

CHARITY REGISTRATION NUMBER: 1111761

Charismatic Evangelistic Ministry UK
Unaudited Financial Statements
31 March 2022

Charismatic Evangelistic Ministry UK

Financial Statements

Year ended 31 March 2022

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	4
Statement of financial activities	5
Statement of financial position	6
Notes to the financial statements	7

Charismatic Evangelistic Ministry UK

Trustees' Annual Report

Year ended 31 March 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name Charismatic Evangelistic Ministry UK

Charity registration number 1111761

Principal office

The trustees

Moses Dzikunu
Dzifa Mensah

Independent examiner Mr Harry Koranteng - FCCA,ACMA
Chartered Certified Accountants
2nd Floor
6 Greenwich Quay
Clarence Road
SE8 3EY

Structure, governance and management

The Charity was incorporated as a company limited by guarantee on 20 October 2005 and is governed by an Articles and Memorandum of Association. Appointment of trustees were initially by recommendation of the elders of the church and then approved by the church members.

Activities organised in furtherance of the objects include regular sunday church services, religious conventions, seminars and the training workshops.

Objectives and activities

The main objects of the charity are the advancement of the christian faith, the relief of sickness, poverty and the main advancement of education in accordance with christian principles.

Charismatic Evangelistic Ministry UK

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

Achievements and performance

On the whole, the financial year ending 31 March 2022 was a good one.

1. Our Sunday services and Friday Bible studies via Zoom have been well 'attended' by members and sometimes non-members alike. This was because of the Covid 19 pandemic, to keep members safe. 2. We continue to support Day of Help, Christ to the Rural World Crusades and other ongoing charitable / community projects in Ghana. 3. Charisma Ladies London Zoom conference with Lady Rev Martha Mensah (2nd Lady of CEM) from Ghana, was a huge success. 4. We had a visit from the Senior Apostle Michael Awotwi from the headquarters for a mini-revival weekend. 5. Had a mega Worship & Thanksgiving Service with Vinesong - an international, interdenominational team of Christian missionaries. The team shares the gospel through inspirational and vibrant praise & worship and the Word. This event was well attended and impactful. 6. Two of our leaders were appointed as Pastors by the General Overseer, who would be heading up-coming branches. 7. Our restricted funds towards own place of worship continue to grow.

Challenges

The Covid 19 pandemic impacted largely on our plans and programmes within the financial year under review.

Financial review

The total incoming resources increased by approximately 51.28% to £129,656 (£85,708 in 2021). The total resources expended increased approximately by 42.21% to £86,722 (£61,018 in 2021). The overall net resources resulted in increased of 73.68% to £42,884 (£24,690 in 2021)

Plans for future periods

Our plans for the coming are great. We intend:

1. Going back to face-to-face Sunday service in June 2022.
2. To have our annual Holy Ghost Fire Conference with the General Overseer in October 2022. 3. To have more online presence and use other social media channels to promote our programmes and activities. 4. To start two new church branches in other parts of London. 5. To apply for a grant for community projects that focuses on the youth and the promotion of community cohesion in the Stratford area.

RESERVES POLICY

The trustees recognise the need to maintain reserves. Unrestricted funds are needed to cover the day-to-day administration and support costs of the charity and also to have funds available for specified projects in the future should the need arise.

RISK MANAGEMENT

The major risks to which the charity is exposed have been identified as the safeguarding the assets of charity and ensuring funds are applied for charitable purposes. Systems and strategies have been put in place to mitigate these risks. Income and expenditure is monitored through the setting of budgets which are compared with actual figures.

