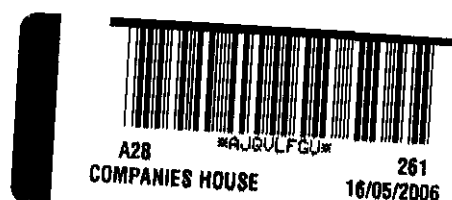


THE NAVIGATORS UK LIMITED
A Company Limited by Guarantee
Company no. 4429021
Registered Charity No. 1099148

ANNUAL REPORT AND ACCOUNTS

31 AUGUST 2005



MACINTYRE HUDSON LLP
Chartered Accountants
Greenwood House
4/7 Salisbury Court
LONDON
EC4Y 8BT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2005

1. Reference and Admin details of the Charity, its Trustees and Advisors

TRUSTEES	Peter Leslie Butler Kevin Glazebrook Michael Louis Gravett (to November 2005) Margaret Christieson Clark Anthony Carroll Rogerson (to November 2005) Anne Clayton (to July 2005) John Frederick Balchin Jean Louise Madeline Douglas Christopher Appleton (from November 2005) Robin Cooper (from November 2005) Jenny Maughan (from November 2005)
REGISTERED OFFICE	Turner House 54 The Avenue Southampton SO17 1XQ
BANKERS	National Westminster Bank Plc 64 High Street New Malden Surrey KT3 4HB
SOLICITORS	Carpenter & Co. Solicitors 46 Woodcote Road Wallington Surrey SM6 0NW
AUDITORS	MacIntyre Hudson LLP Greenwood House 4/7 Salisbury Court London EC4Y 8BT
COMPANY NUMBER	4429021
REGISTERED CHARITY NUMBER	1099148

THE NAVIGATORS UK LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2005

The trustees present their annual report and the audited financial statements for the year ended 31 August 2005. The trustees have adopted the provision of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000 in preparing the annual report and financial statements of the charity.

2. Structure Governance and Management

The charity was established as an unincorporated association governed by a Constitution dated 15 June 1955.

The Company remained dormant until 1st September 2004 and the governing document is the Memorandum and Articles of Association. The Navigators UK Limited is Company Limited by Guarantee. In the event of the company being wound up, the members are liable to contribute such an amount as may be required (not exceeding £10.00) in respect of that guarantee.

The charity is organised around a central board of trustees, with subsidiary boards/committees for each of the component parts. The ministries are currently apportioned to a number of streams, which are detailed in the main body of the report, while a Finance Team has overall responsibility for setting and monitoring budgets. Minutes and financial details are supplied to the board of trustees.

The Risk Assessment is in place and reviewed by a member of the Board and a Representative on an annual basis.

The ministry of the Charity is the responsibility of the National Director and consists of three main streams; the ministry among students, the ministry in the church and the overseas ministry. The National Director chairs a leadership team consisting of the stream leaders and the others responsible for Development & Administration. The Finance Team is made up of two Board Members, and two National Leadership Team members and the Finance Manager. All minutes, papers and proposed decisions are presented to the Board which meet three times a year.

The Navigators are an international movement and each country relates to the International Office in Colorado Springs USA. In recent years the calling, core values and vision have been reviewed for the whole of the International Navigator ministry and the UK team have developed this to apply to the ministry in the UK.

Trustees are appointed by the Board and represent various professions. The Board and Representatives are invited to suggest individual names and the Board decides who to approach and invite to consider becoming a trustee. If the individual is willing to be a trustee they are elected by the Board and the Chairman formally invites the elected trustee to join the Board. Letters of Eligibility and Conflict of Interest are signed and all new trustees are invited to an induction meeting prior to their first Board meeting.

3. Objectives and Activities

The main Objective of the Charity is 'The advancement of Christian Religion in the United Kingdom and overseas through evangelism, teaching, mentoring, training and the production and distribution of materials and by such other means being charitable as the organisation shall determine.

