

CHARITY REGISTRATION NUMBER: 1125223

Merciful Centre  
Unaudited Financial Statements  
5 April 2021

ARDENT ACCOUNTANCY  
Chartered accountants  
28a Orsett Road  
Grave

# Merciful Centre

## Financial Statements

Year ended 5 April 2021

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# **Merciful Centre**

## **Trustees' Annual Report**

**Year ended 5 April 2021**

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The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2021.

### **Reference and administrative details**

Registered charity name	Merciful Centre
Charity registration number	1125223
Principal office	56-58 Beckett Road Doncaster South Yorkshire DN2 4AJ

### **The trustees**

	Rev J Addison
	Ms G Ogundeji
	Ms A olatunbosun
	Rev O Agoro

### **Administrator**

	Mrs A Agoro
Independent Accountant	Kola Adebayo Ardent Accountancy 23a Orsett Road Grays RM17 5DS

### **Structure, governance and management**

The Board of Trustees was in regular contact beyond the prescribed frequency of meetings by the governing documents. Strategic decision- making was on a quorate basis. Board membership is stable, balanced and the Trustees operate to Charity Commission's guidance and Charity Law.

### **Objectives and activities**

The Trust seeks to demonstrate the Christian faith and charitable courses by serving as a church in UK.

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## Merciful Centre

Trustees' Annual Report (continued)

Year ended 5 April 2021

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### Achievements and performance

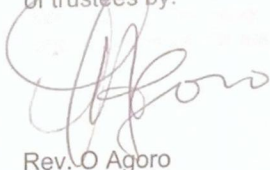
The Church 'Merciful Centre' provides avenue and platform for charitable courses:

- We organise youth rehabilitation programme in which we gather youth around the community to ensure they maximise their potentials.
- We help women who are in abusive relationship (domestic violence) stabilise their emotions by counselling and making them see need to talk to appropriate authorities as many suffering in silence.
- Advance the course of poverty alleviation programme Where we give/make donations to people in need (base on their basic needs)  
Visit homes of old people within the community. Giving them our support by donating toiletries and daily essentials.
- We counsel people based on their challenges once they approach us and we treat this with utmost confidentiality.

### Financial review

The Charity's main source of finance was from tithe, offerings and donations from members. The Charity's financial position is stable and balanced, please see enclosed results.

The trustees' annual report was approved on 08 April 2022 and signed on behalf of the board of trustees by:



Rev. O Agoro

Trustee  
Charity no. 1125223



# Merciful Centre

## Independent Accountant's Report to the Trustees of Merciful Centre

Year ended 5 April 2021

We report to the trustees on our examination of the financial statements of Merciful Centre ('the charity') for the year ended 5 April 2021.

### 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').

We 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 our examination we have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

### Independent Accountant's statement - Matter of concern identified

The accounts have been prepared solely from bank records which have been made available to us. As a result we were unable to correctly classify all the transactions accordingly.

As a result of these matters of concern give us cause to believe:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; and
2. the financial statements do not accord with those records;

We confirm no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

Kola Adebayo  
Ardent Accountancy  
Independent Accountant

23a Orsett Road  
Grays  
RM17 5DS

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**Merciful Centre**

**Statement of Financial Activities**

**Year ended 5 April 2021**

		2021		2020
		Unrestricted		
		funds	Total funds	Total funds
		£	£	£
<b>Income and endowments</b>	Note			
Donations and legacies	4	43,801.20	43,801.20	54,404.00
Other income/Loan		15,000.00	15,000.00	-
<b>Total income</b>		<b>58,801.20</b>	<b>58,801.20</b>	<b>54,404.00</b>
<b>Expenditure</b>				
Expenditure on raising funds:				
Costs of raising donations and legacies	5	43,414.23	43,414.23	19,687.00
Costs of other trading activities	6	1,907.97	1,907.97	27,398.00
Expenditure on charitable activities	7,8	10,250.00	10,250.00	5,720.00
<b>Total expenditure</b>		<b>55,572.20</b>	<b>55,572.20</b>	<b>52,805.00</b>
<b>Net expenditure and net movement in funds</b>				
		<b>3,229.00</b>	<b>3,229.00</b>	<b>1,599.00</b>
<b>Reconciliation of funds</b>				
Total funds brought forward		2,342.00	2,342.00	743.00
Total funds carried forward		5,571.00	5,571.00	2,342.00

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

**Merciful Centre**  
**Statement of Financial Position**  
**Year ended 5 April 2021**

	Note	2021 £	2020 £
<b>Current assets</b>			
Cash at bank and in hand		5,571	2,342.00
<b>Net current assets</b>		5,571	2,342.00
<b>Total assets less current liabilities</b>		5,571	2,342.00
<b>Long term liabilities</b>			
Bank Loan		15,000	-
<b>Total assets less total liabilities</b>		(9,429)	-
<b>Funds of the charity</b>			
Unrestricted funds		(9,429)	2,342.00
<b>Total charity funds</b>		(9,429)	2,342.00

These financial statements were approved by the board of trustees and authorized for issue on 19 May 2021 and are signed on behalf of the board by:

The notes on pages 6 to 10 form part of these financial statements.



