

CHINESE ALLIANCE CHURCHES UNION (UK)

England & Wales · Charity number 1092536

Details

Status Registered

Legal form Charitable company

Company number [04247363](#)

Registered 2002-06-20

Register [View on the Charity Commission register](#)

Contact

Address Manchester Alliance Church
Unit 9
The Quadrangle
Hulme Street
Manchester
M1 5GL

Phone 01612373219

Email Info@CACUUK.org

Website www.CACUUK.org

Activities

Objects: 4. The charity's objects ('Objects') are specifically restricted to: 4.1 promoting the Christian Faith in all parts of the world in accordance with the Doctrinal Statement set out in Appendix 1, including (but not limited to) by all or any of the following means: (a) The proclamation of the Gospel of the Lord Jesus Christ to people of all nations, and in particular (but not exclusively) those who speak Mandarin and/or Cantonese, and the discipleship of all those who become Christians through receiving the Lord Jesus Christ as Saviour and Lord so that they may grow in spiritual maturity and understanding. (b) Fostering the growth of church as an indigenous body of Christ. (c) The education and training of Christians for the ministries of the Church both at home and overseas and the encouragement of Christians to become established as active members of their local churches. (d) Facilitating evangelism and Christian training in Churches and organisations that agree with the Doctrinal Statement (as set out in Appendix 1) and conduct their affairs consistently with it. (e) The establishment and encouragement of churches related in fellowship with the Union around the world who share the purposes of the Union in the proclamation of the Gospel of the Lord Jesus Christ. 4.2 letting out the Union's facilities for educational and other charitable activities which are compatible with promoting the Christian Faith in accordance with the Doctrinal Statement. Nothing in the articles shall authorise an application of the property of the charity for purposes which are not charitable in accordance with section 7 of the Charities and Trustee Investment (Scotland) Act 2005 and/or section 2 of the Charities Act (Northern Ireland) 2008.

Activities: The Chinese Alliance Churches Union (UK) seeks to be an indigenous federation of Chinese evangelical churches according to the tradition of Christian And Mission Alliance, whose purposes are to proclaim Jesus Christ as Lord, to assist the advance of His church in the United Kingdom, and to promote a missionary base for national and world-wide evangelization in affiliation with the AWF.

Classification

- **How:** Acts As An Umbrella Or Resource Body
- **What:** Religious Activities
- **Who:** People Of A Particular Ethnic Or Racial Origin

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£918,310	£700,762	£671,252	16
2023-12-31	£793,754	£601,153	£453,704	16
2022-12-31	£715,955	£880,718	£261,103	16
2021-12-31	£596,884	£584,258	£425,866	16
2020-12-31	£647,796	£604,033	£413,240	16

Trustees

Name	Role	Appointed
Dr Wai Man Chow		2025-05-26
Ka Sin Christopher Law		2025-05-26
King Yeung Wong		2026-05-25
SIU BOON MA		2024-05-27
Yat Wai Gloria Lee Cheung		2026-05-25

CHINESE ALLIANCE CHURCHES UNION (UK)

England & Wales - Charity number 1092536

Accounts

Company Registration Number : 4247363
Charity Registration Number: 1092536

CHINESE ALLIANCE CHURCHES UNION (UK)
ANNUAL TRUSTEES AND
FINANCIAL STATEMENTS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2024

CHINESE ALLIANCE CHURCHES UNION (UK)
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FOR THE YEAR ENDED 31 DECEMBER 2024

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CHINESE ALLIANCE CHURCHES UNION (UK)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2024

Company Number	4247363
Charity Number	1092536
Registered Office	Manchester Alliance Centre Unit 9 The Quadrangle Hulme Street Manchester M1 5GL
Directors/Trustees	Yuen Yi Helen Chow Hiu Tung Angel Wong Siu Boon Ma Daniel Kam Hong Wong King Cheong Douglas Fung
Member Churches	Manchester Alliance Church South London Alliance Church Leeds Alliance Church East London Alliance Fellowship Brighton Alliance Church Worthing Chinese Christian Fellowship (honorary member)
Accountant	Hannah Murray Accountancy Ltd 61 Falconers Green Westbrook Warrington Cheshire WA5 7XF
Bankers	HSBC Bank plc 100 King Street Manchester M60 2HD Barclays Bank Plc PO Box 357 51 Mosley Street Manchester M60 2AU

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

The Trustees of the Union (directors and trustees) present their report and the financial statements for the year ended 31 December 2024.

Incorporation

The Union was incorporated on 6th July 2001 under the Companies Act 1985 as a private limited company and the company is limited by guarantee.

Purpose

The Chinese Alliance Churches Union (UK) seeks to be an indigenous federation of Chinese evangelical churches according to the tradition of Christian and Missionary Alliance (abbreviated to C&MA), whose purposes are to proclaim Jesus Christ as Lord, to assist the advance of His Church in the United Kingdom, and to promote a missionary base for national and world-wide evangelization in affiliation with the Alliance World Fellowship

Objectives

- 1.To strengthen Christians in their understanding and commitment to the Lordship of Jesus Christ
- 2.To advance the work of national and world-wide mission primarily but not exclusively through church planting.
- 3.To foster the growth of Church as an indigenous body of Christ.
- 4.To become an active church-planting and missionary base of existing C&MA mission agenda.

Public benefit

The Trustees confirm that in their oversight of CACU's activities, they have ensured that the charity's money and time resources have been used with due regard for public benefit.

Trustees selection and induction

All the trustees of the Union are nominated and is eligible for election at an annual general meeting of the Union. The newly elected trustees will be given a brief induction regarding their duties and responsibilities set out in the constitution and according to the guidelines of Companies House and Charity Commission.

The Union Management Committee

The Union Management Committee shall consist of President, the Vice-President, Treasurer and other committee members.

The Committee members are the Directors /Trustees (voting members) of the Union and at the date of this report who have served during the year unless otherwise stated were:

Yuen Yi Helen Chow	
Hiu Tung Angel Wong	
Siu Boon Ma	(appointed on 27 May 2024)
Daniel Kam Hong Wong	(appointed on 27 May 2024)
King Cheong Douglas Fung	(appointed on 27 May 2024)
Hoi Yee Chau	(resigned on 27 May 2024)
King Wai Hung	(resigned on 27 May 2024)
Wesley Wing Yau Wong	(resigned on 27 May 2024)

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

The Union Management Committee (cont.)

All the Management Committee members of the Union are nominated and shall be eligible for election at an annual general meeting of the Union, and a General Secretary shall be appointed by the Committee annually. Rev. Chiu has taken up the role of President and Rev. Pang as Vice President.

Non-Voting members

Rev. Tai Ming Pang
Rev. Wing Hong Wong
Pastor Kwok Fai Philip Wong
Rev. Chai Ming Cheung

Union Missionary Team, Employees and Voluntary Workers (as at 31 December 2024)

HKAM Team

Rev. Tai Ming Pang and Mrs Yin Fun Pang
Rev. Wai Lung Sham and Mrs Teresa Sham
Pastor Kwok Fai Wong and Mrs Mei Po Mabel Wong
Pastor Ting Yuk Jessica So

Pastoral Staff

Rev. Wai Chor Chiu (Minister in charge of MAC)
Pastor Shi Yan (SLAC)
Rev. Wing Hong Wong (LAC)
Rev. Luis Sanchez (Full Time Missionary)
Pastor Justin Siemens (Full Time Missionary)
Pastor Wai Shun Hung (Full time Ministry)
Rev. Yiu Kee Nathaniel Law (Full Time Ministry)
Dr. Suk Yu Chan (Full Time Pastor)

Administrative Staff

Ms Nicole Wai Yee Ng Union Financial Secretary - Part-time

Membership

The Union consists of corporate members and individual members. All corporate members, which are represented by full members or associate members, and individuals as honorable members are admitted to the Union according to the rules set in the constitution.

President's report

CACUUK has three registered member churches (MAC, SLAC and LAC), two associate member churches (ELAC and BAC) and one honorary member church (Worthing Chinese Christian Fellowship).

At present, the total number of participants in various churches, including children and teenagers, is more than 3,300. The number of staff in the association and churches is: 9 missionaries, including 3 Missionary couples, 1 missionary from Hong Kong Alliance Mission, 1 missionary from U.S. Alliance Envision, 1 missionary employed by CACU; 1 pastoral staff from Alliance Bible Seminary; 2 pastoral staff for church planting projects; 2 Minister-in-Charge employed by CACU; another 2 pastoral staff; and 1 administrative staff. Additionally, the member churches have hired 13 pastors separately.

CHINESE ALLIANCE CHURCHES UNION (UK) **TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)** **FOR THE YEAR ENDED 31 DECEMBER 2024**

President's report (cont.)

In terms of personnel changes, Pastor Hung Kwong Wu from Nottingham Alliance Church resigned and left his position in August 2024. To accommodate growing congregations, several churches have hired additional pastoral staff: Pastor John Wong (BAC); Pastor Michael Wong (SLAC); Pastor Alan Yip (MAC); Rev Alice Yau (MAC); and Pastor Marcus Lung (MAC).

Development in the year

Over the past year, CACU has been committed to church planting efforts. Through the generous contributions of overseas Christian & Missionary Alliance (C&MA) Unions, including those from the United States and Hong Kong. CACU has supported member churches in various ways. This includes funding the establishment of two church plants by Manchester Alliance Church in Stockport and Wigan, as well as church planting by Leeds Alliance Church in Morley. Additionally, CACU has continued to assist three directly established church locations (Crewe, Nottingham, and Milton Keynes) by providing administrative, pastoral, and personnel guidance.

To meet the growing demands of church planting and ministry, CACU's president, Rev. Wai Chor Chiu, has been seconded by Manchester Alliance Church and, with board approval, has taken on the role of part-time General Secretary. Despite the recent slowdown in immigration compared to the past two years, CACU continues to assess the needs of different regions and hopes to establish more Chinese Alliance churches.

In terms of events, CACU organised an online gathering to connect newly immigrated Hong Kong Alliance believers in the UK with CACU, facilitating mutual understanding and sharing. In April, pastors and missionaries participated in a retreat organised by CACU, with Rev. Gordon Siu as the speaker. This event provided an opportunity for spiritual renewal and fellowship amidst busy ministry schedules.

Following the 2023 Chinese Alliance World Missions Conference in Manchester, in May 2024, the Chinese Alliance World Fellowship (CAWF) collaborated with the U.S. Chinese Alliance Church Association to host a European Chinese Alliance Pastors and Missionaries Retreat in Manchester. The event featured Pastor Guo-Lun Huang from Taiwan's City-to-City, who shared insights on urban church planting. CACU encouraged UK pastors to participate, receiving an enthusiastic response.

Regarding short-term missions, CACU led a mission trip to Lima, Peru. In previous years, support for Lima's Bao Hua Chinese Alliance Church was provided via online meetings. In 2024, a team was able to serve in person, ministering to local Chinese and young people. The team consisted of 14 members from three churches (Manchester, South London, and Brighton), fostering strong bonds of unity and shared ministry across congregations.

Additionally, CACU collaborated with global Chinese Alliance networks. In 2024, two missionaries came to serve in Manchester. One, Deng Deng, was sent by the Hong Kong Alliance Mission and serves among Muslim communities. The other, Rev. Justin Siemens, was sent by the U.S. Alliance Envision and focuses on mobilising young people for missions. Furthermore, Dr. Viola Chan, sent by Alliance Bible Seminary in Hong Kong, assisted in theological education. Over the past year, several pastors from member churches have participated in the seminary's mentorship program, receiving guidance and support for their ministry in the UK.

CHINESE ALLIANCE CHURCHES UNION (UK) **TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)** **FOR THE YEAR ENDED 31 DECEMBER 2024**

Plans and Prospects for 2024

CACU will continue exploring church planting opportunities in areas with large Chinese populations but no existing Chinese Alliance presence. The priority is to find suitable church-planting pastors before determining specific locations. Additionally, CACU encourages member churches to explore local church-planting opportunities within their respective regions.

To facilitate unity and expansion, CACU also seeks to connect with individual churches interested in joining our Alliance family. As church plants increase, CACU has developed church-planting guidelines and, in January, organised a sharing session to help pastors and lay leaders understand key considerations for church planting. Furthermore, in May and June, the Alliance plans to hold leadership training courses to educate leaders on Alliance traditions, UK church-related legal matters, and conflict resolution within congregations.

Beyond church planting and training, CACU remains committed to global missions. Given the influx of young immigrants into UK churches, CACU hopes to cultivate them as future missionaries. In April, CACU will host a youth missions camp with Rev. Tung Ka-Wah, General Secretary of CCCOWE, as the speaker. Additionally, CACU is encouraging young people to attend the CAWF Youth Missions Rendezvous in Taiwan, offering financial support to the first ten applicants. This year, CACU also plans to organise a short-term mission trip to Indonesia, allowing young people to experience island-hopping missionary work via boat.

For pastoral fellowship, CACU will continue regular pastors' and missionaries' prayer and sharing meetings. Plans are also underway to establish a senior pastors' and key staff network to foster deeper connections and share pastoral experiences. In September, CACU will hold its annual pastoral retreat, which has been well-received in past years, offering ministers valuable time for rest and fellowship.

Financial review

In 2024, the financial situation of the Union was stable. The net income from the property owned by the Union and the donation from the member churches supported the routine work and development of the Union. The full details of the Union's business are recorded in its 2024 Annual Financial Statement.

The Union General fund for property fund and mission fund are as follows:

Union Property Financial Report 2024

The Manchester Hulme Property is under the management of Union Management Committee. It continues to be used for union pastoral staff accommodation. The day to day management is done by the Union Office.

- (i) Annual Income / Rental = £8,900
- (ii) Expenses:
 - Mortgage = £7,219.74
 - Services & Maintenance = £587.36
- (iii) Net Income = £1092.90
- (iv) Accumulated Net Income Balance = £36,021.71

(Note: all incomes and expenses are solely the responsibilities of Union Mission Fund)

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Financial review (cont.)

2024 Contributions towards the Union from member churches

2024	MAC	SLAC	LAC	MAMF	ELAC	BAC	TOTAL
General Fund	£21,239	£6,586	£1,268	£739	£593	£419	£30,844
Mission Fund	£13,915	£4,315	£831	£363	£291	£206	£19,921
TOTAL	£35,154	£10,901	£2,099	£1,102	£884	£625	£50,765

The Statement of Financial Activities consists of the Union's General fund, Designated fund and Restricted fund under the management of the Union's Trustees and Directors.

The Statement of Financial Activities on page 9 shows a profit for the year of £217,548, and our reserves stand at £671,252 in total. These are analysed in notes 14-16.

The Charity's free reserve is £63,223, which the trustees consider is sufficient for the general running costs.

Policy on reserves

It is the policy of the Union to maintain only a small level of unrestricted general fund reserve. As at 31 December 2024, the amount of reserve in General Fund was £63,223 which is approximately 20-30% over a typical year's running cost. The trustees consider this amount to be adequate to fulfil the main purpose of cash flow based on the current inflation. There is also a provision within the union budgets for unforeseen expenditure and post budget projects of £800 each year.

The General Fund is mainly used to cover administrative and associated expenses and ministry activities. Most major activities are planned well in advance and hence already included into the planned budgets. Past actual expenditures have been found to reflect well against the budgets.

The General Fund income is mainly from donation commitments from member churches. The donation commitments are determined and agreed by passing the budget each year one year in advance at the union AGM. Many of our member churches are growing churches and have demanding financial challenges, especially during this difficult period. In the event that the Union donation income were to reduce, ie. member churches unable to make the committed donations, the trustees believe the reserve is appropriate and adequate to maintain Union operation for a short time whilst additional funds may be raised.

The Union's Mission fund, a designated fund, has a substantial reserve. At December 2024, it has a reserve of £521,537. The main income for the Union Mission Fund is from member churches. The Mission budget and members' donation contributions are determined and agreed, passed in resolution a year in advance at AGM.

The Union has made various commitments to the expansion of Mission work in the UK. This fund has been used to financially support and subsidise the employments of several missionaries working at different member churches. The Union is currently supporting Rev Wong at LAC on a three-year contract, ending in May 2025. Total fund already committed is £1,250 for 2025. After this period, it is the aim for member churches to have developed the financial abilities to support these pastoral staff fully by themselves.

Risk Management

The trustees have a duty to identify and review the risks of which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Trustees and Directors' responsibilities (cont.)

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Union and of the statement of financial activities for that period. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and apply them consistently
- b) make judgements and accounting estimates that are reasonable and prudent
- c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Union transactions and disclose with reasonable accuracy at any time the financial position of the Union and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Taxation Status

Under S466 to S493 of the Corporation Taxes Act 2010 the Union has been granted status as a charity.

Small Company Provisions

The above report has been prepared in accordance with the small companies regime under the Companies Act 2006 and FRS 102 SORP.

By the order of the Trustees and Directors



Siu Boon Ma
Director

Date : 21 May 2025

CHINESE ALLIANCE CHURCHES UNION (UK)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024
(Incorporating Income and Expenditure Account)

	Notes	General Fund £	Designated Fund £	Restricted Fund £	2024 Total £	2023 Total £
<u>Incoming Resources</u>						
Donations		31,687	447,577	222,596	701,860	604,104
Investment Income		2,272	-	-	2,272	1,424
Other Income	20	10,075	13,053	191,050	214,178	188,226
Total Incoming Resources		<u>44,034</u>	<u>460,630</u>	<u>413,646</u>	<u>918,310</u>	<u>793,754</u>
<u>Resources Expended</u>						
Direct Charity Expenditure	2	21,145	-	-	21,145	16,605
Administration of the Union	3	5,227	-	-	5,227	5,994
Projects Expenses	4	4,376	-	-	4,376	10,371
Other Charges	5	1,871	-	-	1,871	2,045
Entrusted Funds Expenses	6	-	-	405,520	405,520	431,246
Mission Fund Expenses	7	-	261,994	-	261,994	134,304
Governance Costs	8	629	-	-	629	588
Gross transfers between funds						
Total Resources Expended		<u>33,248</u>	<u>261,994</u>	<u>405,520</u>	<u>700,762</u>	<u>601,153</u>
Net Income before transfers		10,786	198,636	8,126	217,549	192,601
Gross transfers between funds	17		72,522	20,068	92,590	176,595
Gross transfers between funds	17		(72,522)	(20,068)	(92,590)	(176,595)
Net Income/loss for the year		<u>10,786</u>	<u>198,636</u>	<u>8,126</u>	<u>217,548</u>	<u>192,601</u>
Fund Balances as at 31 December 2023		<u>52,437</u>	<u>322,901</u>	<u>78,366</u>	<u>453,704</u>	<u>261,103</u>
Fund Balances as at 31 December 2024		<u>63,223</u>	<u>521,537</u>	<u>86,492</u>	<u>671,252</u>	<u>453,704</u>

The amount of net income under Companies Act reporting requirements agrees with the amount shown above as net income for the year.

