

**THE SWEDISH CHURCH IN LONDON LTD**

**(A company limited by guarantee)**

**CONSOLIDATED REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDED 31 DECEMBER 2016**

**Registered charity no. 1155762**

**Registered company no. 08809420**

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**CONSOLIDATED REPORT AND FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2016**

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**TRUSTEES' REPORT**  
**YEAR ENDED 31 DECEMBER 2016**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Governing Documentation and Constitution**

Ulrika Eleonora Swedish Parish in London, also known as The Swedish Church in London Ltd., was established in 1710. The Swedish Seamen's Church (established in 1899) has been an integral part of the Swedish Church in London since 1994. The property on 120 Lower Road was owned by a separate unregistered charitable trust and sold on 8<sup>th</sup> April 2015. The unregistered charity has been liquidated. It had been used by the Swedish Church in London and its trading subsidiary, Swedish Church Services Ltd, to deliver to the community between 1994 and 2012.

The Swedish Church in London is registered under the Places of Worship Act 1885: 19984 29/71911. Its address is 6 Harcourt Street, London W1H 4AG. The proprietor of the property at 6-11 Harcourt Street is the Official Custodian for Charities on behalf of The Swedish Church in London.

The present Articles of Association of The Swedish Church in London were adopted on 15<sup>th</sup> December 2013 and came into force on 1<sup>st</sup> January 2014. The Articles include information on the relationship between The Swedish Church in London and its Bishop (of Visby) as well as the Board for Church of Sweden Abroad (SKUT), an organisation under the General Synod of the Church of Sweden and its offices at Church House, SE-751 70 Uppsala, Sweden.

The Swedish Church in London is a company limited by guarantee which became registered as a charity on 15 March 2010, no. 1155762 in England. The charitable objects of the parish are:

- to advance the Christian faith for the benefit of the public in accordance with the doctrine as set down in chapter 1 of the Constitution of The Church of Sweden; and
- to promote general charitable purposes, primarily for the benefit of members of the parish and those closely associated with them and related institutions.

**Public Benefit Statement**

The trustees confirm that they had due regard to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. The trustees consider that the charity has complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

**Trustees**

The Charity's Trustees during the year to 31 December 2016 were:

Mike Christopherson	<i>appointed 25 May 2016</i>
Henrik Hansson	<i>appointed 25 May 2016</i>
Per Jonsson	<i>appointed 25 May 2006</i>
Richard Jönsson	
Lena Kjellgren	
Madeleine Mason	<i>chairperson</i>
Linda Peanberg King	<i>appointed 25 May 2016</i>
Henrik Smedberg	<i>adjunct, appointed 25 May 2016</i>
Michael Persson	<i>until 31 October 2016, ex officio Rector and Dean</i>
Anders Alberius	<i>from 1 November 2016, ex officio acting Rector</i>

Trustees do not receive remuneration or benefits from the charity in relation to their role as trustees.

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**TRUSTEES' REPORT**  
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**Auditors**

haysmacintyre  
26 Red Lion Square  
London  
WC1R 4AG

**Bankers**

SEB  
2 Cannon Street  
London EC4M 6XX

**Solicitors**

Bates Wells & Braithwaite  
2-6 Cannon Street  
London EC4M 6YH

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

A group of Trustees elected by the Members govern the Church.

The Trustees meet at least five times a year. Trustees are responsible for financial matters within a budget decided upon by the Church Member Meeting.

Once a year in May, the Church Member Meeting is held to make decisions on matters such as the level of annual church fees, appointment of auditors and election of Trustees and Nomination Committee. The Church Member Meeting adopts financial statements and annual reports.

Members of The Swedish Church in London congregation are those who have paid a member fee. The Trustees may accept applications for membership from non-Swedish Christians. The electoral roll comprises all members having paid the annual Church subscription or are lifetime members.

**Staff**

During 2016, there were 10 people working full-time at the Swedish Church in London, three of whom are seconded from Sweden and paid for by the Church of Sweden. Two volunteers from Sweden are supporting the team.

**Key management personnel**

The Articles consider the Rector to be the key management personnel of the charity. The Rector is an employee of Swedish Church Abroad (SKUT) which is responsible for setting his remuneration.

**Principal risks and uncertainties**

A risk assessment process is in place for all aspects of the organisation. This takes considerable effort, but the Trustees regard it as a very useful exercise. The Trustees have considered the risks faced by the Church and, where appropriate, steps are taken to mitigate against those risks which have been identified.

The major risk that has been identified relates to the uncertainty about the level of funding the Church will receive from Sweden. The Trustees are working to meet the deficit in a responsible and lasting way. The financial well-being of The Swedish Church in London is dependent on fund-raising activities and annual church fees.

Other risks involve practical and reputational risks concerning the Church's activities, buildings and staff as well as funding from the Swedish Benevolent Trust charity. A full inspection of the buildings and technical installations of the Church is carried out every fifth year.

**Work with children**

The Trustees and the Church Council have introduced schemes to ensure observance of legislation requiring Churches and other bodies to obtain police checks for any new employee or volunteer who may come in contact with children. The Church acts in this respect via the Lutheran Council of Great Britain which provides services as an ecumenical umbrella body coordinating required checks. The Swedish police authorities provide checks on staff employed from Sweden. Also, all Staff and Volunteers are checked with the Disclosure and Barring Service (DBS). The Church also agrees and works under the Diocese of London's and Diocese of Southwark's Safeguarding Child and Adult Protection Programme.

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**TRUSTEES' REPORT (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**Relationships with other bodies:**

**The Swedish Church Abroad (SKUT)**

The Swedish Church Abroad (SKUT) together with the Bishop of Visby oversees the Swedish Church in London Ltd in religious matters giving instructions to the Rector on matters regarding Evangelical Lutheran Church procedures and related issues. During 2016 three full time members of staff were employed and paid by SKUT.

**The Swedish Benevolent Trust** (registered charity no: 263680).

The Swedish Benevolent Trust funds the Church's social care activities by making grants to the Swedish Church in London. The Swedish Benevolent Trust enables the Church to employ two full time Deacons and to provide a considerable range of social welfare services. The trust also pays for part time administrative services provided by the Church. The total amount received during 2016 was £130,000 (£129,000 in 2015).

**OBJECTIVES AND AIMS**

Until 2008, The Swedish Church in London, with the Seamen's Church in London, was responsible for religious, social and cultural work in England south of (and including) Birmingham. The Church took over the responsibility for all of the British Isles from 1 January 2009 and after surveys and testing the Church carries out regular services and meetings for Swedes throughout the British Isles.

