

COMPANY REGISTRATION NUMBER: 02909145
CHARITY REGISTRATION NUMBER: 1054449

PRAISE CHAPEL

Company Limited by Guarantee

Unaudited Financial Statements

31 March 2022

PRAISE CHAPEL

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2022

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PRAISE CHAPEL

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name	PRAISE CHAPEL
Charity registration number	1054449
Company registration number	02909145
Principal office and registered office	Mill House Columbia Avenue Edgware Middlesex HA8 5DQ

The trustees

E A Amartey	
C Okotie	(Resigned 15 September 2021)
F K Adjei	
E A Samson	(Resigned 15 September 2021)

Company secretary Kofi Konadu Banful

Independent examiner Harry Koranteng FCCA, ACMA
6 Greenwich Quay
Clarence Road
London
SE8 3EY

PRAISE CHAPEL

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Structure, governance and management

Governing document

Praise Chapel is a charitable company limited by guarantee. It is governed by a Memorandum and Articles of Association and controlled by a Board of Trustees who are directors for the purpose of company law and trustees for the purposes of charity law.

Recruitment and appointment of new trustees

New Trustees are selected on the basis of the contribution they will make to the governance of the organisation and the skills they will contribute. They are provided with copies of the Charity Commission's guidance to trustees and given an introduction to the activities of the charity by the existing board members.

Objectives and activities

In accordance with the sole objective of the Charity which is the advancement of the Christian religion worldwide. The organisation continues to pursue this objective by operating a centre for worship and training at Sidings Community Centre, Kilburn and the Clayton Crown Hotel, Cricklewood. The main offices remain and operate from the Mill House, Edgware. Through our various venues a program of events are scheduled and aimed at the pursuance of the Christian faith and reaching the unchurched in the community and abroad with a range of projects centred around the needs of the community and also sharing the ethos of the Christian message through the various events and services.

PRAISE CHAPEL

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Achievements and performance

Impact of COVID-19 and Lockdown

The charity continued most of its activities online, even though the government had given new guidelines to Faith groups for congregational meetings and worship. These guidelines for meeting as a congregation remained challenging, therefore the church leadership decided to continue the congregational meetings online as in the previous year. At the beginning of July, the government relaxed the Covid guidelines further for congregational 'In-Person' worship for faith groups. In August, the church held its first in-person service after seventeen months of holding online services. The main Sunday services and midweek Bible Study continues to stream online. Since resuming 'In-person' services, physical attendance and participation in Sunday services has been running at approximately sixty percent capacity.

Restructuring of organisation's leadership

The charity has introduced an additional executive level to its leadership. The Covid-19 pandemic highlighted the need for a wider reach to remote members and the importance of contingency and succession planning. The Senior Leadership Team (SLT) is comprised of designated members who work alongside the Senior Pastor, taking responsibility for the supervision, mobilization and organisation of small groups and the support teams organised by the church.

Oasis Family Network

The Oasis Family Network (OFN) was developed as an extension of pastoral care for congregants and visitors to the church in the geographical areas which they live. The OFN has been highly instrumental this year. They were proactive in meeting the needs of congregants in their respective localities. The OFN have organised various online activities which involved: supportive centres providing words of encouragement and advice, virtual social events, prayer meetings and a space where congregants could share their experiences.

Pastoral Support and Counselling

Pastoral support and counselling for members of the Church has continued via video conferencing and when necessary, physically (such as weddings, bereavements and funeral services). Stringent Covid-19 guidelines and protocols were adhered to for the safety of all involved. This year, we offered a pastoral counselling training session for various leaders in the church and external churches, to further equip them to support members of their churches and communities appropriately. We will continue to offer this training annually and continue to avail it to external organisations. The pastoral and administrative staff developed a timetable to gradually resume operations at the church office, while observing Covid-19 safety measures and guidance.

Outreach

The Charity has continued to introduce and maintain innovative ways to support and connect with senior citizens, one of the major outreaches within our community. Using telecommunication and communicating with them through the management of the protected housing where they reside. The Senior Citizens' Christmas lunch which is held annually for senior citizens in the community was unable to be held again, but the charity distributed approximately three hundred Christmas hampers to senior citizens in the community. Other outreaches to the community, such as the children's, street, and mothers' outreach are still suspended due to the impact of Covid-19 restrictions. Discussions about their resumption are still ongoing amongst the leaders of the respective teams.