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2024

Company Registration
Number : 4247363

	Notes	2024 £	2023 £
<u>Fixed Assets</u>			
Tangible Fixed Assets	9	<u>111,522</u>	<u>114,620</u>
<u>Current Assets</u>			
Debtors	10	74,882	1,052
Cash at Bank		<u>534,846</u>	<u>380,404</u>
		<u>609,728</u>	<u>381,456</u>
<u>Current Liabilities</u>			
Creditors : Amounts falling due within one year	11	<u>20,677</u>	<u>8,057</u>
Total current assets less current liabilities		<u>589,051</u>	<u>373,399</u>
<u>Long term Liabilities</u>			
Creditors : Amount falling due after more than one year	12	29,321	34,315
Net Assets		<u><u>671,252</u></u>	<u><u>453,704</u></u>
<u>Funds</u>			
General	14	63,223	52,437
Designated	15	521,537	322,901
Restricted	16	86,492	78,366
		<u><u>671,252</u></u>	<u><u>453,704</u></u>

The financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime under the Companies Act 2006

Throughout this year, the Union was entitled to the audit exemption conferred by section 477 of the Companies Act 2006. No members of the Union have requested an audit by notice, being deposited under section 476 for the year.

The trustees and directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparing financial statements which give a true and fair view of the state of affairs of the Union as at the end of the financial period and of its net income for that period in accordance with the requirements of sections 394 and 395 of the Companies Act 2006 and which otherwise comply with the requirements of the Act relating to financial statements, so far as they are applicable to the Union.

The financial statements were approved by the trustees and board of directors and signed on their behalf by:-



Siu Boon Ma
Director
Date : 21 May 2025

CHINESE ALLIANCE CHURCHES UNION (UK)
CASHFLOW STATEMENT
AS AT 31 DECEMBER 2024

Company Registration
Number : 4247363

	2024	2023
	£	£
Cash flows from operating activities:		
Net income/(expenditure) for the reporting period	217,549	192,601
Adjustments for:		
Depreciation	3,098	3,098
(Increase)/Decrease in Debtors	(73,830)	6,735
Increase/(Decrease) in Creditors	11,780	(1,898)
	<u>(58,952)</u>	<u>7,935</u>
Net Cash provided by operating activities	<u>158,597</u>	<u>200,536</u>
Financing activities		
Repayment of borrowing	(7,220)	(7,031)
Interest received from borrowing	3,066	3,138
Net cash provided by financing activities	<u>(4,154)</u>	<u>(3,893)</u>
Net Cash provided by operating activities	158,597	200,536
Net cash provided by financing activities	(4,154)	(3,893)
Change in cash and cash equivalents in the reporting period	<u>154,443</u>	<u>196,643</u>
Cash and cash equivalents at 1 January	380,404	183,761
Cash and cash equivalents at 31 December	<u>534,847</u>	<u>380,404</u>
Cash and cash equivalents comprise:		
Cash at bank	534,212	376,664
Cash in hand	634	3,740
	<u>534,846</u>	<u>380,404</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

1. Accounting Policies

The principal accounting policies which have been applied consistently throughout the year are summarised below.

a) Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (Charities SORP(FRS102)) issued on October 2019 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Companies Act 2006.

b) Voluntary Income

Voluntary income is received in cash by way of donations, gifts and legacies.

Cash donations, gifts and legacies are included in full in the statement of financial activities as soon as they are received.

Income received by Gift Aids is included in gross in the statement of financial activities as soon as they are received.

c) Investment Income

Bank interests are included in the statement of financial activities on accrual basis.

d) Expenditure

All expenditure is included in the statement of financial activities. The value of purchase invoices received before the year end but not paid until after the year end has also been included in the statement of financial activities. Individual items of office furniture and equipment with a purchase price of £1,000 or less are written off when the asset is acquired.

e) Taxation

The Union has been granted charitable status by HM Revenue and Customs and as such no tax charge arises on the results for the year.

f) Tax rebate

The Union can claim back the tax from HM Revenue and Customs on the income donated by its members who have signed Gift Aid declarations.

g) Tangible fixed assets and depreciation

Long leasehold building is capitalised at the purchase cost and depreciation is charged to write off the cost on a straight line basis over its expected useful life of 50 years.

h) Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

	General Fund £	Designated Fund £	Restricted Fund £	2024 Total £	2023 Total £
<u>2. Direct Charity Expenditure</u>					
Staff Work Expenses	1,958			1,958	417
Personnel Employment	19,187			19,187	16,188
	<u>21,145</u>	<u>-</u>	<u>-</u>	<u>21,145</u>	<u>16,605</u>
<u>3. Administration of the Union</u>					
Office Space Expenditure	4,800			4,800	4,800
Printing, Stationery and Advertising	194			194	212
Telephone and Internet Charges	233			233	323
Computer Equipment and Accessories				-	659
	<u>5,227</u>	<u>-</u>	<u>-</u>	<u>5,227</u>	<u>5,994</u>
<u>4. Projects Expenses</u>					
Programs and camps	4,376			4,376	10,371
	<u>4,376</u>	<u>-</u>	<u>-</u>	<u>4,376</u>	<u>10,371</u>
<u>5. Other Charges</u>					
Insurance	1,010			1,010	841
Sundry	84			84	159
Visa/License renewal	275			275	262
AGM	418			418	595
Bank Charges	85			85	188
	<u>1,871</u>	<u>-</u>	<u>-</u>	<u>1,871</u>	<u>2,045</u>
<u>6. Entrusted Funds Expenses</u>					
HKAM Fund-Personal			173,191	173,191	185,748
HKAM Fund-Projects			26,202	26,202	5,841
MAC Fund -Personal			85,579	85,579	93,335
MAC Fund -General			1,773	1,773	-
LAC Fund -Personal			31,239	31,239	27,591
LAC Fund -General			15	15	-
SLAC Fund -Personal			32,333	32,333	55,918
SLAC Fund -General			14,693	14,693	-
MAMF Fund -Personal			33,472	33,472	33,624
MAMF Fund -Gift Aid Return			-	-	29,189
BAC Fund - Personal			7,023	7,023	-
	<u>-</u>	<u>-</u>	<u>405,520</u>	<u>405,520</u>	<u>431,246</u>
<u>7. Mission Funds Expenses</u>					
CAWF		-		-	4,555
Ministries contribution		134,799		134,799	45,747
Short term Mission		2,923		2,923	3,740
Church planting and Support		112,367		112,367	69,131
Donation		1,000		1,000	1,000
Property expenses		10,905		10,905	10,131
	<u>-</u>	<u>261,994</u>	<u>-</u>	<u>261,994</u>	<u>134,304</u>
<u>8. Governance Costs</u>					
Independent Examiner's fees	560			560	540
Professional fees	69			69	48
	<u>629</u>	<u>-</u>	<u>-</u>	<u>629</u>	<u>588</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

<u>9. Tangible Fixed Assets</u>	Leasehold Buildings	Total
Cost		
At 1 January 2024	150,042	150,042
Additions	-	-
Disposal	-	-
	<u>150,042</u>	<u>150,042</u>
Depreciation		
At 1 January 2024	35,422	35,422
Charge for the year	3,098	3,098
Disposal	-	-
At 31 December 2024	<u>38,520</u>	<u>38,520</u>
Net Book Value		
At 31 December 2024	<u>111,522</u>	<u>111,522</u>
At 31 December 2023	<u>114,620</u>	<u>319,744</u>
	2024	2023
	£	£

10. Debtors

Prepayment	4,102	1,052
Accrued Income	70,780	-
	<u>74,882</u>	<u>1,052</u>

11. Creditors : Amounts falling due within one year

Mortgage (Note 12)	7,409	6,568
Accrued expenses	13,268	1,489
	<u>20,677</u>	<u>8,057</u>

12. Creditors: Amount falling due after one year

Mortgages	<u>29,321</u>	<u>34,315</u>
	<u>29,321</u>	<u>34,315</u>

The bank loans are repayable by 240 monthly instalments as follows and are currently based on equal capital repayments :

	£
In one year or less	7,409
Between one and two years	7,409
Between two and five years	21,912
	<u>36,730</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

	£	2024 £
13. Analysis of Net Assets Between Funds		
	General Fund £	Designated Fund £
	Restricted Fund (Property)	Restricted Fund £
	Total Fund £	
Property	-	111,522
Debtors	496	74,386
Cash at Bank and in Hand	63,286	372,359
Creditors < 1 year	(560)	(7,409)
Creditors > 1 year	-	(29,321)
	<u>63,223</u>	<u>521,537</u>
	<u>38,711</u>	<u>47,781</u>
	<u>671,252</u>	<u>671,252</u>

14. General Funds

	Balance 01/01/2024 £	Movements in funds Income from £	Expenditure on £	Balance 31/12/2024 £
General Reserves	52,437	44,034	33,248	63,223
	<u>52,437</u>	<u>44,034</u>	<u>33,248</u>	<u>63,223</u>

15. Designated Funds

	Balance 01/01/2024 £	Movements in funds Income from £	Expenditure on £	Balance 31/12/2024 £
Mission Fund	322,901	460,630	261,994	521,537
	<u>322,901</u>	<u>460,630</u>	<u>261,994</u>	<u>521,537</u>

Mission Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the advancement of national and world-wide mission primarily, inclusive of maintenance of missionary activities, but not exclusively through church planting.

Designated Fund

A designated fund is a particular form of unrestricted fund, consisting of amounts of unrestricted funds which have been allocated or designated for specific purposes by the Union itself. The use of designated funds for their designated purposes will remain at the decision of the directors.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

16. Restricted Funds

	Balance 01/01/2024 £	Movements in funds		Balance 31/12/2024 £
		Income from £	Expenditure on £	
HKAM Personnel Fund	33,413	169,588	199,393	3,607
MAC Personnel Fund	(5,501)	92,852	87,352	(0)
LAC (YAF) General Fund	305	-	15	290
LAC (YAF) General Fund-Designated	1,606	30,998	31,240	1,364
SLAC General Fund	4,215	44,240	47,026	1,429
MAMF General Fund	5,617	68,948	33,471	41,094
BAC General Fund	-	7,020	7,023	(3)
<u>Union Property Fund</u>				
9 St sigrist property	2,906	-	-	2,906
LAC Property Fund	35,805	-	-	35,805
	<u>78,366</u>	<u>413,646</u>	<u>405,520</u>	<u>86,492</u>

HKAM Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Hong Kong Alliance Mission.

MAC Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Manchester Alliance Church.

SLAC General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for the South London Alliance Church.

LAC General Fund (formerly known as YAF)

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Leeds Alliance church (formerly known as Yorkshire Alliance Fellowship).

MAMF General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Manchester Alliance Mandarin Fellowship.

Union Property Fund

The property is under the Union Property Fund which is under the restricted fund of the Union. The Union property fund assists the union in managing any properties purchased with the funding of member congregations.

Restricted Fund

Restricted funds are funds subject to specific conditions, imposed by the donors and binding on the directors or committee members of the Union. They represent unexpended restricted income and/or assets to which restrictions as to their use apply. The conditions may alternatively be imposed not by the donors but by the trusts relating to the donation.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

17. Movement in funds

<u>Designated funds</u>	<u>Total</u>	<u>Designated Fund</u>		<u>Restricted Fund</u>
		<u>General Fund</u>	<u>(Mission Funds)</u>	
	£	£	£	£
MF transfer to MAC	25,167			25,167
MF transfer to LAC	4,667			4,667
MF transfer to MAC from ABS (Tobey)	5,000			5,000
MF transfer to Crewe from ABS	5,000		5,000	
MF transfer to SLAC from ABS to Pastor Wong	5,000			5,000
MF transfer to Crewe	13,152		13,152	
MF transfer to MAMF	2,917			2,917
MF CMA to MK	54,370		54,370	
	<u>115,273</u>	<u>-</u>	<u>72,522</u>	<u>42,751</u>
<u>Restricted funds</u>				
HKAM transfer to MAMFFaith church	5,138			5,138
HKAM transfer to LAC (NPAC)	2,851			2,851
HKAM transfer to GF	9,004	9,004		
HKAM transfer to SLAC (NPAC)	12,079			12,079
HKAM transfer to Pastor Lucho (NPAC)	2,851		2,851	
HKAM transfer to Pastor Lucho (Yan Fook)	5,892		5,892	
HKAM transfer to Pastor Lucho(Poon)	93		93	
HKAM transfer to Pastor Lucho	1,800		1,800	
SLAC GF (incorrectly allocated in YE 2023)	(10,901)		(10,901)	
	<u>28,807</u>	<u>9,004</u>	<u>(265)</u>	<u>20,068</u>

18. Company guarantee

Every member of the Association undertakes to contribute such amount as may be required not exceeding £1 to the assets of the association if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of association's debts and liabilities contracted before he ceased to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributions among themselves.

19. Remuneration of employees

The average number of employees during the year is 16. The total remuneration paid to employees are as follows:

	<u>2024</u>	<u>2023</u>
	£	£
Salary	460,723	349,072
Employer's National Insurance	36,671	24,221
Employer's Pension	21,165	17,082
	<u>518,559</u>	<u>390,375</u>

Remuneration paid to employees are reimbursed by the relevant funds as follows:

	£	£
HKAM Personnel Fund	138,621	114,888
MAC Personnel Fund	85,356	93,705
MAMF Fund	12,659	22,571
LAC Fund	23,637	18,571
SLAC Fund	32,248	31,891
BAC Fund	6,989	-
General Fund	17,987	14,866
Mission Fund	188,423	78,461
Funds from sponsored churches through HKAM	12,639	15,422
	<u>518,559</u>	<u>390,375</u>

Remuneration breakdown aboved does not include relocation costs and pension management costs. The pension scheme is a defined contribution scheme.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

20. Other Income

	<u>2024</u>			<u>2023</u>		
	General Fund	Designated Fund	Restricted Fund	General Fund	Designated Fund	Restricted Fund
	£	£	£	£	£	£
Pension scheme management	1,071		471	1,054		471
HKAM-CACU book keeper contribution	9,004			7,531		
Ministries support fund			145,013			154,265
CCIL Donation to Thailand/Christmas gift			20			5,340
CACU Donation			41,478			3,667
East London Project			4,068			4,068
Property		13,053			11,830	
	<u>10,075</u>	<u>13,053</u>	<u>191,050</u>	<u>8,585</u>	<u>11,830</u>	<u>167,811</u>

CHINESE ALLIANCE CHURCHES UNION (UK)

INDEPENDENT EXAMINERS REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF CHINESE ALLIANCE CHURCHES UNION (UK)

I report on the charity trustees on my examination of the accounts of the company for the year ended 31 December 2024 which are set out on pages 9 to 17.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts 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 your company'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 company'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 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 that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.



Hannah Murray FCCA

Hannah Murray Accountancy Ltd
61 Falconers Green
Westbrook
Warrington
Cheshire
WA5 7XF

Date: 21 May 2025






CACU AnnualTrustee and FinancialReport2024 Final V3

Final Audit Report

2025-05-21

Created:	2025-05-21
By:	Hannah Murray (info@hannahmurrayaccountancy.co.uk)
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"CACU AnnualTrustee and FinancialReport2024 Final V3" History

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CHINESE ALLIANCE CHURCHES UNION (UK)

England & Wales - Charity number 1092536

Accounts

Company Registration Number : 4247363
Charity Registration Number: 1092536

CHINESE ALLIANCE CHURCHES UNION (UK)
ANNUAL TRUSTEES AND
FINANCIAL STATEMENTS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023

CHINESE ALLIANCE CHURCHES UNION (UK)
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FOR THE YEAR ENDED 31 DECEMBER 2023

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CHINESE ALLIANCE CHURCHES UNION (UK)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

Company Number	4247363
Charity Number	1092536
Registered Office	Manchester Alliance Centre Unit 9 The Quadrangle Hulme Street Manchester M1 5GL
Directors/Trustees	Hoi Yee Chau Yuen Yi Helen Chow Hiu Tung Angel Wong Wesley Wing Yau Wong King Wai Hung
Member Churches	Manchester Alliance Church South London Alliance Church Leeds Alliance Church Manchester Alliance Mandarin Fellowship East London Alliance Fellowship Brighton Alliance Church Worthing Chinese Christian Fellowship (honorary member)
Accountant	Hannah Murray Accountancy Ltd 61 Falconers Green Westbrook Warrington Cheshire WA5 7XF
Bankers	HSBC Bank plc 100 King Street Manchester M60 2HD Barclays Bank Plc PO Box 357 51 Mosley Street Manchester M60 2AU

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees of the Union (directors and trustees) present their report and the financial statements for the year ended 31 December 2023.

Incorporation

The Union was incorporated on 6th July 2001 under the Companies Act 1985 as a private limited company and the company is limited by guarantee.

Purpose

The Chinese Alliance Churches Union (UK) seeks to be an indigenous federation of Chinese evangelical churches according to the tradition of Christian and Missionary Alliance (abbreviated to C&MA), whose purposes are to proclaim Jesus Christ as Lord, to assist the advance of His Church in the United Kingdom, and to promote a missionary base for national and world-wide evangelization in affiliation with the Alliance World Fellowship

Objectives

- 1.To strengthen Christians in their understanding and commitment to the Lordship of Jesus Christ
- 2.To advance the work of national and world-wide mission primarily but not exclusively through church planting.
- 3.To foster the growth of Church as an indigenous body of Christ.
- 4.To become an active church-planting and missionary base of existing C&MA mission agenda

Public benefit

The Trustees confirm that in their oversight of CACU's activities, they have ensured that the charity's money and time resources have been used with due regard for public benefit.

Trustees selection and induction

All the trustees of the Union are nominated and is eligible for election at an annual general meeting of the Union. The newly elected trustees will be given a brief induction regarding their duties and responsibilities set out in the constitution and according to the guidelines of Companies House and Charity Commission.

The Union Management Committee

The Union Management Committee shall consist of President, the Vice-President, Treasurer and other committee members.

The Committee members are the Directors /Trustees (voting members) of the Union and at the date of this report who have served during the year unless otherwise stated were:

Yuen Yi Helen Chow	(Re-elected May 2023)
Hiu Tung Angel Wong	(Re-elected May 2023)
Hoi Yee Chau	
King Wai Hung	
Wesley Wing Yau Wong	

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

The Union Management Committee (cont.)

All the Management Committee members of the Union are nominated and shall be eligible for election at an annual general meeting of the Union, and a General Secretary shall be appointed by the Committee annually. Rev. Chiu has taken up the role of President and Rev. Pang as Vice President.

Non-Voting members

Rev. Tai Ming Pang
Rev. Wing Hong Wong
Pastor Tak Shun Lee
Pastor Kwok Fai Philip Wong
Rev. Chai Ming Cheung

Union Missionary Team, Employees and Voluntary Workers (as at 31 December 2023)

HKAM Team

Rev. Tai Ming Pang and Mrs Yin Fun Pang
Rev. Wai Lung Sham and Mrs Teresa Sham
Pastor Kwok Fai Wong and Mrs Mei Po Mabel Wong

Pastoral Staff

Rev. Wai Chor Chiu (Minister in charge of MAC)
Rev. Ping Li (MAC Ministry)
Pastor Yan Shi (SLAC)
Rev. Wing Hong Wong (LAC)
Pastor Tak Shun Lee (MAMF)
Rev. Luis Sanchez (Full Time Missionary)
Pastor Wai Shun Hung (Part time Ministry)
Pastor Hung Kwong Wu (Full Time Ministry)
Rev. Yiu Kee Nathaniel Law (Full Time Ministry)

Administrative Staff

Ms Nicole Wai Yee Ng Union Financial Secretary - Part-time

Membership

The Union consists of corporate members and individual members. All corporate members, which are represented by full members or associate members, and individuals as honorable members are admitted to the Union according to the rules set in the constitution.

