

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

England & Wales · Charity number 1000307

Details

Other names	DIOCESE OF CYPRUS AND THE GULF ENDOWMENT FUND
Status	Registered
Legal form	Other
Registered	1990-09-10
Register	View on the Charity Commission register

Contact

Address	All Hallows 43 Trinity Square London EC3N 4DJ
Phone	02084878423
Email	michaelrossm@gmail.com

Activities

Objects: THE ADVANCEMENT OF THE CHRISTIAN RELIGION IN ACCORDANCE WITH THE DOCTRINES AND PRINCIPLES OF THE CENTRAL SYNOD OF THE ANGLICAN PROVINCE OF JERUSALEM AND THE MIDDLE EAST, BY THE EXTENSION OF THE WORK MINISTRY AND PUBLIC WORSHIP CONNECTED WITH THE CHURCH AS THE TRUSTEES IN CONSULTATION WITH THE BISHOP AND THE DIOCESAN SYNOD DECLARE

Activities: THE OBJECTS OF THE CHARITY ARE THE ADVANCEMENT OF THE CHRISTIAN RELIGION BY THE EXTENSION OF THE WORK, MINISTRY AND PUBLIC WORSHIP THROUGHOUT THE DIOCESE OF CYPRUS AND THE GULF AND SUCH OTHER CHARITABLE PURPOSES CONNECTED WITH THE CHURCH, INCLUDING FUND RAISING AND SUPPORTING ASSOCIATED CHURCHES, MINISTRY TEAMS, CONGREGATIONS AND COMMUNITIES.

Classification

- **How:** Makes Grants To Organisations, Provides Other Finance, Provides Human Resources, Other Charitable Activities
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Religious Activities, Human Rights/religious Or Racial Harmony/equality Or Diversity
- **Who:** Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** THE DIOCESE OF CYPRUS AND THE GULF
- Bahrain
- Cyprus
- Iraq
- Qatar
- Yemen

Finances

Period end	Income	Expenditure	Assets	Employees
2025-12-31	£42,789	£46,558	-	-
2024-12-31	£48,052	£57,727	-	-
2023-12-31	£49,820	£83,475	-	-
2022-12-31	£154,877	£114,198	-	-
2021-12-31	£53,883	£88,882	-	-
2020-12-31	£66,811	£92,749	-	-

Trustees

Name	Role	Appointed
MICHAEL JOHN COLE	Chair	2016-11-24
Carol Angela Murray MBE		2023-03-27
Dr Helen Jemma Perry		2023-11-03
Jonathan Franklin		2012-07-02
Michael Lennie Ross-McCall		2021-03-25
Rachel Ann Bainbridge		2025-02-25
Right Reverend Sean Alexander John Semple		2024-11-05
Ronald Ernest Maitland		2014-11-13
SIBELLA LAING		2012-07-02
SUSAN MARGARET COOPER		2016-11-24
THE VERY REV'D BERTRAND MAURICE DANIEL OLIVIER		2016-04-29

Accounts

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

Report and Accounts

Year ended 31 December 2025

Contents	Page
Charity information.....	2
Trustees' Annual Report.....	3-5
Independent Examiner's Report.....	6
Statement of Financial Activities.....	7
Balance Sheet.....	8
Notes to the Accounts.....	9-15
Detailed Statement of Financial Activities with Comparatives.....	16

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
CHARITY INFORMATION
For the Year Ended 31 December 2025

Trustees:

Mrs. Rachel Bainbridge (appointed on 25 February 2025)

Mr. Michael Cole (Chair)

Ms. Susan Cooper

Mr. Jonathan Franklin

Mrs. Sibella Laing

Mr. Ron Maitland

Mrs. Angela Murray MBE

The Very Reverend Bertrand Olivier

Dr. Helen Perry

Mr. Michael Ross-McCall (Treasurer)

Right Reverend Sean Semple

Clerk to the Trustees:

Mr. Jonathan Franklin

Governing Document:

Declaration of Trust dated 5 September 1990, updated on 9 September 2022

Charity Registration No.:

1000307

Principal Address:

The Parish House

43 Trinity Square

London

EC3N 4DJ

Independent Examiner:

Nick Spear ACCA

Stewardship

1 Lamb's Passage

London

EC1Y 8AB

Investment Advisers:

LGT Wealth Management UK LLP

14 Cornhill

London

EC3V 3NR

Bankers:

HSBC Bank plc

1-3 Bishopsgate

London

EC2N 3AQ

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT
For the Year Ended 31 December 2025

The trustees have pleasure in submitting the Report and Accounts for the year ended 31 December 2025.

Objects of the charity

The charity is a trust and is governed by its Declaration of Trust. The objects of the charity, as set out in the governing document are:

The advancement of the Christian religion in accordance with the doctrines and principles of the Provincial Synod of the Anglican Province of Jerusalem and the Middle East by the extension of the work, ministry and public worship throughout the Diocese of Cyprus and the Gulf ("Diocese") and such other charitable purposes connected with the Church as the trustees of the Foundation in consultation with the Bishop and the Diocesan Synod shall determine.

Summary of the charity's main activities and achievements

To further the above objects and vision, the charity's main activities and achievements include the generation of an income stream from a portfolio of investments managed by LGT Wealth Management UK LLP and donations from private individuals and charitable bodies. The charity disburses monies to cover small administrative costs and provides financial support to the Diocese and to individual parishes within the Diocese when this is required and when approved by the trustees.

The charitable status of the Foundation also enables it to provide a facility for parishes within the Diocese to recover UK income tax on donations made directly to the parishes by UK taxpayers, the donation being paid to the Foundation for the benefit of the parish, the tax claimed and the gross payment being then returned to the parish specified by the donor. In the same way, subscriptions and donations from members of the Association of Friends of the Diocese of Cyprus and the Gulf are paid through the Foundation. The Foundation also makes payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese.

During 2025 the Foundation continued to support the Diocese in funding its ordinand and clergy training programme. The amount of the grant made for this purpose in 2025 was £20,000 (2024: £34,500).

During 2020 the trustees agreed to assist the Diocese with resources to support a proposed appeal for funds. The financial position of the Diocese is fragile with low reserves and reliance on contributions from Anglican Communion donors, other charities and from parishes, particularly those in the Gulf region. Pressures on all of these sources of contribution have highlighted the critical need for other sources of income. As of 31 December 2025, donations and other income in response to the Appeal aggregated to £127,813 including a donation of £83,300 in 2022 which is invested in a separate endowment fund that provides dividends and valuation gains/losses.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2025

Further information about the Diocese of Cyprus and the Gulf may be found on the website www.cypgulf.org.

Structure, Governance and Management

Responsibility for setting policy and for making operating decisions rests with the trustees who meet at least twice a year to monitor the activities of the charity. Responsibility for the day to day operation of the charity has been delegated to a senior management team led by the Chairman and Treasurer. New trustees are recruited and appointed by the existing trustees by a unanimous vote.

Public benefit statement

To further its charitable purposes for the public benefit, and in furtherance of its charitable objectives, the charity has provided support to the Diocese of Cyprus and the Gulf, in particular in the generation of funding for its various activities. These include supporting the activities of the parishes both in Cyprus and in the Gulf, including clergy and ordinand training, the operation of a school in Baghdad, an eye clinic in Aden, Yemen as well as providing support, practical and spiritual, to displaced Christians and others, seafarers, refugees and migrant workers.

In the furtherance of the above, the trustees of the Foundation have complied with the duty to have regard to the UK Charity Commission's public benefit guidance.

Financial review

The attached financial statements for the year ended 31 December 2025 show receipts, mainly from donations and investment income, totalling £42,789 (2024: £31,436) and payments for charitable activities totalling £46,558 (2024: £57,727). After adding investment gains of £13,475 (2024: £16,616), there was a surplus in the year of £9,706 (2024 deficit: £9,675).

The total value of the investment portfolio was £211,555 at 31 December 2025 (2024: £238,080). There were no additions in 2025 or 2024. Disposals in 2025 comprised £40,000 from the "Endowment Fund - General Portfolio" to finance working capital and the loan to the Diocese (2024: £60,000 disposal).

Reserves policy

The charity aims to distribute amounts received as quickly as possible and given the relatively low level of operational expenditure, modest amounts are held in cash reserve. At 31 December 2025, the amount of unrestricted cash held was £11,373 (2024: £10,161).

During 2025, the charity maintained 11 funds divided into designated, general unrestricted, restricted and endowment funds. The trustees approved the updated Reserves Policy on 25 February 2025 and considered the reserves to be adequate to finance the current activities of the charity.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2025

Going concern

The trustees consider that the charity has sufficient funds to enable it to continue its operations for the foreseeable future.

Key risks and uncertainties

The charity is exposed to various risks - be they operational, financial or reputational. The trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks.

Statement of Responsibilities of the trustees

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
5. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. 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.

Approval

This report was approved by the trustees and signed on their behalf by:

MICHAEL COLE (Chair)
May 5, 2026

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
DIOCESE OF CYPRUS AND THE GULF FOUNDATION
(‘the Charity’)**

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 December 2025 on pages 7 to 16 following, which have been prepared on the basis of the accounting policies set out on pages 9 to 10.

Responsibilities and basis of report

As the charity’s trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity’s accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act;
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

NICK SPEAR ACCA

Stewardship
1 Lamb’s Passage
LONDON
EC1Y 8AB

May 6, 2026

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
For the 12 months ended 31 December 2025**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2025 £	Total funds 2024 £
INCOME AND ENDOWMENTS FROM:							
Donations and legacies	3	2,183	8,537	26,649	0	37,369	25,961
Charitable activities	4	0	0	0	0	0	60
Investments	5	1,254	0	643	3,433	5,329	5,224
Other income	6	90	0	0	0	90	191
Total income and endowments		<u>3,527</u>	<u>8,537</u>	<u>27,292</u>	<u>3,433</u>	<u>42,789</u>	<u>31,436</u>
EXPENDITURE ON:							
Charitable activities	7	2,329	20,000	24,228	0	46,558	57,727
Total expenditure		<u>2,329</u>	<u>20,000</u>	<u>24,228</u>	<u>0</u>	<u>46,558</u>	<u>57,727</u>
Net gains / (losses) on investments	10	6,551	0	3,063	3,861	13,475	16,616
Net income / (expenditure)		<u>7,749</u>	<u>(11,463)</u>	<u>6,127</u>	<u>7,293</u>	<u>9,706</u>	<u>(9,675)</u>
Gross transfers between funds - in			0	0	0	0	4,500
Gross transfers between funds - out		0	0	0	0	0	(4,500)
Net movement in funds		<u>7,749</u>	<u>(11,463)</u>	<u>6,127</u>	<u>7,293</u>	<u>9,706</u>	<u>(9,675)</u>
Reconciliation of funds:							
Total funds brought forward	14	121,792	41,768	57,283	90,217	311,060	320,734
Total funds carried forward	14	<u>129,542</u>	<u>30,304</u>	<u>63,409</u>	<u>97,511</u>	<u>320,766</u>	<u>311,060</u>

The statement of financial affairs includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on pages 9 to 15 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**BALANCE SHEET
As at 31 December 2025**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2025 £	Total funds 2024 £
FIXED ASSETS							
Investments	10	34,227	30,278	60,442	86,607	211,555	238,080
		<u>34,227</u>	<u>30,278</u>	<u>60,442</u>	<u>86,607</u>	<u>211,555</u>	<u>238,080</u>
CURRENT ASSETS							
Debtors	11	85,348	0	1,506	803	87,657	46,311
Cash at bank and in hand	12	11,348	25	6,963	10,099	28,436	32,436
		<u>96,696</u>	<u>25</u>	<u>8,470</u>	<u>10,902</u>	<u>116,093</u>	<u>78,747</u>
CREDITORS: Amounts falling due within one year	9,13	1,380	0	5,502	0	6,882	5,767
Net current assets		<u>95,315</u>	<u>25</u>	<u>2,968</u>	<u>10,902</u>	<u>109,211</u>	<u>72,980</u>
TOTAL NET ASSETS		<u>129,542</u>	<u>30,304</u>	<u>63,409</u>	<u>97,511</u>	<u>320,766</u>	<u>311,060</u>
FUND BALANCES							
Unrestricted funds							
General funds	14	129,542	0	0	0	129,542	121,792
Designated funds	14	0	30,304	0	0	30,304	41,768
		<u>129,542</u>	<u>30,304</u>	<u>0</u>	<u>0</u>	<u>159,846</u>	<u>163,560</u>
Restricted funds	14	0	0	63,409	0	63,409	57,283
Endowment funds	14	0	0	0	97,511	97,511	90,217
		<u>129,542</u>	<u>30,304</u>	<u>63,409</u>	<u>97,511</u>	<u>320,766</u>	<u>311,060</u>

The financial statements were approved by the Board of Trustees and were signed on its behalf by:
Charity Number 1000307.

MICHAEL COLE (Trustee and Chair) May 5, 2026

MICHAEL ROSS-MCCALL (Trustee and Treasurer) May 6, 2026

The notes on pages 9 to 15 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS

For the 12 months ended 31 December 2025

1 Statutory information

The charity is a trust registered with the Charity Commission in England and Wales. The charity's registered number and principal address can be found on the Charity information page.

2 Accounting Policies

These financial statements are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain assets, which are measured at fair value through the Statement of Financial Activities.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ('the Charities SORP')", with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements and have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations and legacies includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.
- ii) Legacies. Income from legacies is recognised when a distribution is received from the estate or, if earlier, when the charity has been notified that a distribution will be made and the amount receivable can be measured reliably.

Investment income represents income generated by the charity's assets, including an investment portfolio.

c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds has been disclosed separately when material.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2025

2 Accounting Policies (continued)

- c) Expenditure (continued)
Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.
- d) Fund accounting
General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.
- e) Investments
Fixed asset investments are held to generate income and / or for their investment potential. Current asset investments are investments that are held specifically for sale or are investments that the charity expects to sell by the next balance sheet date. Investments, other than social investments (see below), are valued as follows:
- i) Investment property and listed investments are valued at their market value (fair value) at the balance sheet date.
 - ii) Unlisted investments are measured at cost less impairment where it becomes apparent that the amount that could be realised is less than cost.
- f) Taxation
The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.
- g) Financial instruments
The charity's financial assets and financial liabilities all qualify as basic financial instruments, as defined by FRS102. Except for loans, creditors and debtors are measured at their expected settlement value (normally the amount of cash that the charity expects to pay or receive). The charity recognises liabilities for the principal of those loans that remains outstanding at the year end (i.e. the liabilities exclude any interest chargeable on the loans in future years).
- h) Foreign currency translation
These financial statements are presented in sterling, which is the charity's functional currency.
- i) Income and expenditure denominated in a foreign currency is translated into sterling at the exchange rate prevailing on the date of the transaction.
 - ii) Monetary assets and liabilities denominated in a foreign currency are re-translated at the exchange rate prevailing at the balance sheet date.
 - iii) Non-monetary assets are measured at historic cost at the rate of exchange prevailing on the date of the transaction and are not subsequently re-translated.
- All differences arising from the application of the above policy are charged (or credited) to the Statement of Financial Activities.
- i) Exemption from preparing a cashflow statement
In accordance with the Charities SORP, the charity has not prepared a cash flow statement as its total income in the year did not exceed £500,000.
- j) Critical accounting estimates and areas of judgement
The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2025

	2025	2024
	£	£
3 Donations and legacies		
Donations of cash and similar	32,853	21,868
Income tax recoverable	4,516	4,093
	<u>37,369</u>	<u>25,961</u>
4 Income from charitable activities		
Book sales	<u>0</u>	<u>60</u>
5 Investment income		
Dividends and interest receivable, split between:		
Endowment Fund - General Portfolio	1,897	2,626
Endowment Fund No.2 - General Portfolio	<u>3,433</u>	<u>2,597</u>
	<u>5,329</u>	<u>5,224</u>
6 Other income		
Other income	<u>90</u>	<u>191</u>
7 Charitable expenditure		
a Costs incurred directly on specific activities		
Miscellaneous expenses	<u>0</u>	<u>0</u>
	<u>0</u>	<u>0</u>
Grants payable	44,228	55,851
	<u>44,228</u>	<u>55,851</u>
b Costs incurred on support and administration		
Governance costs		
Independent examination	1,380	1,380
	<u>1,380</u>	<u>1,380</u>
Trustee travel costs	677	255
Bank charges	112	152
Trustee meeting room charge	136	64
Printing, postage and stationery	25	25
	<u>2,329</u>	<u>1,877</u>
Total expenditure	<u>46,558</u>	<u>57,727</u>

The fee payable to the independent examiner for examining the accounts in 2025 was £1,380 (2024: £1,320).

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2025

	2025	2024
	£	£
7 Charitable expenditure (continued)		
c Grants payable		
Grants for education, including ministry training	20,000	34,500
Grants for UK and overseas mission	24,228	21,351
	<u>44,228</u>	<u>55,851</u>

The charity's principal grants to institutions comprised:

Diocese of Cyprus and the Gulf	20,000	37,500
Parishes in Cyprus	15,086	11,945
Parishes in the Gulf	7,964	5,263
Other	1,178	1,143
	<u>44,228</u>	<u>55,851</u>

8 Analysis of staff costs, the cost of key management personnel and trustee remuneration and expenses

The charity employs no staff and the trustees receive no remuneration or other benefits. During the year one trustee (2024: 1) received reimbursement of travelling expenses.

9 Acting as agent

The charity makes monthly contribution payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese. These payments, which are funded by the Diocese of Cyprus and the Gulf, are excluded from the Statement of Financial Activities; any money that has not been disbursed as contribution payments by the year end is recognised as a creditor.

Brought forward	4,442	9,634
add: Transfers and cash received to fund clergy pensions	3,079	7,710
less: Contributions to the Church of England Pensions board	(2,019)	(12,902)
	<u>5,502</u>	<u>4,442</u>

10 Fixed asset investments

Endowment Fund - General Portfolio

Fair value brought forward	155,334	200,586
Purchases during the year	0	0
Disposals during the year	(40,000)	(60,000)
Change in value of investments	9,614	14,748
	<u>124,947</u>	<u>155,334</u>

Fair value carried forward

The Trustees may decide by resolution to purchase and dispose of all or part of the portfolio. The shares within the portfolio are listed and stated at valuation.

Endowment Fund No.2 - General Portfolio

Fair value brought forward	82,747	80,878
Purchases during the year	0	0
Disposals during the year	0	0
Change in value of investments	3,861	1,869
	<u>86,607</u>	<u>82,747</u>

Fair value carried forward

Total	<u><u>211,555</u></u>	<u><u>238,080</u></u>
--------------	-----------------------	-----------------------

Regarding *Endowment Fund No.2*, the donor in a grant letter dated 17 December 2021 has stated that:

- 1.1 The purpose of the grant is to enable the Diocese to purchase investments and use the resulting investment income to continue supporting its charitable activities; and
- 1.2 The grant shall not be used for any other purpose and shall be held as a permanent endowment in the Foundation, represented by a Restricted Fund.
- 1.3 If the Diocese of Cyprus and the Gulf Foundation does not comply in all material respects with these conditions, or the grant has not been used for the purpose it has been given, the grant shall be repayable at our discretion.

