

Christ Embassy

# **Trustees Report and Financial Statements**

for the year ended 31 December 2021

**Registered Charity Number 1059247**

# **CHRIST EMBASSY**

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

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# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## CHARITY INFORMATION

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### Trustees

Pastor Gabriel Adesina  
Mr Ikemefuna Oluwarotimi Nwankpele  
Mrs Tolulope Moradeke Osuntubo  
Dr Victor Uba

### Principal office

45 Thames Road, Barking, London, IG11 0HQ

### Registered charity number

1059247

### Chairman of the board of Trustees

Pastor Gabriel Adesina

### Senior Management

Pastor Elizabeth Akinwolemiwa  
Pastor Obi Chiemeka  
Pastor Tayo Ojo  
Pastor Kemi Adesina

### Auditors

Blue Spire Limited  
Cawley Priory  
South Pallant  
Chichester  
West Sussex  
PO19 1SY

### Bankers

HSBC Bank Plc  
Barclays Bank Plc  
Lloyds Bank Plc

### Solicitors

Palmers Solicitors  
Ascension Chambers, Fleming Road  
Chafford Hundred  
Grays RM16 6HH

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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The Trustees present their annual report together with the audited financial statements of Christ Embassy (the ministry and the group) for the year ended 31 December 2021. The Trustees confirm that the annual report and financial statements of the ministry and the charity comply with the current statutory requirements, the requirements of the ministry and the group's governing document and the provisions of the Charities SORP (FRS102).

## STRUCTURE, GOVERNANCE AND MANAGEMENT

### Constitution

Christ Embassy was established by Trust Deed on 23rd October 1996. The ministry was registered as a Charity on 19th November 1996 with registration number 1059247.

### Method of appointment or election of Trustees

New Trustees may be appointed by a resolution of the Trustees usually dependent on the skills and experience needed by the Charity. There must be a minimum of three Trustees and a minority of the Trustees may be remunerated if necessary.

### Policies adopted for the induction and training of Trustees

The Trustees meet quarterly to review their legal obligations under charity law, the growth of the Ministry and its financial performance. All new Trustees receive an induction and training is provided for all Trustees on an ad hoc basis.

### Organisational structure and decision making

The churches are structured into zones with a zonal Pastor heading groups of Churches. The Zones have Zonal Managers who are responsible for the administration of the churches within their Zone and executing decisions made by the Trustees. As an example, invoices are raised and recommended for approval by the pastors and coordinators in charge of each church branch of the Charity. This is then passed to the Zonal Pastors and then to The Trustees, who give final approval before payments are made.

The Board of Trustees oversees all the church chapters and their roles within the guidelines of the Trust Deed. The Board of Trustees are mandated to meet at least twice a year to review the progress of the Charity and set policies and plans for the future. In some instances, at least three of the Trustees meet to take urgent decisions necessary for the smooth running of the Charity.

### Subsidiary and related party relationships

The subsidiary ceased trading in November 2016 and procedures for winding up of the company began.

Christ Embassy charity is part of Christ Embassy Worldwide International. The relationship between the two entities is spiritual for guidance purposes.

### Arrangements for setting pay

Remuneration of key management personnel is proposed by zonal pastors, based on local remuneration levels for similar roles, and approved by the trustees.

### Risk management

The major activities and issues of the Ministry are subject to review at the Trustees' meetings. The Ministry faces various risks to which the Trustees have systems in place to mitigate:

- There is a risk that without due governance the Ministry may not meet its charitable objectives. To mitigate this risk, we have ensured that our Trustees have the relevant experience and competence to supervise all aspects of the Ministry's work;
- There is a risk of potential conflicts of interest. To mitigate this a Conflicts of Interest Policy has been implemented enabling Trustees and staff to be aware of potential conflicts of interest and avoid situations where such a conflict might arise;
- There are various financial risks faced by the Charity. These are mitigated by the operation of stringent financial controls and procedures.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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### OBJECTIVES AND ACTIVITIES

The objectives of the Trust are:

- To advance the Christian faith in accordance with the Ministry's Statement of Faith in England and Wales and in such other parts of the United Kingdom and the world as the Trustees may from time to time think fit.
- To relieve members or others who are in conditions of need or hardship or who are aged or sick and to relieve the distress caused thereby in England and Wales and in such other parts of the United Kingdom or the world as the Trustees may from time to time think fit.
- To advance education in accordance with Christian principles in England and Wales and in such other parts of the United Kingdom and the world as the Trustees may from time to time think fit.
- To promote and fulfil such other charitable purposes beneficial to the community in England and Wales and in such other parts of the United Kingdom and the world as the Trustees may from time to time think fit.
- To establish and provide places of worship for fellowship of evangelical Christians and a base from which they can advance the Christian faith through proclaiming the good news of salvation through Jesus Christ, to their surrounding area and throughout the whole world via the support of the Loveworld Television Ministry.

