets on the basis that the residual value of the properties is so high as to render depreciation immaterial.

#### 1.7 Depreciation

No depreciation is provided in respect of investment properties in accordance with Statement of Standard Accounting Practice 19. To this extent, there is a departure from statutory requirements for fixed assets to be depreciated over their useful economic lives, but is considered necessary in order to present a true and fair view. Depreciation of approximately £10,000 would have been charged in the year.

#### 1.8 Computer equipment

This is shown at cost and depreciated over 4 years. Equipment with a cost of over £250 is capitalised.

# THE LONDON BAPTIST ASSOCIATION

## NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

### 1 ACCOUNTING POLICIES (continued)

#### 1.9 Pension schemes

The company contributes to both defined benefit and defined contribution pension schemes. The assets of the schemes are held separately from those of the company. Contributions to all schemes are accounted for when due since the defined benefit scheme is a multi-employer scheme and contributions are set in relation to the current service period only.

#### 1.10 Investments

Quoted investments are stated at market value. An unquoted investment is stated at a valuation of the Finance Committee. The unquoted subsidiary is recorded at its net asset value at 1st January 2002.

### 2a TANGIBLE FIXED ASSETS – GROUP

	<i>Freehold property</i> £	<i>Long leasehold</i> £	<i>Computer equipment</i> £	<i>Total</i> £
<b>Cost or valuation</b>				
Transferred from unincorporated LBA	598,271	38,000	2,544	638,815
Disposals	(150,000)	-	-	(150,000)
Revaluation	<u>176,729</u>	<u>87,000</u>	<u>-</u>	<u>263,729</u>
At 31st December 2002	<u>625,000</u>	<u>125,000</u>	<u>2,544</u>	<u>752,544</u>
<b>Depreciation</b>				
Charge for period	<u>-</u>	<u>-</u>	<u>1,259</u>	<u>1,259</u>
At 31st December 2002	<u>-</u>	<u>-</u>	<u>1,259</u>	<u>1,259</u>
<b>Net book value</b>				
At 31st December 2002	<u>625,000</u>	<u>125,000</u>	<u>1,285</u>	<u>751,285</u>
Historical cost for land and buildings included at valuation:				
At 31st December 2002	<u>448,271</u>	<u>11,500</u>	<u>-</u>	<u>459,771</u>

The properties were last valued by the directors at 31st December 2002 on the basis of open market value. The valuations were made on the basis of information provided by Biscoe Craig Hall.

### 2b TANGIBLE FIXED ASSETS – COMPANY

	<i>Freehold property</i> £
Transferred from unincorporated LBA	143,597
Revaluation	<u>131,403</u>
At 31st December 2002	<u>275,000</u>

**THE LONDON BAPTIST ASSOCIATION**

**NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)**

**3a INVESTMENTS – GROUP**

	<i>Listed investments</i> £	<i>Other investments</i> £	<i>Freehold investment properties</i> £	<i>Total</i> £
<b>Valuation</b>				
Transferred from unincorporated LBA	1,323,116	149,806	627,367	2,100,289
Additions	58,042	-	329,083	387,125
Disposals	( 80,899)	-	-	( 80,899)
Revaluation (deficit)/surplus	( 299,813)	( 23,042)	729,159	406,304
At 31st December 2002	<u>1,000,446</u>	<u>126,764</u>	<u>1,685,609</u>	<u>2,812,819</u>
<b>Historical cost</b>				
As at 31st December 2002	<u>1,312,710</u>	<u>20,149</u>	<u>956,450</u>	<u>2,289,309</u>

The properties were last valued by the directors at 31st December 2002 on the basis of open market value. The valuations were made on the basis of information provided, according to the locality of the properties, by: Athawes Son & Co, Biscoe Craig Hall, Cartwright Mason and Caxtons Commercial Limited who are all professional surveyors.

All assets are held in the UK.

**3b INVESTMENTS – COMPANY**

**General Fund**

	<i>Shares in subsidiary</i> £	<i>Listed investments</i> £	<i>Freehold investment properties</i> £	<i>Total</i> £
Transferred from unincorporated LBA	1,379,330	239,175	30,763	1,649,268
Additions	-	28,030	-	28,030
Disposals	-	( 42,939)	-	( 42,939)
Net unrealised investment (losses)/gains	-	( 31,787)	86,771	54,984
Market value or valuation at 31st December 2002	<u>1,379,330</u>	<u>192,479</u>	<u>117,534</u>	<u>1,689,343</u>
Historical cost or probate value at 31st December 2002	<u>1,379,330</u>	<u>196,501</u>	<u>30,763</u>	<u>227,264</u>

The company holds 100% of the 'A' shares in its subsidiary, The London Baptist Property Board Limited.

