

THE NAVIGATORS UK LIMITED
A Company Limited by Guarantee
Company no. 4429021
Registered Charity Number 1099148
Charity Registered in Scotland SC038484

ANNUAL REPORT AND ACCOUNTS

31 August 2007

Burton Sweet
Thornton House
Richmond Hill
Clifton
BRISTOL
BS8 1AT

FRIDAY



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THE NAVIGATORS UK LIMITED

ANNUAL REPORT AND ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2007

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REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2007

1

TRUSTEES	P L Butler K Glazebrook M C Clark J F Balchin (to January 2007) J L M Douglas C Appleton (from November 2005) R Cooper (from November 2005) J Maughan (from November 2005)
REGISTERED OFFICE	Turner House 54 The Avenue Southampton SO17 1XQ
BANKERS	NatWest Plc 64 High Street New Malden Surrey KT3 4HB
SOLICITORS	Anthony Collins Solicitors LLP 134 Edmund Street Birmingham B3 2ES
AUDITORS	Burton Sweet Thomton House Richmond Hill Clifton Bristol BS8 1AT
COMPANY NUMBER	4429021
REGISTERED CHARITY NUMBER	1099148
CHARITY REGISTERED IN SCOTLAND	SC038484

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2007 (continued)

The Trustees present their annual report and the audited financial statements for the year ended 31 August 2007. The Trustees have adopted the provision of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005 in preparing the annual report and financial statements of the Chanty.

2 Structure, governance and management

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

The Navigators UK Limited is a Company Limited by Guarantee. The Company remained dormant until 1st September 2004 and the governing document is the Memorandum and Articles of Association. 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 Company was registered as a charity in Scotland in July 2007, the registration number SC038484.

The Chanty is organised around a central Board of Trustees, with subsidiary committees where necessary. The ministries are currently apportioned to a number of streams, which are detailed in the body of the report. The Board has appointed a finance sub-committee for receiving reports and budgeting proposals from the UKLT (United Kingdom Leadership Team) and once this committee is satisfied on budgeting and other issues then details are supplied to the full Board for final approval and/or authorisation. The Board finance sub-committee and audit committee are composed of two Board members and the current chairman of the Board. All minutes, papers and proposed decisions are presented to the Board, which meets three times a year.

The ministry of the Chanty is the responsibility of the National Director and consists of three main streams: the ministry among students, the Life Discippling ministries and the overseas ministry. The National Director chairs a leadership team consisting of the stream leaders and others responsible for development and administration.

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 include members of various professions. When new trustees are being sought, Board members 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. New Trustees are encouraged to attend seminars which provide training and all Trustees are encouraged to attend the Representatives' annual conference.

In April 2007 the resignation of Dr John Frederick Balchin as a trustee was accepted with regret.

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

In July 2007 the interests in the functional houses were transferred from individual trustees to the charitable company. The Land Registry confirmed the amendment of 49 Dorchester Avenue, Cardiff in August 2007 and 100 Dukes Avenue in November 2007.

A strategic financial plan for funding the central services, national leadership and pastoral services was completed and approved by the Board during this year and has now been implemented.

The transfer of the Company's accounting system to a new Sage Accounting System has also been completed.

3 Objectives and activities

The main objective of the Chanty 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 discipling among the lost. Core values and vision have been identified and the strategy for ministry is based on the development of these areas.

The UK Leadership Team continues to develop and has become a productive forum for setting the ethos and direction of the work.

The leadership of the work among students was also strengthened by the creation of a Student Ministries Leadership Team. The Regional Student Leaders involved are planning the development of the student work.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2007 (continued)

The Navigator ministry representatives are all self employed and raise their own financial support. The large majority of gifts to representatives are channelled through the Navigator Office and paid monthly to the representatives, a fixed levy and administration charge are now applied to these gifts to finance the running of the organization.

4 Achievement and performance

Ten new representatives were appointed and started ministry in September 2006.

During the year the Church Ministries stream changed its name to Life Discipling Ministries and now incorporates the Workplace Network ministries.

During the second year of The Foundations for Ministry course six representatives completed the course and gained a university accredited qualification. One of the representatives is now studying to complete a degree.

A Student Leadership Team was created and takes responsibility for the student work.