The Ministry has the general aim of contributing to the quality of life of the people of the England and Wales and other parts of the United Kingdom and the rest of the world according to the Christian faith as specified in its statement of beliefs.

#### Strategies for achieving objectives

The strategies employed to achieve the Ministry's objectives in line with public benefit are as follows:

- Holding weekly services on Sundays and mid-week services on either Wednesday or Thursday in all church chapters. Each service is used as a medium for the spiritual development of each member and also as an avenue to reach out to members of the public for the Kingdom of God.
- Holding smaller weekly services in homes of members, restaurants and community centres ensuring that brethren are encouraged and supported. Guests are welcomed at these meetings and any member of the public can attend.
- Provide ministry materials such as books, audio tapes and DVDs which are a source of healing, encouragement and blessing to all. These are made available at tube stations, hospitals, prisons, detention centres, hotels and many other public places.
- Reach out to inmates in prisons, encouraging them with the good news of salvation and helping them to stabilize in society after their release.
- Reach out to the whole world by sponsoring the ministry's uplifting programs on satellite television where millions are being reached with the gospel of our Lord Jesus Christ.
- Reach out to the sick and needy people with the free distribution of the daily devotional 'Rhapsody of Realities'. Gift items including food and clothing are also sent to homeless units periodically churches are involved in regular projects for the homeless.

#### Activities in furtherance of objectives and for public benefit

All chapters were involved in holding special outreach activities in their locations. Through these activities, more people joined the Ministry and thus the ability to enhance the work of building a better world continued to increase throughout the year. We were able to reach many more people in diverse locations through our online platforms. The Ministry continued to render help to people in diverse kinds of hardship and kept to its earlier adopted grant making policy which includes the following:

- Contributing financially towards the Ministry's missionary activities in the United Kingdom and around the world.
- Rendering assistance to members of the Charity faced with financial difficulty
- Providing Ministry Materials in public places such as underground stations and hospitals, thereby making available spiritual upliftment for members of the public.
- Supporting other sister charities who share similar objectives with the Charity.

Our short-term objectives are success in bringing enlightenment of the gospel to many, reaching more communities both in and outside of the United Kingdom, growing our established churches and providing more services/rendering help to the community with various initiatives like day of service.

Our Long-term objective to see to the Christianization of the society at large with an increased uptake of Christian values, evidenced by many more people coming to the knowledge of Christ and attending church services.

The Trustees confirm that they have had due regard to the guidance issued by the Charity Commission on public

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# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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benefit when planning their objectives and activities.

### Criteria/Measures to assess success

Some of the measures to assess our success are new contacts made, souls that received Christ, materials distributed, increased participation in all existing churches resulting in the birth of new churches.

### Grant making policies

A grant making policy is in place and covers two streams (Ministry in Britain Grant Stream and Ministry Overseas Grant Stream). The Grant committee is currently made up of the Trustees and grants are reviewed by the Trustees periodically to ensure that they adequately meet the objectives of the Charity.

A number of grants payable in the year 2021 were given in support of the Ministry's missionary campaigns held around the world, and also offering pastoral care to members in various chapters within the Charity. In addition, spiritual guidance and counsel were given where such needs arose.

### Volunteers

The Ministry relies heavily on unpaid voluntary workers to undertake a wide range of its activities. These activities include pastoring, church maintenance, running the book/tape stands, organising special programs, and assisting in administrative duties amongst many others. All unpaid volunteers are members of Christ Embassy. Each volunteer works an average of 10 hours per week.