Charismatic Evangelistic Ministry UK

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

The trustees' annual report was approved on 23 December 2022 and signed on behalf of the board of trustees by:

Mr M Dzikunu
Trustee

Trustee

Charismatic Evangelistic Ministry UK

Independent Examiner's Report to the Trustees of Charismatic Evangelistic Ministry UK

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of Charismatic Evangelistic Ministry UK ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Mr Harry Koranteng - FCCA,ACMA
Independent Examiner

Chartered Certified Accountants
2nd Floor
6 Greenwich Quay
Clarence Road
SE8 3EY

Charismatic Evangelistic Ministry UK

Statement of Financial Activities

Year ended 31 March 2022

		Unrestricted funds	2022 Restricted funds	Total funds	2021 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	125,316	4,325	129,641	85,653
Investment income	5	5	10	15	55
Total income		<u>125,321</u>	<u>4,335</u>	<u>129,656</u>	<u>85,708</u>
Expenditure					
Expenditure on charitable activities	6,7	84,249	2,523	86,773	61,018
Total expenditure		<u>84,249</u>	<u>2,523</u>	<u>86,773</u>	<u>61,018</u>
Net income		<u>41,072</u>	<u>1,812</u>	<u>42,883</u>	<u>24,690</u>
Transfers between funds		(10,653)	10,653	–	–
Net movement in funds		<u>30,419</u>	<u>12,465</u>	<u>42,883</u>	<u>24,690</u>
Reconciliation of funds					
Total funds brought forward		50,330	90,494	140,824	116,134
Total funds carried forward		<u>80,749</u>	<u>102,959</u>	<u>183,708</u>	<u>140,824</u>

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

The notes on pages 7 to 13 form part of these financial statements.

Charismatic Evangelistic Ministry UK

Statement of Financial Position

31 March 2022

	Note	2022 £	£	2021 £
Fixed assets				
Tangible fixed assets	13		5,515	7,353
Current assets				
Debtors	14	23,097		15,054
Cash at bank and in hand		<u>157,382</u>		<u>120,047</u>
		180,479		135,101
Creditors: amounts falling due within one year	15	<u>2,287</u>		<u>1,630</u>
Net current assets			<u>178,192</u>	<u>133,471</u>
Total assets less current liabilities			<u>183,707</u>	<u>140,824</u>
Net assets			<u>183,707</u>	<u>140,824</u>
Funds of the charity				
Restricted funds			102,958	95,158
Unrestricted funds			<u>80,750</u>	<u>45,666</u>
Total charity funds	17		<u>183,708</u>	<u>140,824</u>

These financial statements were approved by the board of trustees and authorised for issue on 23 December 2022, and are signed on behalf of the board by:

Mr M Dzikunu
Position

Trustees

The notes on pages 7 to 13 form part of these financial statements.

Charismatic Evangelistic Ministry UK

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 71 Deepdene Road, Loughton, Essex, IG10 3PH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements does not requires management to make judgements, estimates and assumptions that affect the amounts reported.

Fund accounting

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

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

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

Charismatic Evangelistic Ministry UK

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Tangible assets

All fixed assets are initially recorded at cost.

Charismatic Evangelistic Ministry UK

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Depreciation

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

Fixtures and fittings	-	25% reducing balance
Equipment	-	25% reducing balance

Impairment of fixed assets

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

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

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

Defined contribution plans

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

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

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Tithes and offerings	57,998	–	57,998
HMRC Charities	22,797	–	22,797
Tithes and offerings from Milton Keynes	43,871	–	43,871
Building funds	–	3,025	3,025
Christ to the Rural World (CTRW)	–	1,300	1,300
Womens ministry	650	–	650
	<u>125,316</u>	<u>4,325</u>	<u>129,641</u>

Charismatic Evangelistic Ministry UK

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

4. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Tithes and offerings	43,412	4,300	47,712
HMRC Charities	14,054	–	14,054
Tithes and offerings from Milton Keynes	21,872	–	21,872
Building funds	–	–	–
Christ to the Rural World (CTRW)	695	1,320	2,015
Womens ministry	–	–	–
	<u>80,033</u>	<u>5,620</u>	<u>85,653</u>