Both portfolios are managed by LGT Wealth Management UK LLP in accordance with an Investment Policy Statement dated 22 February 2024 in order to provide capital growth with an element of income based on medium risk and valued as at 31 December.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2025

	2025	2024
	£	£
11 Debtors		
Falling due within one year:		
Prepayments and accrued income	1,087	1,096
Tax recoverable	<u>1,570</u>	<u>215</u>
	<u>2,657</u>	<u>1,311</u>
Falling due after one year:		
Loan to Diocese	<u>85,000</u>	<u>45,000</u>
	<u>85,000</u>	<u>45,000</u>
 Total debtors (see note)	 <u>87,657</u>	 <u>46,311</u>

Note: The trustees in October 2024 approved a loan facility to the Diocese of £85,000, available to drawdown at any time up to 30 November 2025 in order to assist the Bishop to execute the Diocesan plan approved by Synod. The loan is interest-free and unsecured and repayable in four equal annual instalments commencing on 30 November 2026 and ending on 30 November 2029. £85,000 under this facility was paid to the Diocese at the balance sheet date.

12 Cash at bank and in hand		
Cash at bank with immediate access	<u>28,436</u>	<u>32,436</u>
13 Creditors: liabilities falling due within one year		
Other creditors	5,502	4,442
Accruals	<u>1,380</u>	<u>1,325</u>
	<u>6,882</u>	<u>5,767</u>

14 Funds

During the year the movements in the charity's funds were as follows:

	Opening balance 2025 £	Incoming resources 2025 £	Outgoing resources 2025 £	Transfers in the year 2025 £	Gains and losses 2025 £	Closing balance 2025 £
Designated funds						
Ordinand training/general Diocesan	20,000	0	20,000	0	0	0
The Diocese of Cyprus and the Gulf Appeal	<u>21,766</u>	<u>8,537</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>30,303</u>
	41,768	8,537	20,000	0	0	30,304
General unrestricted funds	<u>121,792</u>	<u>3,528</u>	<u>2,329</u>	<u>0</u>	<u>6,551</u>	<u>129,542</u>
Total unrestricted funds	<u>163,560</u>	<u>12,065</u>	<u>22,329</u>	<u>0</u>	<u>6,551</u>	<u>159,846</u>
Restricted funds						
a) Parishes in Cyprus						
The Anglican Church of Paphos	6,359	10,136	10,604	0	0	5,890
St John the Evangelist, Deryneia	521	675	896	0	0	300
St Barnabas, Limassol	<u>1,193</u>	<u>3,383</u>	<u>3,586</u>	<u>0</u>	<u>0</u>	<u>990</u>
b) Association of Friends	1,179	1,150	1,178	0	0	1,151
c) Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	0	2,403	1,263	0	0	1,140
St George's Church, Baghdad	48,033	3,545	701	0	3,063	53,940
St Christopher's Cathedral, Bahrain	<u>0</u>	<u>6,000</u>	<u>6,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
	57,283	27,291	24,228	0	3,063	63,409
Endowment funds						
Fund No.2 - General Portfolio	90,217	3,433	0	0	3,861	97,511
Total endowment funds	<u>90,217</u>	<u>3,433</u>	<u>0</u>	<u>0</u>	<u>3,861</u>	<u>97,511</u>
Aggregate of funds	<u>311,060</u>	<u>42,789</u>	<u>46,558</u>	<u>0</u>	<u>13,475</u>	<u>320,766</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2025

14 Funds (continued)

The assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	Endowment funds	Total 2025
	General funds	Designated funds			
	£	£	£	£	£
Fixed asset investments	34,227	30,278	60,442	86,607	211,555
Debtors	85,348	0	1,506	803	87,657
Cash at bank and in hand	11,348	25	6,963	10,099	28,436
Creditors falling due within one year	(1,380)	0	(5,502)	0	(6,882)
	<u>129,542</u>	<u>30,304</u>	<u>63,409</u>	<u>97,511</u>	<u>320,766</u>

In the previous year the movements in the charity's funds were as follows:

	Opening balance 2024 £	Incoming resources 2024 £	Outgoing resources 2024 £	Transfers in the year 2024 £	Gains and losses 2024 £	Closing balance 2024 £
Designated funds						
Ordinand training/general Diocesan	50,000	0	34,500	4,500	0	20,000
The Diocese of Cyprus and the Gulf Appeal	19,661	2,104	0	0	0	21,766
	<u>69,662</u>	<u>2,104</u>	<u>34,500</u>	<u>4,500</u>	<u>0</u>	<u>41,768</u>
General unrestricted funds	<u>116,121</u>	<u>3,443</u>	<u>4,877</u>	<u>(4,500)</u>	<u>11,605</u>	<u>121,792</u>
Total unrestricted funds	<u>185,783</u>	<u>5,547</u>	<u>39,377</u>	<u>0</u>	<u>11,605</u>	<u>163,560</u>
Restricted funds						
Parishes in Cyprus						
The Anglican Church of Paphos	3,977	10,780	8,399	0	0	6,359
St John the Evangelist, Deryneia	461	900	840	0	0	521
St Barnabas, Limassol	0	3,899	2,706	0	0	1,193
Association of Friends	432	1,890	1,143	0	0	1,179
Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	0	3,663	3,663	0	0	0
St George's Church, Baghdad	44,331	2,160	1,600	0	3,143	48,033
	<u>49,200</u>	<u>23,292</u>	<u>18,351</u>	<u>0</u>	<u>3,143</u>	<u>57,283</u>
Endowment funds						
Fund No.2 - General Portfolio	85,751	2,597	0	0	1,869	90,217
Total endowment funds	<u>85,751</u>	<u>2,597</u>	<u>0</u>	<u>0</u>	<u>1,869</u>	<u>90,217</u>
Aggregate of funds	<u>320,734</u>	<u>31,436</u>	<u>57,727</u>	<u>0</u>	<u>16,616</u>	<u>311,060</u>

The transfers referred to above were made for the following reason:

£4,500 from General Fund to Ordinand training/general Diocesan Fund to provide for planned grants to the Diocese of £20,000 in 2025.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2025

14 Funds (continued)

In the previous year, the assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	Endowment funds	Total 2024
	General funds	Designated funds			
	£	£	£	£	£
Fixed asset investments	67,676	41,767	45,891	82,747	238,080
Debtors	45,280	0	256	775	46,311
Cash at bank and in hand	10,161	(0)	15,580	6,695	32,436
Creditors falling due within one year	(1,325)	0	(4,442)	0	(5,767)
	<u>121,792</u>	<u>41,768</u>	<u>57,283</u>	<u>90,217</u>	<u>311,060</u>

Designated unrestricted funds comprise funds which have been designated by the trustees for the support of clergy/ordinand training and the general work of the Diocese.

Restricted funds comprise balances held by the charity on behalf of parishes and affiliated entities. These balances have arisen from the relevant parishes' planned giving together with donations received where donor or donors have requested that gifts made are to be applied for specified restricted purposes. These balances include Gift Aid where applicable.

Endowment funds comprise grants which are given in response to the Appeal but with restrictions on the long-term preservation of the original principal amount.

15 Transactions with related parties

During the year the charity:

a) received donations totalling £1,500 (2024: £1,500) from related parties (which includes trustees, any other members of key management and anyone closely connected to them).

b) paid £677 expenses (2024: £255) to, or for, trustees.

At the balance sheet date £nil was owed (2024: £nil) by the charity to related parties.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES WITH COMPARATIVES
For the 12 months ended 31 December 2025

	Note	Unrestricted funds					Unrestricted funds				
		General	Designated	Restricted	Endowment	Total	General	Designated	Restricted	Endowment	Total
		2025	2025	2025	2025	2025	2024	2024	2024	2024	2024
		£	£	£	£	£	£	£	£	£	£
INCOME FROM:											
Donations and legacies	3	2,183	8,537	26,649	0	37,368	1,125	2,104	22,732	0	25,960
Charitable activities	4	0	0	0	0	0	60	0	0	0	60
Investment income	5	1,254	0	643	3,433	5,329	2,067	0	560	2,597	5,224
Other income	6	90	0	0	0	90	191	0	0	0	191
Total income		<u>3,526</u>	<u>8,537</u>	<u>27,292</u>	<u>3,433</u>	<u>42,788</u>	<u>3,442</u>	<u>2,104</u>	<u>23,291</u>	<u>2,597</u>	<u>31,435</u>
EXPENDITURE ON:											
Charitable activities	7	2,329	20,000	24,228	0	46,558	4,877	34,500	18,351	0	57,727
Total expenditure		<u>2,329</u>	<u>20,000</u>	<u>24,228</u>	<u>0</u>	<u>46,558</u>	<u>4,877</u>	<u>34,500</u>	<u>18,351</u>	<u>0</u>	<u>57,727</u>
Net gains / (losses) on investments		6,551	0	3,063	3,861	13,475	11,605	0	3,143	1,869	16,616
Net income / (expenditure)		<u>7,748</u>	<u>(11,463)</u>	<u>6,128</u>	<u>7,292</u>	<u>9,706</u>	<u>10,170</u>	<u>(32,396)</u>	<u>8,085</u>	<u>4,465</u>	<u>(9,675)</u>
Gross transfers between funds - in		0	0	0	0	0	0	4,500	0	0	4,500
Gross transfers between funds - out		0	0	0	0	0	(4,500)	0	0	0	(4,500)
Net movement in funds		<u>7,748</u>	<u>(11,464)</u>	<u>6,128</u>	<u>7,292</u>	<u>9,706</u>	<u>5,670</u>	<u>(27,897)</u>	<u>8,085</u>	<u>4,465</u>	<u>(9,675)</u>
Reconciliation of funds:											
Total funds brought forward	14	121,792	41,768	57,283	90,217	311,060	116,121	69,662	49,200	85,751	320,734
Total funds carried forward	14	<u><u>129,542</u></u>	<u><u>30,304</u></u>	<u><u>63,409</u></u>	<u><u>97,511</u></u>	<u><u>320,766</u></u>	<u><u>121,792</u></u>	<u><u>41,768</u></u>	<u><u>57,283</u></u>	<u><u>90,217</u></u>	<u><u>311,060</u></u>

Accounts

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

Report and Accounts

Year ended 31 December 2024

Contents	Page
Charity information.....	2
Trustees' Annual Report.....	3-5
Independent Examiner's Report.....	6
Statement of Financial Activities.....	7
Balance Sheet.....	8
Notes to the Accounts.....	9-15
Detailed Statement of Financial Activities with Comparatives.....	16

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
CHARITY INFORMATION
For the Year Ended 31 December 2024

Trustees:

Mr. Michael Cole (Chair)
Ms. Susan Cooper
Mr. Jonathan Franklin
Mrs. Sibella Laing
Mr. Ron Maitland
Mrs. Angela Murray MBE
The Very Reverend Bertrand Olivier
Dr. Helen Perry
Mr. Michael Ross-McCall (Treasurer)
Right Reverend Sean Semple (appointed on 5 November 2024)
Mr. Andrew Turner (resigned on 19 February 2024)

Clerk to the Trustees:

Mr. Jonathan Franklin

Governing Document:

Declaration of Trust dated 5 September 1990, updated on 9 September 2022

Charity Registration No.:

1000307

Principal Address:

The Parish House
43 Trinity Square
London
EC3N 4DJ

Independent Examiner:

Archie McDowall BA CA
Stewardship
1 Lamb's Passage
London
EC1Y 8AB

Investment Advisers:

LGT Wealth Management UK LLP
14 Cornhill
London
EC3V 3NR

Bankers:

HSBC Bank plc
1-3 Bishopsgate
London
EC2N 3AQ

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT
For the Year Ended 31 December 2024

The trustees have pleasure in submitting the Report and Accounts for the year ended 31 December 2024.

Objects of the charity

The charity is a trust and is governed by its Declaration of Trust. The objects of the charity, as set out in the governing document are:

The advancement of the Christian religion in accordance with the doctrines and principles of the Provincial Synod of the Anglican Province of Jerusalem and the Middle East by the extension of the work, ministry and public worship throughout the Diocese of Cyprus and the Gulf ("Diocese") and such other charitable purposes connected with the Church as the trustees of the Foundation in consultation with the Bishop and the Diocesan Synod shall determine.

Summary of the charity's main activities and achievements

To further the above objects and vision, the charity's main activities and achievements include the generation of an income stream from a portfolio of investments managed by LGT Wealth Management UK LLP and donations from private individuals and charitable bodies. The charity disburses monies to cover small administrative costs and provides financial support to the Diocese and to individual parishes within the Diocese when this is required and when approved by the trustees.

The charitable status of the Foundation also enables it to provide a facility for parishes within the Diocese to recover UK income tax on donations made directly to the parishes by UK taxpayers, the donation being paid to the Foundation for the benefit of the parish, the tax claimed and the gross payment being then returned to the parish specified by the donor. In the same way, subscriptions and donations from members of the Association of Friends of the Diocese of Cyprus and the Gulf are paid through the Foundation. The Foundation also makes payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese.

During 2024 the Foundation continued to support the Diocese in funding its ordinand and clergy training programme. The amount of the grant made for this purpose in 2024 was £34,500 (2023: £45,000). The trustees have designated a further grant for ordinand training and general Diocesan requirements of £20,000 for 2025.

During 2020 the trustees agreed to assist the Diocese with resources to support a proposed appeal for funds. The financial position of the Diocese is fragile with low reserves and reliance on contributions from Anglican Communion donors, other charities and from parishes, particularly those in the Gulf region. Pressures on all of these sources of contribution have highlighted the critical need for other sources of income. As of 31 December 2024, donations and other income in response to the Appeal aggregated to £111,983 including a donation of £83,300 in 2022 which is invested in a separate endowment fund that provides dividends and valuation gains/losses.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2024

Further information about the Diocese of Cyprus and the Gulf may be found on the website www.cypgulf.org.

Structure, Governance and Management

Responsibility for setting policy and for making operating decisions rests with the trustees who meet at least twice a year to monitor the activities of the charity. Responsibility for the day to day operation of the charity has been delegated to a senior management team led by the Chairman and Treasurer. New trustees are recruited and appointed by the existing trustees by a unanimous vote.

Public benefit statement

To further its charitable purposes for the public benefit, and in furtherance of its charitable objectives, the charity has provided support to the Diocese of Cyprus and the Gulf, in particular in the generation of funding for its various activities. These include supporting the activities of the parishes both in Cyprus and in the Gulf, including clergy and ordinand training, the operation of a school in Baghdad, an eye clinic in Aden, Yemen as well as providing support, practical and spiritual, to displaced Christians and others, seafarers, refugees and migrant workers.

In the furtherance of the above, the trustees of the Foundation have complied with the duty to have regard to the UK Charity Commission's public benefit guidance.

Financial review

The attached financial statements for the year ended 31 December 2024 show receipts, mainly from donations and investment income, totalling £31,436 (2023: £44,596) and payments for charitable activities totalling £57,727 (2023: £83,475). After adding investment gains of £16,616 (2023: £5,224), there was a deficit in the year of £9,675 (2023 deficit: £33,655).

The total value of the investment portfolio was £238,080 at 31 December 2024 (2023: £281,463). There were no additions in 2024 or 2023. Disposals in 2024 comprised £60,000 from the "Endowment Fund - General Portfolio" to finance working capital and the loan to the Diocese (2023: £45,000 disposal).

Reserves policy

The charity aims to distribute amounts received as quickly as possible and given the relatively low level of operational expenditure, modest amounts are held in cash reserve. At 31 December 2024, the amount of unrestricted cash held was £10,161 (2023: £31,353).

During 2024, the charity maintained 10 funds divided into designated, general unrestricted, restricted and endowment funds. The trustees recommend no change in the designation of funds at this time and consider the reserves to be adequate.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2024

Going concern

The trustees consider that the charity has sufficient funds to enable it to continue its operations for the foreseeable future.

Key risks and uncertainties

The charity is exposed to various risks - be they operational, financial or reputational. The trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks.

Statement of Responsibilities of the trustees

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
5. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. 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.

Approval

This report was approved by the trustees and signed on their behalf by:

MICHAEL COLE
Michael Cole (Chair)
27 February 2025

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
DIOCESE OF CYPRUS AND THE GULF FOUNDATION
(‘the Charity’)**

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 December 2024 on pages 7 to 16 following, which have been prepared on the basis of the accounting policies set out on pages 9 to 10.

Responsibilities and basis of report

As the charity’s trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity’s accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act;
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

ARCHIE McDOWALL

Name: Archie McDowall BA CA

Dated: 7 March 2025

Stewardship

1 Lamb’s Passage

LONDON

EC1Y 8AB

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
For the 12 months ended 31 December 2024**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2024 £	Total funds 2023 £
INCOME AND ENDOWMENTS FROM:							
Donations and legacies	3	1,125	2,104	22,732	0	25,961	39,068
Charitable activities	4	60	0	0	0	60	160
Investments	5	2,067	0	560	2,597	5,224	5,208
Other income	6	191	0	0	0	191	160
Total income and endowments		<u>3,443</u>	<u>2,104</u>	<u>23,291</u>	<u>2,597</u>	<u>31,436</u>	<u>44,596</u>
EXPENDITURE ON:							
Charitable activities	7	4,877	34,500	18,351	0	57,727	83,475
Total expenditure		<u>4,877</u>	<u>34,500</u>	<u>18,351</u>	<u>0</u>	<u>57,727</u>	<u>83,475</u>
Net gains / (losses) on investments	10	11,605	0	3,143	1,869	16,616	5,224
Net income / (expenditure)		<u>10,171</u>	<u>(32,396)</u>	<u>8,084</u>	<u>4,466</u>	<u>(9,675)</u>	<u>(33,655)</u>
Gross transfers between funds - in			4,500	0	0	4,500	10,000
Gross transfers between funds - out		(4,500)	0	0	0	(4,500)	(10,000)
Net movement in funds		<u>5,671</u>	<u>(27,896)</u>	<u>8,084</u>	<u>4,466</u>	<u>(9,675)</u>	<u>(33,655)</u>
Reconciliation of funds:							
Total funds brought forward	14	116,121	69,662	49,200	85,751	320,734	354,390
Total funds carried forward	14	<u>121,792</u>	<u>41,768</u>	<u>57,283</u>	<u>90,217</u>	<u>311,060</u>	<u>320,734</u>

The statement of financial affairs includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on pages 9 to 15 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**BALANCE SHEET
As at 31 December 2024**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2024 £	Total funds 2023 £
FIXED ASSETS							
Investments	10	67,676	41,767	45,891	82,747	238,080	281,463
		<u>67,676</u>	<u>41,767</u>	<u>45,891</u>	<u>82,747</u>	<u>238,080</u>	<u>281,463</u>
CURRENT ASSETS							
Debtors	11	45,280	0	256	775	46,311	1,365
Cash at bank and in hand	12	10,161	(0)	15,580	6,695	32,436	51,248
		<u>55,441</u>	<u>(0)</u>	<u>15,836</u>	<u>7,470</u>	<u>78,747</u>	<u>52,613</u>
CREDITORS: Amounts falling due within one year	9,13	1,325	0	4,442	0	5,767	13,342
Net current assets		<u>54,116</u>	<u>(0)</u>	<u>11,394</u>	<u>7,470</u>	<u>72,980</u>	<u>39,271</u>
TOTAL NET ASSETS		<u>121,792</u>	<u>41,768</u>	<u>57,283</u>	<u>90,217</u>	<u>311,060</u>	<u>320,734</u>
FUND BALANCES							
Unrestricted funds							
General funds	14	121,792	0	0	0	121,792	116,121
Designated funds	14	0	41,768	0	0	41,768	69,662
		<u>121,792</u>	<u>41,768</u>	<u>0</u>	<u>0</u>	<u>163,560</u>	<u>185,783</u>
Restricted funds	14	0	0	57,283	0	57,283	49,200
Endowment funds	14	0	0	0	90,217	90,217	85,751
		<u>121,792</u>	<u>41,768</u>	<u>57,283</u>	<u>90,217</u>	<u>311,060</u>	<u>320,734</u>

The financial statements were approved by the Board of Trustees on 27 February 2025 and were signed on its behalf by:
Charity Number 1000307.