## ACHIEVEMENTS AND PERFORMANCE

The Charity was able to maintain its strategy of weekly meetings even during the recent pandemic through the use of various online platforms. Weekly meetings were held thus providing a conducive atmosphere for members to grow spiritually whilst also offering the opportunity to invite first timers and encourage them to become members. Counselling sessions were available for members of the ministry thereby catering for members' spiritual and emotional stability particularly during the lock-down. Special teaching programs were placed on air through the use of television slots on Loveworld Television. The objective of the Charity to reach maximum numbers of people within the United Kingdom and the rest of the world was hugely achieved via the television medium as we continued to take the message of the gospel into homes when nations were locked down. The free distribution of ministry materials such as the daily devotional titled Rhapsody of Realities, Healing to the Nations Magazines, Now that you are born again in e-formats was intensified to help in bringing faith and hope to many around the world. The daily devotional, Rhapsody of Realities was an invaluable tool in bring hope, faith and love to many at a time that was particularly challenging for many and one million e-copies were distributed. These helped to further advance the Christian faith as enunciated in the trust deed of the Charity. Gifts of food and clothing were also sent to hostels and the homeless.

The charity continues to plant additional online home cell groups and outreach fellowships. The planting of new home cell groups and outreach fellowships enables the charity to fulfil its objective of providing places of worship for fellowship of evangelical Christians and a base from which they can advance the Christian faith by proclaiming the good news of salvation of Jesus Christ, to their surrounding areas and beyond.

### Fundraising activities/Income generation

All the funds required for the support of all the activities of the Charity were raised through the principles of prayer and direct giving of members. Fund raising was exclusively carried out by special committees who are members of the Ministry on a non-remuneration basis and no external consultant or body was employed for the purpose of fund raising throughout 2021.

## FINANCIAL REVIEW

Total incoming resources for the group, comprising Christ Embassy amounted to £7,838,063. The charity's subsidiary Christ Embassy Limited did not trade during 2021. Total expenditure for the charity and group was £7,752,135.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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### Impact of significant events

The continued restrictions in the year meant that some of our churches were not able to meet physically in their venues during the course of the year.

### Reserves policy

The charity's policy is to build and maintain sufficient reserves to cover 3-4 months of recurrent expenditure considered to be approximately £1.1m.

At the balance sheet date the group's reserves, having taken into account restricted funds, fixed assets and the revaluation reserve were a deficit of £3,316,284.

In order to recover the deficit on reserves the trustees are considering the use and disposal of fixed assets, in particular buildings not in current use, together with the use of restricted funds for the purposes they have been received.

## PLANS FOR THE FUTURE

As part of our objectives of advancing the Christian faith in the UK and around the world, we intend to continue to strengthen our existing churches and outreach fellowships. This will be done by the establishing of Home cell groups and regular trainings for leaders through seminars and conferences

We will be using various online platforms to reach many more people particularly those in locations outside of the borders of the United Kingdom. One of such platforms is to have virtual churches where people from all around the world can participate in our church services and teachings. We already established several online platforms for our churches and the pandemic of 2020/21 enabled us to reach even many more in their homes with the gospel.

The daily devotional, 'Rhapsody of Realities' has been of great blessings to many all around the world and we will be sponsoring both hard copies and e-copies of the Rhapsodies. The E-Copies will be made available for free download in strategic countries to aid the propagation of the gospel of Christ.

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to 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, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report was approved by the Trustees on 24 February 2022 and signed on their behalf by:



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Trustee



# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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### Independent Auditor's Report to the Trustees of Christ Embassy

#### Opinion

We have audited the financial statements of Christ Embassy (the 'charity') for the year ended 31 December 2021 which comprise of the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

#### Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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### Auditor responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the plan through discussions with trustees and other management, and from our knowledge and experience of the Trust's sector and activities;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Trust, including the Charities Act, data protection, anti-bribery and employment legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.
- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

performed analytical procedures to identify any unusual or unexpected relationships;

- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with relevant regulators.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for>. This description forms part of our auditor's report..

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## INDEPENDENT AUDITOR'S REPORT

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### Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Blue Spire limited*

Blue Spire Limited, Statutory Auditor

Date 24 February 2023

Cawley Priory

South Pallant

Chichester

West Sussex

PO19 1SY

*Blue Spire Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.*

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## STATEMENT OF FINANCIAL ACTIVITIES

