

# MYSTICAL ROSE

England & Wales · Charity number 1127579

## Details

---

**Status** Registered

**Legal form** Charitable company

**Company number** [06677290](#)

**Registered** 2009-01-19

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

## Contact

---

**Address** 23 Hillside  
East Barsham  
Fakenham  
Norfolk  
NR21 0LE

**Phone** 07780832443

**Email** [derekbdiv@gmail.com](mailto:derekbdiv@gmail.com)

## Activities

---

**Objects:** TO PREACH AND REACH THE GOSPEL OF CHRIST AND TO EVANGELISE MEMBERS OF THE CHRISTIAN FAITH AND OTHERS ACCORDING TO THE DOCTRINE OF THE ROMAN CATHOLIC CHURCH.

**Activities:** Preaching, teaching, evangelism. Publication of books and cd's.

## Classification

---

- **How:** Provides Advocacy/advice/information
- **What:** Education/training, Religious Activities
- **Who:** The General Public/mankind

## Geography

- **Area of benefit:** UNDEFINED, IN PRACTICE NATIONAL
- Czech Republic
- Kenya
- Namibia
- Poland
- Portugal
- Romania
- Scotland
- Slovakia
- Uganda
- United States
- Zambia
- Throughout England And Wales

## Finances

| Period end | Income  | Expenditure | Assets | Employees |
|------------|---------|-------------|--------|-----------|
| 2024-12-31 | £24,514 | £17,812     | -      | -         |
| 2023-12-31 | £23,479 | £22,424     | -      | -         |
| 2022-12-31 | £48,009 | £48,431     | -      | -         |
| 2021-12-31 | £43,083 | £52,758     | -      | -         |
| 2020-12-31 | £53,406 | £49,618     | -      | -         |

## Trustees

| Name                          | Role  | Appointed  |
|-------------------------------|-------|------------|
| <b>Rev IAN ROBERT WALTERS</b> | Chair |            |
| Derek Williams                |       | 2023-03-09 |
| Francis Harwood               |       | 2023-03-09 |
| Lynn Williams                 |       | 2023-03-09 |
| Rev Dominic O'Connor          |       | 2023-12-01 |

**MYSTICAL ROSE**

England & Wales - Charity number 1127579

---

# Accounts

---

**MYSTICAL ROSE**  
**( A Company Limited by Guarantee)**

**TRUSTEES' REPORT AND**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**



**REGISTERED COMPANY NUMBER: 06677290**  
**REGISTERED CHARITY NUMBER: 1127579**

**MYSTICAL ROSE**

**REPORT AND FINANCIAL STATEMENTS  
YEAR TO 31 DECEMBER 2022**

**Contents**

|                                    | <b><u>Page</u></b> |
|------------------------------------|--------------------|
| Charity Information                | 1                  |
| Trustees' Report                   | 2                  |
| Report of the Independent Examiner | 6                  |
| Statement of Financial Activities  | 7                  |
| Balance Sheet                      | 8                  |
| Notes to the Financial Statements  | 9                  |

## **MYSTICAL ROSE**

### **CHARITY INFORMATION**

Trustees:

Mr D Williams - appointed 9 March 2023  
Rev I Walters - appointed 9 March 2023  
Mrs L Williams - appointed 9 March 2023  
Mr F Harwood - appointed 9 March 2023  
Mr G T Stephens  
Mrs J Boswell - resigned 9 March 2023  
Rev P Deegan - resigned 9 March 2023  
Mr B Gardner - resigned 3 March 2023  
Mrs E B Gonzalez - resigned 3 March 2023  
Mr S J Leigh - resigned 9 March 2023  
Mr T Saul - resigned 9 March 2023  
Mrs J M Stephens - resigned 9 March 2023

Company registered number  
06677290

Charity registered number:  
1127579

Registered office:  
23 Hillside  
East Barsham  
Fakenham  
Norfolk  
NR21 0LE

Company secretary:  
Mrs L Williams - appointed 9 March 2023  
Mrs J M Stephens - resigned 9 March 2023

Independent Examiner  
Peter McKay BSc FCA  
Jones Hunt & Keelings  
Chartered Certified Accountants and  
Chartered Tax Advisers  
Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

The Trustees (who are also directors of the charity for the purposes of the Companies Act 2006) present their annual report together with the financial statements of Mystical Rose (the charity) for the year ended 31 December 2022. In preparing this report and these accounts, the trustees have adopted the provisions of the Statement of Recommended Practice: Accounting and Reporting by Charities ('the Charities SORP (FRS102)') effective 1 January 2019, the special provisions of Part 15 of the Companies Act 2006 relating to small companies, applicable UK accounting standards and the Charities Act 2011. The directors and company secretary are listed on page 1.

As well as Mystical Rose, the charity operates under the name of 'Word & Spirit Ministries'.

**OBJECTIVES AND PRINCIPAL ACTIVITIES**

The purpose of the charity is to preach and teach the gospel of Christ and to evangelise members of the Christian faith and others according to the doctrine of the Roman Catholic Church.

In furtherance of this, the charity's activities are:

- to write and develop Bible programmes and seminars;
- to prepare and distribute books, magazines, brochures, newsletters and Gospel Tracts, using a variety of media;
- to run and attend conferences, rallies, parish and school missions, retreats, youth programmes and leadership training;
- to develop and conduct prayer meetings and missionary outreaches; and
- to do all things ancillary to furthering the objectives of the charity.

**CHARITY ORGANISATION, STRUCTURE, GOVERNANCE AND MANAGEMENT**

Mystical Rose is registered as a charitable company limited by guarantee and is governed by its Memorandum and Articles of Association dated 20 August 2008. It is registered as a charity with the Charity Commission.

The policy of the charity is determined by the Trustees, who meet regularly as a Board. Trustees are appointed in accordance with the provisions of the Articles of Association and receive no remuneration for their services. The Trustees determine their number, as they consider necessary, although this may not be less than three. If the Trustees consider a vacancy should be filled, they will decide whether specific skills are required to ensure an appropriate balance on the Board. The Trustees use their best endeavors to recruit new trustees.

In addition to the financial and legal documents for the charity, all new Trustees are provided with the guidance available from the Charity Commission on the role of Trustees and are encouraged to be alert to issues that might affect the charity.

**ANNUAL GENERAL MEETING ('AGM')**

The last AGM took place on the 20<sup>th</sup> September 2022 at Our Lady's Presbytery, Raby Street, Moss Side, Manchester. The next AGM is scheduled for autumn 2023.