MICHAEL COLE
Michael Cole (Trustee and Chair)

MICHAEL ROSS-MCCALL
Michael Ross-McCall (Trustee and Treasurer)

The notes on pages 9 to 15 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS For the 12 months ended 31 December 2024

1 Statutory information

The charity is a trust registered with the Charity Commission in England and Wales. The charity's registered number and principal address can be found on the Charity information page.

2 Accounting Policies

These financial statements are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain assets, which are measured at fair value through the Statement of Financial Activities.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ("the Charities SORP"), with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements and have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations and legacies includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.
- ii) Legacies. Income from legacies is recognised when a distribution is received from the estate or, if earlier, when the charity has been notified that a distribution will be made and the amount receivable can be measured reliably.

Investment income represents income generated by the charity's assets, including an investment portfolio.

c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds has been disclosed separately when material.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued) For the 12 months ended 31 December 2024

2 Accounting Policies (continued)

- c) Expenditure (continued)
Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.
- d) Fund accounting
General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.
- e) Investments
Fixed asset investments are held to generate income and / or for their investment potential. Current asset investments are investments that are held specifically for sale or are investments that the charity expects to sell by the next balance sheet date. Investments, other than social investments (see below), are valued as follows:
- i) Investment property and listed investments are valued at their market value (fair value) at the balance sheet date.
 - ii) Unlisted investments are measured at cost less impairment where it becomes apparent that the amount that could be realised is less than cost.
- f) Taxation
The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.
- g) Financial instruments
The charity's financial assets and financial liabilities all qualify as basic financial instruments, as defined by FRS102. Except for loans, creditors and debtors are measured at their expected settlement value (normally the amount of cash that the charity expects to pay or receive). The charity recognises liabilities for the principal of those loans that remains outstanding at the year end (i.e. the liabilities exclude any interest chargeable on the loans in future years).
- h) Foreign currency translation
These financial statements are presented in sterling, which is the charity's functional currency.
- i) Income and expenditure denominated in a foreign currency is translated into sterling at the exchange rate prevailing on the date of the transaction.
 - ii) Monetary assets and liabilities denominated in a foreign currency are re-translated at the exchange rate prevailing at the balance sheet date.
 - iii) Non-monetary assets are measured at historic cost at the rate of exchange prevailing on the date of the transaction and are not subsequently re-translated.
- All differences arising from the application of the above policy are charged (or credited) to the Statement of Financial Activities.
- i) Exemption from preparing a cashflow statement
In accordance with the Charities SORP, the charity has not prepared a cash flow statement as its total income in the year did not exceed £500,000.
- j) Critical accounting estimates and areas of judgement
The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2024

	2024 £	2023 £
3 Donations and legacies		
Donations of cash and similar	21,868	32,913
Income tax recoverable	4,093	6,155
	<u>25,961</u>	<u>39,068</u>
4 Income from charitable activities		
Book sales	<u>60</u>	<u>160</u>
5 Investment income		
Dividends and interest receivable, split between:		
Endowment Fund - General Portfolio	2,626	2,040
Endowment Fund No.2 - General Portfolio	<u>2,597</u>	<u>3,168</u>
	<u>5,224</u>	<u>5,208</u>
6 Other income		
Other income	<u>191</u>	<u>160</u>
7 Charitable expenditure		
a Costs incurred directly on specific activities		
Miscellaneous expenses	<u>0</u>	<u>0</u>
	0	0
Grants payable	55,851	81,381
	<u>55,851</u>	<u>81,381</u>
b Costs incurred on support and administration		
Governance costs		
Independent examination	1,380	1,200
	<u>1,380</u>	<u>1,200</u>
Trustee travel costs	255	714
Bank charges	152	155
Trustee meeting room charge	64	0
Printing, postage and stationery	25	25
	<u>1,877</u>	<u>2,094</u>
Total expenditure	<u>57,727</u>	<u>83,475</u>

The fee payable to the independent examiner for examining the accounts in 2024 was £1,320 (2023: £1,260).

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2024

	2024	2023
	£	£
7 Charitable expenditure (continued)		
c Grants payable		
Grants for education, including ministry training	34,500	45,000
Grants for UK and overseas mission	21,351	36,381
	<u>55,851</u>	<u>81,381</u>

The charity's principal grants to institutions comprised:

Diocese of Cyprus and the Gulf	37,500	45,000
Parishes in Cyprus	11,945	16,199
Parishes in the Gulf	5,263	18,916
Other	1,143	1,266
	<u>55,851</u>	<u>81,381</u>

8 Analysis of staff costs, the cost of key management personnel and trustee remuneration and expenses

The charity employs no staff and the trustees receive no remuneration or other benefits. During the year one trustee (2023: 2) received reimbursement of travelling expenses.

9 Acting as agent

The charity makes monthly contribution payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese. These payments, which are funded by the Diocese of Cyprus and the Gulf, are excluded from the Statement of Financial Activities; any money that has not been disbursed as contribution payments by the year end is recognised as a creditor.

Brought forward	9,634	4,565
add: Transfers and cash received to fund clergy pensions	7,710	38,891
less: Contributions to the Church of England Pensions board	(12,902)	(33,823)
	<u>4,442</u>	<u>9,634</u>

10 Fixed asset investments

Endowment Fund - General Portfolio

Fair value brought forward	200,586	240,640
Purchases during the year	0	0
Disposals during the year	(60,000)	(45,000)
Change in value of investments	14,748	4,946
	<u>155,333</u>	<u>200,586</u>

The Trustees may decide by resolution to purchase and dispose of all or part of the portfolio. The shares within the portfolio are listed and stated at valuation.

Endowment Fund No.2 - General Portfolio

Fair value brought forward	80,877	80,600
Purchases during the year	0	0
Disposals during the year	0	0
Change in value of investments	1,869	278
	<u>82,747</u>	<u>80,877</u>

Total	<u><u>238,080</u></u>	<u><u>281,463</u></u>
--------------	-----------------------	-----------------------

Regarding *Endowment Fund No.2*, the donor in a grant letter dated 17 December 2021 has stated that:

1.1 The purpose of the grant is to enable the Diocese to purchase investments and use the resulting investment income to continue supporting its charitable activities; and

1.2 The grant shall not be used for any other purpose and shall be held as a permanent endowment in the Foundation, represented by a Restricted Fund.

1.3 If the Diocese of Cyprus and the Gulf Foundation does not comply in all material respects with these conditions, or the grant has not been used for the purpose it has been given, the grant shall be repayable at our discretion.

Both portfolios are managed by LGT Wealth Management UK LLP in accordance with an Investment Policy Statement dated 22 February 2024 in order to provide capital growth with an element of income based on medium risk and valued as at 31 December 2024.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2024

	2024 £	2023 £
11 Debtors		
Falling due within one year:		
Prepayments and accrued income	1,096	1,094
Tax recoverable	215	271
	<u>1,311</u>	<u>1,365</u>
Falling due after one year:		
Loan to Diocese	45,000	
	<u>45,000</u>	<u>0</u>
Total debtors (see note)	<u>46,311</u>	<u>1,365</u>

Note: The trustees in October 2024 approved a loan facility to the Diocese of £85,000, available to drawdown at any time up to 30 November 2025 in order to assist the Bishop to execute the Diocesan plan approved by Synod. The loan is interest-free and unsecured and repayable in four equal annual instalments commencing on 30 November 2026 and ending on 30 November 2029. £45,000 under this facility was paid to the Diocese at the balance sheet date.

12 Cash at bank and in hand		
Cash at bank with immediate access	<u>32,436</u>	<u>51,248</u>
13 Creditors: liabilities falling due within one year		
Other creditors	4,442	9,634
Accruals	1,325	3,708
	<u>5,767</u>	<u>13,342</u>

14 Funds

During the year the movements in the charity's funds were as follows:

	Opening balance 2024 £	Incoming resources 2024 £	Outgoing resources 2024 £	Transfers in the year 2024 £	Gains and losses 2024 £	Closing balance 2024 £
Designated funds						
Ordinand training/general Diocesan	50,000	0	34,500	4,500	0	20,000
The Diocese of Cyprus and the Gulf Appeal	19,661	2,104	0	0	0	21,766
	<u>69,662</u>	<u>2,104</u>	<u>34,500</u>	<u>4,500</u>	<u>0</u>	<u>41,768</u>
General unrestricted funds	116,121	3,443	4,877	(4,500)	11,605	121,792
Total unrestricted funds	<u>185,783</u>	<u>5,547</u>	<u>39,377</u>	<u>0</u>	<u>11,605</u>	<u>163,560</u>
Restricted funds						
a) Parishes in Cyprus						
The Anglican Church of Paphos	3,977	10,780	8,399	0	0	6,359
St John the Evangelist, Deryneia	461	900	840	0	0	521
St Barnabas, Limassol	0	3,899	2,706	0	0	1,193
b) Association of Friends	432	1,890	1,143	0	0	1,179
c) Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	0	3,663	3,663	0	0	0
St George's Church, Baghdad	44,331	2,160	1,600	0	3,143	48,033
	<u>49,200</u>	<u>23,292</u>	<u>18,351</u>	<u>0</u>	<u>3,143</u>	<u>57,283</u>
Endowment funds						
Fund No.2 - General Portfolio	85,751	2,597	0	0	1,869	90,217
Total endowment funds	<u>85,751</u>	<u>2,597</u>	<u>0</u>	<u>0</u>	<u>1,869</u>	<u>90,217</u>
Aggregate of funds	<u>320,734</u>	<u>31,436</u>	<u>57,727</u>	<u>0</u>	<u>16,616</u>	<u>311,060</u>

Note: The Endowment fund was established in 2022.

The transfers referred to above were made for the following reason:

£4,500 from General Fund to Ordinand training/general Diocesan Fund to provide for planned grants to the Diocese of £20,000 in 2025.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2024

14 Funds (continued)

The assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	Endowment funds	Total 2024
	General funds	Designated funds			
	£	£	£	£	£
Fixed asset investments	67,676	41,767	45,891	82,747	238,080
Debtors	45,280	0	256	775	46,311
Cash at bank and in hand	10,161	(0)	15,580	6,695	32,436
Creditors falling due within one year	(1,325)	0	(4,442)	0	(5,767)
	<u>121,792</u>	<u>41,768</u>	<u>57,283</u>	<u>90,217</u>	<u>311,060</u>

In the previous year the movements in the charity's funds were as follows:

	Opening balance 2023 £	Incoming resources 2023 £	Outgoing resources 2023 £	Transfers in the year 2023 £	Gains and losses 2023 £	Closing balance 2023 £
<u>Designated funds</u>						
Ordinand training/general Diocesan	85,000	0	45,000	10,000	0	50,000
The Diocese of Cyprus and the Gulf Appeal	14,069	5,593	0	0	0	19,661
	<u>99,068</u>	<u>5,593</u>	<u>45,000</u>	<u>10,000</u>	<u>0</u>	<u>69,662</u>
<u>General unrestricted funds</u>	122,306	1,929	2,094	(10,000)	3,980	116,121
<u>Total unrestricted funds</u>	<u>221,374</u>	<u>7,522</u>	<u>47,094</u>	<u>0</u>	<u>3,980</u>	<u>185,783</u>
<u>Restricted funds</u>						
Parishes in Cyprus						
St Andrew's Church, Kyrenia	0	20	20	0	0	0
The Anglican Church of Paphos	6,569	9,315	11,907	0	0	3,977
St John the Evangelist, Deryneia	461	900	900	0	0	461
St Barnabas, Limassol	31	3,341	3,372	0	0	0
Association of Friends	713	983	1,266	0	0	432
Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	0	7,055	7,055	0	0	0
The Protestant Church in Oman	0	10,011	10,011	0	0	0
St George's Church, Baghdad	42,934	2,281	1,850	0	966	44,331
	<u>50,710</u>	<u>33,907</u>	<u>36,381</u>	<u>0</u>	<u>966</u>	<u>49,200</u>
<u>Endowment funds</u>						
Fund No.2 - General Portfolio	82,306	3,168	0	0	278	85,751
<u>Total endowment funds</u>	<u>82,306</u>	<u>3,168</u>	<u>0</u>	<u>0</u>	<u>278</u>	<u>85,751</u>
<u>Aggregate of funds</u>	<u>354,390</u>	<u>44,596</u>	<u>83,475</u>	<u>0</u>	<u>5,224</u>	<u>320,734</u>

The transfers referred to above were made for the following reason:

£10,000 from General Fund to Ordinand training/general Diocesan Fund to provide for planned grants to the Diocese of £50,000 in 2024.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the 12 months ended 31 December 2024

14 Funds (continued)

In the previous year, the assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	Endowment funds	Total 2023
	General funds	Designated funds			
	£	£	£	£	£
Fixed asset investments	88,176	69,662	42,748	80,878	281,463
Debtors	300	0	317	748	1,365
Cash at bank and in hand	31,353	0	15,770	4,125	51,248
Creditors falling due within one year	(3,708)	0	(9,634)	0	(13,342)
	<u>116,121</u>	<u>69,662</u>	<u>49,200</u>	<u>85,751</u>	<u>320,734</u>

Designated unrestricted funds comprise funds which have been designated by the trustees for the support of clergy/ordinand training and the general work of the Diocese.

Restricted funds comprise balances held by the charity on behalf of parishes and affiliated entities. These balances have arisen from the relevant parishes' planned giving together with donations received where donor or donors have requested that gifts made are to be applied for specified restricted purposes. These balances include Gift Aid where applicable.

Endowment funds comprise grants which are given in response to the Appeal but with restrictions on the long-term preservation of the original principal amount.

15 Transactions with related parties

During the year the charity:

a) received donations totalling £1,500 (2023: £2,125) from related parties (which includes trustees, any other members of key management and anyone closely connected to them).

b) paid £255 expenses (2023: £714) to, or for, trustees.

At the balance sheet date £nil was owed (2023: £nil) by the charity to related parties.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES WITH COMPARATIVES
For the 12 months ended 31 December 2024**

	Note	Unrestricted funds					Unrestricted funds				
		General	Designated	Restricted	Endowment	Total	General	Designated	Restricted	Endowment	Total
		2024	2024	2024	2024	2024	2023	2023	2023	2023	2023
		£	£	£	£	£	£	£	£	£	£
INCOME FROM:											
Donations and legacies	3	1,125	2,104	22,732	0	25,960	0	5,593	33,475	0	39,067
Charitable activities	4	60	0	0	0	60	160	0	0	0	160
Investment income	5	2,067	0	560	2,597	5,224	1,609	0	431	3,168	5,208
Other income	6	191	0	0	0	191	160	0	0	0	160
Total income		<u>3,442</u>	<u>2,104</u>	<u>23,291</u>	<u>2,597</u>	<u>31,435</u>	<u>1,928</u>	<u>5,593</u>	<u>33,906</u>	<u>3,168</u>	<u>44,595</u>
EXPENDITURE ON:											
Charitable activities	7	4,877	34,500	18,351	0	57,727	2,094	45,000	36,381	0	83,475
Total expenditure		<u>4,877</u>	<u>34,500</u>	<u>18,351</u>	<u>0</u>	<u>57,727</u>	<u>2,094</u>	<u>45,000</u>	<u>36,381</u>	<u>0</u>	<u>83,475</u>
Net gains / (losses) on investments		11,605	0	3,143	1,869	16,616	3,980	0	966	278	5,224
Net income / (expenditure)		<u>10,170</u>	<u>(32,396)</u>	<u>8,085</u>	<u>4,465</u>	<u>(9,675)</u>	<u>3,814</u>	<u>(39,408)</u>	<u>(1,508)</u>	<u>3,445</u>	<u>(33,655)</u>
Gross transfers between funds - in		0	4,500	0	0	4,500	0	10,000	0	0	10,000
Gross transfers between funds - out		<u>(4,500)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(4,500)</u>	<u>(10,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(10,000)</u>
Net movement in funds		<u>5,670</u>	<u>(27,897)</u>	<u>8,085</u>	<u>4,465</u>	<u>(9,675)</u>	<u>(6,186)</u>	<u>(29,409)</u>	<u>(1,508)</u>	<u>3,445</u>	<u>(33,655)</u>
Reconciliation of funds:											
Total funds brought forward	14	116,121	69,662	49,200	85,751	320,734	122,306	99,068	50,710	82,306	354,390
Total funds carried forward	14	<u>121,792</u>	<u>41,768</u>	<u>57,283</u>	<u>90,217</u>	<u>311,060</u>	<u>116,121</u>	<u>69,662</u>	<u>49,200</u>	<u>85,751</u>	<u>320,734</u>

Note: The Endowment fund was established in 2022.

Accounts

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

Report and Accounts

Year ended 31 December 2023

Contents	Page
Charity information.....	2
Trustees' Annual Report.....	3-5
Independent Examiner's Report.....	6
Statement of Financial Activities.....	7
Balance Sheet.....	8
Notes to the Accounts.....	9-15
Detailed Statement of Financial Activities with Comparatives.....	16

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
CHARITY INFORMATION
For the Year Ended 31 December 2023

Trustees:

Mr. Michael Cole (Chairman)
Ms. Susan Cooper
Mr. Jonathan Franklin
Mrs. Sibella Laing
The Most Reverend Michael Lewis (resigned on 9 June 2023)
Mr. Ron Maitland
Mr. Charles Milner (resigned on 24 February 2023)
Mrs. Angela Murray MBE (appointed on 27 March 2023)
The Very Reverend Bertrand Olivier
Dr. Helen Perry (appointed on 3 November 2023)
Mr. Michael Ross-McCall (Treasurer)
Mr. Andrew Turner (resigned on 19 February 2024)

Clerk to the Trustees:

Mr. Jonathan Franklin

Governing Document:

Declaration of Trust dated 5 September 1990, updated on 9 September 2022

Charity Registration No.:

1000307

Principal Address:

The Parish House
43 Trinity Square
London
EC3N 4DJ

Independent Examiner:

Archie McDowall BA CA
Stewardship
1 Lamb's Passage
London
EC1Y 8AB

Investment Advisers:

LGT Wealth Management UK LLP
14 Cornhill
London
EC3V 3NR

Bankers:

HSBC Bank plc
1-3 Bishopsgate
London
EC2N 3AQ

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT
For the Year Ended 31 December 2023

The trustees have pleasure in submitting the Report and Accounts for the year ended 31 December 2023.

Objects of the charity

The charity is a trust and is governed by its Declaration of Trust. The objects of the charity, as set out in the governing document are:

The advancement of the Christian religion in accordance with the doctrines and principles of the Provincial Synod of the Anglican Province of Jerusalem and the Middle East by the extension of the work, ministry and public worship throughout the Diocese of Cyprus and the Gulf ("Diocese") and such other charitable purposes connected with the Church as the trustees of the Foundation in consultation with the Bishop and the Diocesan Synod shall determine.

Summary of the charity's main activities and achievements

To further the above objects and vision, the charity's main activities and achievements include the generation of an income stream from a portfolio of investments managed by LGT Wealth Management UK LLP and donations from private individuals and charitable bodies. The charity disburses monies to cover small administrative costs and provides financial support to the Diocese and to individual parishes within the Diocese when this is required and when approved by the trustees.

