

Charity registration number 1076936

**THE PHILADELPHIA TRUST IN EASTERN EUROPE
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

THE PHILADELPHIA TRUST IN EASTERN EUROPE

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

K Baldwin

(Appointed 24 March 2023)

M Bartlett

R Brind

D Ford

B Jenkins

F Orr

(Appointed 1 October 2022)

A Samuel

P Thomas

Z Whitehouse

(Appointed 24 March 2023)

Charity number

1076936

Principal address

13 Clos Enfys

Caerphilly

CF83 1SB

Independent examiner

ART Accountants Limited

Ground Floor

11 Manvers Street

Bath

BA1 1JQ

Bankers

Lloyds Bank plc

31 Queen Street

Cardiff

CF10 2AG

THE PHILADELPHIA TRUST IN EASTERN EUROPE

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THE PHILADELPHIA TRUST IN EASTERN EUROPE

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

To organise and distribute material aid to Christians and those in need throughout Central and Eastern Europe.

To support Bible Teachers operating throughout Central and Eastern Europe.

To support evangelism throughout Central and Eastern Europe in the many forms that it takes.

To support other activities which the Trustees shall deem to be for the furtherance of the Gospel in Central and Eastern Europe.

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

Achievements and performance

The Charity's income is derived from gifts received from Individuals, Churches, Assemblies and other Charitable Organisations. No money will be received by any public appeal. The Trust has not traded in anyway during 2022. Currently the Trustees are four persons who have retired from paid employment and are now serving the Lord, two who are in paid employment and one who is studying at Bible College. The aim of all the trustees is to ensure that the Objectives and Activities of The Trust are fulfilled.

The trustees hold a minimum of 4 formal meetings each year. The meeting held in January is considered to be the Annual General Meeting. Meeting may be held in person or using a facility such as Zoom where in person meetings are not possible. The meeting held in the month of September/October is used to review the activities of the Trust during the summer.

Trustees are also in regular contact with each other on an adhoc basis as and when the need arises. During the year the 2022 this has been very frequent due to the war situation in Ukraine.

Financial review

The attached accounts state fully the income and expenditure of the Trust. The trustees are pleased to place on record the faithfulness of the Lord in enabling them to continue the work of the Trust.

During the year 2022 many Christian Charitable causes were supported that operate throughout Central and Eastern Europe to the sum of £330,613. Of this sum £326,310 was sent to Ukraine or to the Trusts trusted co-workers who operate in Ukraine, £600 was sent to Hungary, £1,000 was sent to Poland and £2,703 to those who support Central and Eastern Europeans.

It is good to report a substantial increase in the income of the Charity during 2022. This is primarily due to the desire of individuals, Churches, Assemblies and other Charitable Trusts to support the needs of Ukraine following the outbreak of war on the 24 February 2022. The Charities Income rose during 2022 from £23,604 in 2021 to £360,304 in 2022. It is unlikely that this level of income will be sustained for coming years but the trustees look to the Lord to supply the needs of those that they seek to support.

The annual overheads of the trust amount to £11,195. In addition to this £8,665 was paid as travelling expenses to trustees and to those supporting the work of the Charity.

There was one additional expense of £5,700 when the Charity supported a number of people so that they were able to attend the International Conference that they arrange each year. This year most of the support was for Ukrainians.

THE PHILADELPHIA TRUST IN EASTERN EUROPE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

No trustee receives any remuneration for their services apart from reimbursement of travel expenses.

All of the recipients of gifts are known to the trustees and have either been visited or invited to come to UK to report on their activities.

Structure, governance and management

The Charity was established on 10th October 1998 and is registered with the Charity Commission No. 1076936. The Charity is an unincorporated body whose governing body is a Trust Deed. The Trustees believe that they possess the necessary physical health and strength, spiritual aptitude, relevant business experience, time and energy for the implementation of the Trust's policies and the smooth running of the activities of the Trust.