The calling to achieve the above is to advance the Gospel of Jesus and his kingdom into the nations through spiritual generations of labourers living and discipline among the lost. Core values and vision have been identified and the strategy for ministry is based on the development of these areas.

A new National Director was appointed in November 2004 and an objective has been to review the national leadership structure and this has been achieved and is starting to function. A concept of leadership community has been introduced and is developing.

The development of future national leaders is important for the sustaining of the growth and future of the ministry and a Development Leader is responsible for this area of ministry.

As 2005 was the Jubilee Anniversary of the founding of the charity an objective was to celebrate the 50 years and use the opportunity to show appreciation to past representatives, give exposure to younger representatives to the Navigator history and to have a thank offering that would be used to develop the stream ministries.

These objectives were achieved and the younger representatives were alerted to the fact that they are part of a national and global ministry and not just their own area ministry.

THE NAVIGATORS UK LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2005

3.Objectives and Activities (continued)

The production of a core booklet explaining the Calling Values and Vision has been produced for each representative. The day conferences held in Glasgow, Manchester and London were well attended and many Christians helped by the Navigators early in their Christian life attended.

The computer system in the Navigator office has been replaced to enable a data base to be developed and maintained and the accounting system is being updated.

The Navigator ministry representatives are all self-employed and raise their own base of support. The large majority of gifts are channelled through the Navigator office and paid monthly to the representative and an administration charge is made to finance the running of the organisation.

4. Achievement and Performance

The student representatives increased by the appointment of 15 new Navigator Representatives and a new development course has been introduced for the student work leaders called Foundation for Ministry.

The church stream are piloting a new project called The Intentional Disciplemaking Church process in 5 churches in partnership with the London Institute for Contemporary Christianity, Evangelical Alliance and The Baptist Union of Great Britain.

The Jubilee celebrations were the only major fund raising activity and money was raised to cover the expenses of the meetings and cover a subsidy for the representatives conference. Thank offerings at the Jubilee celebrations were for restricted projects and pledges to be honoured during the next three years were made. £25,001 had been received by 31st August 2005.

5.Financial Review Comparison to the Navigators at 31st August 2004.

The balance sheet shows an increase in total net assets of £147,588. This principally relates to a large Gift Aid claim owing at the end of the financial year and the revaluation of a part-owned property in Cardiff.

Overall donations rose by £101,568, an increase of 7.6%. This included a significant increase in income from Gift Aid, which rose by £73,493, an increase of 34.1% from last year.

All transfers were budgeted and agreed at the start of the financial year by the Finance Team.

The Reserves policy is as stated in Appendix 1 and is in the process of being reviewed. The £60,000 is held in the Bank Accounts.

The principle funding of the charity is from individuals and churches, although there is a small income from legacies and trusts.

There are no funds in deficit in the accounts.

A transfer from the General Fund of £3,314 to Central Services and £849 to Student Ministries covered the additional expenditure for the year.

The net surplus in the General Fund as of 31st August 2005 is £13,560.

The main investments are in the share of the two properties which are part owned and the market value obtained and adjusted each year.

6. Plans for the future

The Navigators have annual conferences planned for the next three years to facilitate the development of its representatives. Expansion is planned in student and church activity e.g. new student groups and further churches piloting the Intentional Discipleship Church process. The Leadership will be meeting with the International Executive Team in September 2006 for a review of progress and goals. Our internal and external communications shall be reviewed with a view to updating our corporate image, key messages and communications vehicles. We will be providing a wider base for funding central functions.

THE NAVIGATORS UK LIMITED**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2005****Trustees' Responsibilities In Relation To The Financial Statements**

The Charities Act 1993 requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the income and expenditure of the charity for that period.

In preparing those financial statements, the trustees are required to

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the charity's Constitution and The Charities Act 1993. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

A resolution proposing the appointment of auditors will be put to the Annual General Meeting to be held on the 8th April 2006.

