

THE MORAVIAN UNION (INCORPORATED)
(A company limited by guarantee)

Company Number: 133708
Charity Number: 251211

**REPORT OF THE
COMMITTEE OF MANAGEMENT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST DECEMBER 2001**



The Moravian Union (Incorporated)

Report of the Trustees

For the year ended 31st December 2001

Legal and administrative details: The British Province of the Moravian Church is a registered charity, no.: 251211, governed by a Provincial Synod. The Moravian Union was incorporated on 2 February 1914 as the holding body of church property, following the resolution of Synod 1913 (*Book of Order Section 33*). The Union is governed by its Memorandum and Articles of Association and is a company limited by guarantee, no.: 133708.

The Committee of Management for the year 2001 and subsequently comprised:

Mr. T.R. Cross (appointed 1st September 2002)
Rev. R.J. Hopcroft
Mrs. J.K. Morten
Rev. D.J. Newman
Mr. D. Woods (retired 1st September 2002)

The Committee of Management, who are the directors in company law and trustees of the company's charitable activities, are elected by Synod. The Articles of Association require the Committee to act in accordance with resolutions of Synod.

The Registered Office is:

Moravian Church House
5-7 Muswell Hill
London N10 3TJ

Moravian Union's Investment Advisors are:

Laing & Cruickshank
Investment Management Limited
Broadwalk House
5 Appold Street
London EC2A 2DA

Moravian Union's Bankers are:

Barclays Bank plc
Muswell Hill
223 Muswell Hill Broadway
London N10 1DD

Moravian Union's Solicitors are:

Gregory, Rowcliffe & Milners
1 Bedford Row
London WC1R 4BZ

Moravian Union's Auditors are:

Kingston Smith
Devonshire House
60 Goswell Road
London EC1M 7AD

Objectives: The Moravian Union's general object is to administer the affairs of the Moravian Church, or Unitas Fratrum, in its work for the Kingdom of God, in accordance with the will of Synod.

Organisational Structure: The members of the Moravian Union are: the members for the time being of the Board of Management and other persons, not fewer than twelve in number, elected by the Provincial Synod (*Book of Order Section 9.1.a*). By Resolution 20 of the Synod 1929, it was made part of the standing order of Synod that persons from time to time appointed by it to be Investment Trustees are to be held to be thereby appointed by the Synod to be members of the Moravian Union.

The British Province of the Moravian Church is the registered charity for the activities of the Moravian Church operated by the British Province in the UK and beyond. The Moravian Union is the asset-holding body of the Church and the Trust Society for the Furtherance of the Gospel holds the operating funds for the British Mission Board.

The Provincial Synod is the ultimate decision-making body. Synod normally meets once every two years and its elected representatives, the Provincial Elders' Conference, act on behalf of Synod in the inter-synodal period.

Related parties and partner organisations: As explained above, the Provincial Board is elected by Synod and, as part of its brief, acts as the Committee of Management of the Moravian Union. Synod is the body with the power to appoint and remove members of the Committee of Management.

The Moravian Union (Incorporated)

Report of the Trustees (continued)

For the year ended 31st December 2001

Review of activities: The Provincial Elders' Conference has applied the funds of the Moravian Union in the following ways:

- for the payment of stipends of ministers and salaries of staff;
- for the payment and/or reimbursement of official travel costs and the provision of car loans;
- for grants and/or loans to congregations for property maintenance and upgrading;
- for subscriptions to ecumenical and Moravian bodies;
- for training ministers;
- for the payment of pensions.

Policies: As the purpose of Moravian Union is to hold and disburse funds for the proper functioning of the British Province of the Moravian Church, the main need is to ensure that sufficient funds are held in reserve to fulfil ongoing commitments such as salaries and pensions.

Loans to congregations and other institutions that have been instituted in recent years are always for a fixed period after which the element of interest charged is reviewed. The members of the Moravian Church are assessed on a per capita basis to raise the money needed for the payment of ministers' stipends.

The major source of income is that received from the Bates Trust and this income is applied to ensure all necessary expenditure is met.

The investment policy is determined in consultation with the Finance Committee, which makes its recommendations to the Provincial Board/Board of Management. The present investment objective is to achieve a *balanced return in the wider range and income in the narrower range of the investment portfolio.*

During the year, whilst income was maintained, stock exchanges around the world fell sharply and the value of the Moravian Union's managed investment pool effectively fell by 12%. Although this has no immediate effect on the day to day finances, because the present policy is to reinvest sale proceeds, there could well be a long term effect on income levels. As is well known, equity markets have continued to fall sharply since the year end.