**TRUSTEES' ANNUAL REPORT****FOR THE YEAR ENDED 31 DECEMBER 2022 (CONTINUED)****REVIEW OF ACTIVITIES**

Throughout 2022 and as part of 'charities working together', the Charity has continued working closely with the Community of Christ Prince of Peace ('Prince of Peace'), a registered charity under number 1002998. For the greater common good, Mr Stephens, in a consulting capacity, working with fellow volunteers carried out the following:

- Project managed the delivery of the New Dawn Conference in Walsingham;
- Project managed New Dawn Men's Rosary Rally's across England, including at Manchester, Newcastle, Portsmouth, Halifax, Liverpool, Middlesborough, Walsingham, Oxford, Cambridge and Carlisle;
- Planned and delivered several retreats at Sacred Heart Catholic Church Gorton, Manchester;
- Delivered the Charity's foundational documents and key charity policies;
- Further developed the Charity's volunteering community;
- Acted as Fundraising Manager including charitable grant applications; and
- Managed finance and accounting on behalf of the Charity.

Furthermore, working with the Men of Saint Joseph, Mr Stephens delivered teachings at events in Newcastle and Liverpool.

Throughout 2022, trustees of the Charity have maintained office administration and accounting records, including payroll, gift aid records, monthly accounting spreadsheets and financial records.

**FINANCIAL REVIEW, RISK MANAGEMENT AND RESERVES**

Donation income in the year, including gift aid tax recoverable, amounted to £44,876 (2021: £15,422), a rise of £29,454, together with the employment allowance of £3,133 (2021: £4,044). Last year, the charity also received £23,617 under the Government's Job Retention Scheme. The charity's expenditure fell by £4,327, to £48,431 (2021: £52,758). Overall, this resulted in a small deficit for the year of £422 (2021: £9,675).

At the year-end, the charity had unrestricted reserves of £6,358 (2021: £6,780).

It is the Trustees' intention that sufficient uncommitted funds should be held to meet three months' expenditure, which would equate to approximately £12,000. Reserves are that part of a charity's unrestricted funds that is freely available to spend on any of the charity's purposes. On this basis, there was a shortfall in the charity's reserves at the year-end. However, the Trustees have sought further funding after the year-end and they consider this policy is reasonable and the position, hopefully, will be remedied in the forthcoming year.

**PLANNED TRUSTEE AND EMPLOYEE CHANGES 2023**

Mr Stephens and Mrs Stephens left the Charity to take up full time employment with the 'Prince of Peace Community' at the start of 2023. At this time, all existing Trustees resigned, with the exception of Mr Stephens who, for continuity purposes, will continue as a Trustee for an agreed period of time. Therefore, the Charity has transitioned to a new board of Trustees led by, former Trustee, Mr Derek Williams. Also, he has become the person with most influence within the Charity. Two new employees of the Charity will be employed, ensuring the Charity's objectives are met. Mystical Rose will continue to meet Charity objects during this transition period and the new board of Trustees will agree and put in place a strategic fundraising plan.

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2022 (CONTINUED)**

**FUTURE DEVELOPMENTS**

**Transition and Continuity:**

Mr Williams recently gave up his full-time position at Walsingham Catholic Shrine in order to pursue a new career in evangelisation. Currently, he does several presentations per week on Zoom with an international audience. He has spoken at conferences both in the charismatic renewal, and on the topic of the Gift of Living in the Divine Will by Luisa Piccarreta. With regards to the latter, Mr Williams' invitations have all had approval of the local Bishop, whether they are in the UK or overseas. He has interest in groups from Romania and Slovakia, plus around the UK.

Mr Williams also releases regular teachings on YouTube where he has a small but committed following. He finds it a very useful medium for freely communicating his teachings on a global level. His desire is to promote his channel more effectively in 2023 with a modest advertising budget.

Mr Williams currently does not use social media, but this is certainly an option he would consider if it could be fruitful. In the past, he has found Facebook very easy and helpful when it comes to promoting YouTube videos as the target audience can be selected quite carefully and a budget can be easily managed.

He has also been giving teachings on Radio Maria England every Tuesday afternoon from 4pm til 5pm. This teaching is very popular and focuses on sacred scripture. He completed one series of teachings from September through to December 2022, and another series is planned going forward. This teaching is voluntary, but it does cause a spread of interest to his YouTube channel. This also enables Mr Williams to support the ministry of Radio Maria England, which he is very enthusiastic about.

Finally, Mr Williams was invited to be the lead evangelist for New Dawn 2023 by the Chairman, Gary Stephens. The detail as to what this will look like is yet to be discussed or finalised, but it means that Mr Williams can certainly spread the message of New Dawn and support this great conference in years to come. He has also been working on communicating with Marian Shrines in other countries in the hope of taking New Dawn further afield, though it is noted that New Dawn is somewhat established in several countries. There is a potential huge global audience in this regard and he is very excited about the possibilities.

**Funding:**

Since giving up his work at the shrine in June 2022, Mr Williams has received a reasonable amount of income from his evangelisation work. Funds have come from people in the UK who have benefitted from his teachings, and also from Romania and Slovakia. He has also received offers of funds from America and others, who have promised to support his ministry going into the future.

His current expectation is to take a modest income from the charity, to be approved at the next trustees' meeting, so that the financial base of the charity can be built up. He still works occasionally for the Walsingham Trust on an ad hoc basis via a zero hours contract, which gives him a little bit of income. So he and his family can get by for a while without depending completely on the charity's funds.

**PUBLIC BENEFIT STATEMENT**

The Trustees confirm that they have complied with the duty, under the Charities Act 2011, to have given due regard to the Charity Commission's general guidance on public benefit. The Trustees ensure that this purpose is met for the public benefit by delivering services that are valued, and open to all without charge, thanks to the kind support of our donors.

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2022 (CONTINUED)**

**RELATIONSHIPS WITH OTHER CHARITIES**

The charity works closely with other charities with similar objectives. One of those charities is the Prince of Peace; Mr G Stephens, Mrs JM Stephens and Rev P Deegan were trustees of both charities during the year under review.