5 Financial review comparison to The Navigators UK Limited at 31 August 2006

No major fund-raising activities were held during this year. Thank offerings at the Jubilee celebrations in 2005 in the form of restricted pledges to be honoured within three years now total £53,703 at the end of the third year.

The balance sheet shows an increase in net total assets of £256,456. The balance of a legacy which is restricted to work in Africa has increased the Restricted Fund balance to £600,281 (Note 14 Page 13). The General Fund has decreased by a £63,000 Reserve Fund transfer and £88,983 to balance the deficits of the Stream Fund Accounts total transfers £151,983 (Page 13 Note 15). The surplus for the year is £2,500 (Transfer £63,000 minus the net deficit of £60,500 shown on the SOFA Page 6).

Overall voluntary income has increased by £42,167, which is an increase of 2.99% on last year, (excluding the legacy balance received of £200,000). Gift Aid income decreased by £18,087, which is a 7.99% reduction on last year (Page 9 Note 1). The Reserve Fund which had been previously held in the General Fund was transferred to the Restricted Funds and £30,000 of the Restricted Benevolent Fund was transferred into it to increase the Reserve Fund to £93,000 (Page 13 Note 14 (xiii)).

The Reserve policy is reviewed annually. The £93,000.00 is held in charity bonds.

The increased cash reserve of £93,000 is retained in the Restricted 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 Chantry

There are no funds in deficit in the accounts.

Transfers from the General Fund to cover additional expenditure of the Restricted Funds have been made as follows:

International Missions £26,924, National Ministry £25,498, Church Ministries £8,972, Student Ministries £22,925, Life Discipling Ministries £4,664 Total £88,983

6 Plans for the future

A Conference is planned for August 2008 to be attended by national and international representatives and where the main speaker will be the International President of The Navigators.

International cooperation will continue to be fostered through meetings with Navigator leaders in USA and Canada through a set of cluster conferences.

An analysis of the training of the Representatives has highlighted areas that will be met by the 2007-2008 Training Seminars.

An emerging leader conference will be held in July 2008 for to identify Representatives with potential for future stream and national leadership.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2007 (continued)

Statement of trustees' responsibilities for an incorporated charity

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

The trustees are required to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees should follow best practice and

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements and
- 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, that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

A resolution proposing that Burton Sweet be re-appointed auditors will be put to the Annual General meeting on 18th April 2008 2008

Signed on behalf of the Board of Trustees



P. L. Butler - Chair

Date 18th April 2008

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE NAVIGATORS(UK) LTD

We have audited the financial statement of The Navigators (UK) Limited for the year ended 31st August 2007 which comprise the Statement of Financial Activities (including the Income and Expenditure Account) the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity'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 charity'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 charity and the charity's members as a body, for our audit work for this report, or for the opinions we have formed.

Respective responsibilities of the Trustees and the auditors

The trustees' (who are also directors of The Navigators (UK) Ltd for the purposes of company law) responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of Trustees' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK & Ireland).

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 whether in our opinion the information given in the Trustees' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions is not disclosed.

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

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK & Ireland) 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 judgments 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

financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's state as at 31 August 2007 and of its incoming resources and application of resources including its income and expenditure, for the year then ended.

the financial statements have been properly prepared in accordance with the Companies Act 1985, and

the information given in the Trustees' Report is consistent with the financial statements.