The trustees who served during the year and up to the date of signature of the financial statements were:

K Baldwin

(Appointed 24 March 2023)

M Bartlett

R Brind

D Ford

B Jenkins

F Orr

(Appointed 1 October 2022)

A Samuel

P Thomas

Z Whitehouse

(Appointed 24 March 2023)

When it becomes apparent that a need through age, illness, further development of the activities of the Trust or any other cause is likely to arise, steps are taken to appoint an additional Trustee with the right qualities, abilities, experience and time, the aim being to maintain a balance of maturity, professional skills, Christian maturity and knowledge of appropriate Christian Work throughout Central and Eastern Europe which might benefit from the help that the Trust is able to provide. The appointment is made by nomination of another trustee and the seconding of another trustee. Each new trustee is made aware of the Trust deed and given a copy of the accounts.

Public benefit

The Trustees have familiarised themselves with and endeavour to keep under review all the mandatory and "good practice" requirements that are published by the Charity Commission from time to time, including Public Benefit Guidance. They consider that the activities undertaken by the Trust were in direct furtherance of its charitable purposes for the public benefit.

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



P Thomas

Trustee

Date: 14th December 2023

THE PHILADELPHIA TRUST IN EASTERN EUROPE

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE PHILADELPHIA TRUST IN EASTERN EUROPE

I report to the trustees on my examination of the financial statements of The Philadelphia Trust in Eastern Europe (the Charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the Charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable 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.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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.



Mr P J Barton FCCA
ART Accountants Limited

Ground Floor
11 Manvers Street
Bath
BA1 1JQ

Dated: 14 December 2023

THE PHILADELPHIA TRUST IN EASTERN EUROPE

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

| | Notes | Unrestricted funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|---|-------|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
| Income from: | | | | | | | |
| Donations and legacies | 3 | 21,627 | 338,659 | 360,286 | 11,406 | 12,195 | 23,601 |
| Investments | 4 | 18 | - | 18 | 3 | - | 3 |
| Total income | | <u>21,645</u> | <u>338,659</u> | <u>360,304</u> | <u>11,409</u> | <u>12,195</u> | <u>23,604</u> |
| Expenditure on: | | | | | | | |
| Charitable activities | 5 | 16,928 | 339,965 | 356,893 | 4,779 | 16,559 | 21,338 |
| Net income/(expenditure) for the year/ | | | | | | | |
| Net movement in funds | | 4,717 | (1,306) | 3,411 | 6,630 | (4,364) | 2,266 |
| Fund balances at 1 January 2022 | | 26,319 | 11,538 | 37,857 | 19,689 | 15,902 | 35,591 |
| Fund balances at 31 December 2022 | | <u>31,036</u> | <u>10,232</u> | <u>41,268</u> | <u>26,319</u> | <u>11,538</u> | <u>37,857</u> |

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

All income and expenditure derive from continuing activities.

THE PHILADELPHIA TRUST IN EASTERN EUROPE

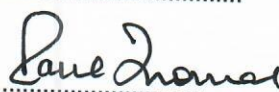
BALANCE SHEET

AS AT 31 DECEMBER 2022

| | Notes | 2022 £ | £ | 2021 £ | £ |
|---|-------|-----------|--------|-----------|--------|
| Current assets | | | | | |
| Cash at bank and in hand | | 41,988 | | 37,857 | |
| Creditors: amounts falling due within one year | 10 | (720) | | - | |
| Net current assets | | | 41,268 | | 37,857 |
| Income funds | | | | | |
| Restricted funds | 11 | | 10,232 | | 11,538 |
| Unrestricted funds | | | 31,036 | | 26,319 |
| | | | 41,268 | | 37,857 |

The financial statements were approved by the Trustees on 14/12/2023


 R Brind
 Trustee


 P Thomas
 Trustee

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

The Philadelphia Trust in Eastern Europe is an unincorporated body whose governing body is a Trust Deed..