Signed on behalf of the Board of Trustees

P. L. Butler - Chairman

A handwritten signature in black ink, appearing to read 'P. L. Butler', with a long horizontal stroke extending to the right.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
OF
THE NAVIGATORS UK LIMITED

We have audited the financial statements of The Navigators UK Limited for the year ended 31 August 2005, which comprise of the Statement of Financial Activities, the Balance Sheet, the Income and Expenditure Account and the related notes. These financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and the accounting policies set out therein.

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 auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the 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 TRUSTEES AND AUDITORS

The trustees' (who are also directors of The Navigators UK Limited for the purposes of company law) responsibilities 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 Trustee's Responsibilities.

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 to report to you if, in our opinion, the Trustees' 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 Trustees' remuneration and transactions with the charitable company are not disclosed.

We read other information contained in the Trustees' Annual Report, 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 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 31 August 2005, 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.

MacIntyre Hudson LLP

MACINTYRE HUDSON LLP
Chartered Accountants
Registered Auditor

18-04-06

Greenwood House
4/7 Salisbury Court
London
EC4Y 8BT

THE NAVIGATORS UK LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 August 2005

	Restricted Funds (Note 2)	Unrestricted Funds (Note 3)	Total 2005	Total 2004
	£	£	£	£
INCOMING RESOURCES				
Transfer from The Navigators Great Britain 215277	241,539	586,544	828,083	-
Donations	1,365,725	94,254	1,459,979	-
Trading Income	4,439	3,169	7,608	-
Interest Received	9,584	5,385	14,969	-
Conference Income	1,459	2,791	4,250	-
Rental Income	-	3,665	3,665	-
Donation in kind - car	-	1,300	1,300	-
Beneficiary Levy	-	81,556	81,556	-
TOTAL INCOMING RESOURCES	1,622,746	778,664	2,401,410	-
Cost of Sales	953	2,094	3,047	-
NET INCOME AVAILABLE FOR CHARITABLE ACTIVITIES	1,621,793	776,570	2,398,363	-
RESOURCES EXPENDED				
Direct Charitable Expenditure	1,147,538	81,981	1,229,519	-
Fundraising and Publicity	-	4,843	4,843	-
Management and Administration	-	110,124	110,124	-
Beneficiary Levy	81,556	-	81,556	-
TOTAL RESOURCES EXPENDED	1,229,094	196,948	1,426,042	-
NET INCOMING RESOURCES	392,699	579,622	972,321	-
TRANSFERS BETWEEN RESERVES	(3,288)	3,288	-	-
REVALUATION OF INVESTMENTS	-	3,200	3,200	-
NET MOVEMENT IN FUNDS FOR THE YEAR	389,411	586,110	975,521	-
Balances carried forward	389,411	586,110	975,521	-

THE NAVIGATORS UK LIMITED
BALANCE SHEET
AS AT 31 AUGUST 2005

	Notes	2005		2004	
		£	£	£	£
FIXED ASSETS	4		1,588		-
INVESTMENTS	5		459,200		-
CURRENT ASSETS					
Stock of Literature at Cost		12,525		-	
Debtors and Prepayments		166,747		-	
Treasury Reserve		250,000		-	
Bank and Cash Balances		95,079		-	
		<u>524,351</u>		<u>-</u>	
CURRENT LIABILITIES					
Creditors, Accrued Charges & Amounts Received in Advance		<u>9,618</u>		<u>-</u>	
NET CURRENT ASSETS			514,733		-
TOTAL NET ASSETS			<u>975,521</u>		<u>-</u>
STATEMENT OF FUNDS					
Restricted Funds	2		389,411		-
Unrestricted Funds	3		580,989		-
Designated Funds	3		5,121		-
TOTAL FUNDS			<u>975,521</u>		<u>-</u>



Chairman

17/4/06

THE NAVIGATORS UK LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 AUGUST 2005

1. ACCOUNTING POLICIES

The principal accounting policies adopted in preparing these accounts are:

- a) The accounts have been prepared under the historical cost convention.
- b) Donations are accounted for when received.
- c) Tax recoverable on gift-aided payments received during the year are accounted for in the accounts to 31 August 2005.
- d) Interest is accounted for when receivable.
- e) Assets costing more than £1,000 have been capitalised. Depreciation is provided at the following annual rates in order to write off the cost of each asset over its estimated useful life.