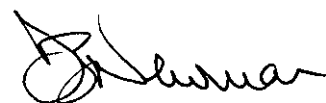
Risk: Consideration has been given to the major risks attached to the operation of Moravian Union and these are kept under periodic review. Those areas of risk over which we have any degree of control are monitored and for those beyond our control, we can endeavour to circumvent any likely problems.

Assets held as custodian: Moravian Union receives the Unity assessments payable from each Province for the funding of the Unity Synod and the expenses of the Unity Chairman and Unity Board. These funds are clearly identifiable within the accounts and are reported to the Unity Synod together with any arrears and, in the inter-synodal period, annually to the Unity Board.

Additionally, certain restricted funds are held specifically for the benefit of specific congregations and schools. The income of those funds is paid over directly to the beneficiary organisation.

Accounts: the accounts accompanying this report have been prepared in compliance with the requirements of the Companies Act 1985, the company's Articles of Association and the Statement of Recommended Practice: Accounting and Reporting by Charities. In the opinion of the Trustees, the freehold property has a market value considerably in excess of the depreciated historical cost at which it is included in the Balance Sheet.

Approved by the Committee of Management
7 on OCTOBER 2002
and signed on its behalf.



D. J. Newman
Trustee and Company Secretary

The Moravian Union (Incorporated)

Statement of Responsibilities of the Committee of the Management

The Committee of Management are required 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 incoming resources and application of resources, including the net income and expenditure of the company for that year.

In preparing those financial statements, the Committee of Management 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 a going concern basis unless it is inappropriate to assume that the company will continue in business.

The Committee of Management are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and 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.

Independent Auditors' Report to the Members of The Moravian Union (Incorporated)

We have audited the financial statements of The Moravian Union (Incorporated) for the year ended 31st December 2001 which comprise the Statement of Financial Activities, the Income and Expenditure Account, the Statement of Total Recognised Gains and Losses, the note of Historical Cost Profits and Losses, the Balance Sheet and the related notes.

These financial statements have been prepared under the historical cost convention as modified by the revaluation of fixed asset investments and the accounting policies set out therein.

Respective Responsibilities of Trustees and Auditors

The responsibilities of the Committee of Management (who are also the directors of the Moravian Union (Incorporated) for the purposes of company law) for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Committee of Management's Responsibilities

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 Committee of Management's Report is not consistent with the financial statements, if the charity 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 charity is not disclosed.

We read other information contained in the Report of the Trustees and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

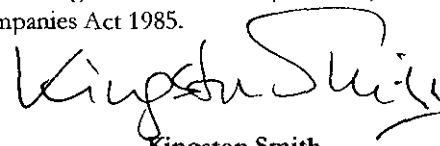
Basis of Audit Opinion

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 charity'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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31st December 2001 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.



Kingston Smith
Chartered Accountants
and Registered Auditors

Devonshire House
60 Goswell Road
London EC1M 7AD

8th October 2002

The Moravian Union (Incorporated)
Statement of Financial Activities
(Including Income & Expenditure Account)
For the year ended 31st December 2001