Thornton House
Richmond Hill
Clifton
BRISTOL BS8 1AT
BS8 1AT


Burton Sweet
Chartered Accountants & Registered Auditors

Date 22 April 2008

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2007 (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted funds £	Restricted funds £	2007 Total £	2006 Total £
INCOMING RESOURCES					
Voluntary income	1	65,640	1,545,919	1,611,559	1,369,692
Activities for generating funds Trading income		1,969	5,968	7,937	8,691
Activities for generating funds Golf day income		-	850	850	-
Activities for generating funds Rental income		2,407	-	2,407	3,665
Investment income		7,680	21,025	28,705	15,516
Income from charitable activities	2	-	13,562	13,562	12,687
Other incoming resources		295	12,275	12,570	4,684
TOTAL INCOMING RESOURCES		77,991	1,599,599	1,677,590	1,414,935
LESS COST OF GENERATING FUNDS					
Trading costs	3	2,288	1,184	3,472	7,407
Fundraising		778	4,111	4,889	-
Supporter education	4	3,452	-	3,452	10,488
TOTAL COSTS OF GENERATING FUNDS		6,518	5,295	11,813	17,895
NET INCOMING RESOURCES AVAILABLE FOR CHARITABLE ACTIVITIES		71,473	1,594,304	1,665,777	1,397,040
EXPENDITURE ON CHARITABLE ACTIVITIES					
Stream activities	4, 5, 6				
National Ministry		-	35,733	35,733	48,836
Student Ministries		-	28,549	28,549	38,067
Life Discipling Ministries		-	29,530	29,530	35,323
International Missions		-	42,715	42,715	43,534
Foundations for Ministry		-	5,964	5,964	-
Contextual and non-UK Navigators		34,518	-	34,518	-
Payments to beneficiaries		-	1,216,875	1,216,875	1,317,882
PROPERTY REPAIRS AND RENEWALS		9,343	-	9,343	-
GOVERNANCE COSTS	7	6,094	-	6,094	8,975
TOTAL RESOURCES EXPENDED		49,955	1,359,368	1,409,321	1,492,617
Net incoming /outgoing resources -					
Net income/expenditure before transfers	8	21,518	234,938	256,456	(95,577)
Gross transfers between funds	9	(82,018)	82,018	-	-
NET MOVEMENT IN FUNDS		(60,500)	316,956	256,456	(95,577)
Balance brought forward		287,200	283,325	570,525	666,102
Balance carried forward		226,700	600,281	826,981	570,525

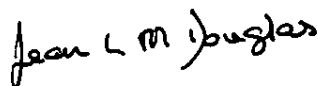
The charity has no other recognised gains or losses other than the results for the year set out above
All of the activities of the charity are classed as continuing

BALANCE SHEET AS AT 31 AUGUST 2007

	Note	2007		2006	
		£	£	£	£
TANGIBLE FIXED ASSETS	11		154,679		158,083
CURRENT ASSETS					
Stock of literature at cost		12,325		10,712	
Prepayments and debtors	12	40,209		30,506	
Charity bonds		550,000		350,000	
Bank balances		79,191		29,933	
		<u>681,725</u>		<u>421,151</u>	
Deduct					
CURRENT LIABILITIES					
Creditors, accrued charges & amounts received in advance	13	<u>9,423</u>		<u>8,709</u>	
		9,423		8,709	
NET CURRENT ASSETS			672,302		412,442
TOTAL NET ASSETS			<u>826,981</u>		<u>570,525</u>
STATEMENT OF FUNDS					
Restricted funds	14		600,281		283,325
Unrestricted funds					
General Fund	15	214,071		274,077	
Designated funds	16	<u>12,629</u>		<u>13,123</u>	
			226,700		287,200
TOTAL FUNDS	17		<u>826,981</u>		<u>570,525</u>

These accounts are prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small entities

Approved by the Trustees on 18th April 2008 and signed on their behalf by



Jean L M Douglas
Company Secretary

ACCOUNTING POLICIES FOR YEAR ENDED 31 AUGUST 2007

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

a Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 1985 and the Statement of Recommended Practice: Accounting and Reporting by Charities issued in March 2005.

b Fund accounting

- Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity.
- Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

c. Incoming resources

All incoming resources are included in the statement of financial activities when the Charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations and gifts and is included in full in the statement of financial activities when receivable, including the related tax recoverable under the Gift Aid scheme.
- Donated assets, services and facilities are included at the value to the Charity where this can be quantified. The value of services provided by volunteers has not been included in these financial statements.
- Investment income is included when receivable.
- Incoming resources from Charity trading activity are accounted for when earned.

d Resources expended

Expenditure is recognised on an accrual basis, as a liability is incurred. Expenditure includes VAT, which cannot be recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.
- Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Charity and include the audit fees and costs linked to the strategic management of the Charity.
- All costs are allocated between the expenditure categories of the statement of financial activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, while others are apportioned according to the use of time.

e Tangible fixed assets

Assets costing more than £1,000 are 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% or 25% p.a. straight line
- Motor vehicles - 25% p.a. straight line

Freehold property is stated at cost. No provision for depreciation has been made as it is the view of trustees that the estimated residual value of the property is not materially different to the carrying value.

f Stock

Stocks are stated at the lower of cost and net realisable value. Provision is made for slow-moving stock when appropriate.