Office and Computer Equipment 12.5% and 25% straight line.
Car 25% straight line.
- f) Expenditure includes VAT where applicable.
- g) Stock is stated at the lower of cost or net realisable value.
- h) Investment properties are revalued annually in accordance with SSAP 19.

THE NAVIGATORS UK LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 AUGUST 2005
(Continued)

2. STATEMENT OF FINANCIAL ACTIVITIES - RESTRICTED FUNDS

	Beneficiary Fund (Note 6)	Beneficiary Reserves (Note 7)	Benevolent Fund (Note 8)	Africa Regional Fund (Note 9)	Church Ministries (Note 10)	National Student Ministries (Note 11)	Golden Jubilee Fund (Note 12)	TOTAL
	£	£	£	£	£	£		
INCOMING RESOURCES								
Transfer from The Navigators Great Britain 215277	85,502	52,528	44,801	58,708	-	-	-	241,539
Donations	1,331,069	-	-	-	8,792	863	25,001	1,365,725
Trading Income	-	-	-	-	4,439	-	-	4,439
Interest Received	2,763	2,282	2,126	2,413	-	-	-	9,584
Conference Income	-	-	-	-	1,459	-	-	1,459
TOTAL INCOMING RESOURCES	1,419,334	54,810	46,927	61,121	14,690	863	25,001	1,622,746
Cost of Sales	-	-	-	-	953	-	-	953
NET INCOME AVAILABLE FOR CHARITABLE ACTIVITIES	1,419,334	54,810	46,927	61,121	13,737	863	25,001	1,621,793
RESOURCES EXPENDED								
Direct Charitable Expenditure	1,064,391	30,727	2,466	25,923	16,364	7,667	-	1,147,538
Fundraising and Publicity	-	-	-	-	-	-	-	-
Management and Administration	-	-	-	-	-	-	-	-
Beneficiary Levy	81,556	-	-	-	-	-	-	81,556
TOTAL RESOURCES EXPENDED	1,145,947	30,727	2,466	25,923	16,364	7,667	-	1,229,094
NET INCOMING RESOURCES	273,387	24,083	44,461	35,198	(2,627)	(6,804)	25,001	392,699
TRANSFERS BETWEEN RESERVES	(44,685)	21,983	-	9,579	3,031	6,804	-	(3,288)
NET MOVEMENT IN FUNDS FOR THE YEAR	228,702	46,066	44,461	44,777	404	-	25,001	389,411
Balances carried forward	228,702	46,066	44,461	44,777	404	-	25,001	389,411

THE NAVIGATORS UK LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 AUGUST 2005
(Continued)

3. STATEMENT OF FINANCIAL ACTIVITIES - UNRESTRICTED FUNDS

	Central Services (Note 13)	General Fund (Note 14)	Capital Reserves Fund (Note 15)	Stock Reserves Fund (Note 16)	Revaluation Reserve (Note 17)	Designated Fund 2005 (Note 18)	TOTAL
	£	£	£	£	£	£	£
INCOMING RESOURCES							
Transfer from The Navigators Great Britain 215277	-	243,372	1,973	14,980	306,219	20,000	586,544
Donations	10,583	83,671	-	-	-	-	94,254
Trading Income	3,169	-	-	-	-	-	3,169
Interest Received	1,508	3,877	-	-	-	-	5,385
Conference Income	-	2,791	-	-	-	-	2,791
Rental Income	3,665	-	-	-	-	-	3,665
Donation in kind - car	-	1,300	-	-	-	-	1,300
Beneficiary Levy	72,162	9,394	-	-	-	-	81,556
TOTAL INCOMING RESOURCES	91,087	344,405	1,973	14,980	306,219	20,000	778,684
NET INCOME AVAILABLE FOR CHARITABLE ACTIVITIES							
Cost of Sales	2,094	-	-	-	-	-	2,094
NET INCOME AVAILABLE FOR CHARITABLE ACTIVITIES	88,993	344,405	1,973	14,980	306,219	20,000	776,570
RESOURCES EXPENDED							
Direct Charitable Expenditure	-	80,620	1,361	-	-	-	81,981
Fundraising and Publicity	-	4,843	-	-	-	-	4,843
Management and Administration	92,307	2,938	-	-	-	14,879	110,124
TOTAL RESOURCES EXPENDED	92,307	88,401	1,361	-	-	14,879	196,948
NET INCOMING RESOURCES	(3,314)	256,004	612	14,980	306,219	5,121	579,622
TRANSFERS BETWEEN RESERVES							
REVALUATION OF INVESTMENTS	3,314	928	-	(954)	-	-	3,288
	-	-	-	-	3,200	-	3,200
NET MOVEMENT IN FUNDS FOR THE YEAR	-	256,932	612	14,026	309,419	5,121	586,110
Balances carried forward	-	256,932	612	14,026	309,419	5,121	586,110