The charitable status of the Foundation also enables it to provide a facility for parishes within the Diocese to recover UK income tax on donations made directly to the parishes by UK taxpayers, the donation being paid to the Foundation for the benefit of the parish, the tax claimed and the gross payment being then returned to the parish specified by the donor. In the same way, subscriptions and donations from members of the Association of Friends of the Diocese of Cyprus and the Gulf are paid through the Foundation. The Foundation also makes payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese.

During 2023 the Foundation continued to support the Diocese in funding its ordinand and clergy training programme. The amount of the grant made for this purpose in 2023 was £45,000 (2022: £35,000). An additional grant of £15,000 was paid to the Diocese in 2022 to assist with the financing of its general activities. The trustees have designated a further grant for ordinand training and general Diocesan requirements of £50,000 for 2024.

During 2020 the trustees agreed to assist the Diocese with resources to support a proposed appeal for funds. The financial position of the Diocese is fragile with low reserves and reliance on contributions from Anglican Communion donors, other charities and from parishes, particularly those in the Gulf region. Pressures on all of these sources of contribution, including that caused by Covid-19, has highlighted the critical need for other sources of income. As of 31 December 2023, donations in response to the Appeal aggregated to £105,413 including a donation of £83,300 which is invested in a separate endowment fund that provides dividends and valuation gains/losses.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2023

Further information about the Diocese of Cyprus and the Gulf may be found on the website www.cypgulf.org.

Structure, Governance and Management

Responsibility for setting policy and for making operating decisions rests with the trustees who meet at least twice a year to monitor the activities of the charity. Responsibility for the day to day operation of the charity has been delegated to a senior management team led by the Chairman and Treasurer. New trustees are recruited and appointed by the existing trustees by a unanimous vote.

Public benefit statement

To further its charitable purposes for the public benefit, and in furtherance of its charitable objectives, the charity has provided support to the Diocese of Cyprus and the Gulf, in particular in the generation of funding for its various activities. These include supporting the activities of the parishes both in Cyprus and in the Gulf, including clergy and ordinand training, the operation of a school in Baghdad, an eye clinic in Aden, Yemen as well as providing support, practical and spiritual, to displaced Christians and others, seafarers, refugees and migrant workers.

In the furtherance of the above, the trustees of the Foundation have complied with the duty to have regard to the UK Charity Commission's public benefit guidance.

Financial review

The attached financial statements for the year ended 31 December 2023 show receipts, mainly from donations and investment income, totalling £44,596 (2022: £154,877) and payments for charitable activities totalling £83,475 (2022: £114,198). After adding investment gains of £5,224 (2022: deducting investment losses £46,989), there was a deficit in the year of £33,655 (2022 deficit: £6,310).

The total value of the investment portfolio was £281,463 at 31 December 2023 (2022: £321,240). There were no additions in 2023 but a single donation of £83,300 was added during 2022 to create "Endowment Fund No.2 - General Portfolio". Disposals in 2023 comprised £45,000 from the "Endowment Fund - General Portfolio" (2022: £50,000 disposal).

Reserves policy

The charity aims to distribute amounts received as quickly as possible and given the relatively low level of operational expenditure, modest amounts are held in cash reserve. At 31 December 2023, the amount of unrestricted cash held was £31,353 (2022: £13,421).

During 2023, the charity maintained 13 funds divided into designated, general unrestricted, restricted and endowment funds. The trustees recommend no change in the designation of funds at this time and consider the reserves to be adequate.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2023

Going concern

The trustees consider that the charity has sufficient funds to enable it to continue its operations for the foreseeable future.

Key risks and uncertainties

The charity is exposed to various risks - be they operational, financial or reputational. The trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks.

Statement of Responsibilities of the trustees

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
5. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. 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.

Approval

This report was approved by the trustees and signed on their behalf by:

MICHAEL COLE
Michael Cole (Chairman)
30 April, 2024

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
DIOCESE OF CYPRUS AND THE GULF FOUNDATION
(‘the Charity’)**

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 December 2023 on pages 7 to 16 following, which have been prepared on the basis of the accounting policies set out on pages 9 to 10.

Responsibilities and basis of report

As the charity’s trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity’s accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act;
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

ARCHIE MCDOWALL

Name: Archie McDowall BA CA

Dated: 30 April, 2024

Stewardship

1 Lamb’s Passage

LONDON

EC1Y 8AB

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
For the period ended 31 December 2023**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2023 £	Total funds 2022 £
INCOME AND ENDOWMENTS FROM:							
Donations and legacies	3	0	5,593	33,475	0	39,068	150,004
Charitable activities	4	160	0	0	0	160	140
Investments	5	1,609	0	431	3,168	5,208	4,450
Other income	6	160	0	0	0	160	283
Total income and endowments		<u>1,929</u>	<u>5,593</u>	<u>33,906</u>	<u>3,168</u>	<u>44,596</u>	<u>154,877</u>
EXPENDITURE ON:							
Charitable activities	7	2,094	45,000	36,381	0	83,475	114,198
Total expenditure		<u>2,094</u>	<u>45,000</u>	<u>36,381</u>	<u>0</u>	<u>83,475</u>	<u>114,198</u>
Net gains / (losses) on investments		3,980	0	966	278	5,224	(46,989)
Net income / (expenditure)		<u>3,815</u>	<u>(39,408)</u>	<u>(1,509)</u>	<u>3,446</u>	<u>(33,655)</u>	<u>(6,310)</u>
Gross transfers between funds - in			10,000	0	0	10,000	138,525
Gross transfers between funds - out		(10,000)	0	0	0	(10,000)	(138,525)
Net movement in funds		<u>(6,185)</u>	<u>(29,408)</u>	<u>(1,509)</u>	<u>3,446</u>	<u>(33,655)</u>	<u>(6,310)</u>
Reconciliation of funds:							
Total funds brought forward	14	122,306	99,068	50,710	82,306	354,390	360,700
Total funds carried forward	14	<u>116,121</u>	<u>69,662</u>	<u>49,200</u>	<u>85,751</u>	<u>320,734</u>	<u>354,390</u>

The statement of financial affairs includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on pages 9 to 15 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**BALANCE SHEET
As at 31 December 2023**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2023 £	Total funds 2022 £
FIXED ASSETS							
Investments	10	88,176	69,662	42,748	80,878	281,463	321,240
		<u>88,176</u>	<u>69,662</u>	<u>42,748</u>	<u>80,878</u>	<u>281,463</u>	<u>321,240</u>
CURRENT ASSETS							
Debtors	11	300	0	317	748	1,365	2,929
Cash at bank and in hand	12	31,353	0	15,770	4,125	51,248	40,607
		<u>31,653</u>	<u>0</u>	<u>16,087</u>	<u>4,873</u>	<u>52,613</u>	<u>43,535</u>
CREDITORS: Amounts falling due within one year	9,13	3,708	0	9,634	0	13,342	10,385
Net current assets		<u>27,945</u>	<u>0</u>	<u>6,453</u>	<u>4,873</u>	<u>39,271</u>	<u>33,150</u>
TOTAL NET ASSETS		<u>116,121</u>	<u>69,662</u>	<u>49,200</u>	<u>85,751</u>	<u>320,734</u>	<u>354,390</u>
FUND BALANCES							
Unrestricted funds							
General funds	14	116,121	0	0	0	116,121	122,306
Designated funds	14	0	69,662	0	0	69,662	99,068
		<u>116,121</u>	<u>69,662</u>	<u>0</u>	<u>0</u>	<u>185,783</u>	<u>221,374</u>
Restricted funds	14	0	0	49,200	0	49,200	50,710
Endowment funds	14	0	0	0	85,751	85,751	82,306
		<u>116,121</u>	<u>69,662</u>	<u>49,200</u>	<u>85,751</u>	<u>320,734</u>	<u>354,390</u>

The financial statements were approved by the Board of Trustees and were signed on its behalf by:
Charity Number 1000307.

MICHAEL COLE
Michael Cole (Chairman)

Date: 30 April, 2024

MICHAEL ROSS-MCCALL
Michael Ross-McCall (Treasurer)

Date: 30 April, 2024

The notes on pages 9 to 15 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS For the period ended 31 December 2023

1 Statutory information

The charity is a trust registered with the Charity Commission in England and Wales. The charity's registered number and principal address can be found on the Charity information page.

2 Accounting Policies

These financial statements are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain assets, which are measured at fair value through the Statement of Financial Activities.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ("the Charities SORP"), with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements and have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements. In making this assessment the trustees have considered how Covid-19 might affect projections.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations and legacies includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.
- ii) Legacies. Income from legacies is recognised when a distribution is received from the estate or, if earlier, when the charity has been notified that a distribution will be made and the amount receivable can be measured reliably.

Investment income represents income generated by the charity's assets, including an investment portfolio

c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds has been disclosed separately when material.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued) For the period ended 31 December 2023

2 Accounting Policies (continued)

- c) Expenditure (continued)
Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.
- d) Fund accounting
General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.
- e) Investments
Fixed asset investments are held to generate income and / or for their investment potential. Current asset investments are investments that are held specifically for sale or are investments that the charity expects to sell by the next balance sheet date. Investments, other than social investments (see below), are valued as follows:
i) Investment property and listed investments are valued at their market value (fair value) at the balance sheet date.
ii) Unlisted investments are measured at cost less impairment where it becomes apparent that the amount that could be realised is less than cost.
- f) Taxation
The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.
- g) Financial instruments
The charity's financial assets and financial liabilities all qualify as basic financial instruments, as defined by FRS102. Except for loans, creditors and debtors are measured at their expected settlement value (normally the amount of cash that the charity expects to pay or receive). The charity recognises liabilities for the principal of those loans that remains outstanding at the year end (i.e. the liabilities exclude any interest chargeable on the loans in future years).
- h) Foreign currency translation
These financial statements are presented in sterling, which is the charity's functional currency.
i) Income and expenditure denominated in a foreign currency is translated into sterling at the exchange rate prevailing on the date of the transaction.
ii) Monetary assets and liabilities denominated in a foreign currency are re-translated at the exchange rate prevailing at the balance sheet date.
iii) Non-monetary assets are measured at historic cost at the rate of exchange prevailing on the date of the transaction and are not subsequently re-translated.
All differences arising from the application of the above policy are charged (or credited) to the Statement of Financial Activities.
- i) Exemption from preparing a cashflow statement
The charity has taken advantage of an exemption conferred by the Charities SORP and has not prepared a cash flow statement.
- j) Critical accounting estimates and areas of judgement
The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the period ended 31 December 2023

	2023 £	2022 £
3 Donations and legacies		
Donations of cash and similar	32,913	144,625
Income tax recoverable	6,155	5,379
	<u>39,068</u>	<u>150,004</u>
4 Income from charitable activities		
Book sales	<u>160</u>	<u>140</u>
5 Investment income		
Dividends and interest receivable, split between:		
Endowment Fund - General Portfolio	2,040	2,744
Endowment Fund No.2 - General Portfolio	<u>3,168</u>	<u>1,706</u>
	<u>5,208</u>	<u>4,450</u>
6 Other income		
Other income	<u>160</u>	<u>283</u>
7 Charitable expenditure		
a Costs incurred directly on specific activities		
Miscellaneous expenses	<u>0</u>	<u>0</u>
	0	0
Grants payable (note 7c)	81,381	111,511
	<u>81,381</u>	<u>111,511</u>
b Costs incurred on support and administration		
Governance costs		
Independent examination	1,200	1,140
	<u>1,200</u>	<u>1,140</u>
Printing, postage and stationery	25	15
Subscriptions and professional fees	0	1,392
Trustee travel costs	714	0
Bank charges	155	140
	<u>2,094</u>	<u>2,687</u>
Total expenditure	<u>83,475</u>	<u>114,198</u>

The fee payable to the independent examiner for examining the accounts in 2023 was £1,200 (2022: £1,140).

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the period ended 31 December 2023

	2023	2022
	£	£
7 Charitable expenditure (continued)		
c Grants payable		
Grants for UK and overseas mission	36,381	76,511
Grants for education, including ministry training	45,000	35,000
	<u>81,381</u>	<u>111,511</u>
The charity's principal grants to institutions comprised:		
Parishes in Cyprus	16,199	12,912
Parishes in the Gulf	18,916	42,509
Diocese of Cyprus and the Gulf	45,000	55,139
Other	1,266	952
	<u>81,381</u>	<u>111,511</u>
8 Analysis of staff costs, the cost of key management personnel and trustee remuneration and expenses		
The charity employs no staff and the trustees receive no remuneration or other benefits. During the year two trustees (2022: 0) received reimbursement of travelling expenses.		
9 Acting as agent		
The charity makes monthly contribution payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese. These payments, which are funded by the Diocese of Cyprus and the Gulf, are excluded from the Statement of Financial Activities; any money that has not been disbursed as contribution payments by the year end is recognised as a creditor.		
Brought forward	4,565	13,816
add: Transfers and cash received to fund clergy pensions	38,891	41,580
less: Contributions to the Church of England Pensions board	(33,823)	(50,831)
	<u>9,634</u>	<u>4,565</u>
Carried forward	<u>9,634</u>	<u>4,565</u>
10 Fixed asset investments		
<i>Endowment Fund - General Portfolio</i>		
Cost or fair value brought forward	240,640	334,929
Purchases during the year	0	0
Disposals during the year	(45,000)	(50,000)
Change in value of investments	4,946	(44,289)
	<u>200,586</u>	<u>240,640</u>
Cost or fair value carried forward	<u>200,586</u>	<u>240,640</u>
The Trustees may decide by resolution to purchase and dispose of all or part of the portfolio.		
<i>Endowment Fund No.2 - General Portfolio</i>		
Cost or fair value brought forward	80,600	0
Purchases during the year	0	83,300
Disposals during the year	0	0
Change in value of investments	278	(2,700)
	<u>80,877</u>	<u>80,600</u>
Cost or fair value carried forward	<u>80,877</u>	<u>80,600</u>
Total	<u>281,463</u>	<u>321,240</u>

Regarding *Endowment Fund No.2*, the donor in a grant letter dated 17 December 2021 has stated that:

- 1.1 The purpose of the grant is to enable the Diocese to purchase investments and use the resulting investment income to continue supporting its charitable activities; and
- 1.2 The grant shall not be used for any other purpose and shall be held as a permanent endowment in the Foundation, represented by a Restricted Fund.
- 1.3 If the Diocese of Cyprus and the Gulf Foundation does not comply in all material respects with these conditions, or the grant has not been used for the purpose it has been given, the grant shall be repayable at our discretion.

Both portfolios are managed by LGT Wealth Management UK LLP in accordance with an Investment Policy Statement dated 22 February 2022 in order to provide capital growth with an element of income based on medium risk and valued as at 31 December 2023.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the period ended 31 December 2023

	2023 £	2022 £
11 Debtors		
Falling due within one year:		
Tax recoverable	271	304
Prepayments and accrued income	1,094	2,625
	<u>1,365</u>	<u>2,929</u>
12 Cash at bank and in hand		
Cash at bank with immediate access	<u>51,248</u>	<u>40,607</u>
13 Creditors: liabilities falling due within one year		
Other creditors	9,634	4,565
Accruals	3,708	5,820
	<u>13,342</u>	<u>10,385</u>

14 Funds

During the year the movements in the charity's funds were as follows:

	Opening balance 2023 £	Incoming resources 2023 £	Outgoing resources 2023 £	Transfers in the year 2023 £	Gains and losses 2023 £	Closing balance 2023 £
Designated funds						
Ordinand training/general Diocesan	85,000	0	45,000	10,000	0	50,000
The Diocese of Cyprus and the Gulf Appeal	14,069	5,593	0	0	0	19,661
	<u>99,068</u>	<u>5,593</u>	<u>45,000</u>	<u>10,000</u>	<u>0</u>	<u>69,662</u>
General unrestricted funds	122,306	1,929	2,094	(10,000)	3,980	116,121
Total unrestricted funds	<u>221,374</u>	<u>7,522</u>	<u>47,094</u>	<u>0</u>	<u>3,980</u>	<u>185,783</u>
Restricted funds						
a) Parishes in Cyprus						
St Andrew's Church, Kyrenia	0	20	20	0	0	0
The Anglican Church of Paphos	6,569	9,315	11,907	0	0	3,977
St John the Evangelist, Deryneia	461	900	900	0	0	461
St Barnabas, Limassol	31	3,341	3,372	0	0	(0)
b) Association of Friends	713	983	1,266	0	0	432
c) Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	0	7,055	7,055	0	0	0
The Protestant Church in Oman	0	10,011	10,011	0	0	0
St George's Church, Baghdad	42,934	2,281	1,850	0	966	44,331
Church of the Epiphany, Doha	0	0	0	0	0	0
	<u>50,710</u>	<u>33,907</u>	<u>36,381</u>	<u>0</u>	<u>966</u>	<u>49,200</u>
Endowment funds						
Fund No.2 - General Portfolio	82,306	3,168	0	0	278	85,751
Total endowment funds	<u>82,306</u>	<u>3,168</u>	<u>0</u>	<u>0</u>	<u>278</u>	<u>85,751</u>
Aggregate of funds	<u>354,390</u>	<u>44,596</u>	<u>83,475</u>	<u>0</u>	<u>5,224</u>	<u>320,734</u>

Note: The Endowment fund was established in 2022.

The transfers referred to above were made for the following reasons:

- a) £10,000 from General Fund to Ordinand training/general Diocesan Fund to provide for planned grants to the Diocese of £50,000 in 2024.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the period ended 31 December 2023

14 Funds (continued)

The assets and liabilities of the various funds were as follows:

	Unrestricted funds				
	General funds	Designated funds	Restricted funds	Endowment funds	Total 2023
	£	£	£	£	£
Fixed asset investments	88,176	69,662	42,748	80,878	281,463
Debtors	300	0	317	748	1,365
Cash at bank and in hand	31,353	0	15,770	4,125	51,248
Creditors falling due within one year	(3,708)	0	(9,634)	0	(13,342)
	<u>116,121</u>	<u>69,662</u>	<u>49,200</u>	<u>85,751</u>	<u>320,734</u>

In the previous year the movements in the charity's funds were as follows:

	Opening balance 2022 £	Incoming resources 2022 £	Outgoing resources 2022 £	Transfers in the year 2022 £	Gains and losses 2022 £	Closing balance 2022 £
Designated funds						
Ordinand training/general Diocesan	70,000	0	35,000	50,000	0	85,000
The Diocese of Cyprus and the Gulf Appeal	0	92,143	0	(78,075)	0	14,068
	<u>70,000</u>	<u>92,143</u>	<u>35,000</u>	<u>(28,075)</u>	<u>0</u>	<u>99,068</u>
General unrestricted funds	229,322	7,871	22,826	(55,225)	(36,836)	122,306
Total unrestricted funds	<u>299,322</u>	<u>100,014</u>	<u>57,826</u>	<u>(83,300)</u>	<u>(36,836)</u>	<u>221,374</u>
Restricted funds						
Parishes in Cyprus						
St Andrew's Church, Kyrenia	540	500	1,040	0	0	0
The Anglican Church of Paphos	2,973	11,556	7,960	0	0	6,569
St John the Evangelist, Deryneia	446	900	885	0	0	461
St Barnabas, Limassol	0	3,057	3,026	0	0	31
Association of Friends	946	720	952	0	0	714
Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	2,282	7,884	10,166	0	0	0
The Protestant Church in Oman	500	5,000	5,500	0	0	0
St George's Church, Baghdad	53,691	3,375	6,678	0	(7,453)	42,935
Church of the Epiphany, Doha	0	20,165	20,165	0	0	0
	<u>61,377</u>	<u>53,156</u>	<u>56,372</u>	<u>0</u>	<u>(7,453)</u>	<u>50,710</u>
Endowment funds						
Fund No.2 - General Portfolio	0	1,706	0	83,300	(2,700)	82,306
Total endowment funds	<u>0</u>	<u>1,706</u>	<u>0</u>	<u>83,300</u>	<u>(2,700)</u>	<u>82,306</u>
Aggregate of funds	<u>360,700</u>	<u>154,877</u>	<u>114,198</u>	<u>0</u>	<u>(46,989)</u>	<u>354,390</u>

The transfers referred to above were made for the following reasons:

- £50,000 from General Fund to Ordinand training/general Diocesan Fund to provide for planned grants to the Diocese in 2023/4.
- Grant to the Appeal of £83,300 booked in The Diocese of Cyprus and the Gulf Appeal incoming resources reallocated to the Endowment fund.
- Donations to the Appeal in 2021 of £5,225 and credited to General Fund reallocated to Appeal Fund in 2022.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the period ended 31 December 2023

14 Funds (continued)

In the previous year, the assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	Endowment funds	Total 2022
	General funds	Designated funds			
	£	£	£	£	£
Fixed asset investments	113,858	85,000	41,782	80,600	321,240
Debtors	847	0	376	1,706	2,929
Cash at bank and in hand	13,421	14,068	13,118	0	40,607
Creditors falling due within one year	(5,820)	0	(4,565)	0	(10,385)
	<u>122,306</u>	<u>99,068</u>	<u>50,710</u>	<u>82,306</u>	<u>354,390</u>

Designated unrestricted funds comprise funds which have been designated by the trustees for the support of clergy/ordinand training and the general work of the Diocese.