The religious, social and cultural work is also directed towards short stay Swedish visitors as well as Swedish tourists.

**ACHIEVEMENTS AND PERFORMANCE**

**The Swedish Church in London have in 2016 been working with the following aims and objectives:**

**Church of Sweden Abroad aims for:**

**"Openness, Faith and Hope"**

**We work to the motto:**

**"A living diaconal Church - an oasis in London"**

Swedish Church in London Ltd, Ulrika Eleonora Parish, is covering the British Isles. One church, a freehold property named Ulrika Eleonora owned by the local congregation, is in use. The church is open every day of the year, except for Bank holidays and five weeks in July and August when we only are only open on Sundays. During the year we maintained regular networking through social media and travels with lunches, services, coffee etc. around the British Isles; Belfast, Birmingham, Bournemouth, Brighton, Cardiff, Devon, Dublin, Edinburgh, Liverpool and Manchester.

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**TRUSTEES' REPORT (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**Worship** - Swedish worship has been celebrated in London since 1673 and in Ulrika Eleonora (UE) congregation every Sunday since 1710. We have celebrated in our own Church building since 29 September, St. Michael's Day in 1728. Goals for the year 2016 were:

- Maintain Mass every Sunday, (Sunday Mass), with Family masses once per month.
- Promote deepening in faith through "deepening Sundays" i.e. lectures after Mass.
- Additional music in as many Sunday services as possible.
- Sunday Mass in English four times during the year.
- Celebrate worship services with some regularity across the entire congregation around the British Isles.
- Good, well-attended Lucia Music Worship Services in Southwark Cathedral, Westminster Cathedral and Ulrika Eleonora Parish Church, as well as in Birmingham, Brighton, Bristol and Edinburgh.

The goals have been achieved. The average of Sunday's Mass is still a high 80 (86 in 2015). We have exclusively used the new series in the proposed new church manual, which has been rewarding and well received in the congregation. Special "Deepening Sundays" have been implemented (see more under education). We have now two choirs for adults, a new "Kom och sjung" choir has been set up, and they consist of 111 singers, aged 20-70. They are very active with 76 performances (whereof 18 Lucia concerts). The Ulrika Eleonora choir participates in worship once a month, doing their own concerts and this year an Evensong in St Paul's.

In 2016 we celebrated 51 (52) Sunday Masses (including 2 Masses on the first of Advent), with 4110 (4468) participants, whereof 3278 (3925) communicants, 3 (2) other main worship services with 167 (206) participants, 80 (81) week masses with 2052 (1987) attendants of whom 1862(1670) communicants, 199 (233) public prayers and 13 (17) music services with 6990 (6923) participants including Lucia Liturgy at Westminster Cathedral. Christenings 54 (50), 14 (7) Confirmands, 14 (13) weddings / blessings and 9 (6) Funerals / Services of remembrance. (2015 figures in brackets).

**Teaching** - goals for teaching during the year was to broaden and deepen the congregation's knowledge of Christian faith and Christian life especially through good Sunday services, more attention to Sunday school, Confirmation classes and Deepening Sundays as well as the Church Magazine and social media content.

The goals have been achieved. The Deepening Sundays work well. Sunday Mass 11am, lectures with questions and answer session in the church at 11:30am and then the church mingle in the Swedish Hall. Fourteen confirmands were confirmed on Whit Sunday, after several weekend camps in the church and a long weekend camp in Berlin. Sunday School works very well. 16 lunchtime concerts were arranged by Johan Löfving. The idea is to give music students, young Swedes, an opportunity to perform, a place to make music, but also an opportunity to come to the church, pause and listen for a while.

**Diaconal work/Welfare** –goals for our diaconal work during the year were

- To regularly do "Stay and play" during term for toddlers with parent /au pair every week.
- Regular visits to the Swedish schools, especially high school.
- "Young in London" every Wednesday night, 28+ every second Tuesday night.

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**YEAR ENDED 31 DECEMBER 2016**

- Cultural Thursday Meetings with a seminar, including Mass and lunch, once a month.
- Senior lunches including service/Mass last Thursday every month. Provide pastoral care and counseling with diaconal staff and clergy.
- Emergency assistance to vulnerable Swedes, especially young people, in collaboration with the Consular Section of the Embassy, overnight in emergencies (hostel), support (and advice) people in need of psychotherapy or deeper psychological or psychiatric help.
- Home visits and travels around the UK, visits in hospitals, Communion to hospitalized people, and visits in HM Prisons.
- Emergency phone number in constant use.

The goals have been met with great diaconal effort. 83 (98) Stay and Play with 3817 (3631) visitors. The Finnish Church also meets here once a month. 607 (451) counseling meetings, 140 (120) home visits and 27 (33) hospital/sick visits. Regular visits to Schools. Continued good number attending at the Cultural Thursday. Young in London had between 15 to 70 people attending the meetings. Many times the group ends the meeting in the church just before 9pm, an opportunity for everyone to pray and light candles. 28+ have an open program, on average about 3 people attended.

**Mission / Communications** - goals for our mission this year was to reach an increasing number of Swedish speaking with the Christian message and to give a positive picture of the Swedish Church in London, the Christian faith and invite them to join in the community.

Four Church Magazines per year, website, newsletters (email-shots), and social media gives an interesting and inviting image of the congregation and the community. Our work outside London is very much dependent on social media, with several Facebook groups.

The daily open Café attracts people, also English and other guests.

The goals have been achieved but there are still many Swedes in the UK that we do not reach. We are actively working with Facebook and Twitter and have increased the number of followers and activity in 2016 compared to the previous year. Today we have 1860 (1550) followers on Twitter and over 4250 (3320) likes on Facebook.

Monthly emails go to about 6,000 people. The Church Magazine is sent out to 9,700 addresses with a print run of 11,000. We have between 25 and 30 voluntary writers. The ambition is more deep and engaging articles always referring to the day to day work of the Church. Networking is the most important task. The new website had 48.625 (59.159) page hits.



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**Ecumenism** - goals of ecumenism during the year was to deepen relations with the Anglican Church, the other Lutheran churches, other Christian churches and denominations and other religions in London locally.