**Restricted and Endowment Funds**

	<i>Listed investments</i> £	<i>Freehold investment properties</i> £	<i>Total</i> £
Transferred from unincorporated LBA	952,535	63,400	1,015,935
Additions	30,012	77,000	107,012
Disposals	( 37,960)	-	( 37,960)
Net unrealised investment losses	(264,485)	144,592	( 119,893)
Market value or valuation at 31st December 2002	<u>680,102</u>	<u>284,992</u>	<u>965,094</u>
Historical cost or probate value at 31st December 2002	<u>952,535</u>	<u>140,400</u>	<u>1,092,935</u>

**THE LONDON BAPTIST ASSOCIATION**

NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

4 <b>LOANS TO CHURCHES – GROUP AND COMPANY</b>	<i>Designated Fund £</i>	<i>Restricted and Endowment Funds £</i>	<i>Total £</i>
Permanent loans	470	173,673	174,143
Fixed loans	-	552,209	552,209
	<u>470</u>	<u>725,882</u>	<u>726,352</u>
<b>Movements during the year</b>			
Balances transferred at 1st January 2002	470	747,972	748,442
Loans granted during the year	-	33,000	33,000
	<u>470</u>	<u>780,972</u>	<u>781,442</u>
Repayments received in the year	-	55,090	55,090
Balance at 31st December 2002	<u>470</u>	<u>725,881</u>	<u>762,352</u>

Permanent loans are repayable on closure, withdrawal or sale of the site and are in most cases interest-free. Fixed-term loans are interest-free. These loans are predominantly payable after more than one year.

5 <b>DEBTORS – GROUP</b>	<b>2002 £</b>
Advances and interest accrued (£1,527,675 recoverable after more than one year)	1,781,240
Loans to Ministers' widows	78,500
Prepayments and sundry debtors	7,124
Accrued income	96,814
	<u>1,963,678</u>

The Loans to Ministers' widows are repayable on the sale of the houses they were used to purchase. There is no interest payable on these loans.

6 <b>CREDITORS – GROUP:</b>	<b>2002 £</b>
Amounts falling due within one year	
7 day notice deposits and interest accrued:	6,089,354
Sundry creditor accruals	16,095
	<u>6,105,449</u>

7 <b>CREDITORS – GROUP AND COMPANY:</b>	<b>2002 £</b>
Amounts falling due after more than one year	
Loans from churches	<u>15,000</u>