Restricted funds comprise balances held by the charity on behalf of parishes and affiliated entities. These balances have arisen from the relevant parishes' planned giving together with donations received where donor or donors have requested that gifts made are to be applied for specified restricted purposes. These balances include Gift Aid where applicable.

Endowment funds comprise grants which are given in response to the Appeal but with restrictions on the long-term preservation of the original principal amount.

15 Transactions with related parties

There have been no transactions with related parties during the year nor during the prior year.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES WITH COMPARATIVES
For the period ended 31 December 2023

	Note	Unrestricted funds					Unrestricted funds				
		General	Designated	Restricted	Endowment	Total	General	Designated	Restricted	Endowment	Total
		2023	2023	2023	2023	2023	2022	2022	2022	2022	2022
		£	£	£	£	£	£	£	£	£	£
INCOME FROM:											
Donations and legacies	3	0	5,593	33,475	0	39,067	5,166	92,143	52,695	0	150,004
Charitable activities	4	160	0	0	0	160	140	0	0	0	140
Investment income	5	1,609	0	431	3,168	5,208	2,282	0	462	1,706	4,450
Other income	6	160	0	0	0	160	283	0	0	0	283
Total income		<u>1,928</u>	<u>5,593</u>	<u>33,906</u>	<u>3,168</u>	<u>44,595</u>	<u>7,871</u>	<u>92,143</u>	<u>53,157</u>	<u>1,706</u>	<u>154,877</u>
EXPENDITURE ON:											
Charitable activities	7	2,094	45,000	36,381	0	83,475	22,826	35,000	56,372	0	114,198
Total expenditure		<u>2,094</u>	<u>45,000</u>	<u>36,381</u>	<u>0</u>	<u>83,475</u>	<u>22,826</u>	<u>35,000</u>	<u>56,372</u>	<u>0</u>	<u>114,198</u>
Net gains / (losses) on investments		3,980	0	966	278	5,224	(36,836)	0	(7,453)	(2,700)	(46,989)
Net income / (expenditure)		<u>3,814</u>	<u>(39,408)</u>	<u>(1,508)</u>	<u>3,445</u>	<u>(33,655)</u>	<u>(51,792)</u>	<u>57,143</u>	<u>(10,668)</u>	<u>(994)</u>	<u>(6,310)</u>
Gross transfers between funds - in		0	10,000	0	0	10,000	0	55,225	0	83,300	138,525
Gross transfers between funds - out		(10,000)	0	0	0	(10,000)	(55,225)	(83,300)	0	0	(138,525)
Net movement in funds		<u>(6,186)</u>	<u>(29,409)</u>	<u>(1,508)</u>	<u>3,445</u>	<u>(33,655)</u>	<u>(107,017)</u>	<u>29,068</u>	<u>(10,668)</u>	<u>82,306</u>	<u>(6,310)</u>
Reconciliation of funds:											
Total funds brought forward	14	122,306	99,068	50,710	82,306	354,390	229,322	70,000	61,378	0	360,700
Total funds carried forward	14	<u>116,121</u>	<u>69,662</u>	<u>49,200</u>	<u>85,751</u>	<u>320,734</u>	<u>122,306</u>	<u>99,068</u>	<u>50,710</u>	<u>82,306</u>	<u>354,390</u>

Note: The Endowment fund was established in 2022.

Accounts

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

Report and Accounts

Year ended 31 December 2022

Contents	Page
Charity information	2
Trustees' Annual Report	3-5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Accounts	9-16

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
CHARITY INFORMATION
For the Year Ended 31 December 2022

Trustees:

Mr. Michael Cole (Chairman)
Ms. Susan Cooper
Mr. Jonathan Franklin
Mrs. Sibella Laing
The Most Reverend Michael Lewis
Mr. Ron Maitland
Mr. Charles Milner (resigned on 24 February 2023)
Mrs Carol Angela Murray MBE (appointed on 23 March 2023)
The Very Reverend Bertrand Olivier
Mr. Michael Ross-McCall (Treasurer)
Mr. Andrew Turner

Clerk to the Trustees:

Mr. Andrew Turner

Governing Document:

Declaration of Trust dated 5 September 1990, updated on 9 September 2022

Charity Registration No.:

1000307

Principal Address:

The Parish House
43 Trinity Square
London
EC3N 4DJ

Independent Examiner:

Archie McDowall BA CA
Stewardship
1 Lamb's Passage
London
EC1Y 8AB

Investment Advisers:

LGT Wealth Management UK LLP (formerly LGT Vestra LLP)
14 Cornhill
London
EC3V 3NR

Bankers:

HSBC Bank plc
1-3 Bishopsgate
London
EC2N 3AQ

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT
For the Year Ended 31 December 2022

The trustees have pleasure in submitting the Report and Accounts for the year ended 31 December 2022.

Objects of the charity

The charity is a trust and is governed by its Declaration of Trust. The objects of the charity, as set out in the governing document are:

The advancement of the Christian religion in accordance with the doctrines and principles of the Provincial Synod of the Anglican Province of Jerusalem and the Middle East by the extension of the work, ministry and public worship throughout the Diocese of Cyprus and the Gulf ("Diocese") and such other charitable purposes connected with the Church as the trustees of the Foundation in consultation with the Bishop and the Diocesan Synod shall determine.

Summary of the charity's main activities and achievements

To further the above objects and vision, the charity's main activities and achievements include the generation of an income stream from a portfolio of investments managed by LGT Wealth Management UK LLP and donations from private individuals and charitable bodies. The charity disburses monies to cover small administrative costs and provides financial support to the Diocese and to individual parishes within the Diocese when this is required and when approved by the trustees.

The charitable status of the Foundation also enables it to provide a facility for parishes within the Diocese to recover UK income tax on donations made directly to the parishes by UK taxpayers, the donation being paid to the Foundation for the benefit of the parish, the tax claimed and the gross payment being then returned to the parish specified by the donor. In the same way, subscriptions and donations from members of the Association of Friends of the Diocese of Cyprus and the Gulf are paid through the Foundation. The Foundation also makes payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese.

During 2022 the Foundation continued to support the Diocese in funding its ordinand and clergy training programme. The amount of the grant made for this purpose in 2022 was £35,000 (2021: £25,000). An additional grant of £15,000 was paid to the Diocese in 2022 to assist with the financing of its general activities. The trustees have designated a further grant for ordinand training and general Diocesan requirements of £85,000 for 2023 and 2024.

During 2020 the trustees agreed to assist the Diocese with resources to support a proposed appeal for funds. The financial position of the Diocese is fragile with low reserves and reliance on contributions from Anglican Communion donors, other charities and from parishes, particularly those in the Gulf region. Pressures on all of these sources of contribution, including that caused by Covid-19, has highlighted the critical need for other sources of income. As of 31 December 2022, donations in response to the Appeal aggregated to £97,369 including a donation of £83,300 which is invested in a separate endowment fund.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2022

Further information about the Diocese of Cyprus and the Gulf may be found on the website www.cypgulf.org.

Structure, Governance and Management

Responsibility for setting policy and for making operating decisions rests with the trustees who meet at least twice a year to monitor the activities of the charity. Responsibility for the day to day operation of the charity has been delegated to a senior management team led by the Chairman and Treasurer. New trustees are recruited and appointed by the existing trustees by a unanimous vote.

Public benefit statement

To further its charitable purposes for the public benefit, and in furtherance of its charitable objectives, the charity has provided support to the Diocese of Cyprus and the Gulf, in particular in the generation of funding for its various activities. These include supporting the activities of the parishes both in Cyprus and in the Gulf, including clergy and ordinand training, the operation of a school in Baghdad, an eye clinic in Aden, Yemen as well as providing support, practical and spiritual, to displaced Christians and others, seafarers, refugees and migrant workers.

In the furtherance of the above, the trustees of the Foundation have complied with the duty to have regard to the UK Charity Commission's public benefit guidance.

Financial review

The attached financial statements for the year ended 31 December 2022 show receipts, mainly from donations and investment income, totalling £154,877 (2021: £53,883) and payments for charitable activities totalling £114,198 (2021: £88,882). After deducting investment losses of £46,989 (2021: investment gains £23,082), there was a deficit in the year of £6,310 (2021 deficit: £11,917).

The total value of the investment portfolio was £321,240 at 31 December 2022 (2021: £334,929). A single donation of £83,300 was added during 2022 to create "Endowment Fund No.2 - General Portfolio" and £50,000 was withdrawn from the existing "Endowment Fund - General Portfolio" during the year (2021: nil additions or disposals).

Reserves policy

The charity aims to distribute amounts received as quickly as possible and given the relatively low level of operational expenditure, minimal amounts are held in cash reserve. At 31 December 2022 the amount of unrestricted cash held was £13,421 (2021: £14,052).

During 2022, the charity maintained 13 funds divided into designated, general unrestricted, restricted and endowment funds. The trustees recommend no change in the designation of funds at this time and consider the reserves to be adequate.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT (continued)
For the Year Ended 31 December 2022

Going concern

The trustees consider that the charity has sufficient funds to enable it to continue its operations for the foreseeable future.

Key risks and uncertainties

The charity is exposed to various risks - be they operational, financial or reputational. The trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks.

Statement of Responsibilities of the trustees

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
5. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. 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.

Approval

This report was approved by the trustees and signed on their behalf by:

MICHAEL COLE
Michael Cole (Chairman)
30 May, 2023

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
DIOCESE OF CYPRUS AND THE GULF FOUNDATION
(‘the Charity’)**

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 December 2022 on pages 7 to 16 following, which have been prepared on the basis of the accounting policies set out on pages 9 to 10.

Responsibilities and basis of report

As the charity’s trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity’s accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act;
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

ARCHIE MCDOWALL

Name: Archie McDowall BA CA

Dated: 30 May, 2023

Stewardship

1 Lamb’s Passage

LONDON

EC1Y 8AB

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 December 2022

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2022 £	Total funds 2021 £
INCOME AND ENDOWMENTS FROM:							
Donations and legacies	3	5,166	92,143	52,695	0	150,004	50,946
Charitable activities	4	140	0	0	0	140	520
Investments	5	2,282	0	462	1,706	4,450	2,098
Other income	6	283	0	0	0	283	319
Total income and endowments		7,871	92,143	53,157	1,706	154,877	53,883
EXPENDITURE ON:							
Charitable activities	7	22,826	35,000	56,372	0	114,198	88,882
Total expenditure		22,826	35,000	56,372	0	114,198	88,882
Net gains / (losses) on investments		(36,836)	0	(7,453)	(2,700)	(46,989)	23,082
Net income / (expenditure)		(51,792)	57,143	(10,668)	(994)	(6,310)	(11,917)
Gross transfers between funds - in			55,225	0	83,300	138,525	0
Gross transfers between funds - out		(55,225)	(83,300)			(138,525)	0
Net movement in funds		(107,017)	29,068	(10,668)	82,306	(6,310)	(11,917)
Reconciliation of funds:							
Total funds brought forward	14	229,322	70,000	61,378	0	360,700	372,617
Total funds carried forward	14	122,306	99,068	50,710	82,306	354,390	360,700

The statement of financial affairs includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on pages 9 to 16 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**BALANCE SHEET
As at 31 December 2022**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Endowment funds £	Total funds 2022 £	Total funds 2021 £
FIXED ASSETS							
Investments	10	113,858	85,000	41,782	80,600	321,240	334,929
		<u>113,858</u>	<u>85,000</u>	<u>41,782</u>	<u>80,600</u>	<u>321,240</u>	<u>334,929</u>
CURRENT ASSETS							
Debtors	11	847	0	376	1,706	2,929	1,041
Cash at bank and in hand	12	13,421	14,068	13,118	0	40,607	39,516
		<u>14,268</u>	<u>14,068</u>	<u>13,494</u>	<u>1,706</u>	<u>43,535</u>	<u>40,557</u>
CREDITORS: Amounts falling due within one year	9,13	5,820	0	4,565	0	10,385	14,786
Net current assets		<u>8,448</u>	<u>14,068</u>	<u>8,928</u>	<u>1,706</u>	<u>33,150</u>	<u>25,771</u>
TOTAL NET ASSETS		<u>122,306</u>	<u>99,068</u>	<u>50,710</u>	<u>82,306</u>	<u>354,390</u>	<u>360,700</u>
FUND BALANCES							
Unrestricted funds							
General funds	14	122,306	0	0	0	122,306	229,322
Designated funds	14	0	99,068	0	0	99,068	70,000
		<u>122,306</u>	<u>99,068</u>	<u>0</u>	<u>0</u>	<u>221,374</u>	<u>299,322</u>
Restricted funds	14	0	0	50,710	0	50,710	61,378
Endowment funds	14	0	0	0	82,306	82,306	0
		<u>122,306</u>	<u>99,068</u>	<u>50,710</u>	<u>82,306</u>	<u>354,390</u>	<u>360,700</u>

The financial statements were approved by the Board of Trustees and were signed on its behalf by:
Charity Number 1000307.

MICHAEL COLE
Michael Cole (Chairman)

Date: 30 May, 2023

MICHAEL ROSS-MCCALL
Michael Ross-McCall (Treasurer)

Date: 30 May, 2023

The notes on pages 9 to 16 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS For the year ended 31 December 2022

1 Statutory information

The charity is a trust registered with the Charity Commission in England and Wales. The charity's registered number and principal address can be found on the Charity information page.

2 Accounting Policies

These financial statements are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain assets, which are measured at fair value through the Statement of Financial Activities.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ("the Charities SORP"), with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements and have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations and legacies includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.
- ii) Legacies. Income from legacies is recognised when a distribution is received from the estate or, if earlier, when the charity has been notified that a distribution will be made and the amount receivable can be measured reliably.

Investment income represents income generated by the charity's assets, including an investment portfolio

c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds has been disclosed separately when material.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the year ended 31 December 2022

2 Accounting Policies (continued)

- c) Expenditure (continued)
Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.
- d) Fund accounting
General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.
- e) Investments
Fixed asset investments are held to generate income and / or for their investment potential. Current asset investments are investments that are held specifically for sale or are investments that the charity expects to sell by the next balance sheet date. Investments are valued as follows:
i) Investment property and listed investments are valued at their market value (fair value) at the balance sheet date.
ii) Unlisted investments are measured at cost less impairment where it becomes apparent that the amount that could be realised is less than cost.
- f) Taxation
The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.
- g) Financial instruments
The charity's financial assets and financial liabilities all qualify as basic financial instruments, as defined by FRS102. Except for loans, creditors and debtors are measured at their expected settlement value (normally the amount of cash that the charity expects to pay or receive). The charity recognises liabilities for the principal of those loans that remains outstanding at the year end (i.e. the liabilities exclude any interest chargeable on the loans in future years).
- h) Foreign currency translation
These financial statements are presented in sterling, which is the charity's functional currency.
i) Income and expenditure denominated in a foreign currency is translated into sterling at the exchange rate prevailing on the date of the transaction.
ii) Monetary assets and liabilities denominated in a foreign currency are re-translated at the exchange rate prevailing at the balance sheet date.
iii) Non-monetary assets are measured at historic cost at the rate of exchange prevailing on the date of the transaction and are not subsequently re-translated.
All differences arising from the application of the above policy are charged (or credited) to the Statement of Financial Activities.
- i) Exemption from preparing a cashflow statement
The charity has taken advantage of an exemption conferred by the Charities SORP and has not prepared a cash flow statement.
- j) Critical accounting estimates and areas of judgement
The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the year ended 31 December 2022

	2022 £	2021 £
3 Donations and legacies		
Donations of cash and similar	144,625	44,403
Income tax recoverable	5,379	6,543
	<u>150,004</u>	<u>50,946</u>
4 Income from charitable activities		
Book sales	<u>140</u>	<u>520</u>
5 Investment income		
Dividends and interest receivable, split between:		
Endowment Fund - General Portfolio	2,744	2,098
Endowment Fund No.2 - General Portfolio	<u>1,706</u>	<u>0</u>
	<u>4,450</u>	<u>2,098</u>
6 Other income		
Other income	<u>283</u>	<u>319</u>
7 Charitable expenditure		
a Costs incurred directly on specific activities		
Miscellaneous expenses	<u>0</u>	<u>165</u>
	0	165
Grants payable	111,511	87,362
	<u>111,511</u>	<u>87,527</u>
b Costs incurred on support and administration		
Governance costs		
Independent examination	1,140	960
	<u>1,140</u>	<u>960</u>
Printing, postage and stationery	15	15
Subscriptions and professional fees	1,392	300
Bank charges	140	80
	<u>2,687</u>	<u>1,355</u>
Total expenditure	<u>114,197</u>	<u>88,882</u>

The fee payable to the independent examiner for examining the accounts in 2022 was £1,140 (2021: £960). No other services were provided by Stewardship.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**NOTES TO THE ACCOUNTS (continued)
For the year ended 31 December 2022**

	2022 £	2021 £
7 Charitable expenditure (continued)		
c Grants payable		
Grants for UK and overseas mission	76,511	62,362
Grants for education, including ministry training	35,000	25,000
	<u>111,511</u>	<u>87,362</u>

The charity's principal grants to institutions comprised:

Parishes in Cyprus	12,912	21,030
Parishes in the Gulf	42,509	39,465
Diocese of Cyprus and the Gulf	55,139	25,532
Other	952	1,335
	<u>111,511</u>	<u>87,362</u>

8 Analysis of staff costs, the cost of key management personnel and trustee remuneration and expenses

The charity employs no staff and the trustees receive no remuneration or other benefits. During the year no trustee (2021: 0) received reimbursement of travelling expenses.

9 Acting as agent

The charity makes monthly contribution payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese. These payments, which are funded by the Diocese of Cyprus and the Gulf, are excluded from the Statement of Financial Activities; any money that has not been disbursed as contribution payments by the year end is recognised as a creditor.