**RISK STATEMENT**

The Trustees are actively involved in the day-to-day running of the charity. They have assessed the major risks to which the charity is exposed and have satisfied themselves that systems have been established, or that other appropriate measures have been taken, to mitigate those risks, insofar as is reasonably practicable, but it is recognised that systems cannot give absolute assurance that risks have been eliminated. Procedures are in place to monitor risks associated with handling cash, safeguarding young people and matters associated with GDPR. The Trustees continue to keep the charity's activities under review, including consideration of any major risks that might be present from time to time.

**TRUSTEES' RESPONSIBILITIES STATEMENT**

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable laws and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the Trustees on 27 September 2023 and signed on their behalf by:



Mr D Williams - Trustee

**Independent Examiner's Report to the Trustees of  
Mystical Rose**

I report to the charity's trustees on my examination of the accounts of the company for the year ended 31 December 2022.

***Responsibilities and basis of report***

As the charity's trustees of the company (and also the directors of the company 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

***Independent examiner's statement***

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

1. accounting records were not kept in accordance with section 386 of the 2006 Act; or
2. the accounts do not accord with such records; or
3. the accounts do not comply with relevant 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 Charities SORP (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.



PJ McKay BSc FCA  
Jones Hunt & Keelings  
Chartered Certified Accountants and  
Chartered Tax Advisers  
Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

27 September 2023

## MYSTICAL ROSE

### STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2022

|                                    | Notes | Unrestricted<br>Funds<br>2022<br>£ | Total<br>Funds<br>2022<br>£ | Total<br>Funds<br>2021<br>£ |
|------------------------------------|-------|------------------------------------|-----------------------------|-----------------------------|
| <b>Income and Endowments from:</b> |       |                                    |                             |                             |
| Donations                          | 2     | 44,876                             | 44,876                      | 15,422                      |
| Other                              | 3     | 3,133                              | 3,133                       | 27,661                      |
| <b>Total</b>                       |       | <u>48,009</u>                      | <u>48,009</u>               | <u>43,083</u>               |
| <b>Expenditure on:</b>             |       |                                    |                             |                             |
| Charitable Activities              |       | 47,131                             | 47,131                      | 51,458                      |
| Other costs                        |       | 1,300                              | 1,300                       | 1,300                       |
| <b>Total</b>                       | 4     | <u>48,431</u>                      | <u>48,431</u>               | <u>52,758</u>               |
| <b>Net (expenditure)/income</b>    | 5     | (422)                              | (422)                       | (9,675)                     |
| <b>Reconciliation of funds:</b>    |       |                                    |                             |                             |
| Total funds brought forward        | 13    | 6,780                              | 6,780                       | 16,455                      |
| <b>Total funds carried forward</b> | 13    | <u>6,358</u>                       | <u>6,358</u>                | <u>6,780</u>                |

The notes on pages 9 to 13 form an integral part of these accounts.

## MYSTICAL ROSE

### BALANCE SHEET AS AT 31 DECEMBER 2022

|                                 | Notes | 2022         |              | 2021         |              |
|---------------------------------|-------|--------------|--------------|--------------|--------------|
|                                 |       | £            | £            | £            | £            |
| <b>Fixed assets</b>             |       |              |              |              |              |
| Tangible assets                 | 10    |              | 50           |              | 208          |
| <b>Current assets</b>           |       |              |              |              |              |
| Debtor                          | 11    | 5,303        |              | 2,734        |              |
| Cash at bank and in hand        |       | <u>2,073</u> |              | <u>5,315</u> |              |
|                                 |       | <u>7,376</u> |              | <u>8,049</u> |              |
| <b>Creditors due within one</b> |       |              |              |              |              |
| Creditors                       | 12    | <u>1,068</u> |              | <u>1,477</u> |              |
| <b>Net current assets</b>       |       |              | 6,308        |              | 6,572        |
| <b>Net assets</b>               |       |              | <u>6,358</u> |              | <u>6,780</u> |
| <b>Funds:</b>                   |       |              |              |              |              |
| Unrestricted funds              | 13    |              | <u>6,358</u> |              | <u>6,780</u> |
| <b>Total funds</b>              |       |              | <u>6,358</u> |              | <u>6,780</u> |

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 and members have not required the charity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

- ensuring that the charity keeps accounting records which comply with sections 386 and 387 of the Companies Act 2006; and
- preparing financial statements which give a true and fair view of the state of affairs of the charity as at the end of each financial year and of its income and expenditure for each financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to the financial statements, so far as applicable to the charity.

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

These financial statements were approved by the Board of Trustees and authorised for issue on 27 September 2023 and were signed on its behalf by:



Mr D Williams - Trustee

The notes on pages 9 to 13 form an integral part of these accounts.

## MYSTICAL ROSE

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

#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (Charities SORP (FRS 102)) effective 1 January 2019, applicable UK Accounting Standards, the Charities Act 2011 and the special provisions of Part 15 of the Companies Act 2006 relating to small companies. Mystical Rose meets the definition of a public benefit entity under FRS 102.

The presentation currency of the financial statements is the Pound Sterling (£).

##### 1.2 Company status

The charity is a company limited by guarantee, registered in England and Wales. The members of the company are the Trustees named on page 1. In the event of the charity being wound up, every member of the company undertakes to contribute such amounts as may be required (not exceeding £10 per member) to the assets of the charity.

##### 1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Restricted funds are those funds that can only be used for the purposes specified by the

##### 1.4 Income

Income is included within the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. No amounts are included in the financial statements for the services donated by volunteers. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

##### 1.5 Expenditure

Expenditure is recognised on an accruals basis as the liability is incurred. Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. Other costs are those incurred in compliance with the constitutional and statutory requirements of the charity.

##### 1.6 Tangible fixed assets and depreciation

All fixed assets are initially recorded at cost. Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives, as follows:

Computer equipment 25% per annum on a straight line basis.

Office equipment 25% per annum on a straight line basis.

##### 1.7 Donated services

Services provided without charge are included as income and expenditure in these accounts in respect of this item.

##### 1.8 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

## MYSTICAL ROSE

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

#### 1. ACCOUNTING POLICIES (continued)

##### 1.9 Measurement of financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. The charity's financial assets and liabilities all qualify as basic financial instruments that are initially recognised at transaction value.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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

##### 1.10 Going concern

The accounts have been prepared on a going concern basis as the Trustees believe that the charity will continue for at least the next twelve months.

##### 1.11 Government grants

Government grants, including those in respect of furloughed employees, are accounted for on an accruals basis and, as such, are credited in the same period as the costs to which the grants relate are charged to the SOFA.