	Note	Unrestricted Funds General £	Designated £	Restricted Funds £	Endowment Funds £	Total 2001 £	Total 2000 £
Incoming Resources							
Donations and grants							
Bates Trust	3	558,668	202,139	27,163	-	787,970	387,382
Legacies		1,000	-	10,000	-	11,000	16,312
Income from charitable activities:							
Congregation assessments		19,840	285,249	-	-	305,089	316,612
Unity income		-	-	18,983	-	18,983	19,578
Investment income	4	25,097	113,678	44,760	468	184,003	192,537
TSFG (inc) - share of expenses		19,944	2,750	2,951	-	25,645	52,466
Sundry		5,545	4,318	1,094	-	10,957	11,801
		<u>630,094</u>	<u>608,134</u>	<u>104,951</u>	<u>468</u>	<u>1,343,647</u>	<u>996,688</u>
Less: Investment income due to congregations and schools		-	-	(29,595)	(34)	(29,629)	(26,891)
Total Incoming Resources		<u>630,094</u>	<u>608,134</u>	<u>75,356</u>	<u>434</u>	<u>1,314,018</u>	<u>969,797</u>
Resources Expended							
Cost of generating funds							
Investment management		452	-	2,498	6,626	9,576	11,389
Charitable expenditure:							
Activities in furtherance of charitable objects	5	33,125	601,897	31,885	-	666,907	650,137
Grants to congregations and projects		22,794	-	-	-	22,794	54,771
Unity expenses		-	-	32,458	-	32,458	22,712
Support costs	6	178,169	-	363	-	178,532	176,907
Administration of the charity	6	9,587	-	-	-	9,587	24,039
Total charitable expenditure		<u>243,675</u>	<u>601,897</u>	<u>64,706</u>	<u>-</u>	<u>910,278</u>	<u>928,566</u>
Total Resources Expended		<u>244,127</u>	<u>601,897</u>	<u>67,204</u>	<u>6,626</u>	<u>919,854</u>	<u>939,955</u>
Net Incoming/(Outgoing) Resources Before Transfers		385,967	6,237	8,152	(6,192)	394,164	29,842
Transfers - reclassification	13	<u>13,243</u>	<u>2</u>	<u>(21,419)</u>	<u>8,174</u>	-	-
		399,210	6,239	(13,267)	1,982	394,164	29,842
Realised Gains/(Losses)							
Realised investment (losses)		(10,482)	-	(57,960)	(153,670)	(222,112)	(39,652)
Realised property gains		-	-	-	-	-	150,484
Net income/(expenditure) for the year		388,728	6,239	(71,227)	(151,688)	172,052	140,674
Revaluation Gains/(Losses)							
Unrealised investment (losses)/gains		<u>(9,233)</u>	<u>-</u>	<u>(59,839)</u>	<u>(135,362)</u>	<u>(204,434)</u>	<u>(20,379)</u>
Net Movements in Funds		379,495	6,239	(131,066)	(287,050)	(32,382)	120,295
Total Funds brought forward at 1st January 2001		<u>1,021,241</u>	<u>17,345</u>	<u>1,191,435</u>	<u>2,614,166</u>	<u>4,844,187</u>	<u>4,723,892</u>
Total Funds carried forward at 31st December 2001		<u>1,400,736</u>	<u>23,584</u>	<u>1,060,369</u>	<u>2,327,116</u>	<u>4,811,805</u>	<u>4,844,187</u>

All recognised gains and losses in each of the two financial years are included in the above Statement.

The Moravian Union (Incorporated)
Historical Cost Profits and Losses
For the year ended 31st December 2001

	2001	2000
	£	£
Net movements in funds as disclosed in the Statement of Financial Activities	(32,382)	120,295
Unrealised loss on revaluation of investments	204,434	20,379
Investment gains recognised in prior periods and realised in the current period	<u>99,299</u>	<u>58,421</u>
Surplus on the historical cost accounting basis	<u><u>287,065</u></u>	<u><u>199,095</u></u>

The Moravian Union (Incorporated)

Balance Sheet at 31st December 2001

	Note	2001 £	2001 £	2000 £	2000 £
Fixed Assets					
Tangible	8		35,830		36,193
Investment in subsidiary	9		14,177		14,177
Other investments	10		<u>3,120,976</u>		<u>3,440,984</u>
			3,170,983		3,491,354
Current Assets					
Debtors	11	1,490,981		898,122	
Bank deposits		274,409		517,436	
Cash at bank and in hand		<u>9,786</u>		<u>51,167</u>	
		1,775,176		1,466,725	
Creditors: Amounts falling due within one year	12	<u>134,354</u>		<u>113,892</u>	
Net Current Assets			<u>1,640,822</u>		<u>1,352,833</u>
Total Net Assets			<u><u>4,811,805</u></u>		<u><u>4,844,187</u></u>
Endowment Funds	13		2,327,116		2,614,166
Restricted Funds	13		1,060,369		1,191,435
Unrestricted Funds:					
Designated Funds	13	23,584		17,345	
General	13	<u>1,400,736</u>		<u>1,021,241</u>	
			<u>1,424,320</u>		<u>1,038,586</u>
Total Funds			<u><u>4,811,805</u></u>		<u><u>4,844,187</u></u>

Approved by the Committee of Management on 7 OCTOBER 2002
and signed on its behalf

Director and Trustee

TR Cram
R. H. P. P. P.

The Moravian Union (Incorporated)

Notes to the Financial Statements

For the year ended 31st December 2001

1 Status

The Union was incorporated under the Companies Acts 1908 and 1913 as a company limited by guarantee and not having a share capital. In the event of the Union being wound up, the liability of each member shall not exceed £1.