NOTES TO THE ACCOUNTS YEAR ENDED 31 AUGUST 2007

1 VOLUNTARY INCOME

	Unrestricted £	Restricted £	2007 Total £	2006 Total £
Donations	56,440	1,144,085	1,200,525	1,087,488
Donations in kind	-	-	-	3,083
Legacy	-	200,000	200,000	50,000
Tax refunds	9,200	201,834	211,034	229,121
	<u>65,640</u>	<u>1,545,919</u>	<u>1,611,559</u>	<u>1,369,692</u>

There are no donors who individually have given amounts that are material to the Charity

2 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2007 Total £	2006 Total £
Conference income	-	10,562	10,562	12,687
Foundation for Ministry fees	-	3,000	3,000	-
	<u>-</u>	<u>13,562</u>	<u>13,562</u>	<u>12,687</u>

3 TRADING COSTS

	Unrestricted £	Restricted £	2007 Total £	2006 Total £
Opening stock	1,866	8,847		
Printing and purchases	3,689	15		
	<u>5,555</u>	<u>8,862</u>		
Closing stock	(3,957)	(8,368)		
	<u>1,598</u>	<u>494</u>	2,092	2,163
Book sales support costs (Note 4)	690	690	1,380	5,244
	<u>2,288</u>	<u>1,184</u>	<u>3,472</u>	<u>7,407</u>

NOTES TO THE ACCOUNTS YEAR ENDED 31 AUGUST 2007 (continued)

4 CENTRAL SUPPORT COSTS

	Unrestricted £	Restricted £	2007 Total £	2006 Total £
Supporter education	3,452	-	3,452	10,488
Book sales publications	690	-	690	5,244
Contextual and non-UK Navigators	34,518	-	34,518	-
Book sales 2 7 series	-	690	690	-
National Ministry	-	6,904	6,904	15,732
Student Ministries	-	22,091	22,091	26,220
Life Discipling Ministries	-	8,282	8,282	20,976
International Missions	-	26,924	26,924	26,220
	<u>38,660</u>	<u>64,891</u>	<u>103,551</u>	<u>104,880</u>

Central support costs were divided one-third to the support of contextual and non-UK Navigators (who are not associated with a stream), and two-thirds allocated to the various charitable activities on the basis of time spent by office staff and the number of representatives associated with each activity, using the following percentages

Supporter education 5%, Book sales publications 1%, Book sales 2 7 series 1%, National Ministry 10%, Student Ministries 32%, Life Discipling Ministries 12%, International Missions 39%

5 SUPPORT COSTS OF CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2007 Total £	2006 Total £
National Ministry	-	13,145	13,145	15,208
Student Ministries	-	531	531	1,764
Life Discipling Ministries	-	15,642	15,642	9,155
International Missions	-	12,925	12,925	13,240
Payments to beneficiaries	-	252	252	13,240
Contextual and non-UK Navigators	34,518	-	34,518	-
	<u>34,518</u>	<u>42,495</u>	<u>77,013</u>	<u>52,607</u>

6 CHARITABLE ACTIVITY EXPENDITURE (excluding support costs)

	Unrestricted £	Restricted £	2007 Total £	2006 Total £
Payments to beneficiaries	-	1,216,623	1,216,623	1,317,882
National Ministry	-	15,684	15,684	17,896
Student Ministries	-	5,927	5,927	10,083
Life Discipling Ministries	-	5,606	5,606	5,192
International Missions	-	2,866	2,866	4,074
Foundations for Ministry course	-	5,964	5,964	-
	<u>-</u>	<u>1,252,670</u>	<u>1,252,670</u>	<u>1,355,127</u>

7 GOVERNANCE COSTS

	Unrestricted £	Restricted £	2007 Total £	2006 Total £
Companies House fee	30	-	30	30
Accountancy fees	-	-	-	2,615
Audit fee	3,525	-	3,525	4,583
Trustees' expenses	494	-	494	452
Trustees' insurance	1,352	-	1,352	1,295
Legal fees	693	-	693	-
	<u>6,094</u>	<u>-</u>	<u>6,094</u>	<u>8,975</u>