- We seek to fulfill this through participation in the Reformation Worship 31<sup>st</sup> October, Interfaith services as well as Lucia services around the British Isles. Attending Deanery meetings in Marylebone and several other ecumenical meeting places for priests and deacons.
- The Rector Michael Persson was Deputy Chairman of the Council of Lutheran Churches and their representative in Churches Together in Great Britain and Ireland: Faith and Order and Joint Liturgical Group.
- The Rector and the Chaplain were now both licensed in the Diocese of Southwark and have celebrated service in many different Churches.
- Latvian Lutheran Church celebrates Sunday Mass in our Church two Sundays a month, Icelandic Lutheran Church and Estonian Lutheran Church both twice a year.
- All clergy participated in joint worship for all consecrated in St Paul's Cathedral Maundy Thursday.
- Nordic Breakfast with other Nordic churches three times a year.

**Other activity - special projects / events**

- Advent and Christmas collection aims were international: Doctors without Borders, Salvation Army and local diaconal work in the Church.
- The Children's Choir have 17 members and sang in family masses.
- Eurovision Song Contest is a tradition broadcast at UE and serves many young people.
- Spring Ball with Spring concert of Ulricae Drängar in Regent's Park – a tradition we started in 2008, has resulted in equivalent started by Chamber of Commerce and Anglo-Swedish Society.
- Christmas Fair gathering close to 300 volunteers, made more money gross and net and was conducted under the auspices of the Welfare Officer and the Communications Manager in an excellent manner.
- Chalmers Spex (pantomime) and thank you drinks in the Ambassador's residence.
- Two scholarships from Thora Ohlsson Cultural Fund was awarded to Ida Ränzlöv och Esbjörn Wettermark
- "Women's Stitch Group" did a very good job.
- Representation brunches and dinners at the Rectory and a lot of other representation
- Other in the UE's premises: Saturday School = supplementary teaching, particularly through North London's Swedish school. SWEA, Svea Britt, BV, Chamber of Commerce Board of Directors, SAS, SAAB and the JCC meet occasionally in the church premises.

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**Staff, buildings, etc.**

- New local staff is the Housekeeper Simon Danielsson, the Property Manager Chris Weightman and the Administrator Anna Södergård. New organist is Toril Briese.
- Swedish Church in London has always been a parish church and is owned by the congregation as almost all the parish churches in Sweden and the UK. An extensive renovation of toilets and shower rooms was made in 2016.
- Very good support from SKUT has been obtained for purposes such as HR, IT, canon law and archives.
- Swedish Church in London had the following committees during the year: Audit, Real Estate, Christmas Fair, Lucia, Nomination, Staff and Thora Ohlsson Cultural Fund.
- At the end of the year Michael and Camilla Persson ended their services as Rector and Deacon in Ulrika Eleonora parish and returned to Sweden. A big thank you for a dedicated service during many years is expressed herewith.

**Challenges, Visions, Looking to the future**

- We have been working with SKUT's Values "Openness, Faith, Hope" during the year.
- Eric Muhl from Stenungsund in Sweden was named new Rector in December 2016 and he will commence his new duties 1 May 2017. He is joining the congregation at an exciting time and will oversee a revamp of our parish instruction, staff handbook, inventory lists, policies including crisis and catastrophe handling and negotiate a new agreement with SKUT.
- Anders Alberius joined our congregation 1 November 2016 as acting Rector and has served us tirelessly and with dedication and good judgement. We would like to express a heartfelt thank you for his service here!
- Maria Halldén was named new deacon and joins us from Oslo 1 April 2017.
- We had a tough year in 2016 as SKUT was embroiled in a media investigation in Sweden where our congregation and Rector was not spared. The Swedish Church commissioned an extensive independent review by a leading law firm as well as an internal review which proved that no mishaps had been committed in UE. This process was very strenuous for our employees and the complete clean bill of health that resulted has given us new hope and joy for the coming years.

**Partners**

- We have a long standing and good relationship with the Swedish Benevolent Trust in London and Thora Ohlsson Foundation in Lund as well as with the Swedish Embassy and Chamber of Commerce.

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**TRUSTEES' REPORT (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

## **FINANCIAL REVIEW**

### **Result**

We show an impressive financial result in 2016 with £339,130 increase in our funds. The four events that contributed the most to this were:

1. £408,440 net investment gain on our capital invested with Cazenove, a 12.4% return. Most of this return was due to the fall in the GBP after the Brexit referendum in June, when the pound fell 10%. For unknown reasons Cazenove had invested a large part of our capital in funds quoted in USD, EUR and Asian currencies and we used the steep drop in the pound exchange rate to sell these foreign currency funds at a good profit. This is a one-off event, at the end of 2016 less than 5% of our capital was invested in foreign currencies.
2. £93,500 donation from Märit and Hans Rausing and £47,500 donation from Hans Savén to help fund the renovation of our shower rooms and toilets. A heartfelt thank you for your generosity!
3. £18,123 donation from the will and testament of Jenny Viola Ingegerd Willis, a long-standing member of our parish. The Swedish seamen charity Neptuni Orden reinstalled their sign from the Swedish Seamen Church outside our entrance and donated SEK 10,000 to our church.
4. £65,122 reduction in expenditure in spite of us keeping the same level of service as in 2015. Good cost management is essential going forward!

### **Reserves**

The Swedish Seamen's Church in London sale was completed 8 April 2015 and the trustees of the unregistered charity gifted the proceeds to the Swedish Church in London. We have classified this fund as restricted because the purchase deed for the seamen's church dated 25 March 1929 puts it in a trust stipulating that if the church were sold "all money to be used towards promoting the Gospel among said people (Swedes in the British Isles) called Lutherans or for the purpose of procuring a larger or more conveniently located piece of ground reading room chapel or place of worship...". So the monies have to be used locally.

Researching the history of the Seamen Church we came upon a most generous couple, Agnes and Axel Welin. Axel was one of three buyers of the land and building for the Seamen Church that had previously been a free public library, on 25 March 1929 for £3,000 from the local council. The other two were Lars Larsson and Oscar Ivar Andren. Furthermore, Axel had previously made it possible for the Swedish parish to buy the land at Harcourt Street in 1907 by forcing others to open their wallets after he made a first pledge of £ 1,000 toward the £ 7,000 price and the other donors pledged the same amount as Axel. He moved back to Sweden in 1938. We had his Axel Welin Sailors Care Fund up to 2002 when it was worth £ 16,330 and was amalgamated with several other funds into our general fund. We are reminded of him every time we sit in Svenska salen as the large plafond oil painting "Svenskt landskap från Stocksund", painted by Olof Hemelin in 1912, was donated by him.