2 Accounting Policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention, except investments which are shown at market value as described below, the Companies Act 1985 and in accordance with relevant accounting standards. The following accounting policies, which are unchanged from the previous year except in relation to depreciation of freehold buildings,, have been applied in preparing the financial statements.

The British province of the Moravian Church is a registered charity no. 251211, so the financial statements are presented in accordance with the Statement of Recommended Practice (2000): "Accounting and Reporting by Charities". Accordingly, the presentation of income and expenditure in the financial statements has been adapted from that prescribed by the Companies Act 1985 to reflect the special nature of the company's activities.

Income Recognition

Income is recognised on an accruals basis. Income from congregation assessments is the amount due for the year. The amount included in these accounts as income from Bates Trust is the entire net income of the Trust for its coterminous year, since the Bates Trust deed requires that all income shall be paid to the Church. Investment income is recognised when received by the investment managers.

Expenditure

Expenditure is charged on an accruals basis. Liabilities are recognised when a legal or constructive obligation to make a payment arises as a result of a past event. Grants are recognised when approved by the Board and notified to the congregation.

"Activities in furtherance of charitable objects" represents the direct costs of carrying out the charity's aims, whilst "support costs" are the costs of general provincial administration, principally Church House. "Administration" costs are the costs of meeting the charity's regulatory obligations.

Tangible Fixed Assets

The freehold property is shown at cost less depreciation. Office furniture and equipment is capitalised only where material. Properties in use by congregations are not included in the balance sheet, although legal title may be vested in the Union, as the congregations have the beneficial use thereof.

Depreciation is not provided on the freehold land. The Trustees have reconsidered the estimated residual value of the buildings at the end of their useful lives and have decided to depreciate the estimated cost of the buildings at 2% per annum straight line. No adjustment has been made for earlier periods as the amounts are not material.

Consolidation

The Committee of Management has taken advantage of the provisions of s248 Companies Act 1985 and have not prepared group financial statements. Further, The Committee of Management are of the opinion that the activities and objects of the subsidiary company are so different from those of the charity, that it would be misleading and unhelpful to the reader to present consolidated accounts.

Congregations

The assets, liabilities and revenue accounts of individual congregations and schools are not incorporated in the financial statements, on the grounds that individual congregations and schools are functionally independent of the Moravian Union (Incorporated).

Where congregational properties are sold, the net proceeds of disposal are included in gains on property in the Statement of Financial Activities and amounts passed to congregations are included in grants.

The Moravian Union (Incorporated)
Notes to the Financial Statements (continued)
For the year ended 31st December 2001

2 Accounting Policies (continued)

Investments

Investment in Subsidiary is shown at market value in 1962 (see note 10). Other investments are included at their market value at the balance sheet date. Gains and losses on disposal are calculated by reference to the market value at the beginning of the year or the cost if acquired later.

Operating Leases

Payments for operating lease rentals are charged to the income and expenditure account over the period of the lease.

Pensions

The Union provides voluntary pensions to ministers under rules established by Synod. The pensions are funded from an Endowment Fund for the purpose. The assets are not held separately from other funds of the Union. No provision is made in these accounts for any liability to pay pensions in future periods.

Funds

The charity's funds are very numerous and many are of some antiquity.

Broadly, endowment funds are those funds originally settled on the company, including subsequent growth, and are expendable; restricted funds are those held subject to donor imposed restrictions on use and generally are held for the benefit of particular congregations or schools, approximately £150,000 is restricted as to capital; designated funds are those set aside for a particular purpose by the Committee of Management. General funds may be spent on any of the charity's objects.

Taxation

As a charity, the company enjoys the exemptions from corporation tax under s.505 Income and Corporation Taxes Act 1988. The company is not registered for Value Added Tax and expenditure includes irrecoverable VAT where incurred.

The Moravian Union (Incorporated)
Notes to the Financial Statements (continued)
For the year ended 31st December 2001