President's report

CACUUK has three registered member churches (MAC, SLAC and LAC), three associate member churches (ELAC, MAMF, BAC) and one honorary member church (Worthing Chinese Christian Fellowship).

At present, the total number of participants in various churches, including children and teenagers, is more than 3,300. The number of staff in the association and churches is: 7 missionaries, including 3 Missionary couples from Hong Kong Alliance Mission, 1 missionary employed by CACU; 3 pastoral staff for church planting projects; 2 Minister-in-Charge employed by CACU; and 1 administrative staff. Additionally, the member churches have hired 9 pastors separately.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

President's report (cont.)

In terms of personnel changes, Pastor Hung Kwong Wu and Rev. Nathaniel Law are responsible for the pioneering work in North Nottingham and Milton Keynes respectively. In addition, Pastor Wing Sze Yau has been employed by LAC responsible for the pastoral care in LAC and church planting in Morley. Rev Florence Wong and Pastor Tobey Chan have been employed by MAC for church establishment in Cheadle Hulme Stockport and youth ministry respectively.

Development in the year

Compared to the past one or two years, although the wave of Hong Kong immigrants slightly subsided in 2023, it is estimated that the total number of members in various member churches increased by over 1000. On one hand, the attendance at worship services in member churches continued to increase, while on the other hand, our member churches have actively engaged in church planting and adding additional worship services, attracting many new participants to attend our services. In the past, some worship services in member churches were conducted in both Cantonese and Mandarin. However, due to an increasing number of Cantonese-speaking participants, our member churches have begun separating the two languages, each having independent worship services.

Thanks to God's blessings, CACU co-hosted the Chinese Alliance World Fellowship (CAWF) missionary conference in Manchester in March 2023, bringing together pastors from Chinese churches around the world to explore opportunities for immigrant service in the UK and discuss development needs. After the conference, overseas Chinese Alliance Churches expressed willingness to support CACU's church planting work through prayer and finances. Consequently, our board of directors established a church planting working group to explore the possibility of establishing more churches throughout the UK and discuss the overall promotion of church planting work, providing recommendations to the board of directors.

With financial support from the US Chinese Churches Association, CACU has opened the North Nottingham Alliance Church in May 2023 and it partially supported the establishment of Milton Keynes Alliance Church which was formally established in October 2023.

Christian & Missionary Alliance Church Union Hong Kong also financially supported CACU's church planting projects. Therefore, besides considering establishing church locations, CACU has also encouraged existing member churches to plant branch churches. In June 2023, MAC has planted a branch in Cheadle Hulme, Stockport, with funding support from CACU, while LAC has planted a branch in Morley in late 2023.

In the first half of the year, CACU held an online youth ministry sharing session for youth leaders and pastors from various member churches to exchange ideas and prepare for the ministry of the new generation.

During the second bank holiday in May 2023, CACU organized a spring conference themed "From Dispersion to Return," inviting Dr. Lilian Wing Ting Li, an assistant professor from China Graduate of School Theology, as the speaker. Although the attendance at the conference did not meet the expected numbers, most participants enjoyed the event and received insights from the speaker's messages. It was worth mentioning that the annual conference was held at the same venue as the spring conference, facilitating the attendance of representatives from member churches to participate together.

In terms of missions, CACU held a short-term mission trip to Thailand in June 2023, led by Rev. Lucho and Pastor Wilson Hung, with participants mainly from MAC and MAMF. Each member church also arranged their own short-term missions as usual with SLAC traveling to Madagascar before the end of 2023, while MAC continued local cross-cultural missions, initiating home groups to engage with people of different ethnicities in the local community.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Plans and Prospects for 2024

1. CACU's Church Planting Committee will organize connections with Hong Kong Alliance Church believers who have immigrated to the UK, aiming to understand their pastoral needs. Through this activity, information will be collected, and further exploration of different regions will be conducted to discuss the possibility of church planting.
2. CACU will continue to acquaint new pastors with the traditions and spirit of the Alliance Church, and establish procedures for recognizing non-Alliance Church ordained pastors as pastors of the CACU. Additionally, mechanisms for ordaining evangelists as pastors will be formulated.
3. CACU will organize online prayer meetings to encourage co-workers throughout the country to intercede for the church and each other's personal needs.
4. CACU will communicate with churches interested in knowing more about C&MA and joining CACU to explore how we can work together to serve and advance the gospel and build up believers.
5. CACU will continue to publish the quarterly magazine "Connect", which brings member churches together through pastoral sharing, believer testimonies, church updates, and prayer requests, enabling brothers and sisters from different regions in the UK to get to know each other and pray for one another.
6. CACU will organize pastoral retreat camps allowing pastors to quiet down from busy ministry, providing them with the opportunity to learn together and support each other.
7. Missionary work:
 - a. Promote member churches to participate in mission and local Muslim ministries. A short-term mission trip to Peru will be organized in June 2024.
 - b. Collaborate with overseas mission agencies to arrange overseas missionaries to serve in local ministries. Partners include the Hong Kong Alliance Mission, Alliance Bible Seminary, and Envision USA.
 - c. Explore gospel work among Fujianese people.

Financial review

In 2023, the financial situation of the Union was stable. The net income from the property owned by the Union and the donation from the member churches has continued to support the routine work and development of the Union. The full details of the Union's business are recorded in its 2023 Annual Financial Statement.

The Union General fund for property fund and mission fund are as follows:

Union Property Financial Report 2023

The Manchester Hulme Property is under the management of Union Management Committee. It continues to be used for union pastoral staff accommodation. The day to day management is done by the Union Office.

- (i) Annual Income / Rental = £8,400
- (ii) Expenses:
 - Mortgage = £6,568.44
 - Services & Maintenance = £519.88
- (iii) Net Income = £1,311.68
- (iv) Accumulated Net Income Balance = £34,928.81

(Note: all incomes and expenses are solely the responsibilities of Union Mission Fund)

2023 Contributions towards the Union from member churches

2023	MAC	SLAC	LAC	MAMF	ELAF	BAC	TOTAL
General Fund	£21,284	£6,759	£2,285	£1,038	£717	£497	£32,580
Mission Fund	£7,654	£2,431	£822	£280	£193	£134	£11,514
TOTAL	£28,938	£9,190	£3,107	£1,318	£910	£631	£44,094

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Financial review (cont.)

The Statement of Financial Activities consists of the Union's General fund, Designated fund and Restricted fund under the management of the Union's Trustees and Directors.

The Statement of Financial Activities on page 9 shows a profit for the year of £192601, and our reserves stand at £453704 in total. These are analysed in notes 14-16.

The Charity's free reserve is £52437, which the trustees consider is sufficient for the general running costs.

Policy on reserves

It is the policy of the Union to maintain only a small level of unrestricted general fund reserve. As at 31 December 2023, the amount of reserve in General Fund was £52437 which is approximately 20-30% over a typical year's running cost. The trustees consider this amount to be adequate to fulfil the main purpose of cash flow. There is also a provision within the union budgets for unforeseen expenditure and post budget projects of £800 each year.

The General Fund is mainly used to cover administrative and office expenses and some ministry activities. Most major activities are planned well in advance and hence already included into the planned budgets. Past actual expenditures have been found to reflect well against the budgets.

The General Fund income is mainly from donation commitments from member churches. The donation commitments are determined and agreed by passing the budget each year one year in advance at the union AGM. Many of our member churches are growing churches and have demanding financial challenges, especially during this difficult period. In the event that the Union donation income were to drop, ie. member churches unable to make the committed donations, the trustees believe the reserve is appropriate and adequate to maintain Union operation for a short time whilst additional funds may be raised.

The Union's Mission fund, a designated fund, has a substantial reserve. At December 2023, it has a reserve of £248719.18. The main income for the Union Mission Fund is from member churches. The Mission budget and members' donation contributions are determined and agreed, passed in resolution a year in advance at AGM.

The Union has made various commitments to the expansion of Mission work in the UK. This fund has been used to financially support and subsidise the employments of several missionaries working at different member churches. The Union is currently supporting Rev Wong at LAC on a three-year contract, ending in May 2025; Pastor Lee at MAMF on a three-year contract, ending in July 2024. Total fund already committed is £26583.34 for the next three years at £7,583.34 for 2024 and at £1,250 for 2025. The Union has continued to make new commitments to support Pastor Yau and 1 part admin staff at LAC, Rev. Wong and a new part time Pastor for MAC and a full time Pastor for Wigan in 2024. The new total committed is £90333.34. After this period, it is the aim for member churches to have developed the financial abilities to support these pastoral and admin staff fully by themselves. The Union has also set a side £5000 for church planting in Morley in 2024. The Union will continue to support new needs in the community.

Risk Management

The trustees have a duty to identify and review the risks of which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Trustees and Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Union and of the statement of financial activities for that period. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and apply them consistently
- b) make judgements and accounting estimates that are reasonable and prudent
- c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees and Directors' responsibilities (cont.)

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Union transactions and disclose with reasonable accuracy at any time the financial position of the Union and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Taxation Status

Under S466 to S493 of the Corporation Taxes Act 2010 the Union has been granted status as a charity.

Small Company Provisions

The above report has been prepared in accordance with the small companies regime under the Companies Act 2006 and FRS 102 SORP.

By the order of the Trustees and Directors

Helen Chow

Helen Chow (May 14, 2024 16:25 GMT+1)

Yuen Yi Helen Chow
Director

Date : 14/05/2024

CHINESE ALLIANCE CHURCHES UNION (UK)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023
(Incorporating Income and Expenditure Account)

	Notes	General Fund £	Designated Fund £	Restricted Fund £	2023 Total £	2022 Total £
<u>Incoming Resources</u>						
Donations		37,669	286,699	279,736	604,104	371,153
Investment Income		1,424	-	-	1,424	144
Other Income	19	8,585	11,830	167,811	188,226	344,658
Total Incoming Resources		<u>47,678</u>	<u>298,529</u>	<u>447,547</u>	<u>793,754</u>	<u>715,955</u>
<u>Resources Expended</u>						
Direct Charity Expenditure	2	16,605	-	-	16,605	15,152
Administration of the Union	3	5,994	-	-	5,994	5,457
Projects Expenses	4	10,371	-	-	10,371	1,961
Other Charges	5	2,045	-	-	2,045	2,069
Entrusted Funds Expenses	6	-	-	431,246	431,246	524,250
Mission Fund Expenses	7	-	134,304	-	134,304	331,109
Governance Costs	8	588	-	-	588	720
Total Resources Expended		<u>35,603</u>	<u>134,304</u>	<u>431,246</u>	<u>601,153</u>	<u>880,718</u>
Net Income before transfers		12,075	164,225	16,301	192,601	(164,763)
Gross transfers between funds		-	176,595	-	-	-
Gross transfers between funds		-	(176,595)	-	-	-
Net Income/loss for the year		<u>12,075</u>	<u>164,225</u>	<u>16,301</u>	<u>192,601</u>	<u>(164,763)</u>
Fund Balances as at 31 December 2022		<u>40,362</u>	<u>158,676</u>	<u>62,065</u>	<u>261,103</u>	<u>425,866</u>
Fund Balances as at 31 December 2023		<u>52,437</u>	<u>322,901</u>	<u>78,366</u>	<u>453,704</u>	<u>261,103</u>

The amount of net income under Companies Act reporting requirements agrees with the amount shown above as net income for the year.

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2023

Company Registration
Number : 4247363

	Notes	2023 £	2022 £
<u>Fixed Assets</u>			
Tangible Fixed Assets	9	<u>114,620</u>	<u>117,717</u>
<u>Current Assets</u>			
Debtors	10	1,052	7,787
Cash at Bank		<u>380,404</u>	<u>183,761</u>
		381,456	191,548
<u>Current Liabilities</u>			
Creditors : Amounts falling due within one year	11	<u>8,057</u>	<u>9,955</u>
Total current assets less current liabilities		<u>373,399</u>	<u>181,593</u>
<u>Long term Liabilities</u>			
Creditors : Amount falling due after more than one year	12	34,315	38,207
Net Assets		<u><u>453,704</u></u>	<u><u>261,103</u></u>
<u>Funds</u>			
General	14	52,437	40,362
Designated	15	322,901	158,676
Restricted	16	78,366	62,065
		<u><u>453,704</u></u>	<u><u>261,103</u></u>

The financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime under the Companies Act 2006

Throughout this year, the Union was entitled to the audit exemption conferred by section 477 of the Companies Act 2006. No members of the Union have requested an audit by notice, being deposited under section 476 for the year.

The trustees and directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparing financial statements which give a true and fair view of the state of affairs of the Union as at the end of the financial period and of its net income for that period in accordance with the requirements of sections 394 and 395 of the Companies Act 2006 and which otherwise comply with the requirements of the Act relating to financial statements, so far as they are applicable to the Union.

The financial statements were approved by the trustees and board of directors and signed on their behalf by:-

Helen Chow
Helen Chow (May 14, 2024 16:25 GMT+1)

Yuen Yi Helen Chow
Director
Date : 14/5/2024

CHINESE ALLIANCE CHURCHES UNION (UK)
CASHFLOW STATEMENT
AS AT 31 DECEMBER 2023

Company Registration
Number : 4247363

	2023	2022
	£	£
Cash flows from operating activities:		
Net income/(expenditure) for the reporting period	192,601	(164,763)
Adjustments for:		
Depreciation	3,098	3,098
(Increase)/Decrease in Debtors	6,735	(4,498)
Increase/(Decrease) in Creditors	(1,898)	(12,149)
	<u>7,935</u>	<u>(13,549)</u>
Net Cash provided by operating activities	<u>200,536</u>	<u>(178,312)</u>
Financing activities		
Repayment of borrowing	(7,031)	(96,666)
Interest received from borrowing	3,138	1,943
NBV of Kingston property	-	198,928
Net cash provided by financing activities	<u>(3,893)</u>	<u>104,205</u>
Net Cash provided by operating activities	200,536	(178,312)
Net cash provided by financing activities	(3,893)	104,205
Change in cash and cash equivalents in the reporting period	<u>196,643</u>	<u>(74,107)</u>
Cash and cash equivalents at 1 January	<u>183,761</u>	<u>257,868</u>
Cash and cash equivalents at 31 December	<u>380,404</u>	<u>183,761</u>
Cash and cash equivalents comprise:		
Cash at bank	376,664	183,579
Cash in hand	3,740	182
	<u>380,404</u>	<u>183,761</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. Accounting Policies

The principal accounting policies which have been applied consistently throughout the year are summarised below.

a) Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (Charities SORP(FRS102)) issued on October 2019 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Companies Act 2006.

b) Voluntary Income

Voluntary income is received in cash by way of donations, gifts and legacies.

Cash donations, gifts and legacies are included in full in the statement of financial activities as soon as they are received.

Income received by Gift Aids is included in gross in the statement of financial activities as soon as they are received.

c) Investment Income

Bank interests are included in the statement of financial activities on accrual basis.

d) Expenditure

All expenditure is included in the statement of financial activities. The value of purchase invoices received before the year end but not paid until after the year end has also been included in the statement of financial activities.

Individual items of office furniture and equipment with a purchase price of £1,000 or less are written off when the asset is acquired.

e) Taxation

The Union has been granted charitable status by HM Revenue and Customs and as such no tax charge arises on the results for the year.

f) Tax rebate

The Union can claim back the tax from HM Revenue and Customs on the income donated by its members who have signed Gift Aid declarations.

g) Tangible fixed assets and depreciation

Long leasehold building is capitalised at the purchase cost and depreciation is charged to write off the cost on a straight line basis over its expected useful life of 50 years.

h) Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

	General Fund £	Designated Fund £	Restricted Fund £	2023 Total £	2022 Total £
<u>2. Direct Charity Expenditure</u>					
Staff Work Expenses	417			417	447
Personnel Employment	16,188			16,188	14,705
	<u>16,605</u>	-	-	<u>16,605</u>	<u>15,152</u>
<u>3. Administration of the Union</u>					
Office Space Expenditure	4,800			4,800	4,800
Printing, Stationery and Advertising	212			212	409
Telephone and Internet Charges	323			323	248
Computer Equipment and Accessories	659			659	-
	<u>5,994</u>	-	-	<u>5,994</u>	<u>5,457</u>
<u>4. Projects Expenses</u>					
Programs and camps	10,371			10,371	1,961
	<u>10,371</u>	-	-	<u>10,371</u>	<u>1,961</u>
<u>5. Other Charges</u>					
Insurance	841			841	828
Sundry	159			159	361
Visa/License renewal	262			262	219
AGM	595			595	483
Bank Charges	188			188	178
	<u>2,045</u>	-	-	<u>2,045</u>	<u>2,069</u>
<u>6. Entrusted Funds Expenses</u>					
HKAM Fund-Personal			185,748	185,748	185,108
HKAM Fund-Projects			5,841	5,841	-
MAC Fund -Personal			93,335	93,335	124,707
LAC Fund -Personal			27,591	27,591	33,059
SLAC Fund -Personal			55,918	55,918	75,833
MAMF Fund -Personal			33,624	33,624	105,543
MAMF Fund -Gift Aid Return			29,189	29,189	-
	<u>-</u>	<u>-</u>	<u>431,246</u>	<u>431,246</u>	<u>524,250</u>
<u>7. Mission Funds Expenses</u>					
CAWF		4,555		4,555	55,569
Ministries contribution		45,747		45,747	-
Short term Mission		3,740		3,740	-
Church planting and Support		69,131		69,131	-
Donation		1,000		1,000	-
Property expenses		10,131		10,131	275,540
	<u>-</u>	<u>134,304</u>	<u>-</u>	<u>134,304</u>	<u>331,109</u>
<u>8. Governance Costs</u>					
Independent Examiner's fees	540			540	525
Professional fees	48			48	195
	<u>588</u>	-	-	<u>588</u>	<u>720</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

<u>9. Tangible Fixed Assets</u>	Leasehold Buildings	Total
Cost		
At 1 January 2023	150,042	150,042
Additions	-	-
Disposal	-	-
	<u>150,042</u>	<u>150,042</u>
Depreciation		
At 1 January 2023	32,324	32,324
Charge for the year	3,098	3,098
Disposal	-	-
At 31 December 2023	<u>35,422</u>	<u>35,422</u>
Net Book Value		
At 31 December 2023	<u>114,620</u>	<u>114,620</u>
At 31 December 2022	<u>117,717</u>	<u>319,744</u>
	2023	2022
	£	£
<u>10. Debtors</u>		
Prepayment	1,052	6449
Accrued Income	-	1,338
	<u>1,052</u>	<u>7,787</u>
<u>11. Creditors : Amounts falling due within one year</u>		
Mortgage (Note 12)	6,568	6,107
Accrued expenses	1,489	3,848
	<u>8,057</u>	<u>9,955</u>
<u>12. Creditors: Amount falling due after one year</u>		
Mortgages	<u>34,315</u>	<u>38207</u>
	<u>34,315</u>	<u>38207</u>

The bank loans are repayable by 240 monthly instalments as follows and are currently based on equal capital repayments :

In one year or less	6,568
Between one and two years	6,568
Between two and five years	26,949
After five years	799
	<u>40,884</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

2023
£ £

13. Analysis of Net Assets Between Funds

	General Fund £	Designated Fund £	Restricted Fund (Property)	Restricted Fund £	Total Fund £
Property	-	114,620	-	-	114,620
Debtors	607	445	-	-	1,052
Cash at Bank and in Hand	52,750	249,288	38,711	39,655	380,404
Creditors < 1 year	-920	-7,137	-	-	-8,057
Creditors > 1 year	-	-34,315	-	-	-34,315
	<u>52,437</u>	<u>322,901</u>	<u>38,711</u>	<u>39,655</u>	<u>453,704</u>

14. General Funds

	Movements in funds			
	Balance 01/01/2023 £	Income from £	Expenditure on £	Balance 31/12/2023 £
General Reserves	40,362	47,678	35,603	52,437
	<u>40,362</u>	<u>47,678</u>	<u>35,603</u>	<u>52,437</u>

15. Designated Funds

	Movements in funds			
	Balance 01/01/2023 £	Income from £	Expenditure on £	Balance 31/12/2023 £
Mission Fund	158,676	298,529	134,304	322,901
	<u>158,676</u>	<u>298,529</u>	<u>134,304</u>	<u>322,901</u>

There was a movement in 2023 of £176595 from Mission General funds and HK CMA & US CCA church planting funds to different church planting projects.