Agnes Hedenström married Axel Welin in 1889. She donated money for the purchase of Skandinaviska sjömanshemmet, Svenskhem in daily parlance, and a fund for support of Swedish seamen in other British ports than London. Svenskhem was sold and the proceeds were used to fit out the Swedish seamen's church and put in a fund called Agnes Welin Memorial Fund to support Scandinavian seamen's churches in London. We are reminded of Agnes Hedenström Welin every time we sit in our church, her memorial plaque is on the right side, where we also put the memorial plaque from the Swedish seamen's church honouring all the Swedish merchant marine sailors killed in WW 2 on ships to or from the British Isles.

We have named this restricted fund Agnes and Axel Welin Memorial fund to honour the memory of two of the most generous donors to our parish. The trustees are working on a financial strategy, which will safeguard our capital for future generations of Swedes in the UK.

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**YEAR ENDED 31 DECEMBER 2016**

**Endowments**

The Swedish Church in London has one endowment, the Thora Ohlsson Cultural Fund. The good capital return we had in 2016 gave an increase of £33,430 in the value of the endowment to £346,555 after deduction of 3,089 for the two scholarships awarded in the year. For details of the designated funds see note 10 to the accounts.

**Grant making policy**

Grants by The Swedish Church in London are funded by the Thora Ohlsson Cultural Fund and are given in accordance with the Trust Deed of that fund.

**Investment policy**

The Trustees have engaged Cazenove Capital Management to manage its investments on a discretionary basis. The Trustees elected Cazenove in 2012 after a thorough evaluation of possible managers. The Trustees are aiming at minimising risk of its investments by spreading exposure over a wide variety of investments classes. We invest our long term available capital into different funds, managed both by Cazenove and third party managers. The Swedish Church doesn't leverage its investments into funds, nor does it seek investment funds which are highly leveraged. One of the criteria by which all funds are evaluated is the ethical aspect. The trustees have an ethical investment policy which precludes material investments in businesses producing or selling arms or weapons, gambling, pornography, tobacco, narcotics or engaged in predatory lending. Several changes to the instruction to Cazenove were made in 2016.

Details of the investments are given in note 7 to the accounts. The revaluation gain during the year was £331,198 (2015: loss of £81,445) and the investment income was £ 88,244 (2015 £58,617).

**Statement of Trustees' Responsibilities**

The trustees, who are also directors of the charitable company, are responsible for preparing their report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. The trustees have elected to prepare the financial statements 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 the affairs of the charitable company and the group and of the surplus or deficit for that period. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and apply them consistently
- Observe methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue in operation

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**YEAR ENDED 31 DECEMBER 2016**

The trustees are also responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Statement of disclosure to the auditors**

So far as the trustees are aware:

- (a) there is no relevant audit information of which the Company's auditors are unaware, and
- (b) they have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

**Auditors**

haysmacintyre were appointed as auditors in 2015. A resolution to re-appoint haysmacintyre will be proposed at the Annual General Meeting.

Approved on behalf of the Trustees of The Swedish Church in London and signed on their behalf by:

Madelaine Mason  
Trustee, Chairperson  
Date 5 May 2017

# **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF SWEDISH CHURCH IN LONDON LTD**

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We have audited the financial statements of The Swedish Church in London Ltd for the year ended 31 December 2016 which comprise the Consolidated Statement of Financial Activities, the Group and Parent Charitable Company Balance Sheets, the Group Cash Flow Statements and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable 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 auditor**

As explained more fully in the Trustees' Responsibilities Statement set out on page 10, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed auditor under the Companies Act 2006. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

## **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

## **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2016 and of the group's and the parent charitable company's net movement in funds, including the group's and the parent income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- The information given in the Trustees' Annual Report (which incorporates the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Trustees' Annual Report (which incorporates the directors' report) has been prepared in accordance with applicable legal requirements.

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report (which incorporates the directors' report).

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF SWEDISH CHURCH IN LONDON LTD**

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### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the charitable company and group have not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the consolidated charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Trustees' Annual Report.

**Adam Halsey (Senior statutory auditor)**

**for and on behalf of haysmacintyre, Statutory Auditor**

Date:

**26 Red Lion  
Square  
London  
WC1R 4AG**

haysmacintyre is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**THE SWEDISH CHURCH IN LONDON LTD**  
**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES**  
**YEAR ENDED 31 DECEMBER 2016**

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2016 £	Total 2015 £
<b>Income from:</b>						
<b>Donations and gifts</b>	3	348,919	150,339	-	499,258	2,444,550
<b>Charitable activities</b>						
Special events		157,768	-	-	157,768	386,645
Grants		130,000	-	-	130,000	129,000
Other income		69,583	-	-	69,583	9,412
<b>Investments</b>	7	88,244	-	-	88,244	58,617
<b>Other</b>		217,812	-	-	217,812	41,529
<b>Total</b>		<b>1,012,326</b>	<b>150,339</b>	<b>-</b>	<b>1,162,665</b>	<b>3,069,753</b>
<b>Expenditure on:</b>						
<b>Raising funds</b>						
Investment management charges		11,002	-	-	11,002	5,421
Trading costs		195,498	-	-	195,498	129,283
		<b>206,500</b>	<b>-</b>	<b>-</b>	<b>206,500</b>	<b>134,704</b>
<b>Charitable activities</b>						
Parish activities		627,657	174,741	-	802,398	870,494
Special events		142,746	-	-	142,746	208,657
Grants		-	-	3,089	3,089	6,000
		<b>770,403</b>	<b>174,741</b>	<b>3,089</b>	<b>948,233</b>	<b>1,085,151</b>
<b>Total</b>	4	<b>976,903</b>	<b>174,741</b>	<b>3,089</b>	<b>1,154,733</b>	<b>1,219,855</b>
<b>Net income/(expenditure) before gains/(losses) on investments</b>		<b>35,423</b>	<b>(24,402)</b>	<b>(3,089)</b>	<b>7,932</b>	<b>1,849,898</b>
Net (loss)/gains on investments	7	331,198	-	-	331,198	(81,445)
<b>Net movement in funds</b>		<b>366,621</b>	<b>(24,402)</b>	<b>(3,089)</b>	<b>339,130</b>	<b>1,768,453</b>
Transfer		(2,090,367)	2,056,937	33,430	-	-
<b>Reconciliation of funds</b>						
<b>Total funds brought forward</b>		<b>3,572,818</b>	<b>23,993</b>	<b>316,214</b>	<b>3,913,025</b>	<b>2,144,572</b>
<b>Total funds carried forward</b>	10	<b>1,849,072</b>	<b>2,056,528</b>	<b>346,555</b>	<b>4,252,155</b>	<b>3,913,025</b>

The Statement of Financial Activities includes all gains or losses recognised in the year.