Brought forward	13,816	28,701
add: Transfers and cash received to fund clergy pensions	41,580	39,872
less: Contributions to the Church of England Pensions board	(50,831)	(54,757)
	<u>4,565</u>	<u>13,816</u>

10 Fixed asset investments

Total Funds Portfolio

Cost or fair value brought forward	334,929	311,847
Purchases during the year	83,300	0
Disposals during the year	50,000	0
Change in value of investments	(46,989)	23,082
	<u>321,240</u>	<u>334,929</u>

The Trustees may decide by resolution to purchase and dispose of all or part of the portfolio.

Included in the above schedule is the following Endowment Fund:

Cost or fair value brought forward	0	0
Purchases during the year	83,300	0
Disposals during the year	0	0
Change in value of investments	(2,700)	0
	<u>80,600</u>	<u>0</u>

The donor in a grant offer letter dated 17 December 2021 and approved by the Trustees on 18 December 2021 has stated that:

- 1.1 The purpose of the grant is to enable the Diocese to purchase investments and use the resulting investment income to continue supporting its charitable activities; and
- 1.2 The grant shall not be used for any other purpose and shall be held as a permanent endowment in the Foundation, represented by a Restricted Fund.
- 1.3 If the Diocese of Cyprus and the Gulf Foundation does not comply in all material respects with these conditions, or the grant has not been used for the purpose it has been given, the grant shall be repayable at our discretion.

Both portfolios are managed by LGT Wealth Management UK LLP in accordance with an Investment Policy Statement dated 22 February 2022 in order to provide capital growth with an element of income based on medium risk and valued as at 31 December 2022.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the year ended 31 December 2022

	2022 £	2021 £
11 Debtors		
Falling due within one year:		
Tax recoverable	304	431
Prepayments and accrued income	2,625	610
	<u>2,929</u>	<u>1,041</u>
12 Cash at bank and in hand		
Cash at bank with immediate access	<u>40,607</u>	<u>39,516</u>
13 Creditors: liabilities falling due within one year		
Other creditors	4,565	13,816
Accruals	5,820	970
	<u>10,385</u>	<u>14,786</u>

14 Funds

During the year the movements in the charity's funds were as follows:

	Opening balance 2022 £	Incoming resources 2022 £	Outgoing resources 2022 £	Transfers in the year 2022 £	Gains and losses 2022 £	Closing balance 2022 £
Designated funds						
Ordinand training/general Diocesan	70,000	0	35,000	50,000	0	85,000
The Diocese of Cyprus and the Gulf Appeal	0	92,143	0	(78,075)	0	14,068
	<u>70,000</u>	<u>92,143</u>	<u>35,000</u>	<u>(28,075)</u>	<u>0</u>	<u>99,068</u>
General unrestricted funds	229,322	7,871	22,826	(55,225)	(36,836)	122,306
Total unrestricted funds	<u>299,322</u>	<u>100,014</u>	<u>57,826</u>	<u>(83,300)</u>	<u>(36,836)</u>	<u>221,374</u>
Restricted funds						
a) Parishes in Cyprus						
St Andrew's Church, Kyrenia	540	500	1,040	0	0	0
The Anglican Church of Paphos	2,973	11,556	7,960	0	0	6,569
St John the Evangelist, Deryneia	446	900	885	0	0	461
St Barnabas, Limassol	0	3,057	3,026	0	0	31
b) Association of Friends	946	720	952	0	0	714
c) Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	2,282	7,884	10,166	0	0	0
The Protestant Church in Oman	500	5,000	5,500	0	0	0
St George's Church, Baghdad	53,691	3,375	6,678	0	(7,453)	42,935
Church of the Epiphany, Doha	0	20,165	20,165	0	0	0
	<u>61,378</u>	<u>53,157</u>	<u>56,372</u>	<u>0</u>	<u>(7,453)</u>	<u>50,710</u>
Endowment funds						
Fund No.2 - General Portfolio	0	1,706	0	83,300	(2,700)	82,306
Total endowment funds	<u>0</u>	<u>1,706</u>	<u>0</u>	<u>83,300</u>	<u>(2,700)</u>	<u>82,306</u>
Aggregate of funds	<u>360,700</u>	<u>154,877</u>	<u>114,198</u>	<u>0</u>	<u>(46,989)</u>	<u>354,390</u>

Note: The Endowment fund was established in 2022.

The transfers referred to above were made for the following reasons:

- a) £50,000 from General Fund to Ordinand training/general Diocesan Fund to provide for planned grants to the Diocese in 2023/4.
- b) Grant to the Appeal of £83,300 booked in The Diocese of Cyprus and the Gulf Appeal incoming resources reallocated to the Endowment fund.
- c) Donations to the Appeal in 2021 of £5,225 and credited to General Fund reallocated to Appeal Fund in 2022.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued)
For the year ended 31 December 2022

14 Funds (continued)

The assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	Endowment funds	Total 2022
	General funds	Designated funds			
	£	£	£	£	£
Fixed asset investments	113,858	85,000	41,782	80,600	321,240
Debtors	847	0	376	1,706	2,929
Cash at bank and in hand	13,421	14,068	13,118	0	40,607
Creditors falling due within one year	(5,820)	0	(4,565)	0	(10,385)
	<u>122,306</u>	<u>99,068</u>	<u>50,710</u>	<u>82,307</u>	<u>354,390</u>

In the previous year the movements in the charity's funds were as follows:

	Opening balance 2021 £	Incoming resources 2021 £	Outgoing resources 2021 £	Transfers in the year 2021 £	Gains and losses 2021 £	Closing balance 2021 £
Designated funds						
Ordinand training/general Diocesan	25,000	0	25,000	70,000	0	70,000
	<u>25,000</u>	<u>0</u>	<u>25,000</u>	<u>70,000</u>	<u>0</u>	<u>70,000</u>
General unrestricted funds	272,212	9,473	2,052	(70,000)	19,689	229,322
Total unrestricted funds	<u>297,212</u>	<u>9,473</u>	<u>27,052</u>	<u>0</u>	<u>19,689</u>	<u>299,322</u>
Restricted funds						
Parishes in Cyprus						
St Andrew's Church, Kyrenia	40	500	0	0	0	540
The Anglican Church of Paphos	2,548	17,106	16,681	0	0	2,973
St John the Evangelist, Deryneia	1,461	885	1,900	0	0	446
St Barnabas, Limassol	0	2,449	2,449	0	0	0
Association of Friends	1,327	953	1,334	0	0	946
Parishes in the Gulf						
Christ Church Aden (inc. Ras Morbat Eye Clinic)	22,965	13,275	33,958	0	0	2,282
The Protestant Church in Oman	0	6,000	5,500	0	0	500
St George's Church, Baghdad	47,064	3,242	8	0	3,393	53,691
	<u>75,405</u>	<u>44,410</u>	<u>61,830</u>	<u>0</u>	<u>3,393</u>	<u>61,378</u>
Aggregate of funds	<u>372,617</u>	<u>53,883</u>	<u>88,882</u>	<u>0</u>	<u>23,082</u>	<u>360,700</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE ACCOUNTS (continued) **For the year ended 31 December 2022**

14 Funds (continued)

In the previous year, the assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	2021
	General funds	Designated funds		
	£	£	£	£
Fixed asset investments	215,694	70,000	49,235	334,929
Debtors	546	0	495	1,041
Cash at bank and in hand	14,052	0	25,462	39,514
Creditors falling due within one year	970	0	13,816	14,786
	<u>229,322</u>	<u>70,000</u>	<u>61,378</u>	<u>360,700</u>

Designated unrestricted funds comprise funds which have been designated by the trustees for the support of clergy/ordinand training and the general work of the Diocese.

Restricted funds comprise balances held by the charity on behalf of parishes and affiliated entities. These balances have arisen from the relevant parishes' planned giving together with donations received where donor or donors have requested that gifts made are to be applied for specified restricted purposes. These balances include Gift Aid where applicable.

Endowment funds comprise grants which are given in response to the Appeal but with restrictions on the long-term preservation of the original principal amount.

15 Transactions with related parties

There have been no transactions with related parties during the year nor during the prior year.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES WITH COMPARATIVES
For the year ended 31 December 2022

	Note	Unrestricted funds					Unrestricted funds			
		General	Designated	Restricted	Endowment	Total	General	Designated	Restricted	Total
		2022	2022	2022	2022	2022	2021	2021	2021	2021
		£	£	£	£	£	£	£	£	£
INCOME FROM:										
Donations and legacies	3	5,166	92,143	52,695	0	150,004	6,844	0	44,102	50,946
Charitable activities	4	140	0	0	0	140	520	0	0	520
Investment income	5	2,282	0	462	1,706	4,450	1,790	0	308	2,098
Other income	6	283	0	0	0	283	319	0	0	319
Total income		<u>7,871</u>	<u>92,143</u>	<u>53,157</u>	<u>1,706</u>	<u>154,877</u>	<u>9,473</u>	<u>0</u>	<u>44,410</u>	<u>53,883</u>
EXPENDITURE ON:										
Charitable activities	7	22,826	35,000	56,372	0	114,198	2,052	25,000	61,830	88,882
Total expenditure		<u>22,826</u>	<u>35,000</u>	<u>56,372</u>	<u>0</u>	<u>114,198</u>	<u>2,052</u>	<u>25,000</u>	<u>61,830</u>	<u>88,882</u>
Net gains / (losses) on investments		(36,836)	0	(7,453)	(2,700)	(46,989)	19,689	0	3,393	23,082
Net income / (expenditure)		<u>(51,792)</u>	<u>57,143</u>	<u>(10,668)</u>	<u>(994)</u>	<u>(6,310)</u>	<u>27,110</u>	<u>(25,000)</u>	<u>(14,027)</u>	<u>(11,917)</u>
Gross transfers between funds - in		0	55,225	0	83,300	138,525	0	70,000	0	70,000
Gross transfers between funds - out		(55,225)	(83,300)	0	0	(138,525)	(70,000)	0	0	(70,000)
Net movement in funds		<u>(107,017)</u>	<u>29,068</u>	<u>(10,668)</u>	<u>82,306</u>	<u>(6,310)</u>	<u>(42,890)</u>	<u>45,000</u>	<u>(14,027)</u>	<u>(11,917)</u>
Reconciliation of funds:										
Total funds brought forward	14	229,322	70,000	61,378	0	360,700	272,212	25,000	75,405	372,617
Total funds carried forward	14	<u><u>122,306</u></u>	<u><u>99,068</u></u>	<u><u>50,710</u></u>	<u><u>82,306</u></u>	<u><u>354,390</u></u>	<u><u>229,322</u></u>	<u><u>70,000</u></u>	<u><u>61,378</u></u>	<u><u>360,700</u></u>

Note: The Endowment fund was established in 2022.

Accounts

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2021

Contents	Page
Charity information	2
Trustees' Annual Report	3-5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Accounts	9-16

**DIOCESE OF CYPRUS AND THE GULF FOUNDATION
CHARITY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021**

Trustees:

Mr. James Brennan (resigned as Chairman and Trustee 25 March 2021)
Mr. Michael Cole (appointed Chairman 25 March 2021)
Ms. Susan Cooper
Mr. Jonathan Franklin
Mrs. Sibella Laing
The Most Reverend Michael Lewis
Mr. Ron Maitland
Mr. Charles Milner (Treasurer until 25 March 2021)
The Very Reverend Bertrand Olivier
Mr. Michael Ross-McCall (appointed as a Trustee and Treasurer 25 March 2021)
Mr. Andrew Turner

Clerk to the Trustees:

Mr. Andrew Turner

Governing Document:

Declaration of Trust dated 5 September 1990

Charity Registration No.:

1000307

Principal Address:

The Parish House
43 Trinity Square
London
EC3N 4DJ

Independent Examiner:

Archie McDowall BA CA
Stewardship
1 Lamb's Passage
London
EC1Y 8AB

Investment Advisers:

LGT Vestra LLP
14 Cornhill
London
EC3V 3NR

Bankers:

HSBC Bank plc
1-3 Bishopsgate
London
EC2N 3AQ

DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees have pleasure in submitting the Report and Accounts for the year ended 31 December 2021.

Objects of the charity

The charity is a trust and is governed by its Declaration of Trust. The objects of the charity, as set out in the governing document are:

The advancement of the Christian religion in accordance with the doctrines and principles of the Provincial Synod of the Anglican Province of Jerusalem and the Middle East by the extension of the work, ministry and public worship throughout the Diocese of Cyprus and the Gulf ("Diocese") and such other charitable purposes connected with the Church as the trustees of the Foundation in consultation with the Bishop and the Diocesan Synod shall determine.

Summary of the charity's main activities and achievements

To further the above objects and vision, the charity's main activities and achievements include the generation of an income stream from a portfolio of investments managed by LGT Vestra LLP and donations from private individuals and charitable bodies. The charity disburses monies to cover small administrative costs and provides financial support to the Diocese and to individual parishes within the Diocese when this is required and when approved by the trustees.

The charitable status of the Foundation also enables it to provide a facility for parishes within the Diocese to recover UK income tax on donations made directly to the parishes by UK taxpayers, the donation being paid to the Foundation for the benefit of the parish, the tax claimed and the gross payment being then returned to the parish specified by the donor. In the same way, subscriptions and donations from members of the Association of Friends of the Diocese of Cyprus and the Gulf are paid through the Foundation. The Foundation also makes payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese.

During 2021 the Foundation continued to support the Diocese in funding its ordinand and clergy training programme. The amount of the grant made for this purpose in 2021 was £25,000 (2020: £25,000). The trustees have designated a further grant for ordinand training and general Diocesan requirements of £70,000 for 2022 and 2023.

During 2020 the Trustees agreed to assist the Diocese with resources to support a proposed appeal for funds. The financial position of the Diocese is fragile with low reserves and reliance on contributions from Anglican Communion donors, other charities and from parishes, particularly those in the Gulf region. Pressures on all of these sources of contribution, including that caused by Covid-19, has highlighted the critical need for other sources of income without which the financial base of the Diocese will deteriorate and put specific programmes and wider good work at risk. In connection with this an external fund raiser was appointed to assist in setting the direction of the project. Donations in response

to the appeal aggregating to £5,225 including gift aid recovery were received in 2021 and almost £90,000 has been received during the first quarter of 2022.

Further information about the Diocese of Cyprus and the Gulf may be found on the website www.cypgulf.org.

Structure, Governance and Management

Responsibility for setting policy and for making operating decisions rests with the trustees who meet at least twice a year to monitor the activities of the charity. Responsibility for the day to day operation of the charity has been delegated to a senior management team led by the Chairman and Treasurer. New trustees are recruited and appointed by the existing trustees by a unanimous vote.

Public benefit statement

To further its charitable purposes for the public benefit, and in furtherance of its charitable objectives, the charity has provided support to the Diocese of Cyprus and the Gulf, in particular in the generation of funding for its various activities. These include supporting the activities of the parishes both in Cyprus and in the Gulf, including clergy and ordinand training, the operation of a school in Baghdad, an eye clinic in Aden, Yemen as well as providing support, practical and spiritual, to displaced Christians and others, seafarers, refugees and migrant workers.

In the furtherance of the above, the Trustees of the Foundation have complied with the duty to have regard to the UK Charity Commission's public benefit guidance.

Financial review

The attached financial statements for the year ended 31 December 2021 show receipts, mainly from donations and investment income, totalling £53,883 (2020: £66,811) and payments for charitable activities totalling £88,882 (2020: £92,749). As a result, there was a deficit in the year of £34,999 (2020: £25,938). The deficit was reduced by gains on investment in the year of £23,082 (2019: £19,568).

The total value of the investment portfolio was £334,929 at 31 December 2021 (2020: £311,847). No funds were added to or withdrawn from the portfolio during the year (2020: addition £140,000).

Reserves policy

The charity aims to distribute amounts received as quickly as possible and given the relatively low level of operational expenditure, minimal amounts are held in cash reserve. At 31 December 2021 the amount of unrestricted cash held was £14,052 (2020: £31,951).

Covid-19

Like many charities the Covid-19 pandemic has had an adverse impact on income for the year. The trustees consider that it remains unclear as to the ongoing and longer-term impact of the pandemic on the charity's ability to return to surplus during 2022.

Going concern

The trustees consider that the charity has sufficient funds to enable it to continue its operations for the foreseeable future.

Key risks and uncertainties

The charity is exposed to various risks - be they operational, financial or reputational. The trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks.

Responsibilities of trustees under charity law

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
5. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. 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.

Approval

This report was approved by the trustees and signed on their behalf by:

MICHAEL COLE

Michael Cole (Chairman)
5 March 2022

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
DIOCESE OF CYPRUS AND THE GULF FOUNDATION
(‘the Charity’)**

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 December 2021 on pages 7 to 16 following, which have been prepared on the basis of the accounting policies set out on pages 9 to 10.

Responsibilities and basis of report

As the charity’s trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity’s accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act;
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

ARCHIE MCDOWALL

Name: Archie McDowall BA CA

Dated: 5 March, 2022

Stewardship
1 Lamb’s Passage
LONDON
EC1Y 8AB

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2021**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Total funds 12 mths ended 31-Dec-21 £	Total funds 12 mths ended 31-Dec-20 £
INCOME FROM:						
Donations and legacies	3	6,844	0	44,102	50,946	63,096
Charitable activities	4	520	0	0	520	720
Other trading activities		0	0	0	0	0
Investment income	5	1,790	0	308	2,098	2,631
Other income	6	319	0	0	319	364
Total income		<u>9,473</u>	<u>0</u>	<u>44,410</u>	<u>53,883</u>	<u>66,811</u>
EXPENDITURE ON:						
Charitable activities	7	2,052	25,000	61,830	88,882	87,499
Raising funds	8	0	0	0	0	5,250
Other		0	0	0	0	0
Total expenditure		<u>2,052</u>	<u>25,000</u>	<u>61,830</u>	<u>88,882</u>	<u>92,749</u>
Net gains / (losses) on investments		19,689	0	3,393	23,082	19,568
Net income / (expenditure)		<u>27,110</u>	<u>(25,000)</u>	<u>(14,027)</u>	<u>(11,917)</u>	<u>(6,370)</u>
Transfers between funds		(70,000)	70,000	0	0	0
		<u>(42,890)</u>	<u>45,000</u>	<u>(14,027)</u>	<u>(11,917)</u>	<u>(6,370)</u>
Other recognised gains / (losses):						
Gains / (losses) on revaluation of assets		0	0	0	0	0
Other gains / (losses)		0	0	0	0	0
Net movement in funds		<u>(42,890)</u>	<u>45,000</u>	<u>(14,027)</u>	<u>(11,917)</u>	<u>(6,370)</u>
Reconciliation of funds:						
Total funds brought forward	16	272,212	25,000	75,405	372,617	378,987
Total funds carried forward	16	<u>229,322</u>	<u>70,000</u>	<u>61,378</u>	<u>360,700</u>	<u>372,617</u>

The statement of financial affairs includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on pages 9 to 16 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**BALANCE SHEET
as at 31 December 2021**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Total funds 31-Dec-21 £	Total funds 31-Dec-20 £
FIXED ASSETS						
Investments	11	215,694	70,000	49,235	334,929	311,847
Social investments		0	0	0	0	0
		<u>215,694</u>	<u>70,000</u>	<u>49,235</u>	<u>334,929</u>	<u>311,847</u>
CURRENT ASSETS						
Debtors	12	546	0	495	1,041	837
Investments		0	0	0	0	0
Cash at bank and in hand	13	14,052	0	25,464	39,516	89,834
		<u>14,598</u>	<u>0</u>	<u>25,959</u>	<u>40,557</u>	<u>90,671</u>
CREDITORS: Amounts falling due within one year	14	970	0	13,816	14,786	29,901
Net current assets / (liabilities)		<u>13,628</u>	<u>0</u>	<u>12,143</u>	<u>25,771</u>	<u>60,770</u>
Total assets less current liabilities		229,322	70,000	61,378	360,700	372,617
CREDITORS: Amounts falling due after more than one year	15	0	0	0	0	0
Provisions for liabilities		0	0	0	0	0
TOTAL NET ASSETS		<u>229,322</u>	<u>70,000</u>	<u>61,378</u>	<u>360,700</u>	<u>372,617</u>
FUND BALANCES						
Unrestricted Funds						
General funds	16	229,322	0	0	229,322	272,212
Designated funds	16	<u>0</u>	<u>70,000</u>	<u>0</u>	<u>70,000</u>	<u>25,000</u>
		229,322	70,000	0	299,322	297,212
Restricted Funds						
	16	0	0	61,378	61,378	75,405
		<u>229,322</u>	<u>70,000</u>	<u>61,378</u>	<u>360,700</u>	<u>372,617</u>

The financial statements were approved by the Board of Trustees and were signed on its behalf by:

MICHAEL COLE
Michael Cole (Chairman)

Date: 5 March, 2022

MICHAEL ROSS-MCCALL
Michael Ross-McCall (Treasurer)

Date: 5 March, 2022

The notes on pages 9 to 16 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

1 Statutory information

The charity is a trust registered with the Charity Commission in England and Wales. The charity's registered number and principal address can be found on the Charity information page.