The income and expense for Mission funds has been overstated in the following years

Year 2020 £3317.58

Year 2022 £3478.83

These overstated amounts were movements made between the Mission General Funds and Pastor Lucho's ministry.

Mission Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the advancement of national and world-wide mission primarily, inclusive of maintenance of missionary activities, but not exclusively through church planting.

Designated Fund

A designated fund is a particular form of unrestricted fund, consisting of amounts of unrestricted funds which have been allocated or designated for specific purposes by the Union itself. The use of designated funds for their designated purposes will remain at the decision of the directors.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

16. Restricted Funds

	Movements in funds			Balance 31/12/2023 £
	Balance 01/01/2023 £	Income from £	Expenditure on £	
HKAM Personnel Fund	16,361	208,641	191,589	33,413
MAC Personnel Fund	-	87,834	93,335	(5,501)
LAC (YAF) General Fund	305	-	-	305
LAC (YAF) General Fund-Designated	(562)	29,759	27,591	1,606
SLAC General Fund	2,086	58,047	55,918	4,215
MAMF General Fund	5,164	63,266	62,813	5,617
<u>Union Property Fund</u>				
9 St sigrist property	2,906	-	-	2,906
LAC Property Fund	35,805	-	-	35,805
	<u>62,065</u>	<u>447,547</u>	<u>431,246</u>	<u>78,366</u>

HKAM Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Hong Kong Alliance Mission.

MAC Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Manchester Alliance Church.

SLAC General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for the South London Alliance Church.

LAC General Fund (formerly known as YAF)

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Leeds Alliance church (formerly known as Yorkshire Alliance Fellowship).

MAMF General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Manchester Alliance Mandarin Fellowship.

Union Property Fund

The property is under the Union Property Fund which is under the restricted fund of the Union. The Union property fund assists the union in managing any properties purchased with the funding of member congregations. SLAC has sold the property at 9 St Sigrist for £370000 in January 2022 . The property has made a gain of £171071. £102569 has been used to pay the remaining mortgage with Barclay. SLAC has bought a property from the sale proceeds and is using the property as a church centre. The new property is registered under SLAC and is not managed by the union.

Restricted Fund

Restricted funds are funds subject to specific conditions, imposed by the donors and binding on the directors or committee members of the Union. They represent unexpended restricted income and/or assets to which restrictions as to their use apply. The conditions may alternatively be imposed not by the donors but by the trusts relating to the donation.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

17. Company guarantee

Every member of the Association undertakes to contribute such amount as may be required not exceeding £1 to the assets of the association if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of association's debts and liabilities contracted before he ceased to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributions among themselves.

18. Remuneration of employees

The average number of employees during the year is 16. The total remuneration paid to employees are as follows:

	<u>2023</u>	<u>2022</u>
Salary	349072	332632
Employer's National Insurance	24221	23055
Employer's Pension	17082	16996
	<u>390375</u>	<u>372683</u>

Remuneration paid to employees are reimbursed by the relevant funds as follows:

HKAM Personnel Fund	114888	111513
MAC Personnel Fund	93705	123244
MAMF Fund	22571	15000
LAC Fund	18571	14149
SLAC Fund	31891	15850
General Fund	14866	13509
Mission Fund	78461	51643
Funds from sponsored churches through HKAM	15422	27775
	<u>390375</u>	<u>372683</u>

Remuneration breakdown aboved does not include relocation costs and pension management costs. The pension scheme is a defined contribution scheme.

19. Other Income

	<u>2023</u>			<u>2022</u>		
	General Fund	Designated Fund	Restricted Fund	General Fund	Designated Fund	Restricted Fund
Pension scheme management	1054		471	1056		471
HKAM-CACU book keeper contribution	7531			6855		
Independent examiner 2020 over accrued				30		
Ministries support fund			154265			144300
CCIL Donation to Thailand			5340			4320
CACU Donation			3667			400
East London Project			4068			3680
Property		11830			12475	
Proceeds on disposal of 9 Sigrist Square						171071
	<u>8585</u>	<u>11830</u>	<u>167811</u>	<u>7941</u>	<u>12475</u>	<u>324242</u>

CHINESE ALLIANCE CHURCHES UNION (UK)

INDEPENDENT EXAMINERS REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF CHINESE ALLIANCE CHURCHES UNION (UK)

I report on the charity trustees on my examination of the accounts of the company for the year ended 31 December 2023 which are set out on pages 9 to 17.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts 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, I report in respect of my examination of your company'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 company'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 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 that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.



Hannah Murray FCCA

Hannah Murray Accountancy Ltd
61 Falconers Green
Westbrook
Warrington
Cheshire
WA5 7XF

Date 14/05/2024







Final CACU Annual Trustee and Financial Report 2023-v3-AG

Final Audit Report

2024-05-14

Created:	2024-05-14
By:	Hannah Murray (info@hannahmurrayaccountancy.co.uk)
Status:	Signed
Transaction ID:	CBJCHBCAABAAIIInd8hjSeZCjCL0bGoQW7UF3lvx_dDf

"Final CACU Annual Trustee and Financial Report 2023-v3-AG" History

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-  Document emailed to Yuen Yi Helen Chow (yuen.y.h.chow@gmail.com) for signature
2024-05-14 - 9:58:49 AM GMT
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-  Signer Yuen Yi Helen Chow (yuen.y.h.chow@gmail.com) entered name at signing as Helen Chow
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-  Document e-signed by Helen Chow (yuen.y.h.chow@gmail.com)
Signature Date: 2024-05-14 - 3:25:44 PM GMT - Time Source: server- IP address: 143.58.221.214
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2024-05-14 - 3:25:44 PM GMT

CHINESE ALLIANCE CHURCHES UNION (UK)

England & Wales - Charity number 1092536

Accounts

Company Registration Number : 4247363
Charity Registration Number: 1092536

CHINESE ALLIANCE CHURCHES UNION (UK)
ANNUAL TRUSTEES AND
FINANCIAL STATEMENTS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022

CHINESE ALLIANCE CHURCHES UNION (UK)
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FOR THE YEAR ENDED 31 DECEMBER 2022

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CHINESE ALLIANCE CHURCHES UNION (UK)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022

Company Number	4247363
Charity Number	1092536
Registered Office	Manchester Alliance Centre Unit 9 The Quadrangle Hulme Street Manchester M1 5GL
Directors/Trustees	Hoi Yee Chau Yuen Yi Helen Chow Hiu Tung Angel Wong Wesley Wing Yau Wong King Wai Hung
Member Churches	Manchester Alliance Church South London Alliance Church Leeds Alliance Church Manchester Alliance Mandarin Fellowship East London Alliance Fellowship Brighton Alliance Church Worthing Chinese Christian Fellowship (honorary member)
Accountant	Hannah Murray Accountancy Ltd 61 Falconers Green Westbrook Warrington Cheshire WA5 7XF
Bankers	HSBC Bank plc 100 King Street Manchester M60 2HD Barclays Bank Plc PO Box 357 51 Mosley Street Manchester M60 2AU

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees of the Union (directors and trustees) present their report and the financial statements for the year ended 31 December 2022.

Incorporation

The Union was incorporated on 6th July 2001 under the Companies Act 1985 as a private limited company and the company is limited by guarantee.

Purpose

The Chinese Alliance Churches Union (UK) seeks to be an indigenous federation of Chinese evangelical churches according to the tradition of Christian and Missionary Alliance (abbreviated to C&MA), whose purposes are to proclaim Jesus Christ as Lord, to assist the advance of His Church in the United Kingdom, and to promote a missionary base for national and world-wide evangelization in affiliation with the Alliance World Fellowship

Objectives

- 1.To strengthen Christians in their understanding and commitment to the Lordship of Jesus Christ
- 2.To advance the work of national and world-wide mission primarily but not exclusively through church planting.
- 3.To foster the growth of Church as an indigenous body of Christ.
- 4.To become an active church-planting and missionary base of existing C&MA mission agenda

Public benefit

The Trustees confirm that in their oversight of CACU's activities, they have ensured that the charity's money and time resources have been used with due regard for public benefit.

Trustees selection and induction

All the trustees of the Union are nominated and is eligible for election at an annual general meeting of the Union. The newly elected trustees will be given a brief induction regarding their duties and responsibilities set out in the constitution and according to the guidelines of Companies House and Charity Commission.

The Union Management Committee

The Union Management Committee shall consist of President, the Vice-President, Treasurer and other committee members.

The Committee members are the Directors /Trustees (voting members) of the Union and at the date of this report who have served during the year unless otherwise stated were:

Yuen Yi Helen Chow	
Hiu Tung Angel Wong	
Hoi Yee Chau	(elected June 2022)
King Wai Hung	(elected June 2022)
Wesley Wing Yau Wong	(elected June 2022)
Kin Ming Ko	(resigned June 2022)

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

The Union Management Committee (cont.)

All the Management Committee members of the Union are nominated and shall be eligible for election at an annual general meeting of the Union, and a General Secretary shall be appointed by the Committee annually. Rev. Chiu has taken up the role of President and Rev. Pang as Vice President.

Non-Voting members

Rev. Tai Ming Pang
Rev. Wing Hong Wong
Pastor Tak Shun Lee
Pastor Kwok Fai Philip Wong
Pastor Shi Yan

Union Missionary Team, Employees and Voluntary Workers (as at 31 December 2022)

HKAM Team

Rev. Tai Ming Pang and Mrs Yin Fun Pang
Rev. Wai Lung Sham and Mrs Teresa Sham
Pastor Kwok Fai Wong and Mrs Mei Po Mabel Wong

Pastoral Staff

Rev. Wai Chor Chiu (Minister in charge of MAC)
Rev. Ping Li (MAC Ministry)
Pastor Yan Shi (SLAC)
Rev. Wing Hong Wong (LAC)
Pastor Tak Shun Lee (MAMF)
Rev. Luis Sanchez (Full Time Missionary)
Pastor Wai Shun Hung (Part time Ministry)

Administrative Staff

Ms Nicole Wai Yee Ng Union Financial Secretary - Part-time

Membership

The Union consists of corporate members and individual members. All corporate members, which are represented by full members or associate members, and individuals as honorable members are admitted to the Union according to the rules set in the constitution.

President's report

CACUUK has three registered member churches (MAC, SLAC and LAC) and three associate member churches (ELAC, MAMF, BAC). Worthing Chinese Christian Fellowship in the South has joined CACU to become an honorary member.

At present, the total number of participants in various churches, including children and teenagers, is more than 2,200. The number of staff in the association and churches is: 7 missionaries, including 3 Missionary couples from Hong Kong Alliance Mission, 1 missionary employed by CACU, 6 pastoral staff, and 1 administrative staff.

CHINESE ALLIANCE CHURCHES UNION (UK) **TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)** **FOR THE YEAR ENDED 31 DECEMBER 2022**

President's report (cont.)

In terms of personnel changes, Rev Cheung left Leeds Alliance Church in the second half of the year and joined the South London Alliance Church. Rev Andrew Wong took over his pastoral work in Leeds. In addition, Pastor Wilson Hung was hired as a part-time staff to be responsible for the establishment of the Crewe Alliance Church. Pastor Chris Lau of Manchester Alliance Church also resigned at the end of June and decided to return to Alliance Bible Seminary in Hong Kong for further study.

Development in the year

All CACU churches benefited from the immigration wave, and in 2022, the number of attendees continued to increase. Several member churches and their new planting churches needed to increase worship services to manage the crowd, and as a result, there was an increased demand for serving people of different ministries, including worship, children and youth activities. Although the number of attendees increased, the donations received did not increase in proportion, so the churches were unable to hire pastors at the same time to respond to the increased pastoral needs.

In the first half of the year, CACU actively considered establishing churches in areas where there was a need, and searched for places where Hong Kong people gathered in the north of London and southwest of Manchester to see if there was a need to establish Chinese churches in these areas. Finally, CACU decided to plant a church in Crewe because there were some newly built houses there that attracted many Hong Kong immigrants. The Crewe Alliance Church began worship services in June, borrowing the community hall of the local parish church. For the first three and a half months, worship was only held every other week, but since October, it has been held every week.

For many years, CACU's annual meeting has been held in Manchester. During the pandemic, the annual meeting was held online. In 2022, we resumed to hold the meeting physically and was held for the first time at the South London Alliance Church in Kingston. Representatives from all members attended, and after the meeting, a barbecue was arranged. Thankful for the wonderful fellowship among the brothers and sisters from all members.

From September 12 to 14, CACU held a pastoral retreat in Dorset. It had been suspended for many years due to the pandemic, and with many new colleagues joining in the past year, the three-day retreat deepened the connection between colleagues, and everyone enjoyed the arrangements.

Regarding mission work, each church had its own arrangements. In August, a group of young adult believers from Manchester formed a short-term mission team and went to the Polish border through YWAM to serve Ukrainian refugees and comfort and encourage them with the Word of God. In September 16-18, the South London Alliance Church organized a short-term mission team to come to Manchester and, under the arrangement of missionary Rev Luis Sanchez, carried out a three-day local cross-cultural mission. Some believers from Manchester also joined to outreach people of different ethnicities and Muslims in the area. To prepare for this outreach, Manchester also held a one-day workshop a week before the event to learn how to share Jesus' love with Muslim neighbours and then put it into practice through short-term missions.

Plans and Prospects for 2023

1. As Hong Kong immigrants continue to disperse to different places, CACU will continue to explore new areas and open new churches in the UK. CACU will also explore opportunities for cooperation with Alliance Union or organisations overseas.
2. With an increasing number of pastoral staff, CACU will continue to introduce new staff to the traditions and spirit of C&MA and confirm the process for non-CACU ordained pastors to be accepted as CACU's pastors in the UK.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Plans and Prospects for 2023 (cont.)

3. CACU will organize online prayer meetings to encourage co-workers throughout the country to intercede for the church and each other's personal needs.
4. CACU will communicate with churches interested in knowing more about C&MA and joining CACU to explore how we can work together to serve and advance the gospel and build up believers.
5. CACU will assist member churches in developing ministries, including meeting the needs of Hong Kong immigrants and shepherding the second-generation believers. In the first half of the year, an online youth ministry sharing meeting for member churches will be held.
6. CACU will hold a joint spring conference at the end of May 2023, with the theme "From Dispersion to Return", to promote mutual understanding among member churches, experience the unity of CACU, and listen to the Lord's word together, with fellowship and sharing time.
7. Missionary work:
 - a. Promote member churches to participate in mission and local Muslim ministries. A short-term mission trip to Thailand will be held in mid-June.
 - b. Arrange overseas missionaries to serve in local mission field.
 - c. Explore Fujian evangelism ministry.
8. CACU will continue to publish the quarterly magazine "Connect", which brings member churches together through pastoral sharing, believer testimonies, church updates, and prayer requests, enabling brothers and sisters from different regions in the UK to get to know each other and pray for one another.

Financial review

In 2022, the financial situation of the Union was stable. The net income from the property owned by the Union and the donation from the member churches has continued to support the routine work and development of the Union. The full details of the Union's business are recorded in its 2022 Annual Financial Statement.

The Union General fund for property fund and mission fund are as follows:

Union Property Financial Report 2022

The Manchester Hulme Property is under the management of Union Management Committee. It continues to be used for union pastoral staff accommodation. The day to day management is done by the Union Office.

- (i) Annual Income / Rental = £8,400
- (ii) Expenses:
 - Mortgage = £6,017.82
 - Services & Maintenance = £1,383.61
- (iii) Net Income = £998.57
- (iv) Accumulated Net Income Balance = £33,617.13

(Note: all incomes and expenses are solely the responsibilities of Union Mission Fund)

2022 Contributions towards the Union from member churches

2022	MAC	SLAC	LAC	MAMF	ELAF	BAC	TOTAL
General Fund	£14,182	£5,948	£2,312	£734	£116	£260	£23,552
Mission Fund	£4,753	£1,994	£775	£2,185	£29	£65	£9,801
TOTAL	£18,935	£7,942	£3,087	£2,919	£145	£325	£33,353

The Statement of Financial Activities consists of the Union's General fund, Designated fund and Restricted fund under the management of the Union's Trustees and Directors.

The Statement of Financial Activities on page 9 shows a deficit for the year of £164,761, and our reserves stand at £261,103. in total. These are analysed in notes 14-16.

The Charity's free reserve is £40,362, which the trustees consider is sufficient for the general running costs.

CHINESE ALLIANCE CHURCHES UNION (UK) **TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)** **FOR THE YEAR ENDED 31 DECEMBER 2022**

Policy on reserves

It is the policy of the Union to maintain only a small level of unrestricted general fund reserve. As at 31 December 2022, the amount of reserve in General Fund was £40,362 which is approximately 20-30% over a typical year's running cost. The trustees consider this amount to be adequate to fulfil the main purpose of cash flow. There is also a provision within the union budgets for unforeseen expenditure and post budget projects of £800 each year.

The General Fund is mainly used to cover administrative and office expenses and some ministry activities. Most major activities are planned well in advance and hence already included into the planned budgets. Past actual expenditures have been found to reflect well against the budgets.

The General Fund income is mainly from donation commitments from member churches. The donation commitments are determined and agreed by passing the budget each year one year in advance at the union AGM. Many of our member churches are growing churches and have demanding financial challenges, especially during this difficult period. In the event that the Union donation income were to drop, ie. member churches unable to make the committed donations, the trustees believe the reserve is appropriate and adequate to maintain Union operation for a short time whilst additional funds may be raised.