##### 1.12 Significant judgements and estimates

Estimates and judgements are periodically evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The Trustees do not consider that there are any significant estimates and judgements this year.

#### 2. INCOME FROM DONATIONS

|                      | 2022          | 2021          |
|----------------------|---------------|---------------|
|                      | £             | £             |
| Donations            | 39,573        | 12,790        |
| Gift Aid recoverable | 5,303         | 2,632         |
|                      | <u>44,876</u> | <u>15,422</u> |

#### 3. OTHER INCOME

|                             | 2022         | 2021          |
|-----------------------------|--------------|---------------|
|                             | £            | £             |
| Employment allowance        | 3,133        | 4,044         |
| Job Retention Scheme Grants | -            | 23,617        |
|                             | <u>3,133</u> | <u>27,661</u> |

## MYSTICAL ROSE

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

#### 4. EXPENDITURE

|                                | 2022          | 2021          |
|--------------------------------|---------------|---------------|
|                                | £             | £             |
| Charitable activities:         |               |               |
| Administrative expenses        | 157           | 345           |
| Travel and subsistence         | 183           | -             |
| Wages and Salaries             | 43,500        | 46,800        |
| Social security                | 3,133         | 4,044         |
| Depreciation                   | 158           | 269           |
|                                | <u>47,131</u> | <u>51,458</u> |
| Other costs - governance costs | 1,300         | 1,300         |
| Total expenditure              | <u>48,431</u> | <u>52,758</u> |

#### 5. NET (EXPENDITURE)/INCOME

|  | 2022         | 2021         |
|--|--------------|--------------|
|  | £            | £            |
| This is stated after charging:                               |              |              |
| - Depreciation of tangible fixed assets owned by the Charity | 158          | 269          |
| - Independent examiner's fee                                 | <u>1,300</u> | <u>1,300</u> |

#### 6. DONATED SERVICES

The charity's Independent Examiner has provided his services for a nominal fee of £300 (2021: £300). An additional sum of £1,000 (2021: £1,000) has been included as income and expenditure in these accounts in respect of this item.

#### 7. STAFF COSTS

|                              | 2022          | 2021          |
|------------------------------|---------------|---------------|
|                              | £             | £             |
| Staff costs were as follows: |               |               |
| Wages and Salaries           | 43,500        | 46,800        |
| Social security              | 3,133         | 4,044         |
|                              | <u>46,633</u> | <u>50,844</u> |

The average number of employees during the year was 2 (2021: 2).

No employee received remuneration amounting to more than £60,000 in either year.

Key management personnel are considered to be the trustees.

## MYSTICAL ROSE

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

#### 8. TRUSTEES' REMUNERATION AND REIMBURSED EXPENSES

During the year, remuneration of £33,600 (2021: £33,600) was paid to Mr G Stephens, a director and trustee, and £9,900 (2021: £13,200) was paid to Mrs J Stephens, company secretary and trustee. The remuneration was paid in accordance with the provisions of the company's Memorandum and Articles of the Association, being the governing document of the charity, and was authorised by the other directors and trustees in recognition of the services supplied to the charity by Mr G Stephens and Mrs J Stephens, as an evangelist and main administrator, respectively, and was not in respect of their roles as directors and trustees.

#### 9. TAXATION

Mystical Rose is a registered charity and therefore is not liable to taxation on income or gains derived from its charitable activities.

#### 10. TANGIBLE FIXED ASSETS

|                                      | Computer<br>Equipment<br>£ | Office<br>Equipment<br>£ | Total<br>£   |
|--------------------------------------|----------------------------|--------------------------|--------------|
| <b>Cost</b>                          |                            |                          |              |
| At 1 January and at 31 December 2022 | <u>673</u>                 | <u>402</u>               | <u>1,075</u> |
| <b>Depreciation</b>                  |                            |                          |              |
| At 1 January 2022                    | 616                        | 251                      | 867          |
| Charge for the year                  | <u>57</u>                  | <u>101</u>               | <u>158</u>   |
| At 31 December 2022                  | <u>673</u>                 | <u>352</u>               | <u>1,025</u> |
| <b>Net Book value</b>                |                            |                          |              |
| At 31 December 2022                  | <u>-</u>                   | <u>50</u>                | <u>50</u>    |
| At 31 December 2021                  | <u>57</u>                  | <u>151</u>               | <u>208</u>   |

#### 11. DEBTORS

|                          | 2022<br>£    | 2021<br>£    |
|--------------------------|--------------|--------------|
| Gift aid tax recoverable | <u>5,303</u> | <u>2,734</u> |

#### 12. CREDITORS

|                                 | 2022<br>£    | 2021<br>£    |
|---------------------------------|--------------|--------------|
| Social security and other taxes | 768          | 1,177        |
| Accruals                        | <u>300</u>   | <u>300</u>   |
|                                 | <u>1,068</u> | <u>1,477</u> |

## MYSTICAL ROSE

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

#### 13. STATEMENT OF FUNDS - Current year

|                                       | Brought<br>forward<br>£ | Income<br>£   | Expenditure<br>£ | Carried<br>Forward<br>£ |
|---------------------------------------|-------------------------|---------------|------------------|-------------------------|
| Unrestricted funds -<br>General funds | <u>6,780</u>            | <u>48,009</u> | <u>(48,431)</u>  | <u>6,358</u>            |

#### STATEMENT OF FUNDS - Prior year

|                                       | Brought<br>forward<br>£ | Income<br>£   | Expenditure<br>£ | Carried<br>Forward<br>£ |
|---------------------------------------|-------------------------|---------------|------------------|-------------------------|
| Unrestricted funds -<br>General funds | <u>16,455</u>           | <u>43,083</u> | <u>(52,758)</u>  | <u>6,780</u>            |

#### STATEMENT OF FUNDS - A current year 12 months and prior year 12 months combined net movement in funds

|                                       | Brought<br>forward<br>£ | Income<br>£   | Expenditure<br>£ | Carried<br>Forward<br>£ |
|---------------------------------------|-------------------------|---------------|------------------|-------------------------|
| Unrestricted funds -<br>General funds | <u>16,455</u>           | <u>91,092</u> | <u>(101,189)</u> | <u>6,358</u>            |

#### 14. ANALYSIS OF NET ASSETS BY FUND

|   | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | 2022<br>Total<br>£ |
|---|----------------------------|--------------------------|--------------------|
| Fixed Assets                                | 50                         | -                        | 50                 |
| Current Assets                              | 7,376                      | -                        | 7,376              |
| Current Liabilities                         | (1,068)                    | -                        | (1,068)            |
| <b>Total net assets at 31 December 2022</b> | <u>6,358</u>               | <u>-</u>                 | <u>6,358</u>       |

#### 15. LIABILITY OF MEMBERS

The charity is constituted as a company limited by guarantee and has no share capital. The members' liability is limited to £10 each.