# THE LONDON BAPTIST ASSOCIATION

## NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

### 8 UNRESTRICTED FUNDS

	<i>Designated Funds</i>					<i>Total Designated Funds</i>	<i>General Fund</i>	<i>General Reserve</i>	<i>Total Unrestricted Funds</i>
	<i>International Fund</i>	<i>Legacy Reserve Fund</i>	<i>Mission Fund</i>	<i>Youth Training Fund</i>	<i>Thames Gateway Project</i>				
	£	£	£	£	£	£	£	£	
<b>INCOMING RESOURCES</b>									
Operating activities:									
Contributions receivable	-	-	-	-	3,167	3,167	118,127	-	121,294
Interest on loans and deposit accounts	298	809	425	-	-	1,532	873	-	2,405
Grants received:									
Baptist Union re Regional Minister	-	-	-	-	-	-	37,000	-	37,000
Baptist Union Home Mission	-	-	-	-	-	-	5,000	-	5,000
London Baptist Property Board Limited	-	-	-	-	-	-	20,000	-	20,000
Investment income	-	-	-	-	-	-	12,261	-	12,261
Sundry income	-	-	-	-	-	-	6,845	-	6,845
<b>Total incoming resources</b>	<u>298</u>	<u>809</u>	<u>425</u>	<u>-</u>	<u>3,167</u>	<u>4,699</u>	<u>200,106</u>	<u>-</u>	<u>204,805</u>
<b>Less: RESOURCES EXPENDED</b>									
Charitable expenditure:									
Grants	10,818	-	-	-	-	10,818	-	-	10,818
Baptist Union Home Mission:									
Contributions from churches and individuals	-	-	-	-	-	-	22,852	-	22,852
Cost of operating activities:									
Loan interest paid	-	-	-	-	-	-	1,127	-	1,127
Advice and support to member churches	-	-	2,107	7	-	2,114	171,282	-	173,396
Management expenses:									
Auditors' remuneration	-	-	-	-	-	-	4,618	-	4,618
<b>Total resources expended</b>	<u>10,818</u>	<u>-</u>	<u>2,107</u>	<u>7</u>	<u>-</u>	<u>12,932</u>	<u>199,879</u>	<u>-</u>	<u>212,811</u>
<b>Net incoming resources</b>	<u>(10,520)</u>	<u>809</u>	<u>(1,682)</u>	<u>(7)</u>	<u>3,167</u>	<u>(8,233)</u>	<u>227</u>	<u>-</u>	<u>(8,006)</u>
Gains on revaluation of fixed assets	-	-	-	-	131,403	131,403	-	-	131,403
Gains on investment revaluations and disposals	-	-	-	-	-	-	53,065	-	53,065
<b>Net movement in funds</b>	<u>(10,520)</u>	<u>809</u>	<u>(1,682)</u>	<u>(7)</u>	<u>134,570</u>	<u>123,170</u>	<u>53,292</u>	<u>-</u>	<u>176,462</u>
Transfer to General Reserve	-	-	-	-	-	-	(1,214)	1,214	-
Transferred from unincorporated LBA:									
- shares in subsidiary	-	-	-	-	-	-	1,379,330	-	1,379,330
- other net assets	<u>10,681</u>	<u>16,349</u>	<u>13,117</u>	<u>7</u>	<u>101,383</u>	<u>141,537</u>	<u>53,206</u>	<u>249,951</u>	<u>444,694</u>
Balance at 31st December 2002	<u>161</u>	<u>17,158</u>	<u>11,435</u>	<u>-</u>	<u>235,953</u>	<u>264,707</u>	<u>1,484,614</u>	<u>251,165</u>	<u>2,000,486</u>

**THE LONDON BAPTIST ASSOCIATION**

NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

**8 UNRESTRICTED FUNDS (continued)**

	<i>Designated Funds</i>					<i>Total Designated Funds</i>	<i>General Fund</i>	<i>General Reserve</i>	<i>Total Unrestricted Funds</i>
	<i>Inter-national Fund</i>	<i>Legacy Reserve Fund</i>	<i>Mission Fund</i>	<i>Youth Training Fund</i>	<i>Thames Gateway Project</i>				
	£	£	£	£	£	£	£	£	
<b>Represented by:</b>									
Tangible fixed assets	-	-	-	-	275,000	275,000	-	-	275,000
Investments	-	-	-	-	-	-	1,438,178	251,165	1,689,343
Loan to church		470	-	-	-	470	-	-	470
Deposits with									
LBPB Limited	-	16,688	13,542	-	-	30,230	30,721	-	60,951
Sundry debtors	-	-	-	-	-	-	7,637	-	7,637
Cash with stockbrokers	-	-	-	-	-	-	20,878	-	20,878
Cash at bank and in hand	-	-	-	-	-	-	9,469	-	9,469
Sundry creditors	-	-	-	-	-	-	( 6,398)	-	( 6,398)
Balance with									
General Fund	161	-	( 2,107)	-	-	( 1,946)	5,462	-	3,516
Loan from									
LBPB Limited	-	-	-	-	( 39,047)	( 39,047)	( 21,333)	-	( 60,380)
	<u>161</u>	<u>17,158</u>	<u>11,435</u>	<u>-</u>	<u>235,953</u>	<u>264,707</u>	<u>1,484,614</u>	<u>251,165</u>	<u>2,000,486</u>