NOTES TO THE ACCOUNTS YEAR ENDED 31 AUGUST 2007 (continued)

8 NET INCOMING RESOURCES FOR THE YEAR - NET INCOME/EXPENDITURE FOR THE YEAR

This is stated after charging

	2007 Total £	2006 Total £
Depreciation	2,755	3,081
Loss on sale	605	-
Auditors' remuneration	3,525	3,525
	<u>6,885</u>	<u>6,606</u>

9 TRANSFERS

	Unrestricted £	Restricted £	2007 Total £
Beneficiary levy transfers	56,245	(56,245)	-
Contextual & Non UK Navigators	11,006	(11,006)	-
Reserve Fund transfers	(63,000)	63,000	-
Ministry transfers	(88,983)	88,983	-
General Fund transfers	3,208	(3,208)	-
Designated Fund transfer	(494)	494	-
	<u>(82,018)</u>	<u>82,018</u>	<u>-</u>

10 STAFF COSTS AND NUMBERS

	2007 Total £	2006 Total £
Salaries and wages	46,596	41,853
Employer's National Insurance contributions	3,506	3,314
	<u>50,102</u>	<u>45,167</u>

No employee received emoluments of more than £60,000 p a

The average number of full-time equivalent employees was three (2006 three)

11 FIXED ASSETS

	Freehold property £	Equipment £	Motor vehicle £	Total £
Cost				
At 1 September 2006	149,781	11,769	1,300	162,850
Additions	-	-	-	-
At 31 August 2007	<u>149,781</u>	<u>11,769</u>	<u>1,300</u>	<u>162,850</u>
Depreciation				
At 1 September 2006	-	4,117	650	4,767
Charge for the year	-	2,754	-	2,754
Proceeds of sale	-	-	45	45
Loss on sale	-	-	605	605
At 31 August 2007	<u>-</u>	<u>6,871</u>	<u>1,300</u>	<u>8,171</u>
Net book value				
At 31 August 2007	149,781	4,898	-	154,679
At 31 August 2006	149,781	7,652	650	158,083

The Navigators have equity holdings in two freehold properties - 49 Dorchester Avenue, Cardiff (40%) and 100 Dukes Avenue, New Malden (57%)

Although a policy of revaluation has not been adopted, the properties were valued in 2007 by the Trustees in consultation with local estate agents at £395,000 (Dorchester Avenue) and £595,000 (Dukes Avenue) In the opinion of the Trustees these valuations reflect the true position as at 31 August 2007

31st August 2007

The other parties have purchased the properties with the assistance of mortgages The properties are the subject of a legal charge in relation to these mortgages

NOTES TO THE ACCOUNTS YEAR ENDED 31 AUGUST 2007 (continued)

12 PREPAYMENTS AND DEBTORS

	<u>2007</u>		<u>2006</u>	
	£	£	£	£
Prepayments				
Deposits	3,330		3,859	
Subscriptions	1,390		1,079	
Insurance	1,513		1,135	
Utilities	64		60	
Travel	-		129	
Car expenses	-		321	
		6,297		6,583
Debtors				
Bank interest	4,138		2,526	
Sales debtors	268		1,446	
FFM debtor	10,268		-	
BUPA subscription	-		1,068	
Gift aid	19,239		18,662	
Sundries	-		221	
		33,913		23,923
Total		<u>40,210</u>		<u>30,506</u>

13 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2007</u>	<u>2006</u>
	£	£
Tax and national insurance	2,209	1,893
Other creditors	3,689	3,291
Accruals	3,525	3,525
	<u>9,423</u>	<u>8,709</u>

NOTES TO THE ACCOUNTS YEAR ENDED 31 AUGUST 2007 (continued)