#### 16. RELATED PARTY TRANSACTIONS

During the year, the charity received donations amounting to £920 (2021: £5,120) from two of its trustees.

**MYSTICAL ROSE**

England & Wales - Charity number 1127579

---

# Accounts

---

**MYSTICAL ROSE**  
**( A Company Limited by Guarantee)**

**TRUSTEES' REPORT AND**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**REGISTERED COMPANY NUMBER: 06677290**  
**REGISTERED CHARITY NUMBER: 1127579**

# MYSTICAL ROSE

## REPORT AND FINANCIAL STATEMENTS YEAR TO 31 DECEMBER 2021

### Contents

|                                    | <u>Page</u> |
|------------------------------------|-------------|
| Charity Information                | 1           |
| Trustees' Report                   | 2           |
| Report of the Independent Examiner | 7           |
| Statement of Financial Activities  | 8           |
| Balance Sheet                      | 9           |
| Notes to the Financial Statements  | 10          |

## MYSTICAL ROSE

### CHARITY INFORMATION

Trustees:

Mr G T Stephens  
Mrs J Boswell  
Rev P Deegan  
Mr B Gardner  
Mrs E B Gonzalez  
Mr S J Leigh  
Mr T Saul  
Mrs J M Stephens  
Dr J A McKay

resigned 1 January 2021

Company registered number  
06677290

Charity registered number:  
1127579

Registered office:

Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

Company secretary:

Mrs J M Stephens

Independent Examiner

Peter McKay BSc FCA  
Jones Hunt & Keelings  
Chartered Certified Accountants and  
Chartered Tax Advisers  
Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2021**

The Trustees (who are also directors of the charity for the purposes of the Companies Act 2006) present their annual report together with the financial statements of Mystical Rose (the charity) for the year ended 31 December 2021. In preparing this report and these accounts, the trustees have adopted the provisions of the Statement of Recommended Practice: Accounting and Reporting by Charities ('the Charities SORP (FRS102)') effective 1 January 2019, the special provisions of Part 15 of the Companies Act 2006 relating to small companies, applicable UK accounting standards and the Charities Act 2011. The directors and company secretary are listed on page 1.

As well as Mystical Rose, the charity operates under the name of 'Word & Spirit Ministries'.

**OBJECTIVES AND PRINCIPAL ACTIVITIES**

The purpose of the charity is to preach and teach the gospel of Christ and to evangelise members of the Christian faith and others according to the doctrine of the Roman Catholic Church.

In furtherance of this, the charity's activities are:

- to write and develop Bible programmes and seminars;
- to prepare and distribute books, magazines, brochures, newsletters and Gospel Tracts, using a variety of media;
- to run and attend conferences, rallies, parish and school missions, retreats, youth programmes and leadership training;
- to develop and conduct prayer meetings and missionary outreaches; and
- to do all things ancillary to furthering the objectives of the charity.

**CHARITY ORGANISATION, STRUCTURE, GOVERNANCE AND MANAGEMENT**

Mystical Rose is registered as a charitable company limited by guarantee and is governed by its Memorandum and Articles of Association dated 20 August 2008. It is registered as a charity with the Charity Commission.

The policy of the charity is determined by the Trustees, who meet regularly as a Board. Trustees are appointed in accordance with the provisions of the Articles of Association and receive no remuneration for their services. The Trustees determine their number, as they consider necessary, although this may not be less than three. If the Trustees consider a vacancy should be filled, they will decide whether specific skills are required to ensure an appropriate balance on the Board. The Trustees use their best endeavors to recruit new trustees.

In addition to the financial and legal documents for the charity, all new Trustees are provided with the guidance available from the Charity Commission on the role of Trustees and are encouraged to be alert to issues that might affect the charity.

**TRUSTEES' CORONAVIRUS IMPACT REPORT**

The Trustees of Mystical Rose consider that the impact of Covid-19 upon the Charity is as follows:

**Annual General Meeting ('AGM')**

The AGM took place on the 28 September 2021 at Our Lady's Presbytery, Raby Street, Moss Side, Manchester. The next AGM is scheduled for autumn 2022.

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)**

**TRUSTEES' CORONAVIRUS IMPACT REPORT (CONTINUED)**

**Effects on the Charity**

Due to Government restrictions in response to the coronavirus, the demand for the charity's services continued to be affected throughout 2021. Towards the end of 2021 and the beginning of 2022, demand for the charity's services has been slowly increasing and is, at the time of writing, back to pre-pandemic levels. Since the year-end, the charity is once again delivering catechesis and evangelisation at Catholic churches, regional and national conferences and, as a consequence, charity income is beginning to improve. This improvement will be monitored regularly by the Trustees.

**Government Financial Support for Charities**

Employees of the charity continued to be furloughed under the Government's Coronavirus Job Retention Scheme until September 2021.

**Staff and Volunteers**

As mentioned in the previous paragraph, employees of the charity were furloughed until September 2021, after which employment continued while the Trustees sought ways of generating donations and income.

Since September 2021, the charity continued to seek donations from benefactors. As a result, two main benefactors have provided substantial donations that are expected to enable the charity to meet its objectives until at least the first quarter of 2023. In addition, the Trustees are confident that the charity will continue in the foreseeable future because the main benefactors have indicated continued support.

The charity does not rely on or have any volunteers.

**Using reserves and restricted funds**

'On the road' revenue is now improving. The charity will continue to seek other sources of income from other benefactors throughout 2022 and into 2023. Charity staff will also try to raise the profile of charitable giving and tithing for Catholics. It is hoped that the charity will produce video appeals on 'Tithing for Catholics' and release these during 2022.

The Trustees are carefully monitoring the charity's cash flow and have agreed that they will only purchase essential items using its reserves. The impact on the charity's reserves policy, and the level of reserves, are being monitored by the Trustees.

The charity does not have any restricted funds.

**Impact on the Charity's Objects**

The charity's objects are now being fulfilled.