2 Accounting Policies

These financial statements are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain assets, which are measured at fair value through the Statement of Financial Activities.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ("the Charities SORP"), with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements and have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements. In making this assessment the trustees have considered how Covid-19 might affect projections.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations and legacies includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.
- ii) Legacies. Income from legacies is recognised when a distribution is received from the estate or, if earlier, when the charity has been notified that a distribution will be made and the amount receivable can be measured reliably.

Investment income represents income generated by the charity's assets, including an investment portfolio

c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds has been disclosed separately when material.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021**

2 Accounting Policies (continued)

- c) Expenditure (continued)
Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.
- d) Fund accounting
General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.
- e) Investments
Fixed asset investments are held to generate income and / or for their investment potential. Current asset investments are investments that are held specifically for sale or are investments that the charity expects to sell by the next balance sheet date. Investments, other than social investments (see below), are valued as follows:
i) Investment property and listed investments are valued at their market value (fair value) at the balance sheet date.
ii) Unlisted investments are measured at cost less impairment where it becomes apparent that the amount that could be realised is less than cost.
- f) Taxation
The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.
- g) Financial instruments
The charity's financial assets and financial liabilities all qualify as basic financial instruments, as defined by FRS102. Except for loans, creditors and debtors are measured at their expected settlement value (normally the amount of cash that the charity expects to pay or receive). The charity recognises liabilities for the principal of those loans that remains outstanding at the year end (i.e. the liabilities exclude any interest chargeable on the loans in future years).
- h) Foreign currency translation
These financial statements are presented in sterling, which is the charity's functional currency.
i) Income and expenditure denominated in a foreign currency is translated into sterling at the exchange rate prevailing on the date of the transaction.
ii) Monetary assets and liabilities denominated in a foreign currency are re-translated at the exchange rate prevailing at the balance sheet date.
iii) Non-monetary assets are measured at historic cost at the rate of exchange prevailing on the date of the transaction and are not subsequently re-translated.
All differences arising from the application of the above policy are charged (or credited) to the Statement of Financial Activities.
- i) Exemption from preparing a cashflow statement
The charity has taken advantage of an exemption conferred by the Charities SORP and has not prepared a cash flow statement.
- j) Critical accounting estimates and areas of judgement
The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021**

	31-Dec-21 £	31-Dec-20 £
3 Donations and legacies		
Donations of cash and similar	44,403	55,984
Donations in kind	0	0
Legacies receivable	0	0
Income tax recoverable	6,543	7,112
	<u>50,946</u>	<u>63,096</u>
4 Income from charitable activities		
Fund raising events	0	0
Book sales	520	720
	<u>520</u>	<u>720</u>
5 Investment income		
Dividends and interest receivable	2,098	2,631
Bank interest	0	0
	<u>2,098</u>	<u>2,631</u>
6 Other income		
Other income	<u>319</u>	<u>364</u>
7 Charitable expenditure		
a Costs incurred directly on specific activities		
Travel and expenses	0	732
Miscellaneous expenses	<u>165</u>	<u>220</u>
	165	952
Grants payable	87,362	85,251
	<u>87,527</u>	<u>86,203</u>
b Costs incurred directly on support and administration		
Governance costs		
Independent examination	960	1,200
Other	0	0
	<u>960</u>	<u>1,200</u>
Printing, postage and stationery	15	0
Subscriptions and professional fees	300	0
Bank charges	80	96
Other	0	0
	<u>1,355</u>	<u>1,296</u>
Total expenditure	<u>88,882</u>	<u>87,499</u>

The fee payable to the independent examiner for examining the accounts in 2021 was £960 (2020: £1,200).

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021**

	31-Dec-21 £	31-Dec-20 £
7 Charitable expenditure (continued)		
c Grants payable		
Grants for UK and overseas mission	62,362	60,251
Grants for the relief of poverty	0	0
Grants for education, including ministry training	25,000	25,000
	<u>87,362</u>	<u>85,251</u>
 The charity's principal grants to institutions comprised:		
Parishes in Cyprus	21,030	17,882
Parishes in the Gulf	39,465	35,383
Diocese of Cyprus and the Gulf	25,532	30,670
Other	1,335	1,316
	<u>87,362</u>	<u>85,251</u>
 8 Cost of raising funds		
Fundraising costs	0	5,250
Other	0	0
	<u>0</u>	<u>5,250</u>
 9 Analysis of staff costs, the cost of key management personnel and trustee remuneration and expenses		
The charity employs no staff and the trustees receive no remuneration or other benefits. During the year no trustee (2020: 1) received reimbursement of travelling expenses (2020: £731).		
 10 Acting as agent		
The charity makes monthly contribution payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese. These payments, which are funded by the Diocese of Cyprus and the Gulf, are excluded from the Statement of Financial Activities; any money that has not been disbursed as contribution payments by the year end is recognised as a creditor.		
Brought forward	28,701	3,700
add: Transfers and cash received to fund clergy pensions	39,872	87,909
less: Contributions to the Church of England Pensions board	(54,758)	(62,908)
Carried forward	<u>13,816</u>	<u>28,701</u>
 11 Fixed asset investments		
Cost or fair value brought forward	311,847	152,279
Purchases during the year	0	140,000
Disposals during the year	0	0
Change in value of investments	23,082	19,568
Cost or fair value carried forward	<u>334,929</u>	<u>311,847</u>
 12 Debtors		
Tax recoverable	431	307
Prepayments and accrued income	611	530
	<u>1,041</u>	<u>837</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021**

	31-Dec-21	31-Dec-20			
	£	£			
13 Cash at bank and in hand					
Cash at bank with immediate access	39,516	89,834			
Notice deposits (with a term of three months or less)	0	0			
Petty cash	0	0			
	<u>39,516</u>	<u>89,834</u>			
14 Creditors: liabilities falling due within one year					
Other creditors	13,816	28,701			
Accruals	970	1,200			
Deferred income	0	0			
Grant obligations	0	0			
	<u>14,786</u>	<u>29,901</u>			
15 Creditors: liabilities falling due after more than one year					
Deferred income	0	0			
Grant obligations	0	0			
	<u>0</u>	<u>0</u>			
16 Funds					
During the period the movements in the charity's funds were as follows:					
	Opening balance £	Incoming resources £	Outgoing resources £	Transfers / gains and losses £	Closing balance £
<u>Designated funds</u>					
Ordinand training/general Diocesan	25,000	0	25,000	70,000	70,000
	25,000	0	25,000	70,000	70,000
<u>General unrestricted funds</u>	272,212	9,473	2,052	(50,311)	229,322
<u>Total unrestricted funds</u>	<u>297,212</u>	<u>9,473</u>	<u>27,052</u>	<u>19,689</u>	<u>299,322</u>
<u>Restricted funds</u>					
a) Parishes in Cyprus					
St Andrew's Church, Kyrenia	40	500	0	0	540
The Anglican Church of Paphos	2,548	17,106	16,681	0	2,973
St John the Evangelist, Deryneia	1,461	885	1,900	0	446
St Barnabas, Limassol	0	2,449	2,449	0	0
b) Association of Friends	1,327	953	1,334	0	946
c) Parishes in the Gulf					
Christ Church Aden (inc. Ras Morbat Eye Clinic)	22,965	13,275	33,958	0	2,282
The Protestant Church in Oman	0	6,000	5,500	0	500
St Christopher's Cathedral, Bahrain	0	0	0	0	0
St George's Church, Baghdad	47,064	3,242	8	3,393	53,691
Church of the Epiphany, Doha	0	0	0	0	0
	<u>75,405</u>	<u>44,410</u>	<u>61,830</u>	<u>3,393</u>	<u>61,378</u>
<u>Aggregate of funds</u>	<u>372,617</u>	<u>53,883</u>	<u>88,882</u>	<u>23,082</u>	<u>360,700</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021**

16 Funds (continued)

Analysis of net assets by fund

The assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds £	31-Dec-21 £
	General funds £	Designated funds £		
Fixed asset investments	215,694	70,000	49,235	334,929
Debtors	546	0	495	1,041
Cash at bank and in hand	14,052	0	25,464	39,516
Creditors falling due within one year	970	0	13,816	14,786
Creditors falling due after more than one year	0	0	0	0
	<u>229,322</u>	<u>70,000</u>	<u>61,378</u>	<u>360,700</u>

In the twelve months ended 31 December 2020, the movements in the charity's funds were as follows:

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers / gains and losses £	Closing balance £
Designated funds					
Clergy and ordinand training	25,000	0	25,000	25,000	25,000
	<u>25,000</u>	<u>0</u>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>
General unrestricted funds	289,756	3,882	13,168	(8,258)	272,212
Total unrestricted funds	<u>314,756</u>	<u>3,882</u>	<u>38,168</u>	<u>16,742</u>	<u>297,212</u>
Restricted funds					
Parishes in Cyprus					
St Andrew's Church, Kyrenia	355	489	804	0	40
The Anglican Church of Paphos	1,006	14,299	12,757	0	2,548
St John the Evangelist, Deryneia	2,453	1,200	2,192	0	1,461
St Barnabas, Limassol	0	2,129	2,129	0	0
Association of Friends	1,255	1,388	1,316	0	1,327
Parishes in the Gulf					
Christ Church Aden (inc. Ras Morbat Eye Clinic)	12,058	38,045	27,138	0	22,965
St Christopher's Cathedral, Bahrain	100	0	100	0	0
St George's Church, Baghdad	46,988	5,379	8,145	2,842	47,064
Church of the Epiphany, Doha	16	0	0	(16)	0
	<u>64,231</u>	<u>62,929</u>	<u>54,581</u>	<u>2,826</u>	<u>75,405</u>
Aggregate of funds	<u>378,987</u>	<u>66,811</u>	<u>92,749</u>	<u>19,568</u>	<u>372,617</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021**

16 Funds (continued)

Analysis of net assets by fund

In the twelve months ended 31 December 2020, the assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	2019
	General funds	Designated funds		
	£	£	£	£
Fixed asset investments	241,005	25,000	45,842	311,847
Debtors	456	0	381	837
Cash at bank and in hand	31,951	0	57,883	89,834
Creditors falling due within one year	1,200	0	28,701	29,901
Creditors falling due after more than one year	0	0	0	0
	<u>272,212</u>	<u>25,000</u>	<u>75,405</u>	<u>372,617</u>

Designated unrestricted funds comprise funds which have been designated by the trustees for the support of clergy and ordinand training.

Restricted funds comprise balances held by the charity on behalf of parishes and affiliated entities. These balances have arisen from the relevant parishes' planned giving together with donations received where donor or donors have requested that gifts made are to be applied for specified restricted purposes. These balances include Gift Aid where applicable.

17 Transactions with related parties

There have been no transactions with related parties during the year nor during the prior year.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES WITH COMPARATIVES
for the year ended 31 December 2021**

	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Total funds 31-Dec-21 £	Unrestricted funds £	Designated funds £	Restricted funds £	Total funds 31-Dec-20 £
INCOME FROM:									
Donations and legacies	3	6,844	0	44,102	50,946	547	0	62,549	63,096
Charitable activities	4	520	0	0	520	720	0	0	720
Other trading activities		0	0	0	0	0	0	0	0
Investment income	5	1,790	0	308	2,098	2,251	0	380	2,631
Other income	6	319	0	0	319	364	0	0	364
Total income		<u>9,473</u>	<u>0</u>	<u>44,410</u>	<u>53,883</u>	<u>3,882</u>	<u>0</u>	<u>62,929</u>	<u>66,811</u>
EXPENDITURE ON:									
Charitable activities	7	2,052	25,000	61,830	88,882	7,918	25,000	54,581	87,499
Raising funds	8	0	0	0	0	5,250	0	0	5,250
Other		0	0	0	0	0	0	0	0
Total expenditure		<u>2,052</u>	<u>25,000</u>	<u>61,830</u>	<u>88,882</u>	<u>13,168</u>	<u>25,000</u>	<u>54,581</u>	<u>92,749</u>
Net gains / (losses) on investments		19,689	0	3,393	23,082	16,726	0	2,842	19,568
Net income / (expenditure)		<u>27,110</u>	<u>(25,000)</u>	<u>(14,027)</u>	<u>(11,917)</u>	<u>7,440</u>	<u>(25,000)</u>	<u>11,190</u>	<u>(6,370)</u>
Transfers between funds		(70,000)	70,000	0	0	(24,984)	25,000	(16)	0
		<u>(42,890)</u>	<u>45,000</u>	<u>(14,027)</u>	<u>(11,917)</u>	<u>(17,544)</u>	<u>0</u>	<u>11,174</u>	<u>(6,370)</u>
Other recognised gains / (losses):									
Gains / (losses) on revaluation of assets		0	0	0	0	0	0	0	0
Other gains / (losses)		0	0	0	0	0	0	0	0
Net movement in funds		<u>(42,890)</u>	<u>45,000</u>	<u>(14,027)</u>	<u>(11,917)</u>	<u>(17,544)</u>	<u>0</u>	<u>11,174</u>	<u>(6,370)</u>
Reconciliation of funds:									
Total funds brought forward	16	272,212	25,000	75,405	372,617	289,756	25,000	64,231	378,987
Total funds carried forward	16	<u><u>229,322</u></u>	<u><u>70,000</u></u>	<u><u>61,378</u></u>	<u><u>360,700</u></u>	<u><u>272,212</u></u>	<u><u>25,000</u></u>	<u><u>75,405</u></u>	<u><u>372,617</u></u>

Accounts

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2020

Contents	Page
Charity information	2
Trustees' Annual Report	3-5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Accounts	9-16

**DIOCESE OF CYPRUS AND THE GULF FOUNDATION
CHARITY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2020**

Trustees:	Mr. James Brennan (resigned as Chairman and Trustee 25 March 2021) Mr. Michael Cole (appointed Chairman 25 March 2021) Ms. Susan Cooper Mr. Jonathan Franklin Mrs. Sibella Laing The Most Reverend Michael Lewis Mr. Ron Maitland Mr. Charles Milner (Treasurer) The Very Reverend Bertrand Olivier Mr. Michael Ross-McCall (appointed as a Trustee 25 March 2021) Mr. Andrew Turner
Clerk to the Trustees:	Mr. Andrew Turner
Governing Document:	Declaration of Trust dated 5 September 1990
Charity Registration No.:	1000307
Principal Address:	The Parish House 43 Trinity Square London EC3N 4DJ
Independent Examiner:	Archie McDowall BA CA Stewardship 1 Lamb's Passage London EC1Y 8AB
Investment Advisers:	LGT Vestra LLP 14 Cornhill London EC3V 3NR
Bankers:	HSBC Bank plc 1-3 Bishopsgate London EC2N 3AQ

**DIOCESE OF CYPRUS AND THE GULF FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020**

The Trustees have pleasure in submitting the Report and Accounts for the year ended 31 December 2020.

Objects of the charity

The charity is a trust and is governed by its Declaration of Trust. The objects of the charity, as set out in the governing document are:

The advancement of the Christian religion in accordance with the doctrines and principles of the Provincial Synod of the Anglican Province of Jerusalem and the Middle East by the extension of the work, ministry and public worship throughout the Diocese of Cyprus and the Gulf ("Diocese") and such other charitable purposes connected with the Church as the trustees of the Foundation in consultation with the Bishop and the Diocesan Synod shall determine.

Summary of the charity's main activities and achievements

To further the above objects and vision, the charity's main activities and achievements include the generation of an income stream from a portfolio of investments managed by LGT Vestra LLP and donations from private individuals and charitable bodies. The charity disburses monies to cover small administrative costs and provides financial support to the Diocese and to individual parishes within the Diocese when this is required and when approved by the trustees.

The charitable status of the Foundation also enables it to provide a facility for parishes within the Diocese to recover UK income tax on donations made directly to the parishes by UK taxpayers, the donation being paid to the Foundation for the benefit of the parish, the tax claimed and the gross payment being then returned to the parish specified by the donor. In the same way, subscriptions and donations from members of the Association of Friends of the Diocese of Cyprus and the Gulf are paid through the Foundation. The Foundation also makes payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese.

During 2020 the Foundation continued to support the Diocese in funding its ordinand and clergy training programme. The amount of the grant made for this purpose in 2020 was £25,000 (2019: £25,000). The trustees have designated a further grant for this purpose for 2021.

During 2020 the Trustees agreed to assist the Diocese with resources to support a proposed appeal for funds. The financial position of the Diocese is fragile with low reserves and reliance on contributions from Anglican Communion donors, other charities and from parishes, particularly those in the Gulf region. Pressures on all of these sources of contribution, including that caused by Covid-19, has highlighted the critical need for other sources of income without which the financial base of the Diocese will deteriorate and put specific programmes and wider good work at risk. In connection with this an external fund raiser was appointed to assist in setting the direction of the project and work on the proposed fund raising continued into 2021.

Further information about the Diocese of Cyprus and the Gulf may be found on the website www.cypgulf.org.

Structure, Governance and Management

Responsibility for setting policy and for making operating decisions rests with the trustees who meet at least twice a year to monitor the activities of the charity. Responsibility for the day to day operation of the charity has been delegated to a senior management team led by the Chairman and Treasurer. New trustees are recruited and appointed by the existing trustees by a unanimous vote.

Public benefit statement

To further its charitable purposes for the public benefit, and in furtherance of its charitable objectives, the charity has provided support to the Diocese of Cyprus and the Gulf, in particular in the generation of funding for its various activities. These include supporting the activities of the parishes both in Cyprus and in the Gulf, including clergy and ordinand training, the operation of a school in Baghdad, an eye clinic in Aden, Yemen as well as providing support, practical and spiritual, to displaced Christians and others, seafarers, refugees and migrant workers.

In the furtherance of the above, the Trustees of the Foundation have complied with the duty to have regard to the UK Charity Commission's public benefit guidance.