	Note	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
<b>INCOME AND ENDOWMENTS FROM:</b>					
Donations and legacies	1	3,851,822	3,855,553	7,707,375	5,987,365
Subsidiary assets released		-	-	-	733,410
Other trading activities	2	130,000	-	130,000	137,896
Investments	3	22	-	22	162
Charitable activities	4	666	-	666	146
Other - profit on sale of assets		-	-	-	-
<b>Total</b>		<u>3,982,510</u>	<u>3,855,553</u>	<u>7,838,063</u>	<u>6,858,979</u>
<b>EXPENDITURE ON:</b>					
Raising funds	5	8,565	-	8,565	8,523
Charitable activities	6	4,347,387	3,396,183	7,743,570	5,677,998
<b>Total</b>		<u>4,355,952</u>	<u>3,396,183</u>	<u>7,752,135</u>	<u>5,686,521</u>
<b>Net Income/(expenditure)</b>		(373,442)	459,370	85,928	1,172,458
<b>Transfers between funds</b>	18	-	-	-	-
		(373,442)	459,370	85,928	1,172,458
<b>Other recognised gains/(losses)</b>					
Gains/(losses) on revaluation of fixed assets and investment property		1,450,000	-	1,450,000	-
<b>Net movement in funds</b>		<u>1,076,558</u>	<u>459,370</u>	<u>1,535,928</u>	<u>1,172,458</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>	18	7,672,038	1,336,388	9,008,426	7,835,968
<b>Total funds carried forward</b>	18	<u>8,748,596</u>	<u>1,795,758</u>	<u>10,544,354</u>	<u>9,008,426</u>

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

All of the above results are derived from continuing activities.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## BALANCE SHEET AS AT 31 DECEMBER 2021

	Note	2021		2020	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	11	8,114,880		8,301,740	
Investment property	12	<u>3,950,000</u>		<u>2,500,000</u>	
			12,064,880		10,801,740
<b>CURRENT ASSETS</b>					
Assets held for sale	13	733,410		733,410	
Debtors	14	7,538		7,538	
Cash at hand and in bank		<u>1,386,726</u>		<u>847,485</u>	
<b>Total current assets</b>		<u>2,127,674</u>		<u>1,588,433</u>	
<b>CURRENT LIABILITIES</b>					
Creditors: amounts falling due within one year	15	<u>2,148,334</u>		<u>1,759,914</u>	
<b>Net current assets/(liabilities)</b>			(20,660)		(171,481)
<b>Total assets less current liabilities</b>			<u>12,044,220</u>		<u>10,630,259</u>
Creditors: amounts falling due after more than one year	16		(1,499,866)		(1,621,833)
<b>Net assets/(liabilities)</b>			<u><u>10,544,354</u></u>		<u><u>9,008,426</u></u>
<b>THE FUNDS OF THE CHARITY</b>					
<b>Restricted funds</b>	18		1,795,758		1,336,388
<b>Unrestricted funds</b>	18		8,748,596		7,672,038
<b>Total charity funds</b>			<u><u>10,544,354</u></u>		<u><u>9,008,426</u></u>

The financial statements on pages 10 to 22 were approved and authorised for issue by the trustees on 24 February 2023 and signed on their behalf by:



Trustee

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## STATEMENT OF CASH FLOWS

	Note	£	2021	£	£	2020	£
<b>Net cash flow from operating activities (see below)</b>				693,174		1,024,609	
<b>Cash flow from investing activities</b>							
Interest received		22			162		
Proceeds from sale of fixed assets		-			-		
Transfer to assets held for sale		-			(733,410)		
Purchase of fixed assets		(23,185)			(8,354)		
<b>Net cash flow from investing activities</b>				(23,163)		(741,602)	
<b>Cash flows from financing activities</b>							
Repayment of borrowings		(130,770)			(46,378)		
				(130,770)		(46,378)	
<b>Net increase/(decrease) in cash and cash equivalents</b>				539,241		236,629	
<b>Cash and cash equivalents at 31 December 2020</b>				847,485		610,856	
<b>Cash and cash equivalents at 31 December 2021</b>				<u>1,386,726</u>		<u>847,485</u>	
<b>Cash and cash equivalents consist of:</b>							
Cash at bank and in hand				<u>1,386,726</u>		<u>847,485</u>	
<b>Cash and cash equivalents at 31 December 2021</b>				<u>1,386,726</u>		<u>847,485</u>	

### Reconciliation of net income to net cash flow from operating activities

	£	2021	£	£	2020	£
Net income for the year			85,928		1,172,458	
Adjusted for:						
Interest and dividends	(22)			(162)		
Depreciation and impairment of tangible fixed assets	210,045			207,149		
Profit on disposal of fixed assets	-			-		
Decrease/(increase) in debtors	-			6,938		
Increase/(decrease) in creditors	397,223			(361,774)		
			607,246		(147,849)	
			<u>693,174</u>		<u>1,024,609</u>	

# CHRIST EMBASSY

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

### ACCOUNTING POLICIES

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#### General information, scope and basis of the financial statements

Christ Embassy is an unincorporated charity, registered in England, and established under a Trust Deed. The address of the principal office is given in the reference and administrative details section and the nature of the charity's operations and principal activities are given in the trustees' report.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

#### Incoming resources

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Income from grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends, interest and rent. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend and rent income is recognised as the charity's right to receive payment is established.

#### Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds includes staff and other costs of raising the charity's profile and investment management fees; and
- Expenditure on charitable activities includes staff and other costs of delivery the charity's objects together with support and governance costs.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

#### Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## ACCOUNTING POLICIES

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### Fixed assets

Tangible fixed assets are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Freehold property	2% straight line
Leasehold improvements	2% straight line
Office equipment	33.3% straight line
Computer equipment	20% straight line
Motor vehicles	25% straight line

At each balance sheet date the charity's management and trustees consider whether there is any indications the assets are impaired. Where indications of impairment exist the assets is written down to its recoverable amount.

### Fixed asset investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

### Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition.

### Debtors receivable and creditors payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

### Assets held for sale

Assets held for sale comprise assets available for immediate sale, which are being actively marketed at a market rate. These assets are reported at net residual value less costs to sell.

### Cash and cash equivalents

Cash and cash equivalents includes cash at bank and in hand and cash balances within the investment portfolio available for investment transaction purposes.

### Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable and allocated to funds on a basis in line with the allocation of expenditure.

Redundancy and termination payments are recorded as an expense in the financial statements as they fall due with any amounts unpaid at the balance sheet date accrued.

### VAT

The Charity is not registered for VAT and cannot recover VAT incurred on costs. These are therefore stated inclusive of any VAT element.

### Tax

The charity is considered to pass the tests set out in sections 521 to 536 Income Tax Act 2007 (ITA 2007), as such no income tax is payable on the charity's activities.



# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## ACCOUNTING POLICIES

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### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

### **Going concern**

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern and can be supplemented through the sale of vacant buildings.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## NOTES TO THE FINANCIAL STATEMENTS

### 1. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Tithes and offerings	3,851,822	3,855,553	7,707,375	3,617,143	2,370,222	5,987,365
	<u>3,851,822</u>	<u>3,855,553</u>	<u>7,707,375</u>	<u>3,617,143</u>	<u>2,370,222</u>	<u>5,987,365</u>

### 2. Other trading activities

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Rental income	130,000	-	130,000	137,896	-	137,896
	<u>130,000</u>	<u>-</u>	<u>130,000</u>	<u>137,896</u>	<u>-</u>	<u>137,896</u>

### 3. Investments

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Bank interest	22	-	22	162	-	162
	<u>22</u>	<u>-</u>	<u>22</u>	<u>162</u>	<u>-</u>	<u>162</u>

### 4. Charitable activities

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Ministry bookshop	666	-	666	146	-	146
	<u>666</u>	<u>-</u>	<u>666</u>	<u>146</u>	<u>-</u>	<u>146</u>

### 5. Raising funds

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Voluntary income staff costs - security	8,565	-	8,565	8,523	-	8,523
	<u>8,565</u>	<u>-</u>	<u>8,565</u>	<u>8,523</u>	<u>-</u>	<u>8,523</u>

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## NOTES TO THE FINANCIAL STATEMENTS

### 6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Grants to institutions (see note 6a.)	-	416,255	416,255	-	505,000	505,000
Grants to individuals	575,203	2,101,909	2,677,112	2,297	1,841,854	1,844,151
Missionary work	773	-	773	-	-	-
Rent and rates	705,297	-	705,297	554,964	-	554,964
Event costs	191,125	80,414	271,539	122,052	22,163	144,215
Television and internet broadcasts	682,809	706,610	1,389,419	274,841	493,033	767,874
Advertising	15,696	-	15,696	10,979	-	10,979
Motor and travel expenses	253,177	90,995	344,172	58,962	130,015	188,977
Repairs and maintenance	12,498	-	12,498	26,233	-	26,233
Wages and salaries	1,255,618	-	1,255,618	1,107,895	-	1,107,895
Books, music and audio	-	-	-	3,333	-	3,333
Depreciation	210,045	-	210,045	207,149	-	207,149
Impairment of asset held for sale	-	-	-	-	-	-
Support and governance costs (note 7)	445,146	-	445,146	317,228	-	317,228
	<u>4,347,387</u>	<u>3,396,183</u>	<u>7,743,570</u>	<u>2,685,933</u>	<u>2,992,065</u>	<u>5,677,998</u>