3 Bates Trust		2001	
Income from the Bates Trust was applied in 2001 as follows:		£	
Gracehill and its dependencies			500
Provincial administration			95,215
Ministry			34,701
Ministerial training			42,285
Archives			27,163
Pensions			87,907
Ministers children			15,771
Youth & childrens office			37,246
Contingencies account			447,182
			<u>787,970</u>
4 Investment Income		2001	2000
		£	£
Quoted securities		140,894	137,055
Unquoted securities		1,990	2,640
Interest receivable		20,902	32,577
Rents		20,217	20,265
		<u>184,003</u>	<u>192,537</u>
5 Charitable expenditure - Activities in furtherance of charitable objects			
	Unrestricted Funds	Restricted Funds	Total
	General	Designated	2001
	£	£	£
Ministry	-	336,719	336,719
Ministerial training	-	44,850	44,850
Pensions	-	173,886	173,886
Education and child allowance	16,368	-	16,368
Resettlement and retirement grants	1043	-	1,043
Choir houses	-	8,982	8,982
Moravian Messenger	15,714	-	15,714
Archives	-	-	31,885
Youth and Children	-	37,460	37,460
	<u>33,125</u>	<u>601,897</u>	<u>666,907</u>
		<u>31,885</u>	<u>650,137</u>
6 Support and administration costs		2001	2000
		£	£
Support costs			
Church House staff		91,419	112,801
Premises		45,952	32,427
Depreciation		363	-
Equipment - operating lease rentals		5,723	5,792
- other		8,829	6,478
Communications		13,343	12,323
Other office costs		12,903	7,086
		<u>178,532</u>	<u>176,907</u>
Administration			
Synod expenses		-	15,014
Auditors' remuneration		9,587	9,025
		<u>9,587</u>	<u>24,039</u>

The Moravian Union (Incorporated)
Notes to the Financial Statements (continued)
For the year ended 31st December 2001

7 Employee information	2001 £	2001 No.	2000 £	2000 No.
Ministers'	295,200	16	300,669	18
Other	122,113	9	101,269	7
	<u>417,313</u>	<u>25</u>	<u>401,938</u>	<u>25</u>
Salaries	374,704		367,018	
Social security costs	<u>42,609</u>		<u>34,920</u>	
	<u>417,313</u>		<u>401,938</u>	

No employee earned £50,000 or more during the year.

Committee of Management

The Committee of Management are not remunerated for their services as such. However, the regulations and practice of Synod allows serving ministers and Church House staff to be elected to the Provincial Elders' Conference and to continue to receive their stipends/salaries. During the year the following emoluments (including benefits) were paid:

	2001 £	2000 £
Rev. R.J. Hopcroft for ministry	15,228	3,714 (from 14.7.00)
Mrs. J.K. Morten for administration	21,008	19,596
Rev. D.J. Newman for ministry	16,268	4,191 ? (from 14.7.00)
Mr. D. Woods	nil	nil
Rev. W.J.H. McOwat	-	11,142 (to 14.7.00)
	<u>52,504</u>	<u>38,643</u>

In appropriate cases, the company makes car loans to ministers and staff. Amounts outstanding from members of the Committee of Management were as follows:

	At 31st December 2001	At 1st January 2001
Rev. R.J. Hopcroft	4,663	4,083
Mrs. J.K. Morten	4,083	-
Rev. D.J. Newman	<u>2,066</u>	<u>2,061</u>
	<u>10,812</u>	<u>6,144</u>

An amount of £6,877 (2000 - £448) was reimbursed to three (2000 - three) members of the Committee of Management in respect of travel expenses incurred in the year.

8 Tangible Fixed Assets

	£
Freehold property at cost	
At 1st January 2001 and at 31st December 2001	36,193
Depreciation provision for year	<u>(363)</u>
Net book value at 31st December 2001	<u>35,830</u>
Net book value at 31st January 2001	<u>36,193</u>

The freehold property is held for charitable use.

The Union is custodian trustee of the properties occupied by congregations, which are not included in these accounts.

The Moravian Union (Incorporated)
Notes to the Financial Statements (continued)
For the year ended 31st December 2001

9 Investment in Subsidiary

	2001	2000
	£	£
Shares in Unitas Estates Co. Ltd. at valuation in 1962	<u>14,177</u>	<u>14,177</u>

The investment is 5,671 shares of £10 each, representing 99% of the issued share capital. The company is incorporated in England for the purpose of Estate Management.

The aggregate capital and reserves of the company at 30th April 2001 was £823,911. The profit for the financial year ended 30th April 2001 was £80,531. Under the equity method of valuation the investment in the subsidiary would be £815,672.

10 Other Investments

	Market Value				Cost	
	1.1.01	Additions	Disposals	Unrealised (Losses)	31.12.01	31.12.00
	£	£	£	£	£	£
Quoted securities	3,376,674	898,345	(1,013,919)	(195,663)	3,065,437	2,687,872
Unquoted	<u>64,310</u>	<u>-</u>	<u>-</u>	<u>(8,771)</u>	<u>55,539</u>	<u>7,640</u>
	<u>3,440,984</u>	<u>898,345</u>	<u>(1,013,919)</u>	<u>(204,434)</u>	<u>3,120,976</u>	<u>2,695,512</u>
					<u>2,711,787</u>	

Quoted securities are listed on a recognised stock exchange in the UK.