All of the above results are derived from continuing activities.



THE SWEDISH CHURCH IN LONDON LTD  
CONSOLIDATED BALANCE SHEET  
31 DECEMBER 2016

	Note	2016 £	2016 £	2015 £	2015 £
<b>Fixed assets</b>					
Tangible fixed assets	6		655,539		484,808
Investments	7		3,541,915		3,283,058
			<u>4,197,454</u>		<u>3,767,866</u>
<b>Current assets</b>					
Stocks		4,400		-	
Debtors	8	89,795		86,270	
Cash at bank and in hand		167,295		170,949	
		<u>261,490</u>		<u>257,219</u>	
<b>Current liabilities</b>					
Amounts falling due within one year	9	206,789		112,060	
<b>Net current assets</b>			<u>54,701</u>		<u>145,159</u>
<b>Total net assets</b>			<u>4,252,155</u>		<u>3,913,025</u>
<b>Funds</b>	10/11				
<b>Unrestricted funds</b>					
General funds		89,831		1,864,941	
Designated funds		1,759,241		1,707,877	
			<u>1,849,072</u>		<u>3,572,818</u>
<b>Restricted Fund</b>			2,056,528		23,993
<b>Endowment funds</b>			346,555		316,214
			<u>                    </u>		<u>                    </u>
<b>Total funds</b>			<u>4,252,155</u>		<u>3,913,025</u>

The net movement in funds for the year relating to the parent charity alone amounted to £316,718.

The accounts were approved by the Church Council and authorised for issue on 2017 and signed on its behalf by:

)	
)	<b>Madelaine Mason</b>
)	<b>Trustee</b>
)	
)	
)	<b>Per Jonsson</b>
)	<b>Trustee</b>

**THE SWEDISH CHURCH IN LONDON LTD**  
**BALANCE SHEET**  
**31 DECEMBER 2016**

Company No: 08809420

	Note	2016 £	2016 £	2015 £	2015 £
<b>Fixed assets</b>					
Tangible fixed assets	6		655,538		482,886
Investments	7		3,542,015		3,283,158
			<u>4,197,553</u>		<u>3,766,044</u>
<b>Current assets</b>					
Debtors	8	240,455		245,485	
Cash at bank and in hand		128,494		165,394	
		<u>368,949</u>		<u>410,879</u>	
<b>Current liabilities</b>					
Amounts falling due within one year	9	162,306		89,543	
<b>Net current assets</b>			206,643		321,336
<b>Total net assets</b>			<u>4,404,196</u>		<u>4,087,380</u>
<b>Funds</b>					
<b>Unrestricted funds</b>					
General funds		241,872		2,039,296	
Designated funds		1,759,241		1,707,877	
			2,001,113		3,747,173
<b>Restricted funds</b>			2,056,528		23,993
<b>Endowment funds</b>			346,555		316,214
<b>Total funds</b>			<u>4,404,196</u>		<u>4,087,380</u>

The accounts were approved by the Church Council and authorised for issue on 2017 and signed on its behalf by:

)	
)	<b>Madelaine Mason</b>
)	<b>Trustee</b>
)	
)	
)	<b>Per Jonsson</b>
)	<b>Trustee</b>

**THE SWEDISH CHURCH IN LONDON LTD**  
**GROUP CASH FLOW STATEMENT**  
**YEAR ENDED 31 DECEMBER 2016**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities</b>	<b>54,939</b>	<b>1,956,488</b>
 <b>Cash flows from investing activities</b>		
Dividends and interest	88,244	58,617
Purchase of investments	(982,133)	(2,056,528)
Proceeds from sale of investments	1,054,474	91,075
Purchase of property, plant and equipment	(219,178)	(22,868)
<b>Net cash provided by/(used in) investing activities</b>	<b>(58,593)</b>	<b>(1,929,704)</b>
 <b>Change in cash and cash equivalents in the reporting period</b>		
Cash and cash equivalents at the beginning of the reporting period	<u><b>170,949</b></u>	<u><b>144,165</b></u>
<b>Cash and cash equivalents at the end of the reporting period</b>	<u><b>167,295</b></u>	<u><b>170,949</b></u>

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
<b>Reconciliation of Net Movement in Funds to Net Cash Flow from Operating Activities</b>		
Net movements in funds	339,130	1,768,453
(Gains)/losses on investments	- 331,198	81,445
Depreciation charges	46,526	49,917
Loss on disposal of fixed assets	1,922	-
Decrease/(increase) in debtors	- 3,525	113,070
Increase in stocks	- 4,400	-
Increase/(decrease) in creditors	94,729	2,220
Interest and Dividends	- 88,244	(58,617)
 <b>Net cash provided by/ (used in) operating activities</b>	<u><b>54,939</b></u>	<u><b>1,956,488</b></u>

**Analysis of Cash and Cash Equivalents**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Cash at bank and in hand	<u>167,295</u>	<u>170,949</u>
	<u><b>167,295</b></u>	<u><b>170,949</b></u>

**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2016**

**1 Accounting policies**

The following accounting policies have been used consistently in dealing with items that are considered material to the Church's affairs:

**Basis of Preparation**

The financial statements have been prepared in accordance with 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 2016) – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Swedish Church in London Ltd meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

**Going Concern**

Given the charitable company's level of free reserves available at the year end, the Trustees consider that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Accordingly the financial statements have been prepared on a going concern basis.

**Statement of cash flows**

The charitable company's cash flow statement reflects the presentation requirements of FRS 102, which reconciles cash and cash equivalents whereas under previous UK GAAP the statement reconciled to cash.

**Basis of Consolidation**

The financial statements consolidate the results of the charity and its wholly owned subsidiary Swedish Church Services Limited on a line-by-line basis. A separate Statement of Financial Activities and Income and Expenditure Account for the charity has not been presented because the charity has taken advantage of the exemption afforded by section 408 of the Companies Act 2006.