### 6a. Grants to institutions

	2021 £	2020 £
Healing School - Canada	390,000	500,000
Inner City Mission	26,255	-
Trauma Care International	-	5,000
	<u>416,255</u>	<u>505,000</u>

### 7. Support and governance costs

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Light and heat	70,337	-	70,337	33,067	-	33,067
Printing postage and stationery	91,746	-	91,746	50,346	-	50,346
Telephone and internet	52,239	-	52,239	28,365	-	28,365
Sundry expenses	134,607	-	134,607	82,759	-	82,759
Insurance	284	-	284	11,786	-	11,786
Bank interest payable	63,775	-	63,775	79,201	-	79,201
Bank charges	15,808	-	15,808	8,910	-	8,910
Legal and professional fees	-	-	-	8,844	-	8,844
Accountancy fees	150	-	150	150	-	150
Auditors remuneration	16,200	-	16,200	13,800	-	13,800
Loss/(profit) on disposal of fixed assets	-	-	-	-	-	-
	<u>445,146</u>	<u>-</u>	<u>445,146</u>	<u>317,228</u>	<u>-</u>	<u>317,228</u>

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## NOTES TO THE FINANCIAL STATEMENTS

### 8. Auditors remuneration

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Auditors remuneration - audit	12,000	-	12,000	10,200	-	10,200
Auditors remuneration - accountancy	4,200	-	4,200	3,600	-	3,600

### 9. Wages and salary cost

	2021 Total Funds £	2020 Total Funds £
Gross wages	1,100,343	963,892
Employer's national insurance costs	110,909	94,524
Employer's pension contributions	42,962	37,622
	<u>1,254,214</u>	<u>1,096,038</u>
	2021	2020
Staff numbers:		
Average head count	<u>34</u>	<u>33</u>

The number of employees who received total employee benefits (excluding employer pension costs of more than £60,000 is as follows:

	2021	2020
£60,001 - £70,000	<u>2</u>	<u>2</u>

The charity operated a defined contribution pension scheme for its employees. The contributions shown above are recorded as an expense within the Statement of Financial Activities with no amounts outstanding at the balance sheet date.

### 10. Related party transactions

The following trustees were remunerated for their full time roles as Pastors, being a minority of the total number of trustees and thus allowed under the Trust Deed. The amounts payable during the for the period in which they were trustees was as follows:

	2021 £	2020 £
Pastor Gabriel Adesina		
Gross pay	58,020	58,020
Employer's NIC	6,788	6,800
Employer's pension	2,198	2,189
	<u>67,006</u>	<u>67,009</u>

Inclusive of Pastor Adesina the charity's three paid members of key management personnel received employee benefits totalling £155,144 (2020: three, £155,139).

None of the trustees, listed on page 1, were reimbursed or had expenses paid on their behalf during the year under review or the comparative year.

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## NOTES TO THE FINANCIAL STATEMENTS

### 11. Tangible fixed assets - charity

	Freehold property £	Leasehold improvements £	Office equipment £	Church equipment £	Motor vehicles £	Total £
<i>Cost</i>						
At 1 January 2021	9,528,840	658,618	759,752	2,645,227	15,145	13,607,582
Additions	-	-	23,185	-	-	23,185
Disposals	-	-	-	-	-	-
At 31 December 2021	<u>9,528,840</u>	<u>658,618</u>	<u>782,937</u>	<u>2,645,227</u>	<u>15,145</u>	<u>13,630,767</u>
<i>Depreciation</i>						
Accumulated at 1 January 2021	1,764,811	132,801	748,488	2,644,597	15,145	5,305,842
Charge for the year	190,577	13,172	5,666	630	-	210,045
On disposals	-	-	-	-	-	-
At 31 December 2021	<u>1,955,388</u>	<u>145,973</u>	<u>754,154</u>	<u>2,645,227</u>	<u>15,145</u>	<u>5,515,887</u>
Net book value at 31 December 2021	<u>7,573,452</u>	<u>512,645</u>	<u>28,783</u>	<u>-</u>	<u>-</u>	<u>8,114,880</u>
Net book value at 31 December 2020	<u>7,764,029</u>	<u>525,817</u>	<u>11,264</u>	<u>630</u>	<u>-</u>	<u>8,301,740</u>

### 12. Investment property

	2021 Total Funds £	2020 Total Funds £
Carrying (market) value brought forward	2,500,000	2,500,000
Transfers to assets held for sale	-	-
Revaluation adjustments	1,450,000	-
Carrying (market) value carried forward	<u>3,950,000</u>	<u>2,500,000</u>

The property was valued in 2022 by Lambert Smith Hampton, Chartered Surveyors, on an open market value for existing use basis.