Rev O Agoro  
Trustee

Charity no. 1125223

**Merciful Centre**

**Notes to the Financial Statements**

**Year ended 5 April 2021**

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**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 Merciful Centre, 56-58 Beckett Road, Doncaster, DN2 4AJ.

**2. Statement of compliance**

These financial statements have been prepared in compliance with the Charities SORP.

**3. Accounting**

**policies Basis**

**of preparation**

Charities registered in England and Wales that are not companies are allowed under section 133 of the Charities Act 2011 (the Charities Act) to prepare receipts and payments accounts. These accounts are prepared on a receipts and payments basis.

*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 requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**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.



# Merciful Centre

## Notes to the Financial Statements(continued)

Year ended 5 April 2021

### 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 categories of income:

- income from donations or grants is recognized 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 recognized 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 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.

Merciful Centre  
Notes to the Financial Statements(continued)  
Year ended 5 April 2021

3. Accounting policies (continued)

Financial instruments(continued)

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

4 Donations and legacies

	2021		2020	
	Unrestricted funds	Total funds	Unrestricted funds	Total funds
	£	£	£	£
Donations				
Offering & Donation & Tithe	13,683	13,683	8,940	8,940
Government gift aid	30,118	30,118	45,464	45,464
Other income/Loan	15,000	15,000	-	-
	58,801	58,801	54,404	54,404

5 Costs of raising donations and legacies

	2021		2020	
	Unrestricted funds	Total funds	Unrestricted funds	Total funds
	£	£	£	£
Donation costs	43,414	43,414	19,687	19,687

**Merciful Centre**  
**Notes to the Financial Statements(continued)**  
**Year ended 5 April 2021**

**6 Costs of other trading activities**

	2021		2020	
	Unrestricted funds	Total funds	Unrestricted funds	Total funds
	£	£	£	£
Pastoral, Evangelical Events & Conferences	-	-	1,945	1,945
Print, Post, Stationery & Publicity	1,408	1,408	1,319	1,319
Pastors and guests	-	-	24,000	24,000
Professional fees	500	500	600	600
	<u>1,908</u>	<u>1,908</u>	<u>27,864</u>	<u>27,864</u>

**7 Expenditure on charitable activities by fund type**

	2021		2020	
	Unrestricted funds	Total funds	Unrestricted funds	Total funds
	£	£	£	£
Wages & Salaries	10,250	10,250	6,500	6,500
	<u>10,250</u>	<u>10,250</u>	<u>6,500</u>	<u>6,500</u>

**8 Expenditure on charitable activities by activity type**

	Activities undertaken directly	Total funds 2021	Total funds 2020
	£	£	£
Wages & Salaries	10,250	10,250	6,500

**9 Independent examination fees**

	2021	2020
	£	£
Fees payable to the independent accountant for Independent examination of the financial statements	600	600

**10 Staff costs**

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	10,250	6,500

The average head count of the employees during the year was 1 (2020:1).

No employee received employee benefits of more than £60,000 during the year (2020:nil)

Merciful Centre  
Management Information  
Year ended 5 April 2021

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The following pages do not form part of the financial statements.



# Merciful Centre

## Details statement of Financial Activities

Year ended 5 April 2021

	2021	2020
	£	£
<b>Income and endowments</b>		
<b>Donations and legacies</b>		
Offering & Donation & Tithe	13,683	8,940
Government gift aid	30,118	45,464
Other income/Loan	15,000	-
	58,801	54,404
<b>Total Income</b>	<b>58,801</b>	<b>54,404</b>
<b>Expenditure</b>		
<b>Costs of raising donations and legacies</b>		
Rent	4,400	4,474
Projects	34,758	26,489
Other motor/travel costs	635	550
Telephone	453	305
Other office costs	2,798	702
Repairs and cleaning	-	685
	43,044	33,205
<b>Costs of other trading activities</b>		
Purchases	1,408	2,520
Wages and salaries	-	9,190
Legal and professional fees	500	700
Refreshments	-	690
	1,908	13,100
<b>Expenditure on charitable activities</b>		
Wages and salaries	10,250	6,500
<b>Total expenditure</b>	<b>55,202</b>	<b>52,805</b>
<b>Net expenditure</b>	<b>3,599</b>	<b>1,599</b>