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

4. FIXED ASSETS

	International Missions £	Office Equip (National Student Ministries) £	Computer & Office Equipment (Central Services) £	Church Ministries £	General Fund	Total £
<u>Cost</u>						
Additions	28	424	129	1,393	1,300	3,274
Disposals	-	-	-	-	-	-
At 31 August 2005	28	424	129	1,393	1,300	3,274
<u>Depreciation</u>						
Charge for the year	28	424	129	780	325	1,686
Released on disposal	-	-	-	-	-	-
At 31 August 2005	28	424	129	780	325	1,686
<u>Net Book Value</u>						
At 31 August 2004	-	-	-	-	-	-
At 31 August 2005	-	-	-	613	975	1,588

5. INVESTMENTS

	2005 £	2004 £
Transfer from The Navigators Great Britain 215277		
Freehold property - equity investments at cost	149,781	-
Unrealised Gain on Revaluation 2004	305,219	-
	455,000	
Unrealised Gain on Revaluation 2005	3,200	-
	458,200	

The Navigators have 57%, and 40% equity holdings in two freehold properties.

The property at Dorchester Avenue, Cardiff was valued as at 25 October 2001 by M Glavin MRICS of Colleys Surveyors. This property was valued on an open market value basis. The property at Dukes Avenue, New Maiden was valued by the trustees after consulting with a local estate agent.

The properties were valued in 2005 by the trustees after consulting with local estate agents, resulting in a revaluation upwards of £3200 on the Dorchester Avenue property.

In the opinion of the Trustees the valuations of properties reflect the true position as at 31 August 2005.

The other parties have purchased the properties with the assistance of mortgages.

The share properties are the subject of a legal charge in relation to these mortgages.

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

6. BENEFICIARY FUNDS
 INCOME & EXPENDITURE ACCOUNT

	2005		2004	
	£	£	£	£
INCOME				
Transfer from The Navigators Great Britain 215277		85,502		
Donations				
UK Beneficiaries	513,782		-	
Overseas Beneficiaries	543,624		-	
Gift Aid Tax	273,663		-	
		1,331,069		-
Treasury Reserve Interest				
Overseas Beneficiaries	2,763		-	
		2,763		-
		1,419,334		-
EXPENDITURE				
Transfers				
Beneficiary Levy - Africa Regional Fund (Note 9)	9,579		-	
Beneficiary Levy - Church Ministries (Note 10)	2,077		-	
Beneficiary Levy - National Student Ministries (Note 11)	5,955		-	
Beneficiary Levy - Central Services (Note 13)	72,162		-	
Beneficiary Levy - General Fund (Note 14)	9,394		-	
Beneficiary Reserves (Note 7)	21,983		-	
General Fund (Note 14)	5,091		-	
	126,241		-	
Payments				
Beneficiaries	1,064,391		-	
		1,190,632		-
Surplus for the year		228,702		-
Balance at end of year		228,702		-