5. Investment income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Bank interest receivable	<u>5</u>	<u>10</u>	<u>15</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Bank interest receivable	<u>11</u>	<u>44</u>	<u>55</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donation,Honorarium and Insurance	5,148	–	5,148
Welfare	3,900	–	3,900
Telephone,Rent and rates	38,716	–	38,716
Travel and Hospitality	1,218	–	1,218
Website	264	–	264
Wages and salaries	20,158	–	20,158
Musicians allowance	2,560	–	2,560
Support costs	12,285	2,523	14,809
	<u>84,249</u>	<u>2,523</u>	<u>86,773</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donation,Honorarium and Insurance	1,473	–	1,473
Welfare	8,421	–	8,421
Telephone,Rent and rates	31,963	–	31,963
Travel and Hospitality	328	–	328
Website	2,396	–	2,396
Wages and salaries	8,911	–	8,911
Musicians allowance	610	–	610
Support costs	5,916	1,000	6,916
	<u>60,018</u>	<u>1,000</u>	<u>61,018</u>

Charismatic Evangelistic Ministry UK

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2022	Total fund 2021
	£	£	£	£
Donation,Honorarium and Insurance	5,148	11,674	16,822	4,865
Welfare	3,900	–	3,900	8,421
Telephone,Rent and rates	38,716	–	38,716	31,963
Travel and Hospitality	1,218	–	1,218	328
Website	264	–	264	2,396
Wages and salaries	20,158	–	20,158	8,911
Musicians allowance	2,560	–	2,560	610
Governance costs	–	3,135	3,135	3,524
	<u>71,964</u>	<u>14,809</u>	<u>86,773</u>	<u>61,018</u>

8. Net income

Net income is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	<u>1,838</u>	<u>2,451</u>

9. Independent examination fees

	2022	2021
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,200</u>	<u>1,000</u>

10. Staff costs

The average head count of employees during the year was 1 (2021: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2022	2021
	No.	No.
Number of staff	<u>1</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

12. Transfers between funds

During the year 2021, £10,653 was transferred from unrestricted fund to Building fund in the restricted fund. The total Building fund as at 31 March 2022 is £107,049.84

Charismatic Evangelistic Ministry UK

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

13. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 April 2021 and 31 March 2022	<u>1,430</u>	<u>31,901</u>	<u>33,331</u>
Depreciation			
At 1 April 2021	765	25,213	25,978
Charge for the year	166	1,672	1,838
At 31 March 2022	<u>931</u>	<u>26,885</u>	<u>27,816</u>
Carrying amount			
At 31 March 2022	<u>499</u>	<u>5,016</u>	<u>5,515</u>
At 31 March 2021	<u>665</u>	<u>6,688</u>	<u>7,353</u>

14. Debtors

	2022 £	2021 £
Other debtors	<u>23,097</u>	<u>15,054</u>

15. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	2,200	1,349
Social security and other taxes	87	281
	<u>2,287</u>	<u>1,630</u>

16. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £413 (2021: £32).

17. Analysis of charitable funds

Unrestricted funds

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
General funds	<u>50,330</u>	<u>125,321</u>	<u>(84,249)</u>	<u>(10,652)</u>	<u>80,750</u>

	At 1 April 2020 £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
General funds	<u>36,440</u>	<u>80,044</u>	<u>(60,018)</u>	<u>(10,800)</u>	<u>45,666</u>

Charismatic Evangelistic Ministry UK

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

17. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 April 2021	Income	Expenditure	Transfers	At 31 March 2022
	£	£	£	£	£
Building fund	<u>90,494</u>	<u>4,335</u>	<u>(2,523)</u>	<u>10,652</u>	<u>102,958</u>

	At 1 April 2020	Income	Expenditure	Transfers	At 31 March 2021
	£	£	£	£	£
Building fund	<u>79,694</u>	<u>5,664</u>	<u>(1,000)</u>	<u>10,800</u>	<u>95,158</u>

18. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Tangible fixed assets	5,515	–	5,515
Current assets	72,856	107,623	180,479
Creditors less than 1 year	<u>(2,286)</u>	<u>–</u>	<u>(2,286)</u>
Net assets	<u>76,085</u>	<u>107,623</u>	<u>183,708</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Tangible fixed assets	7,353	–	7,353
Current assets	39,943	95,158	135,101
Creditors less than 1 year	<u>(1,630)</u>	<u>–</u>	<u>(1,630)</u>
Net assets	<u>45,666</u>	<u>95,158</u>	<u>140,824</u>