The Union's Mission fund, a designated fund, has a substantial reserve. At December 2022, it has a reserve of £85,273.36. The main income for the Union Mission Fund is from member churches. The Mission budget and members' donation contributions are determined and agreed, passed in resolution a year in advance at AGM.

The Union has made various commitments to the expansion of Mission work in the UK. This fund has been used to financially support and subsidise the employments of several missionaries working at different member churches. The Union is currently supporting Rev Wong at LAC on a three-year contract, ending in May 2025; Pastor Lee at MAMF on a three-year contract, ending in July 2024; Rev Luis Sanchez at CACU on a three-year contract, ending in September 2023. Total fund already committed is £26583.34 for the next three years at £17,750 for 2023, at £7,583.34 for 2024 and at £1,250 for 2025. After this period, it is the aim for member churches to have developed the financial abilities to support these pastoral staff fully by themselves.

Risk Management

The trustees have a duty to identify and review the risks of which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Trustees and Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Union and of the statement of financial activities for that period. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and apply them consistently
- b) make judgements and accounting estimates that are reasonable and prudent
- c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Union transactions and disclose with reasonable accuracy at any time the financial position of the Union and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Taxation Status

Under S466 to S493 of the Corporation Taxes Act 2010 the Union has been granted status as a charity.

Small Company Provisions

The above report has been prepared in accordance with the small companies regime under the Companies Act 2006 and FRS 102 SORP.

By the order of the Trustees and Directors

Helen Chow

[Helen Chow \(May 3, 2023 22:43 GMT+1\)](#)

Yuen Yi Helen Chow
Director

Date : 27/04/2023

CHINESE ALLIANCE CHURCHES UNION (UK)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022
(Incorporating Income and Expenditure Account)

	Notes	General Fund £	Designated Fund £	Restricted Fund £	2022 Total £	2021 Total £
<u>Incoming Resources</u>						
Donations		26,686	44,973	299,494	371,153	385,889
Investment Income		144	-	-	144	15
Other Income	19	7,941	12,475	324,242	344,658	210,980
Total Incoming Resources		<u>34,771</u>	<u>57,448</u>	<u>623,736</u>	<u>715,955</u>	<u>596,884</u>
<u>Resources Expended</u>						
Direct Charity Expenditure	2	15,152	-	-	15,152	14,780
Administration of the Union	3	5,457	-	-	5,457	5,266
Projects Expenses	4	1,961	-	-	1,961	3,219
Other Charges	5	2,069	-	-	2,069	1,632
Entrusted Funds Expenses	6	-	-	524,250	524,250	475,275
Mission Fund Expenses	7	-	66,112	264,997	331,109	83,586
Governance Costs	8	720	-	-	720	500
Total Resources Expended		<u>25,359</u>	<u>66,112</u>	<u>789,247</u>	<u>880,718</u>	<u>584,258</u>
Net Income before transfers		9,412	(8,664)	(165,511)	(164,763)	12,626
Gross transfers between funds		-	-	-	-	-
Net Income/loss for the year		<u>9,412</u>	<u>(8,664)</u>	<u>(165,511)</u>	<u>(164,763)</u>	<u>12,626</u>
Fund Balances as at 31 December 2021		<u>30,950</u>	<u>167,340</u>	<u>227,576</u>	<u>425,866</u>	<u>413,240</u>
Fund Balances as at 31 December 2022		<u>40,362</u>	<u>158,676</u>	<u>62,065</u>	<u>261,103</u>	<u>425,866</u>

The amount of net income under Companies Act reporting requirements agrees with the amount shown above as net income for the year.

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2022

Company Registration
Number : 4247363

	Notes	2022 £	2021 £
<u>Fixed Assets</u>			
Tangible Fixed Assets	9	<u>117,717</u>	<u>319,744</u>
<u>Current Assets</u>			
Debtors	10	7,787	3,289
Cash at Bank		<u>183,761</u>	<u>257,868</u>
		191,548	261,157
<u>Current Liabilities</u>			
Creditors : Amounts falling due within one year	11	<u>9,955</u>	<u>22,105</u>
Total current assets less current liabilities		<u>181,593</u>	<u>239,052</u>
<u>Long term Liabilities</u>			
Creditors : Amount falling due after more than one year	12	38,207	132,930
Net Assets		<u><u>261,103</u></u>	<u><u>425,866</u></u>
<u>Funds</u>			
General	14	40,362	30,950
Designated	15	158,676	167,340
Restricted	16	62,065	227,576
		<u><u>261,103</u></u>	<u><u>425,866</u></u>

The financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime under the Companies Act 2006

Throughout this year, the Union was entitled to the audit exemption conferred by section 477 of the Companies Act 2006. No members of the Union have requested an audit by notice, being deposited under section 476 for the year.

The trustees and directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparing financial statements which give a true and fair view of the state of affairs of the Union as at the end of the financial period and of its net income for that period in accordance with the requirements of sections 394 and 395 of the Companies Act 2006 and which otherwise comply with the requirements of the Act relating to financial statements, so far as they are applicable to the Union.

The financial statements were approved by the trustees and board of directors and signed on their behalf by:-

Helen Chow
Helen Chow (May 3, 2023 22:43 GMT+1)

Yuen Yi Helen Chow
Director
Date : 27/4/2023

CHINESE ALLIANCE CHURCHES UNION (UK)
CASHFLOW STATEMENT
AS AT 31 DECEMBER 2022

Company Registration
Number : 4247363

	2022	2021
	£	£
Cash flows from operating activities:		
Net income/(expenditure) for the reporting period	(164,763)	12,626
Adjustments for:		
Depreciation	3,098	7,950
(Increase)/Decrease in Debtors	(4,498)	2,752
Increase/(Decrease) in Creditors	(12,149)	9
	<u>(13,549)</u>	<u>10,711</u>
Net Cash provided by operating activities	<u>(178,312)</u>	<u>23,337</u>
Financing activities		
Repayment of borrowing	(96,666)	(17,556)
Interest received from borrowing	1,943	6,936
NBV of Kingston property	198,928	-
	<u>104,205</u>	<u>(10,620)</u>
Net cash provided by financing activities	<u>104,205</u>	<u>(10,620)</u>
Net Cash provided by operating activities	(178,312)	23,337
Net cash provided by financing activities	104,205	(10,620)
Change in cash and cash equivalents in the reporting period	<u>(74,107)</u>	<u>12,717</u>
Cash and cash equivalents at 1 January	<u>257,868</u>	<u>245,151</u>
Cash and cash equivalents at 31 December	<u>183,761</u>	<u>257,868</u>
Cash and cash equivalents comprise:		
Cash at bank	183,579	257,686
Cash in hand	182	182
	<u>183,761</u>	<u>257,868</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. Accounting Policies

The principal accounting policies which have been applied consistently throughout the year are summarised below.

a) Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (Charities SORP(FRS102)) issued on October 2019 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Companies Act 2006.

b) Voluntary Income

Voluntary income is received in cash by way of donations, gifts and legacies.

Cash donations, gifts and legacies are included in full in the statement of financial activities as soon as they are received.

Income received by Gift Aids is included in gross in the statement of financial activities as soon as they are received.

c) Investment Income

Bank interests are included in the statement of financial activities on accrual basis.

d) Expenditure

All expenditure is included in the statement of financial activities. The value of purchase invoices received before the year end but not paid until after the year end has also been included in the statement of financial activities. Individual items of office furniture and equipment with a purchase price of £1,000 or less are written off when the asset is acquired.

e) Taxation

The Union has been granted charitable status by HM Revenue and Customs and as such no tax charge arises on the results for the year.

f) Tax rebate

The Union can claim back the tax from HM Revenue and Customs on the income donated by its members who have signed Gift Aid declarations.

g) Tangible fixed assets and depreciation

Long leasehold building is capitalised at the purchase cost and depreciation is charged to write off the cost on a straight line basis over its expected useful life of 50 years.

h) Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

	General Fund £	Designated Fund £	Restricted Fund £	2022 Total £	2021 Total £
<u>2. Direct Charity Expenditure</u>					
Staff Work Expenses	447			447	206
Personnel Employment	14,705			14,705	14,574
	<u>15,152</u>	<u>-</u>	<u>-</u>	<u>15,152</u>	<u>14,780</u>
<u>3. Administration of the Union</u>					
Office Space Expenditure	4,800			4,800	4,800
Printing, Stationery and Advertising	409			409	150
Telephone and Internet Charges	248			248	316
Computer Equipment and Accessories	-			-	-
	<u>5,457</u>	<u>-</u>	<u>-</u>	<u>5,457</u>	<u>5,266</u>
<u>4. Projects Expenses</u>					
Programs and camps	1,961			1,961	3,219
	<u>1,961</u>	<u>-</u>	<u>-</u>	<u>1,961</u>	<u>3,219</u>
<u>5. Other Charges</u>					
Insurance	828			828	785
Sundry	361			361	95
Visa/License renewal	219			219	735
AGM	483			483	17
Bank Charges	178			178	-
	<u>2,069</u>	<u>-</u>	<u>-</u>	<u>2,069</u>	<u>1,632</u>
<u>6. Entrusted Funds Expenses</u>					
HKAM Fund			185,108	185,108	203,378
MAC Fund			124,707	124,707	104,712
LAC Fund			33,059	33,059	49,494
SLAC Fund			75,833	75,833	71,614
MAMF Fund			105,543	105,543	46,077
	<u>-</u>	<u>-</u>	<u>524,250</u>	<u>524,250</u>	<u>475,275</u>
<u>7. Mission Funds Expenses</u>					
Mission expenses		55,569		55,569	57,674
Property expenses		10,543	264,997	275,540	25,912
	<u>-</u>	<u>66,112</u>	<u>264,997</u>	<u>331,109</u>	<u>83,586</u>
<u>8. Governance Costs</u>					
Independent Examiner's fees	525			525	500
Professional fees	195			195	-
	<u>720</u>	<u>-</u>	<u>-</u>	<u>720</u>	<u>500</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

<u>9. Tangible Fixed Assets</u>	Leasehold Buildings	Total
Cost		
At 1 January 2022	397,489	397,489
Additions	-	-
Disposal	<u>(247,448)</u>	<u>(247,448)</u>
	150,041	150,041
Depreciation		
At 1 January 2022	77,745	77,745
Charge for the year	3,098	3,098
Disposal	<u>(48,519)</u>	<u>(48,519)</u>
At 31 December 2022	<u>32,324</u>	<u>32,324</u>
Net Book Value		
At 31 December 2022	<u>117,717</u>	<u>117,717</u>
At 31 December 2021	<u>319,744</u>	<u>319,744</u>

	2022	2021
	£	£
<u>10. Debtors</u>		
Prepayment	6,449	1540
Accrued Income	<u>1,338</u>	<u>1,749</u>
	<u>7,787</u>	<u>3,289</u>

11. Creditors : Amounts falling due within one year

Mortgage (Note 12)	6,107	17,556
Accrued expenses	<u>3,848</u>	<u>4,549</u>
	<u>9,955</u>	<u>22,105</u>

12. Creditors: Amount falling due after one year

Mortgages	<u>38,207</u>	<u>132930</u>
	<u>38,207</u>	<u>132930</u>

The bank loans are repayable by 240 monthly instalments as follows and are currently based on equal capital repayments :

In one year or less	6,107
Between one and two years	6,107
Between two and five years	24,427
After five years	<u>7,673</u>
	<u>44,314</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

	£	2022 £
13. Analysis of Net Assets Between Funds		
	General Fund £	Designated Fund £
	Restricted Fund (Property) £	Restricted Fund £
	Total Fund £	
Property	-	117,717
Debtors	5,158	41
Cash at Bank and in Hand	35,750	87,528
Creditors < 1 year	-546	-8,403
Creditors > 1 year	-	-38,207
	40,362	158,676
	40,362	158,676
	-	-
	2,588	-
	21,771	38,712
	-1,006	-
	-	-
	23,353	23,353
	23,353	23,353
	117,717	-
	7,787	-
	183,761	-
	-9,955	-
	-38,207	-
	-38,207	-38,207
	261,103	261,103
	261,103	261,103

14. General Funds

	Balance 01/01/2022 £	Movements in funds Income from £	Expenditure on £	Balance 31/12/2022 £
General Reserves	30,950	34,771	25,359	40,362
	30,950	34,771	25,359	40,362
	30,950	34,771	25,359	40,362

15. Designated Funds

	Balance 01/01/2022 £	Movements in funds Income from £	Expenditure on £	Balance 31/12/2022 £
Mission Fund	167,340	57,448	66,112	158,676
	167,340	57,448	66,112	158,676
	167,340	57,448	66,112	158,676

Mission Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the advancement of national and world-wide mission primarily, inclusive of maintenance of missionary activities, but not exclusively through church planting.

Designated Fund

A designated fund is a particular form of unrestricted fund, consisting of amounts of unrestricted funds which have been allocated or designated for specific purposes by the Union itself. The use of designated funds for their designated purposes will remain at the decision of the directors.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

16. Restricted Funds

	Movements in funds			
	Balance 01/01/2022 £	Income from £	Expenditure on £	Balance 31/12/2022 £
HKAM Personnel Fund	22,090	179,379	185,108	16,361
MAC Personnel Fund	(267)	124,974	124,707	0
LAC (YAF) General Fund	305	-	-	305
LAC (YAF) General Fund-Designated	1,832	30,665	33,059	(562)
SLAC General Fund	26,917	51,002	75,833	2,086
MAMF General Fund	44,062	66,645	105,543	5,164
<u>Union Property Fund</u>				
9 St sigrist property	96,832	171,071	264,996	2,906
LAC Property Fund	35,805			35,805
	<u>227,577</u>	<u>623,736</u>	<u>789,247</u>	<u>62,065</u>

HKAM Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Hong Kong Alliance Mission.

MAC Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Manchester Alliance Church.

SLAC General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for the South London Alliance Church.

LAC General Fund (formerly known as YAF)

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Leeds Alliance church (formerly known as Yorkshire Alliance Fellowship).

MAMF General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Manchester Alliance Mandarin Fellowship.

Union Property Fund

The property is under the Union Property Fund which is under the restricted fund of the Union. The Union property fund assists the union in managing any properties purchased with the funding of member congregations. SLAC has sold the property at 9 St Sigrist for £370000 in January 2022. The property has made a gain of £171071. £102569 has been used to pay the remaining mortgage with Barclay. SLAC has bought a property from the sale proceeds and is using the property as a church centre. The new property is registered under SLAC and is not managed by the union.

Restricted Fund

Restricted funds are funds subject to specific conditions, imposed by the donors and binding on the directors or committee members of the Union. They represent unexpended restricted income and/or assets to which restrictions as to their use apply. The conditions may alternatively be imposed not by the donors but by the trusts relating to the donation.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

17. Company guarantee

Every member of the Association undertakes to contribute such amount as may be required not exceeding £1 to the assets of the association if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of association's debts and liabilities contracted before he ceased to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributions among themselves.

18. Remuneration of employees

The average number of employees during the year is 16. The total remuneration paid to employees are as follows:

	<u>2022</u>	<u>2021</u>
Salary	332632	329910
Employer's National Insurance	23055	21407
Employer's Pension	16996	18073
	<u>372683</u>	<u>369390</u>

Remuneration paid to employees are reimbursed by the relevant funds as follows:

HKAM Personnel Fund	111513	131355
MAC Personnel Fund	123244	103002
MAMF Fund	15000	11250
LAC Fund	14149	18367
SLAC Fund	15850	16054
General Fund	13509	13374
Mission Fund	51643	50932
Funds from sponsored churches through HKAM	27775	25056
	<u>372683</u>	<u>369390</u>

Remuneration breakdown aboved does not include relocation costs and pension management costs. The pension scheme is a defined contribution scheme.

19. Other Income

	<u>2022</u>			<u>2021</u>		
	General Fund	Designated Fund	Restricted Fund	General Fund	Designated Fund	Restricted Fund
Visa Fee-Repayable				199		199
Low rope camp 2021				556		
Kairos Course				540		
Pension scheme management	1056		471	1074		471
HKAM-CACU book keeper contribution	6855			6820		
Independent examiner 2020 over accrued	30			-		
Ministries support fund			144300			166395
CCIL Donation to Thailand			4320			400
CACU Donation			400			
East London Project			3680			3680
Property		12475			12847	17799
Proceeds on disposal of 9 Sigrist Square			171071			
	<u>7941</u>	<u>12475</u>	<u>324242</u>	<u>9189</u>	<u>12847</u>	<u>188944</u>

CHINESE ALLIANCE CHURCHES UNION (UK)

INDEPENDENT EXAMINERS REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF CHINESE ALLIANCE CHURCHES UNION (UK)

I report on the charity trustees on my examination of the accounts of the company for the year ended 31 December 2022 which are set out on pages 9 to 17.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts 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, I report in respect of my examination of your company'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 company'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 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 that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.



Hannah Murray FCCA

Hannah Murray Accountancy Ltd
61 Falconers Green
Westbrook
Warrington
Cheshire
WA5 7XF

Date 27/04/2023







CACUAnnualTrustee and FinancialReport2022-Final - V2

Final Audit Report

2023-05-03

Created:	2023-05-02
By:	Hannah Murray (info@hannahmurrayaccountancy.co.uk)
Status:	Signed
Transaction ID:	CBJCHBCAABAA0c-_tAtkwfebQI8H_7xVZFe5D8LbsnY3

"CACUAnnualTrustee and FinancialReport2022-Final - V2" History

-  Document created by Hannah Murray (info@hannahmurrayaccountancy.co.uk)
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CHINESE ALLIANCE CHURCHES UNION (UK)

England & Wales - Charity number 1092536

Accounts

Company Registration Number : 4247363
Charity Registration Number: 1092536

CHINESE ALLIANCE CHURCHES UNION (UK)
ANNUAL TRUSTEES AND
FINANCIAL STATEMENTS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

CHINESE ALLIANCE CHURCHES UNION (UK)
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FOR THE YEAR ENDED 31 DECEMBER 2021

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CHINESE ALLIANCE CHURCHES UNION (UK)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021

Company Number	4247363
Charity Number	1092536
Registered Office	Manchester Alliance Centre Unit 9 The Quadrangle Hulme Street Manchester M1 5GL
Directors/Trustees	Kin Ming Ko Yuen Yi Helen Chow Hiu Tung Angel Wong
Member Churches	Manchester Alliance Church South London Alliance Church Leeds Alliance Church Manchester Alliance Mandarin Fellowship East London Alliance Fellowship Brighton Alliance Church
Accountant	Hannah Murray Accountancy Ltd 61 Falconers Green Westbrook Warrington Cheshire WA5 7XF
Bankers	HSBC Bank plc 100 King Street Manchester M60 2HD Barclays Bank Plc PO Box 357 51 Mosley Street Manchester M60 2AU

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees of the Union (directors and trustees) present their report and the financial statements for the year ended 31 December 2021.

Incorporation

The Union was incorporated on 6th July 2001 under the Companies Act 1985 as a private limited company and the company is limited by guarantee.