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

7. BENEFICIARY RESERVES
 INCOME & EXPENDITURE ACCOUNT

	Balance at 01-Sep-04	Transfer from The Navigators GB 215277	Transfer from Beneficiary Funds (Note 6)	Treasury Interest	Payments	Balance at 31-Aug-05
	£	£	£	£	£	£
BUPA	-	(697)	2,174	-	1,477	-
Car Replacement	-	39,273	8,135	1,498	17,340	31,566
Life Insurance	-	590	728	-	602	716
Furlough Travel	-	2,761	2,000	152	2,000	2,913
Deposit	-	10,205	8,586	632	8,670	10,753
Conferences	-	396	360	-	638	118
	-	52,528	21,983	2,282	30,727	46,066

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

8. BENEVOLENT FUND
 INCOME & EXPENDITURE ACCOUNT

	2005		2004	
	£	£	£	£
INCOME				
Transfer from The Navigators Great Britain 215277	44,801			
Treasury Reserve Interest	<u>2,126</u>		<u>-</u>	
		46,927		-
EXPENDITURE				
Payments to Beneficiaries		<u>2,466</u>		<u>-</u>
Surplus for the year		44,461		-
Balance at end of year		<u>44,461</u>		<u>-</u>

9. AFRICA REGIONAL FUND
 INCOME & EXPENDITURE ACCOUNT

	2005		2004	
	£	£	£	£
INCOME				
Transfer from The Navigators Great Britain 215277	58,708			
Treasury Reserve Interest	2,413		-	
Beneficiary Levy (Note 6)	<u>9,579</u>		<u>-</u>	
		70,700		-
EXPENDITURE				
Payments		<u>25,923</u>		<u>-</u>
Surplus for the year		44,777		-
Balance at end of year		<u>44,777</u>		<u>-</u>

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

10. CHURCH MINISTRIES INCOME & EXPENDITURE ACCOUNT	2005		2004	
	£	£	£	£
TRADING INCOME				
Sales (2:7)	4,159		-	
Seminar Fees	<u>280</u>		<u>-</u>	
		4,439		-
COST OF SALES				
Opening Stock (2:7)	9,961		-	
Printing & Purchases (2:7)	<u>467</u>		<u>-</u>	
	10,428		-	
Closing Stock (2:7)	<u>9,475</u>		<u>-</u>	
		953		-
		<u>3,486</u>		<u>-</u>
DONATIONS				
Gifts	8,685		-	
Tax Refund	<u>107</u>		<u>-</u>	
		8,792		-
CONFERENCE INCOME		1,459		-
BENEFICIARY LEVY (Note 6)		<u>2,077</u>		<u>-</u>
		15,814		-
EXPENSES				
Salaries	4,822		-	
Rent & Rates	3,268		-	
Telephone	381		-	
Stationery	631		-	
Postage	240		-	
General Expenses	315		-	
Insurance	472		-	
Repairs & Maintenance	505		-	
Travel	1,267		-	
Computer Software & Servicing	212		-	
IDMC Project	3,240		-	
Tailor Made Training	970		-	
Public Relations	<u>41</u>		<u>-</u>	
		16,364		-
Deficit for the year		<u>(550)</u>		<u>-</u>
Transfer from Stock Reserves (Note 16)		<u>954</u>		<u>-</u>
		404		-
Balance at end of year		<u><u>404</u></u>		<u><u>-</u></u>

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

11. NATIONAL STUDENT MINISTRIES
 INCOME & EXPENDITURE ACCOUNT

	2005		2004	
	£	£	£	£
INCOME				
Beneficiary Levy (Note 6)		5,955		-
		<u>5,955</u>		<u>-</u>
DONATIONS				
Gifts	855		-	
Tax Refund	<u>8</u>		<u>-</u>	
		863		-
		<u>6,818</u>		<u>-</u>
EXPENDITURE				
Travel	821		-	
Multimedia (Revelation) Events	133		-	
Student Workers Expenses	634		-	
Computer Expenses	899		-	
Alpha Expenses	53		-	
Conferences	2,780		-	
Reps development	<u>2,347</u>		<u>-</u>	
		7,667		-
Deficit for the year		(849)		-
Transfer from General Fund (Note 14)		<u>849</u>		<u>-</u>
		-		
Balance at End of Year		<u>-</u>		<u>-</u>