14 RESTRICTED FUNDS

Name of fund	Note	Balance at 1 Sept 2006 £	Incoming resources £	Resources expended £	Transfers in £	Transfers out £	Balance at 31 Aug 2007 £
Beneficiary Funds	(i)	109,698	1,322,683	1,159,050	-	117,906	155,425
Beneficiary Savings	(ii)	40,362	6,970	23,619	23,354	-	47,067
Benevolent Fund	(iii)	49,473	2,585	-	2,466	30,000	24,524
Africa Regional Fund	(iv)	8,189	7,932	15,946	8,343	-	8,518
Life Discipling Ministries	(v)	154	15,968	30,714	16,775	-	2,183
Student Ministries	(vi)	606	511	28,526	27,409	-	-
National Ministry	(vii)	-	10,562	35,732	28,045	2,466	409
International Missions	(viii)	1,944	2,329	46,826	44,463	-	1,910
Foundations for Ministry	(ix)	-	11,232	5,964	5,000	-	10,268
Golden Jubilee Fund	(x)	22,250	7,313	24	-	17,856	11,683
GB European Fund	(xi)	17	-	1,408	1,391	-	-
Robinson Africa Fund	(xii)	50,632	211,514	16,852	-	-	245,294
Reserve Fund	(xiii)	-	-	-	93,000	-	93,000
		<u>283,325</u>	<u>1,599,599</u>	<u>1,364,661</u>	<u>250,246</u>	<u>168,228</u>	<u>600,281</u>

- (i) The Beneficiary Funds are donors' gifts to The Navigators which are restricted, being donations to the support of individual self-employed Navigator representatives or their ministry funds
- (ii) Beneficiary Savings are savings accounts for self-employed Navigator representatives to cover the future cost of BUPA health insurance, car replacement, furlough travel, conferences, training, etc
- (iii) The Benevolent Fund is a fund to be used for benevolent donations for the special needs of self-employed Navigator representatives
- (iv) The Africa Regional Fund is a fund to support work in the Africa
- (v) Life Discipling Ministries is a fund for the running of the Life Discipling ministry (formally known as the Church Stream ministry)
- (vi) Student Ministries is a fund for the running of the Student Stream ministry
- (vii) National Ministry is a fund to meet the cost of national leadership travel, meetings and development, and a contribution to the International Executive Council
- (viii) International Missions is a fund to meet the cost of international travel and pastoral care of UK Navigator missionaries working overseas
- (ix) Foundations for ministry is a 2 year training programme for the development of the UK Navigator Representatives
- (x) The Golden Jubilee Fund is a fund to receive gift income from the 2005 Jubilee celebrations to contribute to specific stream projects
- (xi) The GB European Fund is a fund to support work in Europe
- (xii) The Robinson Africa Fund is a fund to receive a legacy left to The Navigators UK Ltd to be used for work in Africa
- (xiii) The Reserve Fund is a fund to cover an adverse economic environment or to wind up the charity

15 UNRESTRICTED FUNDS - GENERAL FUND

	Balance at 1 Sept 2006 £	Incoming resources £	Resources expended £	Transfers in £	Transfers out £	Balance at 31 Aug 2007 £
General Fund	274,077	77,991	56,473	70,459	151,983	214,071
	<u>274,077</u>	<u>77,991</u>	<u>56,473</u>	<u>70,459</u>	<u>151,983</u>	<u>214,071</u>

16 UNRESTRICTED FUNDS - DESIGNATED FUNDS

Name of fund	Balance at 1 Sept 2006 £	Incoming resources £	Resources expended £	Transfers in £	Transfers out £	Balance at 31 Aug 2007 £
Stock Reserves Fund	13,123	-	-	-	494	12,629
	<u>13,123</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>494</u>	<u>12,629</u>

NOTES TO THE ACCOUNTS YEAR ENDED 31 AUGUST 2007 (continued)

17 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Restricted funds £	General Fund £	Designated funds £	Total £
Tangible fixed assets	-	154,678	-	154,678
Net current assets	600,281	59,393	12,629	672,303
Total net assets 31 August 2007	<u>600,281</u>	<u>214,071</u>	<u>12,629</u>	<u>826,981</u>

18 TRUSTEES' REMUNERATION

None of the trustees received any remuneration in the year (2006 £nil)

Travel expenses of £nil (2006 £92) were reimbursed (2006 to one trustee)

19 RELATED PARTY TRANSACTIONS

There were no related party transactions during the year (2006 none)