**THE LONDON BAPTIST ASSOCIATION**

NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

**9 RESTRICTED AND ENDOWMENT FUNDS**

	Barnabas	J W	John	Ch Extn	Compass-	Gwennap's	Hounslow	Interest	Manse	New	T W	President's	Roberts	Sites	Turtle	Valley	Walworth	TOTAL
	Fund	Beaumont	Bradford	Reconstrn	ionate	Charity	Bap.Ch.	Assistance	Trust	Century	Philpot	Fund	Memorial	Fund	Trust	Mission	Trust	£
	£	Trust	Trust	Fund	Trust	Trust	Reserve	Fund	Fund	Fund	Trust	Fund	Fund	Fund	Trust	Fund	Trust	£
<b>Incoming Resources</b>																		
Contributions receivable	143	-	-	-	1,375	-	-	-	-	-	-	111	-	-	-	-	-	1,629
Interest on loans and deposits	118	48	7,005	516	340	27	431	622	1,213	105	6,130	137	1,374	173	56	1,058	500	19,853
Grants received from LBPB Limited	5,000	-	-	10,000	5,000	-	-	-	-	-	-	5,000	-	-	-	-	-	25,000
Investment income	357	233	2,183	-	329	623	1,073	-	1	-	25,882	-	14	-	-	2,268	1,042	34,005
Rental income	-	-	-	-	-	-	-	-	-	-	5,169	-	-	-	-	-	-	5,169
<b>Total incoming resources</b>	<b>5,618</b>	<b>281</b>	<b>9,188</b>	<b>10,516</b>	<b>7,044</b>	<b>650</b>	<b>1,504</b>	<b>622</b>	<b>1,214</b>	<b>105</b>	<b>37,181</b>	<b>5,248</b>	<b>1,388</b>	<b>173</b>	<b>56</b>	<b>3,326</b>	<b>1,542</b>	<b>85,656</b>
<b>Less Resources Expended</b>																		
Charitable expenditure:																		
Grants	-	200	-	4,500	4,549	600	2,271	-	-	-	-	5,248	-	-	-	1,000	3,000	21,368
Loan interest paid	-	-	-	-	2,659	-	-	640	-	-	-	-	-	-	-	-	-	3,299
Support of specific projects	-	-	11,924	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11,924
Advice and support to member churches	281	14	459	526	352	36	75	31	61	5	4,071	-	70	9	3	166	77	6,236
<b>Total Resources Expended</b>	<b>281</b>	<b>214</b>	<b>12,383</b>	<b>5,026</b>	<b>7,560</b>	<b>636</b>	<b>2,346</b>	<b>671</b>	<b>61</b>	<b>5</b>	<b>4,071</b>	<b>5,248</b>	<b>70</b>	<b>9</b>	<b>3</b>	<b>1,166</b>	<b>3,077</b>	<b>42,827</b>
<b>Net Incoming Resources</b>	5,337	67	( 3,195)	5,490	( 516)	14	( 842)	( 49)	1,153	100	33,110	-	1,318	164	53	2,160	( 1,535)	42,829
<b>Other Recognised Gains and Losses</b>	238	60	( 5,654)	-	( 1,005)	( 1,781)	( 6,604)	-	45,594	-	( 152,470)	-	29	-	-	( 3,124)	689	( 124,028)
<b>Net Movement in Funds</b>	5,575	127	( 8,849)	5,490	( 1,521)	( 1,767)	( 7,446)	( 49)	46,747	100	( 119,360)	-	1,347	164	53	( 964)	( 846)	( 81,199)
Transferred from unincorporated LBA	8,415	4,914	533,419	42,656	21,160	13,131	45,180	20,007	181,184	28,892	1,306,846	-	110,309	25,547	24,430	81,217	35,125	2,482,432
<b>Balances carried forward at 31st December 2002</b>	13,990	1,954	524,570	48,146	19,639	10,309	37,734	19,958	227,931	28,992	1,187,486	-	111,656	25,711	7,779	80,253	22,440	2,368,548
<b>ENDOWMENT FUNDS</b>	-	3,087	-	-	-	1,055	-	-	-	-	-	-	-	-	16,704	-	11,839	32,685
	<b>13,990</b>	<b>5,041</b>	<b>524,570</b>	<b>48,146</b>	<b>19,639</b>	<b>11,364</b>	<b>37,734</b>	<b>19,958</b>	<b>227,931</b>	<b>28,992</b>	<b>1,187,486</b>	<b>-</b>	<b>111,656</b>	<b>25,711</b>	<b>24,483</b>	<b>80,253</b>	<b>34,279</b>	<b>2,401,233</b>
<b>Represented by:</b>																		
<b>Fixed Assets</b>																		
Investments	6,908	3,493	37,393	-	5,532	10,493	25,044	-	135,015	-	676,167	-	309	-	-	44,610	20,130	965,094
Loans to churches	-	-	214,264	31,549	-	-	-	-	89,696	24,500	248,809	-	75,000	20,000	22,064	-	-	725,882
	<b>6,908</b>	<b>3,493</b>	<b>251,657</b>	<b>31,549</b>	<b>5,532</b>	<b>10,493</b>	<b>25,044</b>	<b>-</b>	<b>224,711</b>	<b>24,500</b>	<b>924,976</b>	<b>-</b>	<b>75,309</b>	<b>20,000</b>	<b>22,064</b>	<b>44,610</b>	<b>20,130</b>	<b>1,690,976</b>
<b>Current Assets</b>																		
Deposits with the LBPB Limited	7,363	1,562	270,851	17,073	326	825	15,036	20,140	3,281	4,497	212,775	-	36,416	5,720	2,423	35,809	14,226	648,323
Loans to Ministers' widows	-	-	-	-	78,500	-	-	-	-	-	-	-	-	-	-	-	-	78,500
Sundry Debtors	-	-	-	-	-	-	-	-	-	-	1,567	-	-	-	-	-	-	1,567
Cash held by Stockbrokers	-	-	-	-	-	-	-	-	-	-	50,027	-	-	-	-	-	-	50,027
	<b>7,363</b>	<b>1,562</b>	<b>270,851</b>	<b>17,073</b>	<b>78,826</b>	<b>825</b>	<b>15,036</b>	<b>20,140</b>	<b>3,281</b>	<b>4,497</b>	<b>264,369</b>	<b>-</b>	<b>36,416</b>	<b>5,720</b>	<b>2,423</b>	<b>35,809</b>	<b>14,226</b>	<b>778,417</b>
<b>Current Liabilities</b>																		
Sundry creditors	-	-	-	-	-	-	-	( 151)	-	-	-	-	-	-	-	-	-	( 151)
Inter-fund balances	( 281)	( 14)	2,062	( 476)	( 226)	46	( 2,346)	( 31)	( 61)	( 5)	( 1,859)	-	( 69)	( 9)	( 4)	( 166)	( 77)	( 3,516)
	<b>( 281)</b>	<b>( 14)</b>	<b>2,062</b>	<b>( 476)</b>	<b>( 226)</b>	<b>46</b>	<b>( 2,346)</b>	<b>( 182)</b>	<b>( 61)</b>	<b>( 5)</b>	<b>( 1,859)</b>	<b>-</b>	<b>( 69)</b>	<b>( 9)</b>	<b>( 4)</b>	<b>( 166)</b>	<b>( 77)</b>	<b>( 3,667)</b>
<b>Net Current Assets</b>	<b>7,082</b>	<b>1,548</b>	<b>272,913</b>	<b>16,597</b>	<b>78,600</b>	<b>871</b>	<b>12,690</b>	<b>19,958</b>	<b>3,220</b>	<b>4,492</b>	<b>262,510</b>	<b>-</b>	<b>36,347</b>	<b>5,711</b>	<b>2,419</b>	<b>35,643</b>	<b>14,149</b>	<b>774,750</b>
<b>Total Assets less Current Liabilities</b>	13,990	5,041	524,570	48,146	84,132	11,364	37,734	19,958	227,931	28,992	1,187,486	-	111,656	25,711	24,483	80,253	34,279	2,465,726
<b>Liabilities falling due after more than one year:</b>																		
Loans from churches	-	-	-	-	(15,000)	-	-	-	-	-	-	-	-	-	-	-	-	( 15,000)
Loans from the LBPB Limited	-	-	-	-	(49,493)	-	-	-	-	-	-	-	-	-	-	-	-	( 49,493)
	<b>13,990</b>	<b>5,041</b>	<b>524,570</b>	<b>48,146</b>	<b>19,639</b>	<b>11,364</b>	<b>37,734</b>	<b>19,958</b>	<b>227,931</b>	<b>28,992</b>	<b>1,187,486</b>	<b>-</b>	<b>111,656</b>	<b>25,711</b>	<b>24,483</b>	<b>80,253</b>	<b>34,279</b>	<b>2,401,233</b>