12. GOLDEN JUBILEE FUND

	2005	2004
	£	£
Donations	25,001	-
Balance at end of year	<u>25,001</u>	<u>-</u>

THE NAVIGATORS UK LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 AUGUST 2005
(Continued)

13. CENTRAL SERVICES
INCOME & EXPENDITURE ACCOUNT

	2005		2004	
	£	£	£	£
TRADING INCOME				
Sales (publications)	3,169		-	
		3,169		-
COST OF SALES				
Opening Stock (publications)	3,439		-	
Printing & Purchases (publications)	1,705		-	
	5,144		-	
Closing Stock (publications)	3,050			
		2,094		-
		1,075		-
BENEFICIARY LEVY (note 6)	72,162			-
BANK INTEREST RECEIVED	1,508			-
		73,670		-
RENTAL INCOME	3,665			
		3,665		
DONATIONS				
Gifts	8,112		-	
Tax refund	2,471		-	
		10,583		-
		88,993		-
EXPENDITURE				
Salaries	35,575		-	
Rent Rates	11,151		-	
Accountancy	671		-	
Telephone	1,141		-	
Stationery	1,255		-	
Postage	1,813		-	
General Expenses	3,658		-	
Insurance	2,198		-	
Repairs & Maintenance	980		-	
Computer Software & Servicing	1,050		-	
Travel	354		-	
Harvest/20:20 vision	9,670		-	
Design consultancy	22,791		-	
		92,307		-
Deficit for the year		(3,314)		-
Transfer from General Fund (Note 14)		3,314		-
		-		-
Balance at End of Year		-		-

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

14. GENERAL FUND
 INCOME & EXPENDITURE ACCOUNT (NET OF DIRECT COSTS)

	2005		2004	
	£	£	£	£
INCOME				
Transfer from The Navigators Great Britain 215277	243,372			
Donations	70,958		-	
Deed of Covenant/Gift Aid Tax	12,713		-	
Treasury Reserve Interest	3,877		-	
Conference Income	2,791		-	
Donation in kind - car	1,300		-	
Beneficiary Levy (Note 6)	9,394		-	
		344,405		-
EXPENDITURE				
Audit Fee	2,938		-	
Beneficiary Payments	511		-	
Fundraising	1,267		-	
New Initiatives	3,576		-	
National Ministry	17,273		-	
International Ministry	20,049		-	
General Expenses	110		-	
Golden Jubilee	38,387		-	
B & P Ministry	576		-	
Gift to IET	3,389		-	
Depreciation of car	325		-	
		88,401		-
SURPLUS FOR THE YEAR		256,004		-
TRANSFERS IN				
Beneficiary Funds (Note 6)		5,091	-	
		261,095		-
TRANSFERS OUT				
National Student Ministries (Note 11)	849		-	
Central Services (Note 13)	3,314		-	
		(4,163)		-
		256,932		-
Balance at End of Year		<u>256,932</u>		<u>-</u>

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

15. CAPITAL RESERVES FUND

	<u>2005</u> £	<u>2004</u> £
Transfer from The Navigators Great Britain 215277	1,973	-
Payment:		
Depreciation For Year (Note 4)	(1,361)	-
Balance at end of year	<u>612</u>	<u>-</u>

16. STOCK RESERVES FUND

	<u>2005</u> £	<u>2004</u> £
Transfer from The Navigators Great Britain 215277	14,980	-
Transfer to Church Ministries (Note 10)	(954)	-
Balance at end of year	<u>14,026</u>	<u>-</u>

17. REVALUATION RESERVE

	<u>2005</u> £	<u>2004</u> £
Transfer from The Navigators Great Britain 215277	306,219	-
Revaluation in year	3,200	-
Balance at end of year	<u>309,419</u>	<u>-</u>