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

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

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Cash and cash equivalents

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.7 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

2 Critical accounting estimates and judgements

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

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

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations and legacies

| | Unrestricted funds | Restricted funds | Total | Unrestricted funds | Restricted funds | Total |
|---------------------|-----------------------|---------------------|-----------|-----------------------|---------------------|-----------|
| | 2022 £ | 2022 £ | 2022 £ | 2021 £ | 2021 £ | 2021 £ |
| Donations and gifts | 21,627 | 338,659 | 360,286 | 11,406 | 12,195 | 23,601 |

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

4 Investments

| | Unrestricted funds | Unrestricted funds |
|---------------------|--------------------|--------------------|
| | 2022 | 2021 |
| | £ | £ |
| Interest receivable | 18 | 3 |

5 Grants payable

| | Missionary support 2022 | Missionary support 2021 |
|---|-------------------------|-------------------------|
| | £ | £ |
| Grants to institutions and individuals: | | |
| Country Support - Hungary | 600 | - |
| Country Support - Poland | 1,000 | - |
| Country Support - Ukraine | 326,310 | 9,940 |
| Other | 2,703 | 116 |
| | 330,613 | 10,056 |

6 Support costs

| | Support costs | Governance costs | 2022 | Support costs | Governance costs | 2021 |
|----------------------------------|---------------|------------------|--------|---------------|------------------|--------|
| | £ | £ | £ | £ | £ | £ |
| Administration costs | 11,195 | - | 11,195 | 953 | - | 953 |
| Travel costs | 8,665 | - | 8,665 | 3,164 | - | 3,164 |
| International conference | 5,700 | - | 5,700 | 6,015 | - | 6,015 |
| Printing, postage and stationery | - | - | - | 1,150 | - | 1,150 |
| Independent examination fee | - | 720 | 720 | - | - | - |
| | 25,560 | 720 | 26,280 | 11,282 | - | 11,282 |
| Analysed between | | | | | | |
| Charitable activities | 25,560 | 720 | 26,280 | 11,282 | - | 11,282 |

7 Trustees

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

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Employees

The average monthly number of employees during the year was:

| | 2022 Number | 2021 Number |
|-------|----------------|----------------|
| Total | - | - |

There were no employees whose annual remuneration was more than £60,000.

9 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

10 Creditors: amounts falling due within one year

| | 2022 £ | 2021 £ |
|------------------------------|-----------|-----------|
| Accruals and deferred income | 720 | - |

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

11 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

| | Balance at 1 January 2021 | Movement in funds | | Balance at 1 January 2022 | Movement in funds | | Balance at 31 December 2022 |
|---------------------------|------------------------------|-----------------------|-----------------------|------------------------------|-----------------------|-----------------------|-----------------------------------|
| | £ | Incoming resources | Resources expended | £ | Incoming resources | Resources expended | £ |
| Country Support - Ukraine | 8,800 | 3,695 | (9,895) | 2,600 | 328,250 | (330,850) | - |
| Outreach Team - Hungary | - | - | - | - | 600 | (600) | - |
| Outreach Team - Czechia | - | - | - | - | 300 | (300) | - |
| Outreach Team - Poland | - | - | - | - | 500 | (500) | - |
| PT-GLO Partnership | 7,102 | 5,000 | (3,164) | 8,938 | 6,184 | (4,890) | 10,232 |
| International Conference | - | 3,500 | (3,500) | - | 2,825 | (2,825) | - |
| | 15,902 | 12,195 | (16,559) | 11,538 | 338,659 | (339,965) | 10,232 |

THE PHILADELPHIA TRUST IN EASTERN EUROPE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

12 Analysis of net assets between funds

| | Unrestricted funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|---|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
| Fund balances at 31 December 2022 are represented by: | | | | | | |
| Current assets/(liabilities) | 31,036 | 10,232 | 41,268 | 26,318 | 11,539 | 37,857 |
| | <u>31,036</u> | <u>10,232</u> | <u>41,268</u> | <u>26,318</u> | <u>11,539</u> | <u>37,857</u> |

13 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).