PRAISE CHAPEL

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Mission Trips and Supported Missionaries

Most international mission trips by individuals and groups from the charity continue to be suspended due to Covid-19 restrictions on travel. Trips to India and Rwanda were cancelled. The Charity continues to support the various missionaries and mission activities abroad. The Charity looks forward to resuming its various mission outreaches when the climate is favourable for travelling.

Appreciation

The charity has been consistently supported by its congregation and expresses its gratitude to the congregation of Praise Chapel for their commitment to the Life Changing Vision and their generosity and support for its endeavour to see lives bettered in the community and through missionary work abroad for the glory of our Lord and Saviour, Jesus Christ.

Financial review

The charity's financial performance reduced slightly with net incoming resources of £68,218 compared to net incoming resources in 2021 of £74,119, a drop of about 7.96%. This was due primarily to a 12.84% increase in total expenditure despite a 9.18% increase in total income.

Total income from all sources was £38,721 higher than in 2021 - (£421,531). Tithes, offerings and other donations remained the main source of income of the church representing 78.7% of total income, a slight drop from 85.5% in 2021. The rest of the income is from Gift Aid which increased by 61.02%. This significant increase was mainly due the timing of submissions for gift-aid claims.

Total expenditure was £44,610 higher than in 2021 - (£347,434) but wages and salaries remained the main component represented by salaries to the senior pastor and administrative staff. Whereas wages and salaries remained stable over the last few years there was a significant increase in rent mainly due to face to face church services returning after the Covid 19 pandemic.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

PRAISE CHAPEL

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

The trustees' annual report was approved on 28 May 2023 and signed on behalf of the board of trustees by:

F K Adjei
Trustee

PRAISE CHAPEL

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of PRAISE CHAPEL

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of PRAISE CHAPEL ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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

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 accounts to be reached.

Harry Koranteng FCCA, ACMA
Independent Examiner

6 Greenwich Quay
Clarence Road
London
SE8 3EY

PRAISE CHAPEL

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2022

		Unrestricted funds	2022 Restricted funds	Total funds	2021 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	460,252	–	460,252	421,531
Investment income	6	10	–	10	22
Total income		<u>460,262</u>	<u>–</u>	<u>460,262</u>	<u>421,553</u>
Expenditure					
Charitable Activities	7,8	<u>392,044</u>	<u>–</u>	<u>392,044</u>	<u>347,434</u>
Total expenditure		<u>392,044</u>	<u>–</u>	<u>392,044</u>	<u>347,434</u>
Net income and net movement in funds		<u>68,218</u>	<u>–</u>	<u>68,218</u>	<u>74,119</u>
Reconciliation of funds					
Total funds brought forward		<u>160,755</u>	<u>129,037</u>	<u>289,792</u>	<u>215,673</u>
Total funds carried forward		<u>228,973</u>	<u>129,037</u>	<u>358,010</u>	<u>289,792</u>

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

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

PRAISE CHAPEL

Company Limited by Guarantee

Statement of Financial Position

31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	13	32,667	40,833
Current assets			
Debtors	14	114,176	67,140
Cash at bank and in hand		241,133	200,472
		355,309	267,612
Creditors: amounts falling due within one year	15	29,966	18,653
Net current assets		325,343	248,959
Total assets less current liabilities		358,010	289,792
Net assets		358,010	289,792
Funds of the charity			
Restricted funds		129,037	129,037
Unrestricted funds		228,973	160,755
Total charity funds	17	358,010	289,792

For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 28 May 2023, and are signed on behalf of the board by:

F K Adjei
Trustee

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

PRAISE CHAPEL

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Mill House, Columbia Avenue, Edgware, Middlesex, HA8 5DQ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

PRAISE CHAPEL

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

PRAISE CHAPEL

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	-	20% reducing balance
Fixtures and fittings	-	20% reducing balance
Motor vehicles	-	20% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Private Limited Company by guarantee without share capital use of 'Limited' exemption.