**Income**

All income is recognised once the charity has entitlement to income, it is probable that income will be received and the amount of income receivable can be measured reliably.

Income, including the contributions from The Church of Sweden via SKUT, is accounted for in the year in which it is receivable. Donations are included when received. Legacies are included when notified and the probate has been granted. Gifts and legacies of assets are initially included at their estimated value.

Special events income was generated by the Christmas fair, and Sankta Lucia carol service. Other income was generated by various parish activities including weddings held at the Swedish Church. These incoming resources are all recognised in the consolidated financial statements on a receivable basis.

Investment income is accounted for on a receivable basis and relates to and relates to dividend income from listed investments and interest in respect of bank deposits.

Revenue grants are accounted for on a receivable basis.

**Expenditure**

Raising funds cost comprises fees charged by the investment managers for managing the investment portfolio and bank charges.

Charitable expenditure represents costs directly incurred for the furtherance of the Church's objects. Costs are allocated on a specific basis, according to function, with the exception of staff and some office overhead costs which are allocated based on activity levels.

Governance costs comprise costs of running the Church as an organisation and is allocated in line with the support costs.

Where costs cannot be directly attributed to categories, they have been allocated between parish activities, special events, support costs and management and administration proportional to staff time spent in each area.

**Investments**

Investments are included in the financial statements at market value at the balance sheet date. Realised and unrealised gains and losses on revaluation and disposals occurring in the year are reported in the Statement of Financial Activities.

Translation of foreign currencies

Income and expenditure is translated at the rate ruling on the date of the transaction concerned. Assets and liabilities at the year end are translated at the rate ruling at the balance sheet date.

**Pension costs**

The Church operates a defined contribution pensions scheme providing benefits for employees additional to those from the state. The pension cost charge represents contributions payable by the Church to the fund in respect of the year.

**Donations in kind**

Donated services are recognised when the benefit to the charity is reasonably quantifiable and measurable. The value placed on these resources is the estimated value to the charity of the service received.

**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**Tangible fixed assets**

Individual fixed assets costing £1,000 or more are capitalised at cost.

The freehold Church building has been written down to a nominal value.

The other tangible fixed assets are written off over their estimated useful economic lives on a straight line basis at the following rates:

Freehold buildings	2%
Fittings, furniture and organ	25%
Computers	33.3%
Computer licenses	10%
Motor vehicles	25%
Boiler equipment	10%
Kitchen equipment	10%

**Funds**

Restricted funds represent income given for particular purposes within the objects of the charity. These may be income funds that are expendable at the discretion of the trustees in furtherance of a particular aspect of the objects of the charity, or they may be capital funds where the assets are required to be invested or retained for actual use rather than expended.

Endowment funds represent capital assets required to be held on a long term basis for specific charitable purposes within the objects of the charity. Income generated from the assets can be expended in accordance with the donors' wishes.

Designated funds comprise funds that have been set aside at the discretion of the trustees for specific purposes. The purpose and use of the designated unrestricted funds are set out in the notes to the financial statements.

Transfers between funds in the Statement of Financial Activities are required where Restricted Funds have been expended or have, for other specific reasons, ceased to be restricted.

**Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**Cash at bank and in hand**

Cash at bank and cash in hand includes cash and short term highly liquid investments.

**Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**Employee benefits**

Short term benefits including holiday pay are recognised as an expense in the period in which the service is received. Termination benefits are accounted for on an accrual basis and in line with FRS 102.

**2 Swedish Church Services Limited**

The Swedish Church has a wholly-owned trading subsidiary company which is incorporated in the UK. The company, Swedish Church Services Limited, has a share capital of £100 and its main activities are the publication of the Swedish Church Newsletter and the sale of imported Swedish goods. The operation of the Hostel at the Seamen's Church ceased at the end of 2012. A summary of the results of the trading company is shown below.

The accounts of Swedish Church Services Limited have been filed with the Registrar of Companies.

	£	£
Turnover	217,812	123,896
Cost of sales	(183,459)	(201,344)
Gross profit/(loss)	34,353	(77,448)
Administrative expenses	(12,039)	(10,306)
Profit/(loss )	22,314	(87,754)

**3 Restricted donations**

	Restricted funds £	Total 2016 £	Total 2015 £
Church of Sweden Abroad (SKUT)	150,339	150,339	140,992
	150,339	150,339	140,992

**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**4 Expenditure on**

<b>Group</b>	<b>Direct staff costs £</b>	<b>Other direct costs £</b>	<b>Support costs £</b>	<b>Total 2016 £</b>	<b>Total 2015 £</b>
Cost of generating funds					
Investment management charges	-	11,002	-	11,002	5,421
Trading costs	-	195,498	-	195,498	129,283
Charitable activities					
Parish activities	414,977	18,577	368,844	802,398	870,494
Special events	-	123,333	19,413	142,746	208,657
Grants	-	3,089	-	3,089	6,000
Total resources expended	<b>414,977</b>	<b>351,499</b>	<b>388,257</b>	<b>1,154,733</b>	<b>1,219,855</b>

**Support costs**

	<b>Total 2016 £</b>	<b>Total 2015 £</b>
Other staff related costs	28,091	26,831
Establishment costs	180,214	226,041
Office overheads	179,952	246,263
	<b>388,257</b>	<b>499,135</b>

Included within support costs are governance costs of £12,076 (2015: £12,524).

	<b>2016 £</b>	<b>2015 £</b>
Outgoing resources include:		
Audit fees	8,900	7,200
Depreciation of fixed assets	47,526	49,917

**5 Staff costs**

	<b>2016 £</b>	<b>2015 £</b>
Wages and salaries	234,464	182,142
Social security costs	24,980	18,456
Pension and insurance costs	5,194	5,560
Staff costs paid by SKUT	150,339	130,196
	<b>414,977</b>	<b>336,354</b>

The average number of full-time equivalent volunteers and employees during the year was:

Volunteers	2	2
Staff - support for charitable activities	7	6
Staff - support for charitable activities, paid by SKUT	3	3
	<b>12</b>	<b>11</b>

As part of Parish and Support expenses, costs were paid out for volunteers and temporary staff:

	<b>2016 £</b>	<b>2015 £</b>
Volunteers	11,482	10,800
Temporary staff	10,411	10,028
	<b>21,893</b>	<b>20,828</b>

The Rector was reimbursed for £1,032 (2015 - £2,569) of expenditure incurred in the course of his duties. Three other trustees were reimbursed for expenses of £3,851 (2015 - £1,755 to 2 trustees). The key management personnel of the charity is the Rector, who is an employee of Swedish Church Abroad (SKUT); his remuneration amounted to £62,952 (2015 - £59,272). The Dean's wife was an employee of the Church; her remuneration amounted to £33,500 (2015 - £32,211). One employee of the Charity earned between £60,000 - £70,000 in the year (2015: None).