18. DESIGNATED FUND 2005

	<u>2005</u> £	<u>2004</u> £
Transfer from The Navigators Great Britain 215277	20,000	-
Payments:		
Database Software Purchase	(14,879)	-
Balance at end of year	<u>5,121</u>	<u>-</u>

THE NAVIGATORS UK LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 AUGUST 2005
(Continued)

19. STATEMENT OF INCOME RECEIVED & ALLOCATED (NET OF DIRECT COSTS)

	Notes	2005		2004	
		£	£	£	£
INCOME RECEIVED					
Donations		1,171,017		-	
DoC/Gift Aid Tax Refunds		288,962		-	
Donation in kind - car		<u>1,300</u>		<u>-</u>	
			1,461,279		-
Charity Bond Interest		11,300		-	
Bank Interest		<u>3,669</u>		<u>-</u>	
			14,969		-
Rental Income			3,665		-
Central Services Trading		1,075		-	
Church Ministries Trading		3,486		-	
Conference Income		<u>4,250</u>		<u>-</u>	
			<u>8,811</u>		<u>-</u>
TOTAL INCOME			<u><u>1,488,724</u></u>		<u><u>-</u></u>
ALLOCATION OF INCOME					
Beneficiary Funds	6		1,333,832		-
Beneficiary Reserves	7		2,282		-
Benevolent Fund	8		2,126		-
Africa Regional Fund	9		2,413		-
Church Ministries	10		13,737		-
National Student Ministries	11		863		-
Golden Jubilee Fund	12		25,001		-
Central Services	13		16,831		-
General Fund	14		<u>91,639</u>		<u>-</u>
TOTAL ALLOCATED			<u><u>1,488,724</u></u>		<u><u>-</u></u>

THE NAVIGATORS UK LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 AUGUST 2005
(Continued)

20. INCOME & EXPENDITURE ACCOUNT

	Notes	2005		2004	
		£	£	£	£
Income Received	19		1,488,724		-
Less: Expenditure During The Year			1,344,486		-
Gain for the Year			<u>144,238</u>		<u>-</u>
Appropriation					
Beneficiary Funds	6		143,200		-
Beneficiary Reserves	7		(6,462)		-
Benevolent Fund	8		(340)		-
Africa Regional Fund	9		(13,931)		-
Church Ministries	10		404		-
National Student Ministries	11		-		-
Golden Jubilee Fund	12		25,001		-
General Fund	14		13,560		-
Capital Reserves Fund	15		(1,361)		-
Stock Reserves Fund	16		(954)		-
Designated Fund 2005	18		(14,879)		-
			<u>144,238</u>		<u>-</u>
Statement of Recognised Gains and Losses					
Gain as above			144,238		-
			<u>144,238</u>		<u>-</u>

THE NAVIGATORS UK LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 AUGUST 2005
 (Continued)

21 ASSETS TRANSFERRED FROM THE NAVIGATORS GREAT BRITAIN

	£
Fixed assets	1,974
Investments	456,000
	<u>457,974</u>
CURRENT ASSETS	
Stock	13,400
Debtors and Prepayments	10,227
Treasury Reserve	250,000
Bank and Cash Balances	101,915
	<u>375,542</u>
CURRENT LIABILITIES	
Creditors, Accrued Charges & Amounts Received in Advance	<u>5,433</u>
TOTAL NET ASSETS	<u>828,083</u>
REPRESENTED BY	
Unrestricted funds	586,544
Restricted funds	241,539
	<u>828,083</u>

THE NAVIGATORS UK LIMITED

Financial Reserves Policy Summary

The Benevolent Fund is a designated fund designed to meet medical, legal and tax contingencies.
The balance of this fund on 31 August 2005 was £44,461.

A minimum cash reserve of £60,000 is retained in the General Fund for the following purposes:

- To give one month's cover in the event of a sudden and catastrophic fall in donations of 50%
- To cover an overwhelming demand on the Benevolent Fund
- To wind up the charity.