Purpose

The Chinese Alliance Churches Union (UK) seeks to be an indigenous federation of Chinese evangelical churches according to the tradition of Christian and Missionary Alliance (abbreviated to C&MA), whose purposes are to proclaim Jesus Christ as Lord, to assist the advance of His Church in the United Kingdom, and to promote a missionary base for national and world-wide evangelization in affiliation with the Alliance World Fellowship

Objectives

- 1.To strengthen Christians in their understanding and commitment to the Lordship of Jesus Christ
- 2.To advance the work of national and world-wide mission primarily but not exclusively through church planting.
- 3.To foster the growth of Church as an indigenous body of Christ.
- 4.To become an active church-planting and missionary base of existing C&MA mission agenda

Public benefit

The Trustees confirm that in their oversight of CACU's activities, they have ensured that the charity's money and time resources have been used with due regard for public benefit.

Trustees selection and induction

All the trustees of the Union are nominated and is eligible for election at an annual general meeting of the Union. The newly elected trustees will be given a brief induction regarding their duties and responsibilities set out in the constitution and according to the guidelines of Companies House and Charity Commission

The Union Management Committee

The Union Management Committee shall consist of President, the Vice-President, Treasurer and other committee members.

The Committee members are the Directors /Trustees (voting members) of the Union and at the date of this report who have served during the year unless otherwise stated were:

Kin Ming Ko	(re-elected May 2021)
Yuen Yi Helen Chow	(elected May 2021)
Hui Tung Angel Wong	(elected May 2021)
Zhu Tzi Jim	(re-elected May 2021 and resigned August 2021)
Ling Feng Xiong	(elected May 2021 and resigned August 2021)
Ngok Loi Ho	(resigned May 2021)
Yun Liem	(resigned May 2021)
Hoi Yee Chau	(resigned May 2021)
Ping Ping Sii	(resigned May 2021)

All the Management Committee members of the Union are nominated and shall be eligible for election at an annual general meeting of the Union, and a General Secretary shall be appointed by the Committee annually. Rev. Chiu has taken up the role of President and Rev. Pang as Vice President.

Non Voting members

Rev Tai Ming Pang
Rev Chai Ming Cheung,
Pastor Tak Shun Lee,
Pastor Kwok Fai Philip Wong
Pastor Shi Yan

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Union Missionary Team, Employees and Voluntary Workers (end of Dec., 2020)

HKAM Team

Rev Tai Ming Pang and Mrs Yin Fun Pang
Rev Sam Sham and Mrs Teresa Sham
Pastor Kwok Fai Wong and Mrs Mei Po Mabel Wong

Pastoral Staff

Rev. Wai Chor Chiu (Minister in charge of MAC)
Pastor Sze Ming Lau (MAC English Ministry)
Rev. Ka Chun Yeung (MAC Ministry from August 2021)
Pastor Chi Pang Chan (MAC Ministry from August 2021)
Rev. Ping Li (MAC Part-time Ministry from September 2021)
Pastor Ka Yau Cho (MAC Part-time Ministry from December 2021)
Pastor Yan Shi (SLAC)
Pastor Tak Shun Lee (MAMF)
Pastor Luis Sanchez (Full Time Missionary)

Administrative Staff

Ms Nicole Wai Yee Ng	Union Financial Secretary - Part-time (appointed September 2021)
Mrs Chi Lin Pong	Union Financial Secretary - Part-time (resigned September 2021)
Mrs Winnie C F Leung	MAC Business Secretary - Part-time (Resigned December 2021)
Mr Wing Chung Lam	MAC Church Administrator - Full time (Appointed October 2021)
Ms Crystal Mei Fung Lam	MAC Church Administrator - Part-time

Membership

The Union consists of corporate members and individual members. All corporate members, which are represented by full members or associate members, and individuals as honorable members are admitted to the Union according to the rules set in the constitution.

President's report

CACUUK has three registered member churches (MAC, SLAC and LAC) and three associate member churches (ELAC, MAMF, BAC). There was no change in 2021.

The revised CACUUK Constitution was officially accepted by Charity Commission and adopted by passing Union special resolution in early 2021.

Mrs. Lin Pong resigned and finished her work in July 2021. Mrs Nicole Wong has been employed as the replacement since September 2021 and she looks after the administration and finance of the CACUUK.

Due to Covid 19, England has been locked down in different measures throughout the year, the worship services, fellowships and other gatherings were organised by mixing physical and online. Some member churches lowered the capacity of their venue to allow social distance.

Rev. Chiu is the minister-in-charge of MAC, leading his pastoral team and church development. He has been appointed to be the new President of the CACUUK, as Rev. Sam Sham retired from this position after AGM. Rev. Tai Ming Pang has been appointed as the Vice-President.

Rev. and Mrs. Pang look after ELAC. They share the gospel with the Chinese from Mainland China. Rev. Pang also preaches and organises activities for the students from two universities.

Pastor and Mrs. Lee still teach and provide pastoral care in MAMF.

SLAC purchased a church centre and planned to do more outreach work in 2022. As more people joined the Sunday Service, they organised one more service to satisfy the need.

Staff prayer meetings are on-line. North England staff prayer meeting becomes all England staff prayer meeting. Attendances are Rev. and Mrs Sham, Rev. Chiu, Rev. and Mrs. Pang, Rev. and Mrs. Law, P. and Mrs. Lee, P. and Mrs. Wong, Rev. Cheung, P. Yan, P. Lau and Rev. Sanchez. Prayer meetings are held once every two months.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

President's report (Continued)

The prayer meeting group for co-workers in south England is held once every two months. There are 4 couples (Rev. and Mrs. Sham, Rev. and Mrs. Pang, Pastor and Mrs. Wong and Pastor and Mrs. Yan).

Rev. Luis Sanchez is a member in the mission group of CACUUK (Rev. Chiu as the Chairman, members Rev. Sham and Rev Sanchez). This group helps CACUUK member churches to promote and develop non-Chinese and overseas mission.

CACUUK AGM was held online and has elected 5 directors originally. However, two of them resigned because of personal reasons afterwards. 2 non-voting pastors, 4 sit-in pastors, one sit-in church leader from LAC and one appointed secretary altogether we have 11 people in the meetings. We have online zoom meeting to promote cooperation and mission.

CACUUK is conducting a teaching course for Lima Alliance Church in Peru. Rev. and Mrs. Sham and a sister from SLAC are tutors. There are 45 people attending the course "Life of Christ".

CACUUK publication Connect has linked 6 churches together to share news and prayer items so that brothers and sisters are more acquaintance to one another and to intercede for one another. Mrs Sham will pass the leadership to Pastor Chris Lau and P. Yan in 2022.

Development in the year

The impact of the COVID-19 pandemic on all our member churches have not been finished. Most of them have been conducting Sunday worships using either video recording or live streaming on the internet since March. We want to thank God who enables our brothers & sisters to adapt to the change and starts new ministry in the midst of difficulty.

Due to the influx of British National (Overseas) holders moving from Hong Kong, there were significant increase of worship participants in the majority of member churches. They welcome the new immigrants and provide supports to them. Besides the Union considered to have new planting projects in England where a large number of Hong Kongers have lived.

As Manchester is one of the popular cities where Hong Kongers choose to live, MAC has planted one daughter church in Sale, Trafford and organised a Saturday evening service at their church centre. Besides, they noticed that Warrington has a big need of a Chinese Church. Therefore, they have planted another church at Warrington town Centre. Pastor Winson Chan was recruited to take charge of it. Sale planting project was originally led by Rev. and Mrs. Robert Law, who resigned and left in Summer 2021. MAC employed Rev Louis Yeung to replace. Two more pastors, Benjamin Cho and Rev Pandora Li, were employed to lead the teenagers' ministry and provide Counselling service respectively.

Due to the pandemic, overseas mission trip was suspended in 2021. But Rev Sanchez was working to outreach international people in Manchester. Some of the international friends joined MAC and became their members.

The CAWF Rendezvous 2020 conference which had been scheduled to take place in Manchester and London was reorganised in 2021 Summer as online conference due to the pandemic situation. CACUUK assisted CAWF Rendezvous 2021 (Online) to promote mission amongst younger generation Christians.

In August, a holiday camp was organised in Pioneer Centre, Kidderminster, to provide a fellowship time and introduce the Alliance tradition for all member churches, especially there have been a lot of new immigrants from Hong Kong who joined the churches.

Plans and Prospects for 2022

1. Assist member churches to develop their ministries, especially the need of new immigrants from Hong Kong.
2. Promote Church Constitution Template to be adopted by member churches.
3. Continue to pass on Alliance's traditions and spirits to pastors and leaders of member churches.
4. Organize co-workers' retreat to enhance relationship and communication so as to preach the gospel in UK.
5. Organize co-workers' prayer meetings to encourage intercession for one another.
6. Organize Retreat to enhance spiritual growth amongst Christians in the Alliance tradition.
8. Encourage Christians to full time ministry and financial support full time students. To reserve future pastors for churches.
9. Encourage unregistered churches to register as full member churches.
10. Examine new area to start new churches in UK.
11. Promote Muslim ministry.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Financial review

In 2021, the financial situation of the Union was stable. The net income from the property owned by the Union and the donation from the member churches has continued to support the routine work and development of the Union. The full details of the Union's business are recorded in its 2021 Annual Financial Statement.

The Union General fund for property fund and mission fund are as follows:

Union Property Financial Report 2021

The Manchester Hulme Property is under the management of Union Management Committee. It continues to be used for union pastoral staff accommodation. The day to day management is done by the Union Office.

- (i) Annual Income / Rental = £8,400
- (ii) Expenses
 - Mortgage = £5928.96
 - Services & Maintenance = £391.19
- (iii) Net Income = £2079.85
- (iv) Accumulated Net Income Balance = £33318.55

(Note: all incomes and expenses are solely the responsibilities of Union Mission Fund)

2021 Contributions towards the Union from member churches

2021	MAC	SLAC	LAC	MAMF	ELAF	BAC	TOTAL
General Fund	£20,879	£3,517	£3,584	£3,460	£2,005	£2,107	£35,552
Mission Fund	£12,361	£2,082	£2,122	£205	£119	£125	£17,014
TOTAL	£33,240	£5,599	£5,706	£3,665	£2,124	£2,232	£52,566

The statement of Financial activities consists of the Union's General fund, Designated fund and restricted fund under the management of the Union's trustees and Directors.

The Statement of Financial Activities on page 8 shows a surplus for the year of £12626, and our reserves stand at £425866 in total. These are analysed in notes 14-16. The Charity's free reserve is £30950, which the trustees consider is sufficient for the general running costs.

Policy on reserves

It is the policy of the Union to maintain only a small level of unrestricted general fund reserve. As at 31 December 2021, the amount of reserve in General Fund was £30950 which is approximately 25-30% of a typical year's running cost. The trustees consider this amount to be adequate to fulfil the main purpose of cash flow. There is also a provision within the union budgets for unforeseen expenditure and post budget projects of £800 each year.

The general fund is mainly used to cover administrative and office expense and some ministry activities. Most major activities are planned well in advance and hence already included into the planned budgets. Past actual expenditures have been found to reflect well against the budgets.

The general fund income is mainly from donation commitments from member churches. The donation commitments are determined and agreed by passing the budget each year one year in advance at the union AGM. Many of our member churches are growing churches and have demanding financial challenges, especially during this difficult period. In the event that the Union donation income were to drop, ie member churches unable to make the committed donations, the trustees believe the reserve is appropriate and adequate to maintain Union operation for a short time whilst additional funds may be raised.

The Union's Mission fund, a designated fund, has a substantial reserve. At December 2021, it has a reserve of £94938. The main income for the Union Mission Fund is from member churches. The Mission budget and members' donation contributions are determined and agreed, passed in resolution a year in advance at AGM.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Policy on reserves (continued)

The Union has made various commitments to the expansion of Mission work in the UK. This fund has been used to to financially support and subsidise the employments of several missionaries working at different member churches. The Union is currently supporting Rev Cheung at LAC on a three-year contract, ending in June 2022; Pastor Lee at MAMF on a three-year contract, ending in July 2024; Pastor Lucho at CACU on a three-year contract, ending in Sept 2023; Pastor Yan at SLAC on a three-year contract, ending in April 2022. Total fund already committed is £30000 for the next three years at £18,333 for 2022, at £8750 for 2023 and at £2,916 for 2024. After this period, it is the aim for member churches to have developed the financial abilities to support these pastoral staff fully by themselves.

Risk Management

The trustees have a duty to identify and review the risks of which the charity is exposed and to ensure appropriate controls in place to provide reasonable assurance against fraud and error.

Trustees and Directors' responsibilities

Company Law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Union and of the statement of financial activities for that period. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and apply them consistently
- b) make judgements and accounting estimates that are reasonable and prudent
- c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Union transactions and disclose with reasonable accuracy at any time the financial position of the Union and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Taxation Status

Under S466 to S493 of the Corporation Taxes Act 2010 the Union has been granted status as a charity.

Small Company Provisions

The above report has been prepared in accordance with the small companies regime under the Companies Act 2006 and SORP (effective January 2015).

By the order of the Trustees and Directors



Yuen Yi Helen Chow
Director

Date : 03.05.2022

CHINESE ALLIANCE CHURCHES UNION (UK)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021
(Incorporating Income and Expenditure Account)

	Notes	General Fund £	Designated Fund £	Restricted Fund £	2021 Total £	2020 Total £
<u>Incoming Resources</u>						
Donations		36,485	40,836	308,568	385,889	403,301
Investment Income		15	-	-	15	213
Other Income	19	9,189	12,847	188,944	210,980	244,282
Total Incoming Resources		<u>45,689</u>	<u>53,683</u>	<u>497,512</u>	<u>596,884</u>	<u>647,796</u>
<u>Resources Expended</u>						
Direct Charity Expenditure	2	14,780	-	-	14,780	14,202
Administration of the Union	3	5,266	-	-	5,266	5,161
Projects Expenses	4	3,219	-	-	3,219	4,872
Other Charges	5	1,632	-	-	1,632	638
Entrusted Funds Expenses	6	-	-	475,275	475,275	493,623
Mission Fund Expenses	7	-	67,107	16,479	83,586	81,314
Governance Costs	8	500	-	-	500	4,223
Total Resources Expended		<u>25,397</u>	<u>67,107</u>	<u>491,754</u>	<u>584,258</u>	<u>604,033</u>
Net Income before transfers		20,292	(13,424)	5,758	12,626	43,763
Gross transfers between funds		-	-	-	-	-
Net Income/loss for the year		<u>20,292</u>	<u>(13,424)</u>	<u>5,758</u>	<u>12,626</u>	<u>43,763</u>
Fund Balances as at 31 December 2020		<u>10,658</u>	<u>180,764</u>	<u>221,818</u>	<u>413,240</u>	<u>369,477</u>
Fund Balances as at 31 December 2021		<u>30,950</u>	<u>167,340</u>	<u>227,576</u>	<u>425,866</u>	<u>413,240</u>

The amount of net income under Companies Act reporting requirements agrees with the amount shown above as net income for the year.

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2021

Company Registration
Number : 4247363

	Notes	2021 £	2020 £
<u>Fixed Assets</u>			
Tangible Fixed Assets	9	<u>319,744</u>	<u>327,693</u>
<u>Current Assets</u>			
Debtors	10	3,289	6,041
Cash at Bank		<u>257,868</u>	<u>245,151</u>
		261,157	251,192
<u>Current Liabilities</u>			
Creditors : Amounts falling due within one year	11	<u>22,105</u>	<u>22,096</u>
Total current assets less current liabilities		<u>239,052</u>	<u>229,096</u>
<u>Long term Liabilities</u>			
Creditors : Amount falling due after more than one year	12	132,930	143,549
Net Assets		<u><u>425,866</u></u>	<u><u>413,240</u></u>
<u>Funds</u>			
General	14	30,950	10,658
Designated	15	167,340	180,764
Restricted	16	227,576	221,818
		<u><u>425,866</u></u>	<u><u>413,240</u></u>

The financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime under the Companies Act 2006

Throughout this year, the Union was entitled to the audit exemption conferred by section 477 of the Companies Act 2006. No members of the Union have requested an audit by notice, being deposited under section 476 for the year.

The trustees and directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparing financial statements which give a true and fair view of the state of affairs of the Union as at the end of the financial period and of its net income for that period in accordance with the requirements of sections 394 and 395 of the Companies Act 2006 and which otherwise comply with the requirements of the Act relating to financial statements, so far as they are applicable to the Union.

The financial statements were approved by the trustees and board of directors and signed on their behalf by:-



Yuen Yi Helen Chow
Director
Date : 03.05.2022

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2021

Company Registration
Number : 4247363

	2,021	2,020
	£	£
Cash flows from operating activities:		
Net income/(expenditure) for the reporting period	12,626	43,763
Adjustments for:		
Depreciation	7,950	7,950
(Increase)/Decrease in Debtors	2,752	(3,960)
Increase/(Decrease) in Creditors	9	(7,798)
	<u>10,711</u>	<u>(3,808)</u>
Net Cash provided by operating activities	<u>23,337</u>	<u>39,955</u>
Financing activities		
Repayment of borrowing	(17,556)	(18,064)
Interest received from borrowing	6,936	7,645
Net cash provided by financing activities	<u>(10,620)</u>	<u>(10,419)</u>
Net Cash provided by operating activities	23,337	39,955
Net cash provided by financing activities	(10,620)	(10,419)
Change in cash and cash equivalents in the reporting period	<u>12,717</u>	<u>29,536</u>
Cash and cash equivalents at 1 January	<u>245,151</u>	<u>215,615</u>
Cash and cash equivalents at 31 December	<u>257,868</u>	<u>245,151</u>
Cash and cash equivalents comprise:		
Cash at bank	257,686	244,969
Cash in hand	182	182
	<u>257,868</u>	<u>245,151</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting Policies

The principal accounting policies which have been applied consistently throughout the year are summarised below.

a) Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011.

b) Voluntary Income

Voluntary income is received in cash by way of donations, gifts and legacies.

Cash donations, gifts and legacies are included in full in the statement of financial activities as soon as they are received.