# THE LONDON BAPTIST ASSOCIATION

## NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

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10	GRANTS	2002	
		Group £	Company £
	<b>Grants paid in the period:</b>		
	Organisations:		
	Baptist Union Home Mission	3,600	-
	Churches re buildings	4,500	4,500
	Churches re support of ministry	18,195	18,195
	Other grants to churches and organisations	<u>16,666</u>	<u>16,666</u>
		42,961	39,361
	Individuals:	<u>4,749</u>	<u>4,749</u>
		<u>47,710</u>	<u>44,110</u>
11	<b>ADVICE AND SUPPORT TO MEMBER CHURCHES</b>		
	Employment costs:		
	Salaries	126,972	88,188
	National insurance – employer's	9,558	6,060
	Pension contributions – employer's	<u>11,265</u>	<u>7,197</u>
		147,795	101,445
	Printing and stationery	6,573	3,784
	Postage and telephone	5,618	4,105
	Premises costs	32,213	21,983
	Professional fees	30,153	-
	District ministers	15,116	15,116
	“Capital Vision” costs	2,316	2,316
	Committee and conference expenses	5,325	5,325
	Computer and office equipment	5,374	3,559
	Travel expenses	552	433
	Sundry expenses	15,270	13,494
	Subscriptions and donations (Note 12)	8,072	8,072
	Bank charges	426	-
	Depreciation	<u>1,259</u>	<u>-</u>
		<u>276,062</u>	<u>179,632</u>