**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**6 Tangible fixed assets**

<b>Group</b>	<b>Freehold land and buildings £</b>	<b>Fittings, furniture and organ £</b>	<b>Computers and licenses £</b>	<b>Motor vehicles £</b>	<b>Total £</b>
Cost					
at 1 January 2016	542,971	650,645	64,025	31,672	1,289,313
Additions	204,678	14,500	-	-	219,178
Disposals	-	(53,668)	(15,545)	(14,745)	(83,958)
					-
at 31 December 2016	<u>747,649</u>	<u>611,477</u>	<u>48,480</u>	<u>16,927</u>	<u>1,424,533</u>
Depreciation					
at 1 January 2016	245,425	474,984	53,345	30,751	804,505
Charge for the year	8,553	35,207	2,766	-	46,526
Disposals	-	(53,668)	(14,545)	(13,824)	(82,037)
at 31 December 2016	<u>253,978</u>	<u>456,523</u>	<u>41,566</u>	<u>16,927</u>	<u>768,994</u>
Net book value					
at 31 December 2016	<u>493,671</u>	<u>154,954</u>	<u>6,914</u>	<u>-</u>	<u>655,539</u>
at 31 December 2015	<u>297,546</u>	<u>175,661</u>	<u>10,680</u>	<u>921</u>	<u>484,808</u>
<b>Charity</b>					
Cost					
at 1 January 2016	542,971	599,332	48,481	16,927	1,207,711
Additions	204,678	14,500	-	-	219,178
Disposals	-	(2,355)	-	-	(2,355)
at 31 December 2016	<u>747,649</u>	<u>611,477</u>	<u>48,481</u>	<u>16,927</u>	<u>1,424,534</u>
Depreciation					
at 1 January 2016	245,425	423,673	38,800	16,927	724,825
Charge for the year	8,553	35,207	2,766	-	46,526
Disposals	-	(2,355)	-	-	(2,355)
at 31 December 2016	<u>253,978</u>	<u>456,525</u>	<u>41,566</u>	<u>16,927</u>	<u>768,996</u>
Net book value					
at 31 December 2016	<u>493,671</u>	<u>154,952</u>	<u>6,915</u>	<u>-</u>	<u>655,538</u>
at 31 December 2015	<u>297,546</u>	<u>175,659</u>	<u>9,681</u>	<u>-</u>	<u>482,886</u>

**Freehold Property**

The property at 6 Harcourt Street, London, W1H 4AG was acquired by the predecessor charity, Ulrika Eleonora Swedish Parish in London, at an amount immaterial to the charity and as such the original cost is estimated to be nil. Subsequent capital additions have been included at cost and as at the year end have a net book value of £493,671. The insurance value of the property at the year end was £11,560,682 (2015: £11,082,150).

**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

<b>7 Investments</b>	<b>Group 2016 £</b>	<b>Church 2016 £</b>	<b>Group 2015 £</b>	<b>Church 2015 £</b>
Quoted investments at market value	3,541,915	3,541,915	3,283,058	3,283,058
Investment in subsidiary company	-	100	-	100
	<u>3,541,915</u>	<u>3,542,015</u>	<u>3,283,058</u>	<u>3,283,158</u>
Historical cost at 31 December 2016	<u>3,258,400</u>	<u>3,258,500</u>	<u>3,258,400</u>	<u>3,258,500</u>
		<b>2016 Total £</b>		<b>2015 Total £</b>
<b>Quoted investments</b>				
Market value at 1 January 2016		3,283,058		1,399,050
Purchases		982,133		2,056,528
Disposals		(1,054,474)		(91,075)
Net investment gains		331,198		(81,445)
<b>Market value at 31 December 2016 - Group</b>		<u>3,541,915</u>		<u>3,283,058</u>
<b>Unquoted investments</b>				
Investment in subsidiary company		100	-	100
<b>Market value at 31 December 2016 - Charity</b>		<u>3,542,015</u>	-	<u>3,283,158</u>
<b>Historical cost at 31 December 2016</b>				
Quoted investments		3,291,024		3,258,400
Unquoted investments		100		100
		<u>3,291,124</u>		<u>3,258,500</u>
			<b>2016 £</b>	<b>2015 £</b>
<b>Investment income analysis:</b>				
Dividends receivable			88,244	58,617
			<u>88,244</u>	<u>58,617</u>
<b>8 Debtors</b>	<b>Group 2016 £</b>	<b>Church 2016 £</b>	<b>Group 2015 £</b>	<b>Church 2015 £</b>
Trade debtors	28,446	15,986	43,621	29,647
Amounts due from Swedish Church Services Ltd	-	163,120	-	174,162
Swedish Benevolent Trust			33,321	33,321
Prepayments and accrued income	55,215	55,215	7,883	7,883
Other debtors, incl. Skut	6,134	6,134	1,445	472
	<u>89,795</u>	<u>240,455</u>	<u>86,270</u>	<u>245,485</u>



**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**9 Creditors**

	Group 2016 £	Church 2016 £	Group 2015 £	Church 2015 £
<b>Amounts falling due within one year:</b>				
Trade creditors	22,869	11,956	38,102	35,570
VAT, taxation and social security	19,422	8,112	14,936	4,590
Accruals and deferred income	155,149	132,889	49,350	39,711
Other creditors	9,349	9,349	9,672	9,672
	<u>206,789</u>	<u>162,306</u>	<u>112,060</u>	<u>89,543</u>

