

Charity registration number NIC108780

Company registration number NI676012 (Northern Ireland)

ISLAND CHURCH LTD

(A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2024

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	JR Penn KR Penn MT Davison
Charity number	NIC108780
Company number	NI676012
Registered office	6 Drumlerry Londonderry Co Londonderry BT48 8GQ
Independent examiner	GMcG PORTADOWN 17 Mandeville Street Portadown Craigavon Co Armagh BT62 3PB
Bankers	AIB 11-15 Donegall Square North Belfast BT1 5GB

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
CONTENTS

	Page
Trustees' report	1 - 2
Independent examiner's report	3 - 4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7 - 13

**ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 28 FEBRUARY 2024**

The trustees present their annual report and financial statements for the year ended 28 February 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The objectives of the charitable company are set out in the Memorandum and Articles of Association.

The main objective of the charitable company is to provide a place within the community for Christian fellowship and prayer where people, both believers and nonbelievers, may come together to hear the Gospel of Jesus Christ preached and taught. Where the community may be disciplined in God's Word to find their call and destiny. To obey the Great Commission and bring the Gospel of Jesus Christ to the world as found in Mark 16:15.

The trustees have paid due regard to guidance issued by the Charity Commission of Northern Ireland in deciding what activities the charitable company should undertake.

Achievements and performance

During the year the charitable company received monetary donations of £16,075 (2023 - £22,482), and donations in kind of £38,000 (2023 - £24,000) whilst charitable expenditure amounted to £38,631 (2023 - £36,410).

During the year the charitable company had the use of donated premises to support its objectives and activities which is reflected in the financial statements as a donation in kind. Other donations in kind related to a gift of a van to the charity.

The charitable company, with the help of volunteers, carried out full fellowship services, including children's services, each Sunday morning and Wednesday evening. They also ran corporate prayer meetings on Wednesday evenings, woman's bible studies on Thursday evenings and evangelistic outreaches once a month. A clothing drive and give away was held during the year, where clothing was received and given to those most in need.

The first annual conference of the charitable company, open to all denominations and churches is planned for later this year.

Financial review

The charitable company's financial results are set out in detail on pages 5-13.

There is an overall surplus of unrestricted funds at the year end of £40,850 (2023 - £25,406). The charitable company has no restricted funds.

Due to the nature of the charity's activities, the trustees consider it appropriate to maintain reserves sufficient to meet on-going running costs to cover a twelve month period. The trustees consider a level of £20,000 to be appropriate.

Structure, governance and management

The charitable company is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 1 February 2021.

The charitable company was registered with the Charity Commission for Northern Ireland on 6 April 2022.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

JR Penn
KR Penn
MT Davison

**ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2024**

Under the requirement of the Memorandum and Articles of Association, directors are appointed and retire by rotation every year.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Organisation

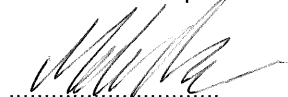
The day to day running of the charitable company is overseen by the trustees.

In preparing this report, the trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

Registered Office:
6 Drumlerry
Londonderry
Co Londonderry
BT48 8GQ

Company Registration No. NI676012
Charity Registration No. NIC108780

The trustees' report was approved by the Board of Trustees.



MT Davison
Trustee

Date: 8/11/2024

**ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF ISLAND CHURCH LTD**

I report to the trustees on my examination of the financial statements of Island Church Ltd (the charitable company) for the year ended 28 February 2024.

Responsibilities of trustees and examiner

As the trustees of the charitable company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

It is my responsibility to:-

- examine the financial statements under section 65 of the Charities Act;
- follow the procedures laid down in the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the Act; and
- state whether particular matters have come to my attention.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charitable company as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).



**ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT EXAMINER'S REPORT (CONTINUED)
TO THE TRUSTEES OF ISLAND CHURCH LTD**

Independent examiners statement

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Gillian Johnston ACA

GMcG PORTADOWN
17 Mandeville Street
Portadown
Craigavon
Co Armagh
BT62 3PB

Dated: 11 November 2024

**ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 28 FEBRUARY 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from:			
Donations and legacies	3	54,075	46,482
		<u>54,075</u>	<u>46,482</u>
Total income		54,075	46,482
Expenditure on:			
Charitable activities	4	38,631	36,410
		<u>38,631</u>	<u>36,410</u>
Total expenditure		38,631	36,410
		<u>38,631</u>	<u>36,410</u>
Net income and movement in funds		15,444	10,072
Reconciliation of funds:			
Fund balances at 1 March 2023		25,406	15,334
		<u>25,406</u>	<u>15,334</u>
Fund balances at 28 February 2024		40,850	25,406
		<u>40,850</u>	<u>25,406</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

**ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET**

AS AT 28 FEBRUARY 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	8		10,500		-
Current assets					
Debtors	9	288		251	
Cash at bank and in hand		32,277		29,425	
		<u>32,565</u>		<u>29,676</u>	
Creditors: amounts falling due within one year	10	(2,215)		(4,270)	
Net current assets			30,350		25,406
Total assets less current liabilities			<u>40,850</u>		<u>25,406</u>
Net assets excluding pension liability			<u>40,850</u>		<u>25,406</u>
The funds of the charitable company					
Unrestricted funds			40,850		25,406
			<u>40,850</u>		<u>25,406</u>

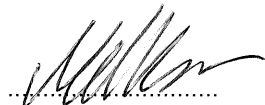
The charitable company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 28 February 2024.