**Managing Financial Difficulties**

The Trustees do not anticipate financial difficulties in the foreseeable future; however, in the event that they do occur, the Trustees will work closely with other charitable bodies with a view to taking action in the best interest of the charity. Currently there are no plans to close the charity but, if it becomes financially unsustainable, then the charity will be formally closed.

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)**

**TRUSTEES' CORONAVIRUS IMPACT REPORT (CONTINUED)**

**Charity Orderly Closure Plan**

In the unlikely event that the charity becomes financially unsustainable, the charity's governing document, specifically clauses 7 and 8, may be enacted to effect an orderly close-down or dissolution of the charity.

**REVIEW OF ACTIVITIES**

Throughout 2021 and as part of 'charities working together', the charity has continued working closely with the Community of Christ Prince of Peace ('Prince of Peace'), a registered charity under number 1002998.

For the greater common good, Mr Stephens volunteered with Prince of Peace throughout 2021. During this time, he project managed the delivery of the Virtual New Dawn Conference in Walsingham.

Until September 2021, employees of the charity were furloughed. When government guidelines allowed, Mr. Stephens continued to volunteer for charities, including Prince of Peace. Since September 2021, when the furlough scheme ended, employees have been working on the delivery of charity's objectives and services.

Throughout 2021, trustees of the charity have maintained office administration and accounting records, including payroll, COVID-19 Job Retention Scheme claims, gift aid records, monthly accounting spreadsheets and financial records.

**FINANCIAL REVIEW, RISK MANAGEMENT AND RESERVES**

Donation income in the year, including gift aid tax recoverable, amounted to £15,422 (2020: £22,889), a fall of £7,467. The charity also received £23,617 (2020: £27,373) under the Government's Job Retention Scheme, together with the employment allowance of £4,044 (2020: £3,145). The charity's expenditure fell by £2,840, to £52,458 (2020: £49,618), resulting in a deficit for the year of £9,675 (2020: surplus £3,789).

At the year-end, the charity had unrestricted reserves of £6,780 (2020: £16,455).

It is the Trustees' intention that sufficient uncommitted funds should be held to meet three months' expenditure, which would equate to approximately £12,000. Reserves are that part of a charity's unrestricted funds that is freely available to spend on any of the charity's purposes. On this basis, there was a shortfall in the charity's reserves at the year-end. However, the Trustees have sought further funding after the year-end and they consider this policy is reasonable and the position, hopefully, will be remedied in the forthcoming year.

**FUTURE DEVELOPMENTS**

As the charity has now experienced a resurgence in service demand, its objectives will be developed in the year ahead. As part of 'charities working together', the charity will continue working closely with Prince of Peace for the greater common good. Future developments will also include working with the Men of Saint Joseph, the national Rosary Rallies and HM Prison ministries.

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)**

**FUTURE DEVELOPMENTS (CONTINUED)**

Furthermore, future developments include:

- Expanding fundraising, including grant applications
- Helping form/expand 'Men of Saint Joseph' groups nationally
- Helping form/expand 'Women of Saint Joseph' groups nationally
- Running Evangelisation and Catechesis programmes in HM Prisons
- Running Evangelisation and Healing Services
- Running mission events
- Running quarterly Life in the Spirit Seminars
- Running weekly prayer meetings
- Running Catholic retreats nationally
- Speaking at Catholic conferences nationally
- Developing a working relationship with 'CHARIS' (Catholic Charismatic Renewal England and Wales)

**PUBLIC BENEFIT STATEMENT**

The Trustees confirm that they have complied with the duty, under the Charities Act 2011, to have given due regard to the Charity Commission's general guidance on public benefit, "Charities and Public Benefit". The Trustees ensure that this purpose is met for the public benefit by delivering services that are valued, and open to all without charge, thanks to the kind support of our donors.

**RELATIONSHIPS WITH OTHER CHARITIES**

The charity works closely with other charities with similar objectives. One of those charities is the Prince of Peace; Mr G Stephens, Mrs JM Stephens and Rev P Deegan are trustees of both charities.

**RISK STATEMENT**

The Trustees are actively involved in the day-to-day running of the charity. They have assessed the major risks to which the charity is exposed and have satisfied themselves that systems have been established, or that other appropriate measures have been taken, to mitigate those risks, insofar as is reasonably practicable, but it is recognised that systems cannot give absolute assurance that risks have been eliminated. Procedures are in place to monitor risks associated with handling cash, safeguarding young people and matters associated with GDPR. The Trustees continue to keep the charity's activities under review, including consideration of any major risks that might be present from time to time.

**TRUSTEES' RESPONSIBILITIES STATEMENT**

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable laws and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

**TRUSTEES' ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2021 (CONTINUED)**

**TRUSTEES' RESPONSIBILITIES STATEMENT (CONTINUED)**

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the Trustees on 20 September 2022 and signed on their behalf by:

G Stevens - Trustee

**Independent Examiner's Report to the Trustees of  
Mystical Rose**

I report to the charity's trustees on my examination of the accounts of the company for the year ended 31 December 2021.

***Responsibilities and basis of report***

As the charity's trustees of the company (and also the directors of the company 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

***Independent examiner's statement***

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

1. accounting records were not kept in accordance with section 386 of the 2006 Act; or
2. the accounts do not accord with such records; or
3. the accounts do not comply with relevant 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 Charities SORP (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.

PJ McKay BSc FCA  
Jones Hunt & Keelings  
Chartered Certified Accountants and  
Chartered Tax Advisers  
Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

20 September 2022

**MYSTICAL ROSE**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2021**

|                                    | Notes | Unrestricted<br>Funds<br>2021<br>£ | Total<br>Funds<br>2021<br>£ | Total<br>Funds<br>2020<br>£ |
|------------------------------------|-------|------------------------------------|-----------------------------|-----------------------------|
| <b>Income and Endowments from:</b> |       |                                    |                             |                             |
| Donations                          | 2     | 15,422                             | 15,422                      | 22,889                      |
| Other                              | 3     | 27,661                             | 27,661                      | 30,518                      |
| <b>Total</b>                       |       | <u>43,083</u>                      | <u>43,083</u>               | <u>53,407</u>               |
| <b>Expenditure on:</b>             |       |                                    |                             |                             |
| Charitable Activities              |       | 51,458                             | 51,458                      | 48,618                      |
| Other costs                        |       | 1,300                              | 1,300                       | 1,000                       |
| <b>Total</b>                       | 4     | <u>52,758</u>                      | <u>52,758</u>               | <u>49,618</u>               |
| <b>Net (expenditure)/income</b>    | 5     | (9,675)                            | (9,675)                     | 3,789                       |
| <b>Reconciliation of funds:</b>    |       |                                    |                             |                             |
| Total funds brought forward        | 13    | 16,455                             | 16,455                      | 12,666                      |
| <b>Total funds carried forward</b> | 13    | <u>6,780</u>                       | <u>6,780</u>                | <u>16,455</u>               |

The notes on pages 10 to 14 form an integral part of these accounts.