Income received by Gift Aids is included in gross in the statement of financial activities as soon as they are received.

c) Investment Income

Bank interests are included in the statement of financial activities on accrual basis.

d) Expenditure

All expenditure is included in the statement of financial activities. The value of purchase invoices received before the year end but not paid until after the year end has also been included in the statement of financial activities. Individual items of office furniture and equipment with a purchase price of £1,000 or less are written off when the asset is acquired.

e) Taxation

The Union has been granted charitable status by HM Revenue and Customs and as such no tax charge arises on the results for the year.

f) Tax rebate

The Union can claim back the tax from HM Revenue and Customs on the income donated by its members who have signed Gift Aid declarations.

g) Tangible fixed assets and depreciation

Long leasehold building is capitalised at the purchase cost and depreciation is charged to write off the cost on a straight line basis over its expected useful life of 50 years.

h) Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

	General Fund £	Designated Fund £	Restricted Fund £	2021 Total £	2020 Total £
<u>2. Direct Charity Expenditure</u>					
Staff Work Expenses	206			206	1,106
Personnel Employment	14,574			14,574	13,096
	<u>14,780</u>	<u>-</u>	<u>-</u>	<u>14,780</u>	<u>14,202</u>
<u>3. Administration of the Union</u>					
Office Space Expenditure	4,800			4,800	4,800
Printing, Stationery and Advertising	150			150	(19)
Telephone and Internet Charges	316			316	380
Computer Equipment and Accessories	-			-	-
	<u>5,266</u>	<u>-</u>	<u>-</u>	<u>5,266</u>	<u>5,161</u>
<u>4. Projects Expenses</u>					
Programs and camps	3,219			3,219	4,872
	<u>3,219</u>	<u>-</u>	<u>-</u>	<u>3,219</u>	<u>4,872</u>
<u>5. Other Charges</u>					
Insurance	785			785	599
Sundry	95			95	39
Visa/License renewal	735			735	-
AGM	17			17	-
	<u>1,632</u>	<u>-</u>	<u>-</u>	<u>1,632</u>	<u>638</u>
<u>6. Entrusted Funds Expenses</u>					
HKAM Fund -Personnel Fund			134,465	134,465	251,484
HKAM Fund-Housing and Visa			28,960	28,960	-
HKAM Fund -Designated Fund			39,953	39,953	-
MAC Fund-Ministries expenses			104,712	104,712	92,215
LAC Fund-Ministries expenses			49,494	49,494	49,680
SLAC Fund-Ministries expenses			71,614	71,614	31,117
MAMF Fund -Ministries expenses			46,077	46,077	69,127
	<u>-</u>	<u>-</u>	<u>475,275</u>	<u>475,275</u>	<u>493,623</u>
<u>7. Mission Funds Expenses</u>					
Mission-Ministries expenses		57,674		57,674	54,853
Property expenses		9,433	16,479	25,912	26,461
	<u>-</u>	<u>67,107</u>	<u>16,479</u>	<u>83,586</u>	<u>81,314</u>
<u>8. Governance Costs</u>					
Independent Examiner's fees	500			500	730
Professional fees	-			-	3,493
	<u>500</u>	<u>-</u>	<u>-</u>	<u>500</u>	<u>4,223</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

<u>9. Tangible Fixed Assets</u>	Leasehold Buildings	Total
Cost		
At 1 January 2021	397,489	397,489
Additions	-	-
	<u>397,489</u>	<u>397,489</u>
Depreciation		
At 1 January 2021	69,796	69,796
Charge for the year	7,949	7,949
	<u>77,745</u>	<u>77,745</u>
At 31 December 2021		
Net Book Value		
At 31 December 2021	<u>319,744</u>	<u>319,744</u>
At 31 December 2020	<u>327,693</u>	<u>327,693</u>
	2021	2020
	£	£
<u>10. Debtors</u>		
Prepayment	1,540	299
Accrued Income	1,749	5,742
	<u>3,289</u>	<u>6,041</u>
<u>11. Creditors : Amounts falling due within one year</u>		
Mortgage (Note 12)	17,556	17,556
Accrued expenses	4,549	4,540
	<u>22,105</u>	<u>22,096</u>
<u>12. Creditors: Amount falling due after one year</u>		
Mortgages	132,930	143549
	<u>132,930</u>	<u>143549</u>

The bank loans are repayable by 240 monthly instalments as follows and are currently based on equal capital repayments :

In one year or less	17,556
Between one and two years	17,556
Between two and five years	70,224
After five years	45,150
	<u>150,486</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

13. Analysis of Net Assets Between Funds

	General Fund £	Designated Fund £	Restricted Fund (Property)	Restricted Fund £	Total Fund £
Property	-	120,814	198,930	-	319,744
Debtors	205	85		2,999	3,289
Cash at Bank and in Hand	31,295	98,823	35,805	91,945	257,868
Creditors < 1 year	(550)	(9,922)	(11,627)	(6)	(22,105)
Creditors > 1 year	-	(42,460)	(90,470)	-	(132,930)
	<u>30,950</u>	<u>167,340</u>	<u>132,638</u>	<u>94,938</u>	<u>425,866</u>

14. General Funds

	Balance 01/01/2021 £	Movements in funds		Balance 31/12/2021 £
		Income from £	Expenditure on £	
General Reserves	10,658	45,689	25,397	30,950
	<u>10,658</u>	<u>45,689</u>	<u>25,397</u>	<u>30,950</u>

15. Designated Funds

	Balance 01/01/2021 £	Movements in funds		Balance 31/12/2021 £
		Income from £	Expenditure on £	
Mission Fund	180,764	53,683	67,107	167,340
	<u>180,764</u>	<u>53,683</u>	<u>67,107</u>	<u>167,340</u>

Mission Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the advancement of national and world-wide mission primarily, inclusive of maintenance of missionary activities, but not exclusively through church planting.

Designated Fund

A designated fund is a particular form of unrestricted fund, consisting of amounts of unrestricted funds which have been allocated or designated for specific purposes by the Union itself. The use of designated funds for their designated purposes will remain at the decision of the directors.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

16. Restricted Funds

	Balance	Movements in funds		Balance
	01/01/2021	Income	Expenditure	31/12/2021
	£	from	on	£
HKAM Personnel Fund	24,147	201,322	203,378	22,090
MAC Personnel Fund	-	104,445	104,712	(267)
LAC (YAF) General Fund	305	-	-	305
LAC (YAF) General Fund-Designated	1,820	49,505	49,494	1,831
SLAC General Fund	16,206	82,325	71,614	26,917
MAMF General Fund	48,023	42,116	46,077	44,062
<u>Union Property Fund</u>				
9 St sigrist property	95,512	17,799	16,479	96,832
LAC Property Fund	35,805			35,805
	221,818	497,512	491,754	227,576

HKAM Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Hong Kong Alliance Mission.

MAC Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Manchester Alliance Church.

SLAC General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for the South London Alliance Church.

LAC General Fund (formerly known as YAF)

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Leeds Alliance church (formerly known as Yorkshire Alliance Fellowship).

MAMF General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Manchester Alliance Mandarin Fellowship.

Union Property Fund

SLAC has used the sum of £100,000 and took a mortgage loan of £141000 with Barclays to purchase an apartment at 9 St Sigrist in Kingston-Upon-Thames in September 2013. The apartment is let out generating an income to pay the mortgage. The property is under the Union Property Fund which is under the restricted fund of the Union. The Union property fund assists the union in managing any properties purchased with the funding of member congregations. SLAC has decided to sell the property in 2021.

Restricted Fund

Restricted funds are funds subject to specific conditions, imposed by the donors and binding on the directors or committee members of the Union. They represent unexpended restricted income and/or assets to which restrictions as to their use apply. The conditions may alternatively be imposed not by the donors but by the trusts relating to the donation.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

17. Company guarantee

Every member of the Association undertakes to contribute such amount as may be required not exceeding £ 1 to the assets of the association if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of association's debts and liabilities contracted before he ceased to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributions among themselves.

18. Remuneration of employees

2021 2020

The average number of employees during the year is 16. The total remuneration paid to employees are as follows:

Salary	329910	319302
Employer's National Insurance	21407	20897
Employer's Pension	18073	17969
	<u>369390</u>	<u>358168</u>

Remuneration paid to employees are reimbursed by the relevant funds as follows:

HKAM Personnel Fund	131355	146140
MAC Personnel Fund	103002	91958
MAMF Fund	11250	10000
LAC Fund	18367	17687
SLAC Fund	16054	16021
General Fund	13374	13096
Mission Fund	50932	38474
Funds from sponsored churches through HKAM	25056	24792
	<u>369390</u>	<u>358168</u>

Remuneration breakdown above does not include relocation costs and pension management costs. The pension scheme is a defined contribution scheme.

19. Other Income

	2021			2020		
	General Fund	Designated Fund	Restricted Fund	General Fund	Designated Fund	Restricted Fund
Visa Fee-Repayable	199		199			
Low rope camp 2021	556					
Kairos Course	540					
Pension scheme management	1074		471	804		
HKAM-CACU book keeper contribution	6820			6588		
LAC Contribution to Legal Fee	-			390		
Ministries support fund			166395			201971
CCIL Donation to Thailand			400			
East London Project			3680			3680
Property		12847	17799		12736	18114
	<u>9189</u>	<u>12847</u>	<u>188944</u>	<u>7781</u>	<u>12736</u>	<u>223765</u>

CHINESE ALLIANCE CHURCHES UNION (UK)

INDEPENDENT EXAMINERS REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF CHINESE ALLIANCE CHURCHES UNION (UK)

I report on the charity trustees on my examination of the accounts of the company for the year ended 31 December 2021 which are set out on pages 8 to 16.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are for the preparation of the accounts 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, I report in respect of my examination of your company'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 company'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 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 that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.

Hannah Murray

Hannah Murray FCCA

Hannah Murray Accountancy Ltd
61 Falconers Green
Westbrook
Warrington
Cheshire
WA5 7XF

Date 03.05.2022

CHINESE ALLIANCE CHURCHES UNION (UK)

England & Wales - Charity number 1092536

Accounts

Company Registration Number : 4247363
Charity Registration Number: 1092536

CHINESE ALLIANCE CHURCHES UNION (UK)
ANNUAL TRUSTEES AND
FINANCIAL STATEMENTS REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

CHINESE ALLIANCE CHURCHES UNION (UK)
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FOR THE YEAR ENDED 31 DECEMBER 2020

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CHINESE ALLIANCE CHURCHES UNION (UK)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2020

Company Number	4247363
Charity Number	1092536
Registered Office	Manchester Alliance Centre Unit 9 The Quadrangle Hulme Street Manchester M1 5GL
Directors/Trustees	Yun Liem Hoi Yee Chau Ping Ping Sii Kin Ming Ko Ngok Loi Ho Zhu Tzi Jim
Member Churches	Manchester Alliance Church South London Alliance Church Leeds Alliance Church Manchester Alliance Mandarin Fellowship East London Alliance Fellowship Brighton Alliance Church
Accountant	KM Chartered Accountants 1st Floor, Block C, The Wharf Manchester Road Burnley BB11 1JG
Bankers	HSBC Bank plc 100 King Street Manchester M60 2HD Barclays Bank Plc PO Box 357 51 Mosley Street Manchester M60 2AU

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees of the Union (directors and trustees) present their report and the financial statements for the year ended 31 December 2020.

Incorporation

The Union was incorporated on 6th July 2001 under the Companies Act 1985 as a private limited company and the company is limited by guarantee.

Purpose

The Chinese Alliance Churches Union (UK) seeks to be an indigenous federation of Chinese evangelical churches according to the tradition of Christian and Missionary Alliance (abbreviated to C&MA), whose purposes are to proclaim Jesus Christ as Lord, to assist the advance of His Church in the United Kingdom, and to promote a missionary base for national and world-wide evangelization in affiliation with the Alliance World Fellowship

Objectives

- 1.To strengthen Christians in their understanding and commitment to the Lordship of Jesus Christ
- 2.To advance the work of national and world-wide mission primarily but not exclusively through church planting.
- 3.To foster the growth of Church as an indigenous body of Christ.
- 4.To become an active church-planting and missionary base of existing C&MA mission agenda

Public benefit

The Trustees confirm that in their oversight of CACU's activities, they have ensured that the charity's money and time resources have been used with due regard for public benefit.

Trustees selection and induction

All the trustees of the Union are nominated and is eligible for election at an annual general meeting of the Union. The newly elected trustees will be given a brief induction regarding their duties and responsibilities set out in the constitution and according to the guidelines of Companies House and Charity Commission

The Union Management Committee

The Union Management Committee shall consist of President, the Vice-President, Treasurer and other committee members.

The Committee members are the Directors /Trustees (voting members) of the Union and at the date of this report who have served during the year unless otherwise stated were:

Yun Liem	(re-elected May 2018)
Hoi Yee Chau	(re-elected May 2018)
Ping Ping Sii	(re-elected May 2020)
Kin Ming Ko	(elected May 2018)
Ngok Loi Ho	(elected May 2020)
Zhu Tzi Jim	(elected December 2020)
Wing Yiu Einstein Chan	(resigned May 2020)
Kiu Fai Tung	(resigned May 2020)
Siu Boon Ma	(resigned May 2020)

All the Management Committee members of the Union are nominated and shall be eligible for election at an annual general meeting of the Union, and a General Secretary shall be appointed by the Committee annually. The Rev. Sam Sham has taken up the role of President and Rev. Wai Chor Chiu as Vice President.

Non Voting members

Rev Tai Ming Pang
Rev Chai Ming Cheung,
Pastor Tak Shun Lee,
Pastor Kwok Fai Phillip Wong

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Union Missionary Team, Employees and Voluntary Workers (end of Dec., 2020)

HKAM Team

Rev Tai Ming Pang and Mrs Yin Fun Pang
Rev Sam Sham and Mrs Teresa Sham
Rev Robert Law and Mrs Christine Law
Pastor Kwok Fai Wong and Mrs Mei Po Mabel Wong

Pastoral Staff

Rev. Wai Chor Chiu (Minister in charge of MAC)
Pastor Sze Ming Lau (MAC English Ministry)
Pastor Yan Shi (SLAC)
Pastor Tak Shun Lee (MAMF)
Pastor Luis Sanchez (Part time to full time - Oct 2020 Missionary)

Administrative Staff

Mrs Chi Lin Pong : Union Financial Secretary
Mrs Winnie C F Leung : MAC Business Secretary
Ms Crystal Mei Fung Lai MAC Church Administartor (part time) - Started August 2020
Mr Wing Chung Lam: MAC Church Administartor (full time) - Resigned August 2020

Membership

The Union consists of corporate members and individual members. All corporate members, which are represented by full members or associate members, and individuals as honorable members are admitted to the Union according to the rules set in the constitution.

President's report

CACUUK has three registered member churches (MAC, SLAC and LAC) and three associate member churches (ELAC, MAMF, BAC).

The revised CACUUK Constitution was completed at end of the year and envisage changes will be fully accepted by Charity Commission and adopted by passing Union special resolution early 2021. Once adopted will be put into operation. The Church Constitution Template has been completed and accepted by the Union EGM on 28th Nov 2020. There is a two years' period for the member churches to adopt this new church template.

Mrs. Lin Pong is CACUUK Secretary and also appointed to be CACU Directors Meeting secretary. She looks after the administration and finance of the CACUUK.

Because of Covid 19 that England has been locked down for most of the year, all the worship services and fellowships and other gatherings are all on line.

MAC third stage church building reconstruction has been completed. MAC has started a daughter group in the Sale's area in Manchester which is led by Rev. and Mrs. Robert Law.

Pastor Yan has taken up the Mandarin ministry, students ministry and prayer ministry at SLAC. SLAC is raising fund to purchase a church centre to do more outreach work.

Rev. and Mrs. Law had passed on the leadership of LAC to Rev. Cheung. Cheung family has settled in well and Rev. Cheung begins to preach, teach and pastoral care the church. Rev. Robert Law continues to run the fellowship for the Chinese students at Huddersfield University. Mrs. Christine Law has completed drafting the Church Constitution template for CACUUK.

Rev. and Mrs. Pang look after ELAC. They share the gospel with the Chinese from Mainland China. Rev. Pang also preach and organise activities for the students from two universities.

Pastor and Mrs. Lee still teach and pastoral care for the church. They will continue another 3 years in MAMF.

Pastor and Mrs. Wong still continue the church work in Brighton Alliance Church

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

President's report (Continued)

Staff prayer meetings are on-line. North England staff prayer meeting becomes all England staff prayer meeting. Attendances are Rev. and Mrs Sham, Rev. Chiu, Rev. and Mrs. Pang, Rev. and Mrs. Law, P. and Mrs. Lee, P. and Mrs. Wong, Rev. Cheung, P. Yan, P. Lau and Rev. Sanchez. Prayer meetings are once every two months.

The prayer meeting group for co-workers in south England is once every two months. There are 4 couples (Rev. and Mrs. Sham, Rev. and Mrs. Pang, Pastor and Mrs. Wong and Pastor and Mrs. Yan).

Rev. Luis Sanchez become CACUUK full time staff. He is a member in the mission group of CACUUK (Rev. Chiu as the chairman, members Rev. Sham and Rev Sanchez). This group helps CACUUK member churches to promote and develop non-Chinese and overseas mission.

2020 CACUUK has organised two online meetings for immigrants from HK. One for believers and the other one is for nonbelievers. We hope to help them to settle down in churches and in the UK. There are about 40+ attendances in both meetings.

CACUUK AGM was online and has elected 6 directors (1 elected at later date with an EGM). Plus 5 non-voting pastors, one sit-in pastor and one appointed secretary altogether we have 13 people in the meetings. We have online zoom meeting to promote cooperation and mission.

CACUUK is doing a teaching course for Lima Alliance Church in Peru. Rev. and Mrs. Sham and a sister from SLAC are tutors. There are 45 people attending the course "Life of Christ".

CACUUK publication Connect has linked 6 churches together to share news and prayer items so that brothers and sisters are more acquaintance to one another and to intercede for one another

Development in the year

This past year has seen the devastating impact of the COVID-19 pandemic affecting all our member churches. Most of them have been conducting Sunday worships using either video recording or live streaming on the internet since March. We want to thank God who enables our brothers & sisters to overcome tremendous difficulties to make this transition in very short notice.

The previously planned CACU Spring conference in 2020 has been postponed indefinitely and the CAWF Rendezvous 2020 conference which had been scheduled to take place in Manchester and London was cancelled altogether due to the unpredictable pandemic situation.

As a result of the national lockdown, this year's AGM was conducted via online meeting. We want to express our gratitude to those who have made it possible. The proposed new CACU constitution had to go through another revision and could not be submitted to the Charity Commission by the end of 2020. However, we are pleased to confirm that the new constitution has been approved by the Charity Commission in early 2021.

In response to the new BNO visa scheme set up by the UK government and the expectation of large influx of migrants from HK, various members churches have organised online meetings to support potential migrants, they have also formed special task groups to reachout to these new migrants and to provide support in adapting to life in the UK. We have also liaised with other Christian organisations to explore ways to face this new challenge. To date, we have made contact with a significant number of new migrant families and some of them have already started to join our Sunday worships and other church activities.

Rev Sanchez has continued his mission work among the ethnic minorities in Manchester and some of them have started to join the English Sunday worship regularly. The Sale ministry in Manchester also flourished due partly to the new migrants who have arrived in the UK via the BNO visa scheme. Most of our member churches have seen the arrival of new migrant families from HK and they have been reaching out and providing support proactively.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Plans and Prospects for 2021

1. Assist member churches to develop their ministries, especially the need of new immigrants from Hong Kong.
2. Promote Church Constitution Template to be adopted by member churches.
3. Continue to pass on Alliance's traditions and spirits to pastors and leaders of member churches.
4. Organize co-workers' retreat to enhance relationship and communication so as to preach the gospel in UK.
5. Organize co-workers' prayer meetings to encourage intercession for one another.
6. Organize Retreat to enhance spiritual growth amongst Christians in the Alliance tradition. This year aim for the local Chinese families and ladies.
7. Assist CAWF Rendezvous 2021 (Online) to promote mission amongst younger generation Christians.
8. Encourage Christians to full time ministry and financial support full time students. To reserve future pastors for churches.
9. Encourage unregistered churches to register as full member churches.
10. Examine new area to plan new churches in UK.
11. Promote Muslim ministry.
12. Seek to start gospel work in Europe.