The trustees acknowledge their responsibilities for ensuring that the charitable company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the trustees on 8.11.2024



MT Davison
Trustee

Company registration number NI676012 (Northern Ireland)

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2024

1 Accounting policies

Charity information

Island Church Ltd is a private company limited by guarantee incorporated in Northern Ireland. The registered office is 6 Drumlerry, Londonderry, BT48 8GQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charitable company.

1.4 Incoming resources

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2024

1 Accounting policies (Continued)

Donations in kind are recognised as income when the charitable company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charitable company of the item is probable and that economic benefit can be measured reliably. On receipt, donated facilities are recognised on the basis of the value of the gift to the charitable company which is the amount the charitable company would have been willing to pay to obtain facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity.

(i) Charitable activities

This comprises all the resources applied by the charitable company in undertaking its work to meet its charitable objectives.

(ii) Governance costs

Governance costs include the costs of governance arrangements which relate to the general running of the charitable company.

Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with use of the resources.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Motor vehicles	25% reducing balance
----------------	----------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

**ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2024**

1 Accounting policies (Continued)

1.9 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2024

2 Critical accounting estimates and judgements (Continued)

Key sources of estimation uncertainty

Fixed Assets

The annual depreciation charge on fixed assets depends primarily on the estimated lives of each type of asset and estimates of residual values. The trustees regularly review these asset lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful lives is included in the accounting policies.

Donations in kind

Donations in kind are recognised on the basis of the value of the gift to the charitable company, this being the amount the charitable company would be willing to pay on the open market basis. The assessment of value involves judgement by the trustees and some estimation and uncertainty in relation to the market conditions and the benefit derived from the donated facility.

3 Donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	16,075	22,482
Donations in kind	38,000	24,000
	<u>54,075</u>	<u>46,482</u>

4 Charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Heat and light	4,004	5,733
Rates	827	615
Rent	24,000	24,000
Repairs	1,210	1,138
Insurance	1,490	1,039
Motor expenses	200	-
	<u>31,731</u>	<u>32,525</u>
Share of support costs (see note 5)	5,700	2,173
Share of governance costs (see note 5)	1,200	1,712
	<u>38,631</u>	<u>36,410</u>

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2024

5 Support costs

	Support costs	Governance costs	2024	Support costs	Governance costs	2023
	£	£	£	£	£	£
Depreciation	3,500	-	3,500	-	-	-
Bank charge	411	-	411	282	-	282
Sundry	68	-	68	61	-	61
Telephone	556	-	556	330	-	330
Legal and professional	1,165	-	1,165	1,500	-	1,500
Accountancy	-	1,200	1,200	-	1,712	1,712
	<u>5,700</u>	<u>1,200</u>	<u>6,900</u>	<u>2,173</u>	<u>1,712</u>	<u>3,885</u>
Analysed between						
Charitable activities	<u>5,700</u>	<u>1,200</u>	<u>6,900</u>	<u>2,173</u>	<u>1,712</u>	<u>3,885</u>

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charitable company during the year.

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2024

7 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Total	-	-
	<u> </u>	<u> </u>

8 Tangible fixed assets

	Motor vehicles
	£
Cost	
Additions	14,000
	<u> </u>
At 28 February 2024	14,000
	<u> </u>
Depreciation and impairment	
Depreciation charged in the year	3,500
	<u> </u>
At 28 February 2024	3,500
	<u> </u>
Carrying amount	
At 28 February 2024	10,500
	<u> </u>

9 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Prepayments and accrued income	288	251
	<u> </u>	<u> </u>

10 Creditors: amounts falling due within one year

	2024	2023
	£	£
Accruals and deferred income	2,215	4,270
	<u> </u>	<u> </u>

ISLAND CHURCH LTD
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2024

11 Related party transactions

During the year the trustees, as congregational members, made donations to the charity by way of general church offerings.

In the prior year monetary donations of £2,198 were received from Penn Ministries, of whom JR Penn and KR Penn are directors. No such donations were received in the year to 28 February 2024.

Trustee, JR Penn, donated facilities for use by the charitable company for the year. The amount recognised as donated facilities and rental expense was £24,000 (2023 - £24,000). Mr JR Penn also donated a van to the church with a value of £14,000.