# THE LONDON BAPTIST ASSOCIATION

## NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

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<b>12 SUBSCRIPTIONS AND DONATIONS</b>	<b>2002</b>
	<b>£</b>
Baptist Union of Great Britain	813
Christian Research Association	54
Evangelical Alliance	60
London Church Leaders' Secretary	2,000
British church Growth	40
Churches together in South London	1,750
Churches together in North London	100
Churches together in Northwest London	240
Black and Asians Ministers' Forum	550
Churchlink in West London	80
South London Industrial Mission	1,300
Free Church Higher Education Group	200
Spurgeon's College	850
Other	35
	<u>8,072</u>

### 13 LIABILITIES FALLING DUE AFTER MORE THAN ONE YEAR

Repayment of the loans from the London Baptist Property Board Limited is only due on disposal of the relevant properties.

Interest is payable at the current rate charged by the London Baptist Property Board Limited.

<b>14 GENERAL RESERVE (GENERAL FUND)</b>	<b>2002</b>
	<b>£</b>
Transferred from the unincorporated LBA on 1st January 2002	249,951
Proceeds of disposal of General Fund investments during the period	41,020
Cost of investments realised	39,806
Realised gain transferred to General Reserve	1,214
At 31st December 2002	<u>251,165</u>

### 15 MEMBERS

The company is limited by guarantee. The liability of the members is limited to £1 on the winding up of the company. The number of member churches at 31st December 2002 was 279.

<b>16a REVALUATION RESERVE – GROUP</b>	<b>Investment</b>		<b>Fixed</b>	
	<b>properties</b>	<b>Investments</b>	<b>assets</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Unrealised gains on revaluations in the period	<u>729,159</u>	<u>(322,855)</u>	<u>263,729</u>	<u>670,033</u>
Balance at 31st December 2002	<u>729,159</u>	<u>(322,855)</u>	<u>263,729</u>	<u>670,033</u>

**THE LONDON BAPTIST ASSOCIATION**

NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 31st DECEMBER 2002 (continued)

16b	<b>REVALUATION RESERVE – COMPANY</b>	<i>Investment properties</i> £	<i>Investments</i> £	<i>Fixed assets</i> £	<i>Total</i> £
	Unrealised gains on revaluations in the period	<u>231,363</u>	<u>(296,272)</u>	<u>131,403</u>	<u>66,494</u>
	Balance at 31st December 2002	<u>231,363</u>	<u>(296,272)</u>	<u>131,403</u>	<u>66,494</u>

**17 DIRECTORS**

Two directors were reimbursed travel expenses of £104 during the period.

The following directors received remuneration during the period:

	<i>Emoluments</i> £	<i>Pension contributions</i> £
Rev A Mason	11,013	1,268
Rev P W Martin	15,430	1,823
Rev Dr P M Took	<u>14,113</u>	<u>1,692</u>

In addition, Rev A Mason was provided with accommodation by the company and Rev P W Martin is provided with accommodation by the group.

**18 ANALYSIS OF NET ASSETS BETWEEN FUNDS – GROUP**

	<i>Tangible fixed assets</i> £	<i>Invest- ments</i> £	<i>Loans to churches</i> £	<i>Net current assets</i> £	<i>Creditors due in more than one year</i> £	<i>Total</i> £
<b>Restricted Funds</b>						
(per note 9)	-	965,094	725,882	774,750	( 64,493)	2,401,233
<b>Unrestricted Funds</b>						
Designated Funds						
(per note 8)	275,000	-	470	28,284	( 39,047)	264,707
General Funds	476,285	1,596,560	-	95,701	88,540	2,257,086
General Reserve	<u>-</u>	<u>251,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>251,165</u>
	<u>751,285</u>	<u>2,812,819</u>	<u>726,352</u>	<u>898,735</u>	<u>( 15,000)</u>	<u>5,174,191</u>