Financial review

In 2020, the financial situation of the Union was stable. The net income from the property owned by the Union and the donation from the member churches has continued to support the routine work and development of the Union. The full details of the Union's business are recorded in its 2020 Annual Financial Statement.

The Union General fund for property fund and mission fund are as follows:

Union Property Financial Report 2020

The Manchester Hulme Property is under the management of Union Management Committee. It continues to be used for union pastoral staff accommodation. The day to day management is done by the Union Office.

- (i) Annual Income / Rental = £8,400
- (ii) Expenses
 - Mortgage = £6,033.54
 - Services & Maintenance = £439.79
- (iii) Net Income = £1,926.67
- (iv) Accumulated Net Income Balance = £31,238.70

(Note: all incomes and expenses are solely the responsibilities of Union Mission Fund)

2020 Contributions towards the Union from member churches

2020	MAC	SLAC	LAC	MAMF	ELAF	BAC	TOTAL
General Fund	£13,302	£2,361	£2,140	£1,732	£1,558	£1,212	£22,305
Mission Fund	£11,613	£2,061	£1,868	£151	£136	£106	£15,935
TOTAL	£24,915	£4,422	£4,008	£1,883	£1,694	£1,318	£38,240

The statement of Financial activities consists of the Union's General fund, Designated fund and restricted fund under the management of the Union's trustees and Directors.

The Statement of Financial Activities on page 8 shows a surplus for the year of £43763, and our reserves stand at £413240 in total. These are analysed in notes 14-16.

The Charity's free reserve is £10658, which the trustees consider is sufficient for the general running costs.

Policy on reserves

It is the policy of the Union to maintain only a small level of unrestricted general fund reserve. As at 31 December 2020, the amount of reserve in General Fund was £10,658 which is approximately 25-30% of a typical year's running cost. The trustees consider this amount to be adequate to fulfil the main purpose of cash flow. There is also a provision within the union budgets for unforeseen expenditure and post budget projects of £800 each year.

The general fund is mainly use to cover admin and office expense and some ministry activities. Most major activities are planned well in advance and hence already included into the planned budgets and past actual expenditures have been found to reflect well against the budgets.

The general fund income is mainly from donation commitments from member churches. The donation commitments are determined and agreed by passing the budget each year one year in advance at the union AGM. Many of our member churches are growing churches and have demanding financial challenges, especially during this pandemic period.

In the event that the Union donation income were to drop, ie member churches unable to make the committed donations, the trustees believe the reserve is appropriate and adequate to maintain Union operation for a short time whilst additional funds may be raised.

The Union's Mission fund, a designated fund, has a substantial reserve. At Dec 2020, it has a reserve of £106791. The main income for the Union Mission Fund is from member churches. The Mission budget and members' donation contributions are determined and agreed, passed in resolution a year in advance at AGM.

The Union, under the direction of the trustees and committee, has made commitments to the expansion of Mission work in the UK. This fund has been used to financially support and subsidise the employments of several missionaries working at different member churches. The Union is currently supporting Rev Cheung at LAC on a three-year contract ending in June 2022; Pastor Lee at MAMF on a three-year contract ending in July 2021 and will continue to support his next new three-year contract; Pastor Lucho at CACU on a three-year contract ending in Sept 2023; Pastor Yan at LAC on a three-year contract ending in Apr 2022. Total fund already committed is £70999 for the next three years at £36916 for 2021, £22333 for 2022, and £11750 for 2023 respectively. After this period, it is the aim for member churches to have developed the financial potential to support these pastoral staff by themselves, without the subsidies from the Union.

CHINESE ALLIANCE CHURCHES UNION (UK)
TRUSTEES' AND DIRECTORS' ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Policy on reserves (continued)

The Mission fund donations have been kept low and for a number of previous years frozen, mainly due to the high reserve available. The Union's confirmed commitment towards pastoral support will reduce our Mission Fund reserve to around £35000 by the end of 2023. The committee will be exploring and discussing new Mission projects on an ongoing basis and the Mission Fund (including the reserve) will be reviewed accordingly.

Risk Management

The trustees have a duty to identify and review the risks of which the charity is exposed and to ensure appropriate controls in place to provide reasonable assurance against fraud and error.

Trustees and Directors' responsibilities

Company Law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Union and of the statement of financial activities for that period. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and apply them consistently
- b) make judgements and accounting estimates that are reasonable and prudent
- c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Union transactions and disclose with reasonable accuracy at any time the financial position of the Union and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

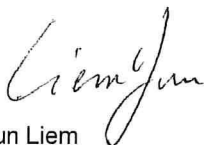
Taxation Status

Under S466 to S493 of the Corporation Taxes Act 2010 the Union has been granted status as a charity.

Small Company Provisions

The above report has been prepared in accordance with the small companies regime under the Companies Act 2006 and SORP (effective January 2015).

By the order of the Trustees and Directors



Mr Yun Liem
Director

Date : 7 May 2021

CHINESE ALLIANCE CHURCHES UNION (UK)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020
(Incorporating Income and Expenditure Account)

	Notes	General Fund £	Designated Fund £	Restricted Fund £	2020 Total £	2019 Total £
<u>Income from:</u>						
Donations		22,305	39,891	341,105	403,301	326,622
Investment Income		213	-	-	213	446
Other Income		7,781	12,736	223,765	244,282	184,254
Total Income		30,299	52,627	564,870	647,796	511,322
<u>Expenditure on:</u>						
Direct Charity Expenditure	2	14,202	-	-	14,202	15,301
Administration of the Union	3	5,161	-	-	5,161	3,255
Projects Expenses	4	4,872	-	-	4,872	12,194
Other Charges	5	638	-	-	638	1,494
Entrusted Funds Expenses	6	-	-	493,623	493,623	460,352
Mission Fund Expenses	7	-	64,432	16,882	81,314	63,613
Governance Costs	8	4,223	-	-	4,223	6,853
Total Expenditure		29,096	64,432	510,505	604,033	563,062
Net Income (expenditure) before transfers		1,203	(11,805)	54,365	43,763	(51,740)
Gross transfers between funds		-	-	-	-	-
Net Movement in funds		1,203	(11,805)	54,365	43,763	(51,740)
Fund Balances as at 31 December 2019		9,455	192,569	167,453	369,477	421,217
Fund Balances as at 31 December 2020		10,658	180,764	221,818	413,240	369,477

The amount of net income under Companies Act reporting requirements agrees with the amount shown above as net income for the year.

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2020

Company Registration
Number : 4247363

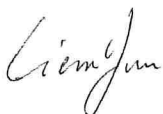
	Notes	2020 £	2019 £
<u>Fixed Assets</u>			
Tangible Fixed Assets	9	<u>327,693</u>	<u>335,643</u>
<u>Current Assets</u>			
Debtors	10	6,041	2,081
Cash at Bank		<u>245,151</u>	<u>215,615</u>
		251,192	217,696
<u>Current Liabilities</u>			
Creditors : Amounts falling due within one year	11	<u>22,096</u>	<u>30,587</u>
Total current assets less current liabilities		<u>229,096</u>	<u>187,109</u>
<u>Long term Liabilities</u>			
Creditors : Amount falling due after more than one year	12	143,549	153,275
Net Assets		<u><u>413,240</u></u>	<u><u>369,477</u></u>
<u>Funds</u>			
General	14	10,658	9,455
Designated	15	180,764	192,569
Restricted	16	221,818	167,453
		<u><u>413,240</u></u>	<u><u>369,477</u></u>

The financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime under the Companies Act 2006

Throughout this year, the Union was entitled to the audit exemption conferred by section 477 of the Companies Act 2006. No members of the Union have requested an audit by notice, being deposited under section 476 for the year.

The trustees and directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparing financial statements which give a true and fair view of the state of affairs of the Union as at the end of the financial period and of its net income for that period in accordance with the requirements of sections 394 and 395 of the Companies Act 2006 and which otherwise comply with the requirements of the Act relating to financial statements, so far as they are applicable to the Union.

The financial statements were approved by the trustees and board of directors and signed on their behalf by:-



Mr Yun Liem
Director
Date : 7 May 2021

CHINESE ALLIANCE CHURCHES UNION (UK)
BALANCE SHEET
AS AT 31 DECEMBER 2020

Company Registration
Number : 4247363

	2,020	2,019
	£	£
Cash flows from operating activities:		
Net income/(expenditure) for the reporting period	43,763	(51,740)
Adjustments for:		
Depreciation	7,950	7,950
(Increase)/Decrease in Debtors	(3,960)	(363)
Increase/(Decrease) in Creditors	(7,798)	11,637
	<u>(3,808)</u>	<u>19,224</u>
Net Cash provided by operating activities	<u>39,955</u>	<u>(32,517)</u>
Financing activities		
Repayment of borrowing	(18,064)	(18,255)
Interest received from borrowing	7,645	8,924
Net cash provided by financing activities	<u>(10,419)</u>	<u>(9,331)</u>
Net Cash provided by operating activities	39,955	(32,517)
Net cash provided by financing activities	(10,419)	(9,331)
Change in cash and cash equivalents in the reporting period	<u>29,536</u>	<u>(41,847)</u>
Cash and cash equivalents at 1 January	<u>215,615</u>	<u>257,462</u>
Cash and cash equivalents at 31 December	<u>245,151</u>	<u>215,615</u>
Cash and cash equivalents comprise:		
Cash at bank	244,969	215,433
Cash in hand	182	182
	<u>245,151</u>	<u>215,615</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. Accounting Policies

The principal accounting policies which have been applied consistently throughout the year are summarised below.

a) Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011.

b) Voluntary Income

Voluntary income is received in cash by way of donations, gifts and legacies.

Cash donations, gifts and legacies are included in full in the statement of financial activities as soon as they are received.

Income received by Gift Aids is included in gross in the statement of financial activities as soon as they are received.

c) Investment Income

Bank interests are included in the statement of financial activities on accrual basis.

d) Expenditure

All expenditure is included in the statement of financial activities. The value of purchase invoices received before the year end but not paid until after the year end has also been included in the statement of financial activities. Individual items of office furniture and equipment with a purchase price of £1,000 or less are written off when the asset is acquired.

e) Taxation

The Union has been granted charitable status by HM Revenue and Customs and as such no tax charge arises on the results for the year.

f) Tax rebate

The Union can claim back the tax from HM Revenue and Customs on the income donated by its members who have signed Gift Aid declarations.

g) Tangible fixed assets and depreciation

Long leasehold building is capitalised at the purchase cost and depreciation is charged to write off the cost on a straight line basis over its expected useful life of 50 years.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

	General Fund £	Designated Fund £	Restricted Fund £	2020 Total £	2019 Total £
<u>2. Direct Charity Expenditure</u>					
Staff Work Expenses	1,106			1,106	1,694
Hospitality	-			-	-
Personnel Employment	13,096			13,096	13,607
	<u>14,202</u>	<u>-</u>	<u>-</u>	<u>14,202</u>	<u>15,301</u>
<u>3. Administration of the Union</u>					
Office Space Expenditure	4,800			4,800	1,800
Printing, Stationery and Advertising	(19)			(19)	726
Telephone and Internet Charges	380			380	543
Computer Equipment and Accessories	-			-	186
	<u>5,161</u>	<u>-</u>	<u>-</u>	<u>5,161</u>	<u>3,255</u>
<u>4. Projects Expenses</u>					
Programs and camps	4,872			4,872	12,194
	<u>4,872</u>	<u>-</u>	<u>-</u>	<u>4,872</u>	<u>12,194</u>
<u>5. Other Charges</u>					
Insurance	599			599	719
Sundry	39			39	30
Donations	-			-	-
AGM	-			-	745
	<u>638</u>	<u>-</u>	<u>-</u>	<u>638</u>	<u>1,494</u>
<u>6. Entrusted Funds Expenses</u>					
HKAM Fund			251,484	251,484	249,808
MAC Fund			92,215	92,215	92,773
LAC Fund			49,680	49,680	29,486
SLAC Fund			31,117	31,117	20,775
MAMF Fund			69,127	69,127	67,510
	<u>-</u>	<u>-</u>	<u>493,623</u>	<u>493,623</u>	<u>460,352</u>
<u>7. Mission Funds Expenses</u>					
Mission expenses		54,853		54,853	34,326
Property expenses		9,579	16,882	26,461	29,287
	<u>-</u>	<u>64,432</u>	<u>16,882</u>	<u>81,314</u>	<u>63,613</u>
<u>8. Governance Costs</u>					
Independent Examiner's fees	730			730	750
Professional fees	3,493			3,493	6,103
	<u>4,223</u>	<u>-</u>	<u>-</u>	<u>4,223</u>	<u>6,853</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

<u>9. Tangible Fixed Assets</u>	Leasehold Buildings	Total
Cost		
At 1 January 2020	335,643	335,643
Additions	-	-
	<u>335,643</u>	<u>335,643</u>
Depreciation		
At 1 January 2020	61,846	61,846
Charge for the year	7,950	7,950
	<u>69,796</u>	<u>69,796</u>
At 31 December 2020		
Net Book Value		
At 31 December 2020	<u>327,693</u>	<u>327,693</u>
At 31 December 2019	<u>335,643</u>	<u>335,643</u>
	2020	2019
	£	£
<u>10. Debtors</u>		
Prepayment	299	2081
Accrued Income	5,742	-
	<u>6,041</u>	<u>2,081</u>
<u>11. Creditors : Amounts falling due within one year</u>		
Mortgage (Note 12)	17,556	18,249
Accrued expenses	4,540	12,338
	<u>22,096</u>	<u>30,587</u>
<u>12. Creditors: Amount falling due after one year</u>		
Mortgages	143,549	153275
	<u>143,549</u>	<u>153275</u>

The bank loans are repayable by 240 monthly instalments as follows and are currently based on equal capital repayments :

In one year or less	17,556
Between one and two years	17,556
Between two and five years	70,224
After five years	55,769
	<u>161,105</u>

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

					2020
					£
<u>13. Analysis of Net Assets Between Funds</u>					
	General Fund	Designated Fund	Restricted Fund (Property)	Restricted Fund	Total Fund
	£	£		£	£
Property	-	123,913	203,781	-	327,694
Debtors	1,757	2,538		1,745	6,040
Cash at Bank and in Hand	10,581	109,592	35,805	89,173	245,151
Creditors < 1 year	(1,680)	(8,372)	(11,627)	(417)	(22,096)
Creditors > 1 year	-	(46,907)	(96,642)	-	(143,549)
	<u>10,658</u>	<u>180,764</u>	<u>131,317</u>	<u>90,501</u>	<u>413,240</u>

14. General Funds

	Balance 01/01/2020	Movements in funds		Balance 31/12/2020
	£	Income from	Expenditure on	£
General Reserves	9,455	30,299	29,096	10,658
	<u>9,455</u>	<u>30,299</u>	<u>29,096</u>	<u>10,658</u>

15. Designated Funds

	Balance 01/01/2020	Movements in funds		Balance 31/12/2020
	£	Income from	Expenditure on	£
Mission Fund	192,569	52,627	64,432	180,764
	<u>192,569</u>	<u>52,627</u>	<u>64,432</u>	<u>180,764</u>

Mission Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the advancement of national and world-wide mission primarily, inclusive of maintenance of missionary activities, but not exclusively through church planting.

Designated Fund

A designated fund is a particular form of unrestricted fund, consisting of amounts of unrestricted funds which have been allocated or designated for specific purposes by the Union itself. The use of designated funds for their designated purposes will remain at the decision of the directors.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

16. Restricted Funds

	Balance 01/01/2020 £	Movements in funds		Balance 31/12/2020 £
		Income from £	Expenditure on £	
HKAM Personnel Fund	21,707	253,924	251,484	24,147
MAC Personnel Fund	-	92,215	92,215	-
LAC (YAF) General Fund	126	179	-	305
LAC (YAF) General Fund-Designated	(7,221)	58,721	49,680	1,820
SLAC General Fund	(600)	47,923	31,117	16,206
MAMF General Fund	23,356	93,794	69,127	48,023
<u>Union Property Fund</u>				
9 St sigrist property	94,280	18,114	16,882	95,512
LAC Property Fund	35,805			35,805
	167,453	564,870	510,505	221,818

HKAM Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Hong Kong Alliance Mission.

MAC Personnel Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used for the employment of staff working for Manchester Alliance Church.

SLAC General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for the South London Alliance Church.

LAC General Fund (formerly known as YAF)

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Leeds Alliance church (formerly known as Yorkshire Alliance Fellowship).

MAMF General Fund

It is a pool of unexpended resources, held and maintained separately from other pools. It should only be used as general fund for Manchester Alliance Mandarin Fellowship.

Union Property Fund

SLAC has used the sum of £100,000 and took a mortgage loan of £141000 with Barclays to purchase an apartment at 9 St Sigrist in Kingston-Upon-Thames in September 2013. The apartment is let out generating an income to pay the mortgage. The property is under the Union Property Fund which is under the restricted fund of the Union. The Union property fund assists the union in managing any properties purchased with the funding of member congregations.

Restricted Fund

Restricted funds are funds subject to specific conditions, imposed by the donors and binding on the directors or committee members of the Union. They represent unexpended restricted income and/or assets to which restrictions as to their use apply. The conditions may alternatively be imposed not by the donors but by the trusts relating to the donation.

CHINESE ALLIANCE CHURCHES UNION (UK)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

17. Company guarantee

Every member of the Association undertakes to contribute such amount as may be required not exceeding £ 1 to the assets of the association if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of association's debts and liabilities contracted before he ceased to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributions among themselves.

18. Remuneration of employees

2020 2019

The average number of employees during the year is 16. The total remuneration paid to employees are as follows:

Salary	319302	282505
Employer's National Insurance	20897	19038
Employer's Pension	17969	15232
	<u>358168</u>	<u>316775</u>

Remuneration paid to employees are reimbursed by the relevant funds as follows:

HKAM Personnel Fund	146140	142460
MAC Personnel Fund	91958	92236
MAMF Fund	10000	10000
LAC Fund	17687	6443
SLAC Fund	16021	10149
General Fund	13096	12407
Mission Fund	38474	24811
Funds from sponsored churches through HKAM	24792	18269
	<u>358168</u>	<u>316775</u>

Remuneration breakdown aboved does not include relocation costs and pension management costs.
 The pension scheme is a defined contribution scheme.

CHINESE ALLIANCE CHURCHES UNION (UK)

INDEPENDENT EXAMINERS REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF CHINESE ALLIANCE CHURCHES UNION (UK)

I report on the charity trustees on my examination of the accounts of the company for the year ended 31 December 2020 which are set out on pages 5 to 12.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts 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, I report in respect of my examination of your company'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 company'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 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 that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.



Mark Heaton FCCA FCIE DChA

KM Chartered Accountants
1st Floor, Block C, The Wharf
Manchester Road
Burnley
BB11 1JG

Date