Financial review

The attached financial statements for the year ended 31 December 2020 show receipts, mainly from investment income and donations, totalling £66,811 (2019: £105,077) and payments totalling £92,749 (2019: £87,878). As a result there was a deficit in the year of £25,938 (2019: surplus £17,199). The deficit was offset by gains on investment in the year of £19,568 (2019: 16,621).

The total value of the investment portfolio was £311,847 at 31 December 2020 (2019: £152,279). During the year £140,000 was added to the portfolio, the majority of which was cash returned to the Foundation from the Diocese in late 2019 on repayment of a temporary working capital facility provided to the Diocese in that year.

Reserves policy

The charity aims to distribute amounts received as quickly as possible and given the relatively low level of operational expenditure, minimal amounts are held in cash reserve. At 31 December 2020 the amount of unrestricted cash held was £31,951 (2019: £137,242). The comparative figure included £97,000 which was reinvested in the investment portfolio in January 2020.

Covid-19

Like many charities the Covid-19 pandemic has had an adverse impact on income for the year. The trustees consider that it remains unclear as to the ongoing and longer term impact of the pandemic on the charity's ability to return to surplus during 2021.

Going concern

The trustees consider that the charity has sufficient funds to enable it to continue its operations for the foreseeable future.

Key risks and uncertainties

The charity is exposed to various risks - be they operational, financial or reputational. The trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks.

Responsibilities of trustees under charity law

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
5. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. 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.

Approval

This report was approved by the trustees and signed on their behalf by:

MICHAEL COLE

Michael Cole (Chairman)
24 April, 2021

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
DIOCESE OF CYPRUS AND THE GULF FOUNDATION
(‘the Charity’)**

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 December 2020 on pages 7 to 16 following, which have been prepared on the basis of the accounting policies set out on pages 9 to 10.

Responsibilities and basis of report

As the charity’s trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity’s accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

ARCHIE MCDOWALL

Name: Archie McDowall BA CA

Dated: 24 April, 2021

Stewardship
1 Lamb’s Passage
LONDON
EC1Y 8AB

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
INCOME FROM:						
Donations and legacies	3	547	0	62,549	63,096	102,975
Charitable activities	4	720	0	0	720	0
Other trading activities		0	0	0	0	0
Investment income	5	2,251	0	380	2,631	1,733
Other income	6	364	0	0	364	369
Total income		<u>3,882</u>	<u>0</u>	<u>62,929</u>	<u>66,811</u>	<u>105,077</u>
EXPENDITURE ON:						
Charitable activities	7	7,918	25,000	54,581	87,499	87,878
Raising funds	8	5,250	0	0	5,250	0
Other		0	0	0	0	0
Total expenditure		<u>13,168</u>	<u>25,000</u>	<u>54,581</u>	<u>92,749</u>	<u>87,878</u>
Net gains / (losses) on investments		16,726	0	2,842	19,568	16,621
Net income / (expenditure)		<u>7,440</u>	<u>(25,000)</u>	<u>11,190</u>	<u>(6,370)</u>	<u>33,820</u>
Transfers between funds		(24,984)	25,000	(16)	0	0
		<u>(17,544)</u>	<u>0</u>	<u>11,174</u>	<u>(6,370)</u>	<u>33,820</u>
Other recognised gains / (losses):						
Gains / (losses) on revaluation of assets		0	0	0	0	0
Other gains / (losses)		0	0	0	0	0
Net movement in funds		<u>(17,544)</u>	<u>0</u>	<u>11,174</u>	<u>(6,370)</u>	<u>33,820</u>
Reconciliation of funds:						
Total funds brought forward	16	289,756	25,000	64,231	378,987	345,167
Total funds carried forward	16	<u>272,212</u>	<u>25,000</u>	<u>75,405</u>	<u>372,617</u>	<u>378,987</u>

The statement of financial affairs includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on pages 9 to 16 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
FIXED ASSETS						
Investments	11	241,005	25,000	45,842	311,847	152,279
Social investments		0	0	0	0	0
		<u>241,005</u>	<u>25,000</u>	<u>45,842</u>	<u>311,847</u>	<u>152,279</u>
CURRENT ASSETS						
Debtors	12	456	0	381	837	235
Investments		0	0	0	0	0
Cash at bank and in hand	13	31,951	0	57,883	89,834	230,173
		<u>32,407</u>	<u>0</u>	<u>58,264</u>	<u>90,671</u>	<u>230,408</u>
CREDITORS: Amounts falling due within one year	14	1,200	0	28,701	29,901	3,700
Net current assets / (liabilities)		<u>31,207</u>	<u>0</u>	<u>29,563</u>	<u>60,770</u>	<u>226,708</u>
Total assets less current liabilities		<u>272,212</u>	<u>25,000</u>	<u>75,405</u>	<u>372,617</u>	<u>378,987</u>
CREDITORS: Amounts falling due after more than one year	15	0	0	0	0	0
Provisions for liabilities		0	0	0	0	0
TOTAL NET ASSETS		<u>272,212</u>	<u>25,000</u>	<u>75,405</u>	<u>372,617</u>	<u>378,987</u>
FUND BALANCES						
Unrestricted Funds						
General funds	16	272,212	0	0	272,212	289,756
Designated funds	16	0	25,000	0	25,000	25,000
		<u>272,212</u>	<u>25,000</u>	<u>0</u>	<u>297,212</u>	<u>314,756</u>
Restricted Funds	16	0	0	75,405	75,405	64,231
		<u>272,212</u>	<u>25,000</u>	<u>75,405</u>	<u>372,617</u>	<u>378,987</u>

The financial statements were approved by the Board of Trustees and were signed on its behalf by:

MICHAEL COLE
Michael Cole (Chairman)

Date: 24 April 2021

CHARLES MILNER
Charles Milner (Treasurer)

Date: 24 April 2021

The notes on pages 9 to 16 form part of these accounts.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Statutory information

The charity is a trust registered with the Charity Commission in England and Wales. The charity's registered number and principal address can be found on the Charity information page.

2 Accounting Policies

These financial statements are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain assets, which are measured at fair value through the Statement of Financial Activities.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ("the Charities SORP"), with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements and have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements. In making this assessment the trustees have considered how Covid-19 might affect projections.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations and legacies includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.
- ii) Legacies. Income from legacies is recognised when a distribution is received from the estate or, if earlier, when the charity has been notified that a distribution will be made and the amount receivable can be measured reliably.

Investment income represents income generated by the charity's assets, including an investment portfolio

c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds has been disclosed separately when material.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

2 Accounting Policies (continued)

c) Expenditure (continued)

Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.

d) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.

e) Investments

Fixed asset investments are held to generate income and / or for their investment potential. Current asset investments are investments that are held specifically for sale or are investments that the charity expects to sell by the next balance sheet date. Investments, other than social investments (see below), are valued as follows:

- i) Investment property and listed investments are valued at their market value (fair value) at the balance sheet date.
- ii) Unlisted investments are measured at cost less impairment where it becomes apparent that the amount that could be realised is less than cost.

f) Taxation

The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.

g) Financial instruments

The charity's financial assets and financial liabilities all qualify as basic financial instruments, as defined by FRS102. Except for loans, creditors and debtors are measured at their expected settlement value (normally the amount of cash that the charity expects to pay or receive). The charity recognises liabilities for the principal of those loans that remains outstanding at the year end (i.e. the liabilities exclude any interest chargeable on the loans in future years).

h) Foreign currency translation

These financial statements are presented in sterling, which is the charity's functional currency.

- i) Income and expenditure denominated in a foreign currency is translated into sterling at the exchange rate prevailing on the date of the transaction.
- ii) Monetary assets and liabilities denominated in a foreign currency are re-translated at the exchange rate prevailing at the balance sheet date.
- iii) Non-monetary assets are measured at historic cost at the rate of exchange prevailing on the date of the transaction and are not subsequently re-translated.

All differences arising from the application of the above policy are charged (or credited) to the Statement of Financial Activities.

i) Exemption from preparing a cashflow statement

The charity has taken advantage of an exemption conferred by the Charities SORP and has not prepared a cash flow statement.

j) Critical accounting estimates and areas of judgement

The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

3 Donations and legacies

	2020	2019
	£	£
Donations of cash and similar	55,984	96,261
Donations in kind	0	0
Legacies receivable	0	0
Income tax recoverable	7,112	6,714
	<u>63,096</u>	<u>102,975</u>

4 Income from charitable activities

Fund raising events	0	0
Book sales	720	0
	<u>720</u>	<u>0</u>

5 Investment income

Dividends and interest receivable	2,631	1,733
Bank interest	0	0
	<u>2,631</u>	<u>1,733</u>

6 Other income

Other income	<u>364</u>	<u>369</u>
--------------	------------	------------

7 Charitable expenditure

	2020	2019
	£	£
a Costs incurred directly on specific activities		
Travel and expenses	732	256
Miscellaneous expenses	<u>220</u>	<u>0</u>
	952	256
Grants payable	85,251	87,353
	<u>86,203</u>	<u>87,609</u>
b Costs incurred directly on support and administration		
Governance costs		
Independent examination	1,200	0
Other	0	0
	<u>1,200</u>	<u>0</u>
Printing, postage and stationery	0	0
Subscriptions and professional fees	0	0
Bank charges	96	125
Other	0	144
	<u>1,296</u>	<u>269</u>
Total expenditure	<u>87,499</u>	<u>87,878</u>

The fee payable to the independent examiner for examining the accounts was £1,200 (2019: £0).

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

7 Charitable expenditure (continued)

c Grants payable

	2020	2019
	£	£
Grants for UK and overseas mission	60,251	62,353
Grants for the relief of poverty	0	0
Grants for education, including ministry training	25,000	25,000
	<u>85,251</u>	<u>87,353</u>

The charity's principal grants to institutions comprised:

	2020	2019
	£	£
Parishes in Cyprus	17,882	35,039
Parishes in the Gulf	35,383	26,138
Diocese of Cyprus and the Gulf	30,670	25,000
Other	1,316	1,176
	<u>85,251</u>	<u>87,353</u>

8 Cost of raising funds

	2020	2019
	£	£
Fundraising costs	5,250	0
Other	0	0
	<u>5,250</u>	<u>0</u>

9 Analysis of staff costs, the cost of key management personnel and trustee remuneration and expenses

The charity employs no staff and the trustees receive no remuneration or other benefits. During the year 1 trustee (2019: 1) received reimbursement of travelling expenses totalling £731 (2019: £256).

10 Acting as agent

The charity makes monthly contribution payments to the Church of England Pensions Board on behalf of the Diocese of Cyprus and the Gulf to fund pensions for some members of the clergy based in the Diocese. These payments, which are funded by the Diocese of Cyprus and the Gulf, are excluded from the Statement of Financial Activities; any money that has not been disbursed as contribution payments by the year end is recognised as a creditor.

	2020	2019
	£	£
Brought forward	3,700	7,658
add: Transfers and cash received to fund clergy pensions	87,909	46,271
less: Contributions to the Church of England Pensions board	(62,908)	(50,229)
Carried forward	<u>28,701</u>	<u>3,700</u>

11 Fixed asset investments

	2020	2019
	£	£
Cost or fair value brought forward	152,279	135,658
Purchases during the year	140,000	0
Disposals during the year	0	0
Change in value of investments	19,568	16,621
Cost or fair value carried forward	<u>0</u>	<u>0</u>
	<u>311,847</u>	<u>152,279</u>

12 Debtors

	2020	2019
	£	£
Tax recoverable	307	125
Prepayments and accrued income	530	110
	<u>837</u>	<u>235</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

13 Cash at bank and in hand

	2020	2019
	£	£
Cash at bank with immediate access	89,834	230,173
Notice deposits (with a term of three months or less)	0	0
Petty cash	0	0
	<u>89,834</u>	<u>230,173</u>

14 Creditors: liabilities falling due within one year

	2020	2019
	£	£
Other creditors	28,701	3,700
Accruals	1,200	0
Deferred income	0	0
Grant obligations	0	0
	<u>29,901</u>	<u>3,700</u>

15 Creditors: liabilities falling due after more than one year

	2020	2019
	£	£
Deferred income	0	0
Grant obligations	0	0
	<u>0</u>	<u>0</u>

16 Funds

During the year the movements in the charity's funds were as follows:

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers / Gains and losses £	Closing balance £
Designated funds					
Clergy and ordinand training	25,000	0	25,000	25,000	25,000
	<u>25,000</u>	<u>0</u>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>
General unrestricted funds	289,756	3,882	13,168	(8,258)	272,212
Total unrestricted funds	<u>314,756</u>	<u>3,882</u>	<u>38,168</u>	<u>16,742</u>	<u>297,212</u>
Restricted funds					
Parishes in Cyprus					
St Andrew's Church, Kyrenia	355	489	804	0	40
The Anglican Church of Paphos	1,006	14,299	12,757	0	2,548
St John the Evangelist, Deryneia	2,453	1,200	2,192	0	1,461
St Barnabas, Limassol	0	2,129	2,129	0	0
Association of Friends	1,255	1,388	1,316	0	1,327
Parishes in the Gulf					
Christ Church Aden (inc. Ras Morbat Eye Clinic)	12,058	38,045	27,138	0	22,965
St Christopher's Cathedral, Bahrain	100	0	100	0	0
St George's Church, Baghdad	46,988	5,379	8,145	2,842	47,064
Church of the Epiphany, Doha	16	0	0	(16)	0
	<u>64,231</u>	<u>62,929</u>	<u>54,581</u>	<u>2,826</u>	<u>75,405</u>
Aggregate of funds	<u>378,987</u>	<u>66,811</u>	<u>92,749</u>	<u>19,568</u>	<u>372,617</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

16 Funds (continued)

Analysis of net assets by fund

The assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	2020
	General funds	Designated funds	funds	£
	£	£	£	
Fixed asset investments	241,005	25,000	45,842	311,847
Debtors	456	0	381	837
Cash at bank and in hand	31,951	0	57,883	89,834
Creditors falling due within one year	1,200	0	28,701	29,901
Creditors falling due after more than one year	0	0	0	0
	<u>272,212</u>	<u>25,000</u>	<u>75,405</u>	<u>372,617</u>

In the previous year the movements in the charity's funds were as follows:

	Opening balance	Incoming resources	Outgoing resources	Transfers / Gains and losses	Closing balance
	£	£	£	£	£
Designated funds					
Clergy and ordinand training	50,000	0	25,000	0	25,000
	<u>50,000</u>	<u>0</u>	<u>25,000</u>	<u>0</u>	<u>25,000</u>
General unrestricted funds	263,253	10,407	525	16,621	289,756
Total unrestricted funds	<u>313,253</u>	<u>10,407</u>	<u>25,525</u>	<u>16,621</u>	<u>314,756</u>
Restricted funds					
Parishes in Cyprus					
St Andrew's Church, Kyrenia	40	515	200	0	355
The Anglican Church of Paphos	456	29,328	28,778	0	1,006
St John the Evangelist, Deryneia	2,404	3,847	3,798	0	2,453
St Barnabas, Limassol	0	2,099	2,099	0	0
Association of Friends	1,177	1,254	1,176	0	1,255
Katafyio - Retreat House	124	40	164	0	0
Parishes in the Gulf					
Christ Church Aden (inc. Ras Morbat Eye Clinic)	19,847	14,526	22,315	0	12,058
St Christopher's Cathedral, Bahrain	3,815	100	3,815		100
St George's Church, Baghdad	4,051	42,945	8	0	46,988
Church of the Epiphany, Doha	0	16	0	0	16
	<u>31,914</u>	<u>94,670</u>	<u>62,353</u>	<u>0</u>	<u>64,231</u>
Aggregate of funds	<u>345,167</u>	<u>105,077</u>	<u>87,878</u>	<u>16,621</u>	<u>378,987</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

16 Funds (continued)

Analysis of net assets by fund

In the previous year, the assets and liabilities of the various funds were as follows:

	Unrestricted funds		Restricted funds	2019
	General funds	Designated funds		
	£	£	£	£
Fixed asset investments	152,279	0	0	152,279
Debtors	235	0	0	235
Cash at bank and in hand	137,242	25,000	67,931	230,173
Creditors falling due within one year	0	0	3,700	3,700
Creditors falling due after more than one year	0	0	0	0
	<u>289,756</u>	<u>25,000</u>	<u>64,231</u>	<u>378,987</u>

Designated unrestricted funds comprise funds which have been designated by the trustees for the support of clergy and ordinand training.

Restricted funds comprise balances held by the charity on behalf of parishes and affiliated entities. These balances have arisen from the relevant parishes' planned giving together with donations received where donor or donors have requested that gifts made are to be applied for specified restricted purposes. These balances include Gift Aid where applicable.

17 Transactions with related parties

There have been no transactions with related parties during the year nor during the prior year.

18 Reconciliation with previously reported funds

In the previous year the charity prepared its accounts using the receipts and payments basis; in the current year the trustees of the charity adopted the accruals basis for the preparation of its accounts. The comparatives presented in these accounts have been re-stated using the accruals basis and a reconciliation with the reserves and results reported previously follows:

Reconciliation of reserves

	2019 £	2018 £
Previously reported reserves at 31 December	378,752	344,691
Adjustments arising from use of accruals basis:		
Inclusion of previously excluded debtors	235	476
Inclusion of previously excluded creditors	0	0
Re-stated reserves at 31 December	<u>378,987</u>	<u>345,167</u>

Reconciliation of results

	2019 £
Previously reported results	34,061
Adjustments arising from use of accruals basis:	
Movements in debtors resulting in the recognition of more / (less) income	(241)
Movements in creditors resulting in the recognition of less / (more) expenditure	0
Re-stated results	<u>33,820</u>

DIOCESE OF CYPRUS AND THE GULF FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES WITH COMPARATIVES

FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds 2020	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds 2019
	Note	£	£	£	£	£	£	£	£
INCOME FROM:									
Donations and legacies	3	547	0	62,549	63,096	8,305	0	94,670	102,975
Charitable activities	4	720	0	0	720	0	0	0	0
Other trading activities		0	0	0	0	0	0	0	0
Investment income	5	2,251	0	380	2,631	1,733	0	0	1,733
Other income	6	364	0	0	364	369	0	0	369
Total income		3,882	0	62,929	66,811	10,407	0	94,670	105,077
EXPENDITURE ON:									
Charitable activities	7	7,918	25,000	54,581	87,499	525	25,000	62,353	87,878
Raising funds	8	5,250	0	0	5,250	0	0	0	0
Other		0	0	0	0	0	0	0	0
Total expenditure		13,168	25,000	54,581	92,749	525	25,000	62,353	87,878
Net gains / (losses) on investments		16,726	0	2,842	19,568	16,621	0	0	16,621
Net income / (expenditure)		7,440	(25,000)	11,190	(6,370)	26,503	(25,000)	32,317	33,820
Transfers between funds		(24,984)	25,000	(16)	0	0	0	0	0
		(17,544)	0	11,174	(6,370)	26,503	(25,000)	32,317	33,820
Other recognised gains / (losses):									
Gains / (losses) on revaluation of assets		0	0	0	0	0	0	0	0
Other gains / (losses)		0	0	0	0	0	0	0	0
Net movement in funds		(17,544)	0	11,174	(6,370)	26,503	(25,000)	32,317	33,820
Reconciliation of funds:									
Total funds brought forward	16	289,756	25,000	64,231	378,987	263,253	50,000	31,914	345,167
Total funds carried forward	16	272,212	25,000	75,405	372,617	289,756	25,000	64,231	378,987