## MYSTICAL ROSE

### BALANCE SHEET

AS AT 31 DECEMBER 2021

|                                 | Notes | 2021         |              | 2020          |               |
|---------------------------------|-------|--------------|--------------|---------------|---------------|
|                                 |       | £            | £            | £             | £             |
| <b>Fixed assets</b>             |       |              |              |               |               |
| Tangible assets                 | 10    |              | 208          |               | 477           |
| <b>Current assets</b>           |       |              |              |               |               |
| Debtor                          | 11    | 2,734        |              | 7,348         |               |
| Cash at bank and in hand        |       | 5,315        |              | 9,319         |               |
|                                 |       | <u>8,049</u> |              | <u>16,667</u> |               |
| <b>Creditors due within one</b> |       |              |              |               |               |
| Creditors                       | 12    | <u>1,477</u> |              | <u>689</u>    |               |
| <b>Net current assets</b>       |       |              | 6,572        |               | 15,978        |
| <b>Net assets</b>               |       |              | <u>6,780</u> |               | <u>16,455</u> |
| <b>Funds:</b>                   |       |              |              |               |               |
| Unrestricted funds              | 13    |              | 6,780        |               | 16,455        |
| <b>Total funds</b>              |       |              | <u>6,780</u> |               | <u>16,455</u> |

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 and members have not required the charity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

- ensuring that the charity keeps accounting records which comply with sections 386 and 387 of the Companies Act 2006; and
- preparing financial statements which give a true and fair view of the state of affairs of the charity as at the end of each financial year and of its income and expenditure for each financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to the financial statements, so far as applicable to the charity.

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The financial statements were approved by the Trustees and authorised for issue on 20 September 2022 and were signed on their behalf by:

Mr G T Stephens - Trustee

The notes on pages 10 to 14 form an integral part of these accounts.

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (Charities SORP (FRS 102) effective 1 January 2019, applicable UK Accounting Standards, the Charities Act 2011 and the special provisions of Part 15 of the Companies Act 2006 relating to small companies. Mystical Rose meets the definition of a public benefit entity under FRS 102.

The presentation currency of the financial statements is the Pound Sterling (£).

##### 1.2 Company status

The charity is a company limited by guarantee, registered in England and Wales. The members of the company are the Trustees named on page 1. In the event of the charity being wound up, every member of the company undertakes to contribute such amounts as may be required (not exceeding £10 per member) to the assets of the charity.

##### 1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Restricted funds are those funds that can only be used for the purposes specified by the

##### 1.4 Income

Income is included within the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. No amounts are included in the financial statements for the services donated by volunteers. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

##### 1.5 Expenditure

Expenditure is recognised on an accruals basis as the liability is incurred. Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. Other costs are those incurred in compliance with the constitutional and statutory requirements of the charity.

##### 1.6 Tangible fixed assets and depreciation

All fixed assets are initially recorded at cost. Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives, as follows:

Computer equipment 25% per annum on a straight line basis.

Office equipment 25% per annum on a straight line basis.

##### 1.7 Donated services

Services provided without charge are included has been included as income and expenditure in these accounts in respect of this item.

##### 1.8 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1. ACCOUNTING POLICIES (continued)

##### 1.9 Measurement of financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. The charity's financial assets and liabilities all qualify as basic financial instruments that are initially recognised at transaction value.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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

##### 1.10 Going concern

The accounts have been prepared on a going concern basis as the Trustees believe that the charity will continue for at least the next twelve months.

##### 1.11 Government grants

Government grants, including those in respect of furloughed employees, are accounted for on an accruals basis and, as such, are credited in the same period as the costs to which the grants relate are charged to the SOFA.

##### 1.12 Significant judgements and estimates

Estimates and judgements are periodically evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The Trustees do not consider that there are any significant estimates and judgements this year.

#### 2. INCOME FROM DONATIONS

|                      | 2021          | 2020          |
|----------------------|---------------|---------------|
|                      | £             | £             |
| Donations            | 12,790        | 18,464        |
| Gift Aid recoverable | 2,632         | 4,425         |
|                      | <u>15,422</u> | <u>22,889</u> |

#### 3. OTHER INCOME

|                             | 2021          | 2020          |
|-----------------------------|---------------|---------------|
|                             | £             | £             |
| Employment allowance        | 4,044         | 3,145         |
| Job Retention Scheme Grants | 23,617        | 27,373        |
|                             | <u>27,661</u> | <u>30,518</u> |

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2021

#### 4. EXPENDITURE

|                                | 2021          | 2020          |
|--------------------------------|---------------|---------------|
|                                | £             | £             |
| Charitable activities:         |               |               |
| Administrative expenses        | 345           | 1,166         |
| Travel and subsistence         | -             | 1,140         |
| Wages and Salaries             | 46,800        | 42,300        |
| Social security                | 4,044         | 3,432         |
| Donations made                 | -             | 329           |
| Depreciation                   | 269           | 251           |
|                                | <u>51,458</u> | <u>48,618</u> |
| Other costs - governance costs | 1,300         | 1,000         |
| Total expenditure              | <u>52,758</u> | <u>49,618</u> |

#### 5. NET (EXPENDITURE)/INCOME

|  | 2021         | 2020         |
|--|--------------|--------------|
|  | £            | £            |
| This is stated after charging:                               |              |              |
| - Depreciation of tangible fixed assets owned by the Charity | 269          | 251          |
| - Independent examiner's fee                                 | 1,300        | 1,000        |
|  | <u>1,569</u> | <u>1,251</u> |

#### 6. DONATED SERVICES

The charity's Independent Examiner has provided his services for a nominal fee of £300 (2020: £nil). An additional sum of £1,000 (2020: £1,000) has been included as income and expenditure in these accounts in respect of this item.