	Market Value	
	2001	2000
	£	£
The following holdings each represent more than 5% of the total portfolio:		
8.0% Treasury Stock 2002/2006	482,090	479,964
7.75% Treasury Stock 2006	220,936	219,551
6.75% Treasury Stock 2004	264,032	263,825
5% Treasury Stock 2012	243,332	-
British Petroleum Amoco plc ordinary 25p shares	158,064	-
Access plus plc ordinary 10p shares	-	176,400

11 Debtors

	2001	2000
	£	£
Loans to congregations and schools and car loans	494,622	310,599
Receivable from Bates Trust	609,146	287,382
Receivable from a related organisation	49,909	75,680
Other debtors	284,912	177,020
Prepayments and accrued income	<u>52,392</u>	<u>47,441</u>
	<u>1,490,981</u>	<u>898,122</u>

Included above are debtors amounting to £411,928 (2000 - £199,398) receivable after more than one year.

12 Creditors: Amounts falling due within one year

	2001	2000
	£	£
Congregations, schools and related organisations	39,327	33,577
Social security and other taxes	12,575	11,645
Other creditors	58,952	49,365
Accruals and deferred income	<u>23,500</u>	<u>19,305</u>
	<u>134,354</u>	<u>113,892</u>

The Moravian Union (Incorporated)
Notes to the Financial Statements (continued)
For the year ended 31st December 2001

13 Analysis of Net Assets between the Fund Balances

	Endowment	Restricted	Designated	General	Total
	£	£	£	£	£
Fixed assets	-	35,830	-	-	35,830
Subsidiary	14,177	-	-	-	14,177
Investments	2,120,752	855,560	-	144,664	3,120,976
Bank deposits	81,846	168,979	23,584	-	274,409
Other net assets	-	-	-	1,366,413	1,366,413
Intra-fund advance	110,341	-	-	(110,341)	-
	<u>2,327,116</u>	<u>1,060,369</u>	<u>23,584</u>	<u>1,400,736</u>	<u>4,811,805</u>
Unrealised gains included above	<u>277,940</u>	<u>127,968</u>	<u>-</u>	<u>19,557</u>	<u>425,465</u>

The above total of funds includes approximately £1.9 million to provide ministers' pensions in the future.

The intra-fund advance is a temporary situation arising from an additional investment into listed investments and will be settled after the year end by reallocation of investment pool units.

Transfers between funds during the year were to correct an error in the allocation of unrealised investment gains last year.

Sufficient resources are held in an appropriate form to allow the restricted funds to be applied to their intended purposes.

14 Financial Commitments

At 31st December 2001 the company was committed to making the following payments under non-cancellable operating leases in the year to 31st December 2002 in respect of office equipment.

	2001	2000
	£	£
Operating leases which expire within two to five years	5,668	5,257
Operating leases which expire after five years	<u>-</u>	<u>535</u>

The Moravian Union (Incorporated)
Notes to the Financial Statements (continued)
For the year ended 31st December 2001

15 Related Organisations

The Moravian Union (Incorporated), as part of the British Province of the Moravian Church, is related to the following organisations:

Trust Society for the Furtherance of the Gospel (Incorporated): ('TSFG')
 Moravian Mission Agency Limited
 Fulneck School
 Ockbrook School
 Congregations in Great Britain and Northern Ireland
 Unitas Estates Company Limited

The company received the following amounts during the year:

	2001	2000
	£	£
Administration costs paid by TSFG	39,524	81,274
Grant to pension fund from TSFG	2,750	-
Assessments received from Fulneck School	2,550	2,500
Assessments received from Ockbrook School	2,550	2,000
Interest on loan to Ockbrook School	9,583	10,444
Assessments received from Congregations	299,989	312,112
	<u>299,989</u>	<u>312,112</u>

At 31st December 2001, the following balances were outstanding:

	2001	2000
	£	£
Due from TSFG	37,994	75,680
Due from Fulneck School	387	387
Due from Ockbrook School	170,477	194,345
Due from Congregations	36,866	59,807
	<u>35,380</u>	<u>33,577</u>
Due to Congregations	<u>35,380</u>	<u>33,577</u>