PRAISE CHAPEL

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Tithes and offerings	362,372	–	362,372
GAYE	–	–	–
Charity gift aid	97,880	–	97,880
Building fund	–	–	–
Special events	–	–	–
Family development centre	–	–	–
	<u>460,252</u>	<u>–</u>	<u>460,252</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Tithes and offerings	339,601	–	339,601
GAYE	3,820	–	3,820
Charity gift aid	60,788	–	60,788
Building fund	–	1,000	1,000
Special events	180	–	180
Family development centre	16,142	–	16,142
	<u>420,531</u>	<u>1,000</u>	<u>421,531</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	<u>10</u>	<u>10</u>	<u>22</u>	<u>22</u>

7. Charitable activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Charitable Activities	358,881	358,881	297,961	297,961
Honorary, Musical, Mission and Publicity	28,964	28,964	28,473	28,473
Support costs	<u>4,199</u>	<u>4,199</u>	<u>21,000</u>	<u>21,000</u>
	<u>392,044</u>	<u>392,044</u>	<u>347,434</u>	<u>347,434</u>

PRAISE CHAPEL

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2022	Total fund 2021
	£	£	£	£
Charitable Activities	358,881	–	358,881	297,961
Honorary, Musical, Mission and Publicity	28,964	–	28,964	28,473
Governance costs	–	4,199	4,199	21,000
	<u>387,845</u>	<u>4,199</u>	<u>392,044</u>	<u>347,434</u>

9. Net income

Net income is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	<u>8,166</u>	<u>10,209</u>

10. Independent examination fees

	2022	2021
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>4,200</u>	<u>4,200</u>

11. Staff costs

The average head count of employees during the year was 4 (2021: 4). The average number of full-time equivalent employees during the year is analysed as follows:

	2022	2021
	No.	No.
Direct staff	<u>4</u>	<u>4</u>

The number of employees whose remuneration for the year fell within the following bands, were:

	2022	2021
	No.	No.
£60,000 to £69,999	<u>1</u>	<u>1</u>

12. Trustee remuneration and expenses

There were no trustees' remuneration, neither were there any benefits and expenses paid during the year ended 31 March 2022.

PRAISE CHAPEL

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

13. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 April 2021 and 31 March 2022	<u>151,962</u>	<u>95,053</u>	<u>27,236</u>	<u>274,251</u>
Depreciation				
At 1 April 2021	144,760	70,634	18,024	233,418
Charge for the year	<u>1,440</u>	<u>4,884</u>	<u>1,842</u>	<u>8,166</u>
At 31 March 2022	<u>146,200</u>	<u>75,518</u>	<u>19,866</u>	<u>241,584</u>
Carrying amount				
At 31 March 2022	<u>5,762</u>	<u>19,535</u>	<u>7,370</u>	<u>32,667</u>
At 31 March 2021	<u>7,202</u>	<u>24,419</u>	<u>9,212</u>	<u>40,833</u>

14. Debtors

	2022 £	2021 £
Prepayments and accrued income	79,609	32,573
Other debtors	<u>34,567</u>	<u>34,567</u>
	<u>114,176</u>	<u>67,140</u>

15. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	6,305	292
Trade creditors	4,004	1,743
Accruals and deferred income	8,400	8,400
Social security and other taxes	10,636	7,599
Other creditors	<u>621</u>	<u>619</u>
	<u>29,966</u>	<u>18,653</u>

16. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £3,991 (2021: £2,783).

PRAISE CHAPEL

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

17. Analysis of charitable funds

Unrestricted funds

	1 Apr 2021	Income	Expenditure	31 Mar 2022
	£	£	£	£
General funds	<u>160,755</u>	<u>460,262</u>	<u>(392,044)</u>	<u>228,973</u>
	1 Apr 2020	Income	Expenditure	31 Mar 2021
	£	£	£	£
General funds	<u>87,636</u>	<u>420,553</u>	<u>(347,434)</u>	<u>160,755</u>

Restricted funds

	1 Apr 2021	Income	Expenditure	31 Mar 2022
	£	£	£	£
Restricted Fund 1	<u>129,037</u>	<u>–</u>	<u>–</u>	<u>129,037</u>
	1 Apr 2020	Income	Expenditure	31 Mar 2021
	£	£	£	£
Restricted Fund 1	<u>128,037</u>	<u>1,000</u>	<u>–</u>	<u>129,037</u>

18. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	2022
	£	£	£
Tangible fixed assets	32,667	–	32,667
Current assets	226,272	129,037	355,309
Creditors less than 1 year	<u>(29,966)</u>	<u>–</u>	<u>(29,966)</u>
Net assets	<u>228,973</u>	<u>129,037</u>	<u>358,010</u>
	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	2021
	£	£	£
Tangible fixed assets	40,833	–	40,833
Current assets	119,922	129,037	248,959
Creditors less than 1 year	<u>–</u>	<u>–</u>	<u>–</u>
Net assets	<u>160,755</u>	<u>129,037</u>	<u>289,792</u>

PRAISE CHAPEL

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

19. Related parties

There were no related party transactions other than as disclosed in Note 11 in respect of salaries paid to the senior pastor.