**10 Funds**

	Balance at 1 January 2016 £	Incoming resources £	Outgoing resources £	Unrealised gain/(loss) on investments £	Transfers between funds £	Balance at 31 December 2016 £
<b>Unrestricted</b>						
Designated funds:						
Fixed asset fund	484,808	-	-	-	170,731	655,539
Property fund	165,893	-	-	-	(165,893)	-
Capital fund	1,057,176	-	-	-	46,526	1,103,702
General fund	2,039,294	794,514	(781,405)	331,198	(2,141,731)	241,870
Trading funds held by subsidiary	(174,354)	217,812	(195,498)	-	-	(152,040)
	<u>3,572,818</u>	<u>1,012,326</u>	<u>(976,903)</u>	<u>331,198</u>	<u>(2,090,367)</u>	<u>1,849,072</u>
<b>Endowment</b>						
Thora Ohlsson's Cultural Fund	316,214	-	(3,089)	-	33,430	346,555
	<u>316,214</u>	<u>-</u>	<u>(3,089)</u>	<u>-</u>	<u>33,430</u>	<u>346,555</u>
<b>Restricted funds</b>						
Swedish Church in Sweden (SKUT)	-	150,339	(150,339)	-	-	-
Agnes and Axel Welin Memorial Fund	-	-	-	-	2,056,528	2,056,528
Chalmers Fund	10,772	-	(11,181)	-	409	-
Grand Piano	13,221	-	(13,221)	-	-	-
	<u>23,993</u>	<u>150,339</u>	<u>(174,741)</u>	<u>-</u>	<u>2,056,937</u>	<u>2,056,528</u>
<b>Total funds</b>	<u>3,913,025</u>	<u>1,162,665</u>	<u>(1,154,733)</u>	<u>331,198</u>	<u>-</u>	<u>4,252,155</u>

**Unrestricted funds**

The designated Fixed Asset Fund represents the net book value of fixed assets held for the Church's use.

The designated Property Fund represents a provision for the purchase of a property for staff use when needed.

The designated Capital Fund represents funds which the trustees intend to hold as investments in order to generate income for the day to day running of the Church and the services that it offers. A large proportion represents receipts from legacies left to the Church by Mr Bremberg and Mrs Wernly. The fund also includes contributions from surpluses. This fund assists in mitigating the risks in relation to uncertainty of future funding from Sweden.

The General Fund represents the free reserves of the Church.

**Endowment fund**

Thora Ohlsson's Cultural Fund - 80% of income generated is used for making grants to students and arranging cultural activities with the Swedish congregation in London; the remaining 20% of income generated is added to capital.

**Chalmers Fund**

The Chalmers Spex Fund has been established to secure any deficit related to the annual student comedy theatre that takes place at the Church venue in November each year.

**Agnes and Axel Welin Memorial Fund**

This fund originates from the 2015 sale of Seaman's Church property in London. The trustees have reviewed the trust documentation and ascertained this to be restricted income, which is to be used towards promoting the Gospel among said people (Swedes in the British Isles) called Lutherans or for the purpose of procuring a larger or more conveniently located piece of ground, reading room, chapel or place of worship. A transfer to reflect the correct accounting treatment has been made in the year.

**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**11 Analysis of consolidated net assets between funds**

	<b>Tangible fixed assets</b>	<b>Investments</b>	<b>Net current assets</b>	<b>Total 2016</b>	<b>Total 2015</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Endowments					
Thora Ohlsson's Cultural Fund	-	346,555	-	346,555	316,214
Unrestricted funds	655,539	1,138,832	54,701	1,849,072	3,572,818
Restricted funds	-	2,056,528	-	2,056,528	23,993
	<u>655,539</u>	<u>3,541,915</u>	<u>54,701</u>	<u>4,252,155</u>	<u>3,913,025</u>

**12 Related party transactions**

Details of income from related parties are disclosed in the Trustees' Report.

The Swedish Church Abroad (SKUT) is the governing body of the Swedish Church in London. SKUT gives instructions to the Rector on matters regarding Evangelical Lutheran Church procedures and related issues. During the year, 3.0 (2015: 3) full time members of staff were employed and were paid in total £150k (2015: £141k). Also, grants of £6k (2015: £5k) was paid by SKUT during the year.

In addition, the Church rented accommodation from the Swedish Benevolent Trust for the assistance of staff at the Swedish Church. Rent payable for the year amounted to £17,500 (2015 - £35,000).

**13 Donations in kind**

Donated Services Facility has been included in the accounts to a value of £150,339 (2015: £141k) relating to staff costs paid by SKUT.

**14 Charitable Status**

The Charity is a registered charity (no. 1155762) and accordingly, no liability to taxation arises on the results for the year to the extent that income and gains are applied to the Charity's charitable objects.

**THE SWEDISH CHURCH IN LONDON LTD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2016**

**15 Comparative SOFA under FRS102 (SORP 2015)**

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2015 £
<b>Income from:</b>				
<b>Donations and gifts</b>	<b>2,303,558</b>	<b>140,992</b>	<b>-</b>	<b>2,444,550</b>
<b>Charitable activities</b>				
Special events	386,645	-	-	386,645
Grants	-	129,000	-	129,000
Other income	9,412	-	-	9,412
<b>Investments</b>	<b>58,617</b>	<b>-</b>	<b>-</b>	<b>58,617</b>
<b>Other</b>	<b>41,529</b>	<b>-</b>	<b>-</b>	<b>41,529</b>
<b>Total</b>	<b>2,799,761</b>	<b>269,992</b>	<b>-</b>	<b>3,069,753</b>
<b>Expenditure on:</b>				
<b>Raising funds</b>				
Investment management charges	5,421	-	-	5,421
Trading costs	129,283	-	-	129,283
	<b>134,704</b>	<b>-</b>	<b>-</b>	<b>134,704</b>
<b>Charitable activities</b>				
Parish activities	621,034	249,460	-	870,494
Special events	194,693	13,964	-	208,657
Grants	6,000	-	-	6,000
	<b>821,727</b>	<b>263,424</b>	<b>-</b>	<b>1,085,151</b>
<b>Total</b>	<b>956,431</b>	<b>263,424</b>	<b>-</b>	<b>1,219,855</b>
<b>Net income/(expenditure) before gains/(losses) on</b>	<b>1,843,330</b>	<b>6,568</b>	<b>-</b>	<b>1,849,898</b>
Net (loss)/gains on investments	(81,445)	-	-	(81,445)
<b>Net movement in funds</b>	<b>1,761,885</b>	<b>6,568</b>	<b>-</b>	<b>1,768,453</b>
<b>Reconciliation of funds</b>				
<b>Total funds brought forward</b>	<b>1,810,933</b>	<b>17,425</b>	<b>316,214</b>	<b>2,144,572</b>
<b>Total funds carried forward</b>	<b>3,572,818</b>	<b>23,993</b>	<b>316,214</b>	<b>3,913,025</b>

The Statement of Financial Activities includes all gains or losses recognised in the year.

All of the above results are derived from continuing activities.