### 13. Assets held for sale

	2020 Total Funds £	2020 Total Funds £
Building (received from subsidiary)	<u>733,410</u>	<u>733,410</u>
	<u>733,410</u>	<u>733,410</u>

### 14. Debtors

	2021 Total Funds £	2020 Total Funds £
Prepayments and accrued income	<u>7,538</u>	<u>7,538</u>
	<u>7,538</u>	<u>7,538</u>

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## NOTES TO THE FINANCIAL STATEMENTS

### 15. Creditors: amounts falling due within one year

	2021 Total Funds £	2020 Total Funds £
Bank loans and overdrafts	61,511	70,318
Other loans	232,203	232,203
Trade creditors	774,433	381,506
Other creditors	1,047,687	1,047,687
Accruals and deferred income	32,500	28,200
	<u>2,148,334</u>	<u>1,759,914</u>

### 16. Creditors: due after more than one year

	2021 Total Funds £	2020 Total Funds £
Bank loans payable between one and two years	40,362	84,197
Bank loans payable between two and five years	137,607	270,743
Bank loans payable in more than five years	1,321,897	1,266,893
	<u>1,499,866</u>	<u>1,621,833</u>

### 17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Tangible fixed assets	8,114,880	-	8,114,880	8,301,740	-	8,301,740
Investment property	3,950,000	-	3,950,000	2,500,000	-	2,500,000
Current assets	331,916	1,795,758	2,127,674	252,045	1,336,388	1,588,433
Current liabilities	(2,148,334)	-	(2,148,334)	(1,759,914)	-	(1,759,914)
Non-current liabilities	(1,499,866)	-	(1,499,866)	(1,621,833)	-	(1,621,833)
	<u>8,748,596</u>	<u>1,795,758</u>	<u>10,544,354</u>	<u>7,672,038</u>	<u>1,336,388</u>	<u>9,008,426</u>

### 18. Analysis of net movement in funds

	Year ended 31 December 2021					
	Total funds brought forward £	Total incoming resources £	Total resources expended £	Transfers between funds £	Gains/(losses) on fixed assets & investments £	Total funds carried forward £
<i>Restricted funds</i>						
Partnership	-	3,838,239	(3,149,154)	-	-	689,085
Ministry	583,316	16,734	(247,029)	-	-	353,021
Pastoral	52,593	-	-	-	-	52,593
Building	700,479	580	-	-	-	701,059
<i>Total restricted funds</i>	<u>1,336,388</u>	<u>3,855,553</u>	<u>(3,396,183)</u>	<u>-</u>	<u>-</u>	<u>1,795,758</u>
<i>Unrestricted funds</i>						
Designated funds						
Fixed asset reserve	8,301,740	-	(210,045)	23,185	-	8,114,880
Revaluation reserve	1,075,000	-	-	-	1,450,000	2,525,000
Total designated funds	9,376,740	-	(210,045)	23,185	1,450,000	10,639,880
General fund	(1,704,702)	3,982,510	(4,145,907)	(23,185)	-	(1,891,284)
Total charity unrestricted funds	<u>7,672,038</u>	<u>3,982,510</u>	<u>(4,355,952)</u>	<u>-</u>	<u>1,450,000</u>	<u>8,748,596</u>
Total funds	<u>9,008,426</u>	<u>7,838,063</u>	<u>(7,752,135)</u>	<u>-</u>	<u>1,450,000</u>	<u>10,544,354</u>

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## NOTES TO THE FINANCIAL STATEMENTS

### 18. Analysis of net movement in funds

	Year ended 31 December 2020					
	Total funds brought forward £	Total incoming resources £	Total resources expended £	Transfers between funds £	Gains/(losses) on fixed assets & investments £	Total funds carried forward £
<i>Restricted funds</i>						
Partnership	-	2,265,131	(2,759,044)	493,913	-	-
Ministry	711,871	104,466	(233,021)	-	-	583,316
Pastoral	52,593	-	-	-	-	52,593
Building	699,854	625	-	-	-	700,479
<i>Total restricted funds</i>	<u>1,464,318</u>	<u>2,370,222</u>	<u>(2,992,065)</u>	<u>493,913</u>	<u>-</u>	<u>1,336,388</u>
<i>Unrestricted funds</i>						
Designated funds						
Fixed asset reserve	8,500,535	-	(207,149)	8,354	-	8,301,740
Revaluation reserve	1,075,000	-	-	-	-	1,075,000
Total designated funds	9,575,535	-	(207,149)	8,354	-	9,376,740
General fund	<u>(3,203,885)</u>	<u>4,488,757</u>	<u>(2,487,307)</u>	<u>(502,267)</u>	<u>-</u>	<u>(1,704,702)</u>
Total charity unrestricted funds	6,371,650	4,488,757	(2,694,456)	(493,913)	-	7,672,038
Total funds	<u>7,835,968</u>	<u>6,858,979</u>	<u>(5,686,521)</u>	<u>-</u>	<u>-</u>	<u>9,008,426</u>

### 19. Description of restricted funds

Partnership	Funds for other arms of the Ministry; namely Rhapsody of Realities, Healing School, Loveworld Television, Innercity Mission, Cyber Ministry and International School of Ministry.
Ministry	Funds to support missionary projects.
Pastoral	Funds to assist a small group of fellowship within the ministry congregation
Building	Funds for the acquisition of a bigger venue or expansion of existing venues to accommodate the fast growing membership of the Church.

### 20. Christ Embassy Limited

	2021 Total Funds £	2020 Total Funds £
Turnover	-	-
Cost of Sales	-	-
Gross profit	-	-
Administrative expenses	-	-
Operating profit/(loss)	-	-
Interest receivable and similar income	-	-
Interest payable and similar expenses	-	-
Net profit/(loss) before gift aid and taxation	-	-
Corporation tax	-	-
Transfer of assets to parent charity	-	(733,410)
Net profit/(loss) after gift aid	-	(733,410)
Reserves brought forward	-	733,410
Reserves carried forward	<u>-</u>	<u>-</u>
Total capital and reserves	<u>-</u>	<u>-</u>

# CHRIST EMBASSY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

## NOTES TO THE FINANCIAL STATEMENTS

### 21. Contingent asset

At the balance sheet date gift aid recoverable on donations received amounted to £240,000.

### 22. Financial instruments

The carrying amounts of the charity's financial instruments are as follows:

	Charity	
	2021 Total Funds £	2020 Total Funds £
<i>Financial liabilities</i>		
Measured at amortised cost:		
Trade creditors (note 15)	774,433	381,506
Bank loan (notes 15 and 16)	1,561,377	1,692,151
Other loans (note 15)	232,203	232,203
Other creditors (note 15)	1,047,687	1,047,687
	<u>3,615,700</u>	<u>3,353,547</u>

### 23. Comparative charity statement of financial activities

	Note	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
<b>INCOME AND ENDOWMENTS FROM:</b>				
Donations and legacies	1	3,617,143	2,370,222	5,987,365
Subsidiary assets released		733,410	-	733,410
Other trading activities	2	137,896	-	137,896
Investments	3	162	-	162
Charitable activities	4	146	-	146
<b>Total</b>		<u>4,488,757</u>	<u>2,370,222</u>	<u>6,858,979</u>
<b>EXPENDITURE ON:</b>				
Raising funds	5	8,523	-	8,523
Charitable activities	6	2,685,933	2,992,065	5,677,998
<b>Total</b>		<u>2,694,456</u>	<u>2,992,065</u>	<u>5,686,521</u>
<b>Net Income/(expenditure)</b>		1,794,301	(621,843)	1,172,458
<b>Transfers between funds</b>	18	(493,913)	493,913	-
		<u>1,300,388</u>	<u>(127,930)</u>	<u>1,172,458</u>
<b>Other recognised gains/(losses)</b>				
Gains/(losses) on revaluation of fixed assets and investment property		-	-	-
<b>Net movement in funds</b>		<u>1,300,388</u>	<u>(127,930)</u>	<u>1,172,458</u>
<b>RECONCILIATION OF FUNDS</b>				
<b>Total funds brought forward</b>	18	6,371,650	1,464,318	7,835,968
<b>Total funds carried forward</b>	18	<u>7,672,038</u>	<u>1,336,388</u>	<u>9,008,426</u>