#### 7. STAFF COSTS

|                              | 2021          | 2020          |
|------------------------------|---------------|---------------|
|                              | £             | £             |
| Staff costs were as follows: |               |               |
| Wages and Salaries           | 46,800        | 42,300        |
| Social security              | 4,044         | 3,432         |
|                              | <u>50,844</u> | <u>45,732</u> |

The average number of employees during the year was 2 (2020: 2).

No employee received remuneration amounting to more than £60,000 in either year.

Key management personnel are considered to be the trustees.

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2021

#### 8. TRUSTEES' REMUNERATION AND REIMBURSED EXPENSES

During the year, remuneration of £33,600 (2020: £33,600) was paid to Mr G Stephens, a director and trustee, and £13,200 (2020: £8,700) was paid to Mrs J Stephens, company secretary and trustee. The remuneration was paid in accordance with the provisions of the company's Memorandum and Articles of the Association, being the governing document of the charity, and was authorised by the other directors and trustees in recognition of the services supplied to the charity by Mr G Stephens and Mrs J Stephens, as an evangelist and main administrator, respectively, and was not in respect of their roles as directors and trustees.

#### 9. TAXATION

Mystical Rose is a registered charity and therefore is not liable to taxation on income or gains derived from its charitable activities.

#### 10. TANGIBLE FIXED ASSETS

|   | Computer<br>Equipment<br>£ | Office<br>Equipment<br>£ | Total<br>£   |
|---|----------------------------|--------------------------|--------------|
| <b>Cost</b>                               |                            |                          |              |
| At 1 January 2021 and at 31 December 2021 | <u>673</u>                 | <u>402</u>               | <u>1,075</u> |
| <b>Depreciation</b>                       |                            |                          |              |
| At 1 January 2021 and at 31 December 2021 | 447                        | 151                      | 598          |
| Charge for the year                       | <u>168</u>                 | <u>101</u>               | <u>269</u>   |
| At 31 December 2021                       | <u>615</u>                 | <u>252</u>               | <u>867</u>   |
| <b>Net Book value</b>                     |                            |                          |              |
| At 31 December 2021                       | <u>58</u>                  | <u>150</u>               | <u>208</u>   |
| At 31 December 2020                       | <u>226</u>                 | <u>251</u>               | <u>477</u>   |

#### 11. DEBTORS

|                                       | 2021<br>£    | 2020<br>£    |
|---------------------------------------|--------------|--------------|
| Gift aid tax recoverable              | 2,734        | 4,528        |
| Job Retention Scheme Grant receivable | <u>-</u>     | <u>2,820</u> |
|                                       | <u>2,734</u> | <u>7,348</u> |

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2021

#### 12. CREDITORS

|                                 | 2021         | 2020       |
|---------------------------------|--------------|------------|
|                                 | £            | £          |
| Social security and other taxes | 1,177        | 689        |
| Accruals                        | 300          | -          |
|                                 | <u>1,477</u> | <u>689</u> |

#### 13. STATEMENT OF FUNDS - Current year

|                                       | Brought forward | Income        | Expenditure     | Carried Forward |
|---------------------------------------|-----------------|---------------|-----------------|-----------------|
|                                       | £               | £             | £               | £               |
| Unrestricted funds -<br>General funds | <u>16,455</u>   | <u>43,083</u> | <u>(52,758)</u> | <u>6,780</u>    |

#### STATEMENT OF FUNDS - Prior year

|                                       | Brought forward | Income        | Expenditure     | Carried Forward |
|---------------------------------------|-----------------|---------------|-----------------|-----------------|
|                                       | £               | £             | £               | £               |
| Unrestricted funds -<br>General funds | <u>12,666</u>   | <u>53,407</u> | <u>(49,618)</u> | <u>16,455</u>   |

#### 14. ANALYSIS OF NET ASSETS BY FUND

|   | Unrestricted Funds | Restricted Funds | 2021 Total   |
|---|--------------------|------------------|--------------|
|   | £                  | £                | £            |
| Fixed Assets                                | 208                | -                | 208          |
| Current Assets                              | 8,049              | -                | 8,049        |
| Current Liabilities                         | (1,477)            | -                | (1,477)      |
| <b>Total net assets at 31 December 2021</b> | <u>6,780</u>       | <u>-</u>         | <u>6,780</u> |

#### 15. LIABILITY OF MEMBERS

The charity is constituted as a company limited by guarantee and has no share capital. The members' liability is limited to £10 each.

#### 16. RELATED PARTY TRANSACTIONS

During the year, the charity received donations amounting to £5,120 (2020: £10,330) from two (2020: one) of its trustees.

**MYSTICAL ROSE**

England & Wales - Charity number 1127579

---

# Accounts

---

**MYSTICAL ROSE**  
**( A Company Limited by Guarantee)**

**TRUSTEES' REPORT AND**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**REGISTERED COMPANY NUMBER: 06677290**  
**REGISTERED CHARITY NUMBER: 1127579**

# MYSTICAL ROSE

## REPORT AND FINANCIAL STATEMENTS YEAR TO 31 DECEMBER 2020

### Contents

|                                    | <u>Page</u> |
|------------------------------------|-------------|
| Charity Information                | 1           |
| Trustees' Report                   | 2           |
| Report of the Independent Examiner | 7           |
| Statement of Financial Activities  | 8           |
| Balance Sheet                      | 9           |
| Notes to the Financial Statements  | 10          |

## MYSTICAL ROSE

### CHARITY INFORMATION

Trustees:

Mr G T Stephens  
Mrs J Boswell  
Rev P Deegan  
Mr B Gardner  
Mrs E B Gonzalez  
Mr S J Leigh  
Mr T Saul  
Dr J A McKay  
Mrs J M Stephens

resigned 1 January 2021

Company registered number  
06677290

Charity registered number:  
1127579

Registered office:

Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

Company secretary:

Mrs J M Stephens

Independent Examiner

Peter McKay BSc FCA  
Jones Hunt & Keelings  
Chartered Certified Accountants and  
Chartered Tax Advisers  
Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

**TRUSTEES' ANNUAL REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2020**

The Trustees (who are also directors of the charity for the purposes of the Companies Act 2006) present their annual report together with the financial statements of Mystical Rose (the charity) for the year ended 31 December 2020. In preparing this report and these accounts, the trustees have adopted the provisions of the Statement of Recommended Practice: Accounting and Reporting by Charities ('the Charities SORP (FRS102)') effective 1 January 2019, the special provisions of Part 15 of the Companies Act 2006 relating to small companies, applicable UK accounting standards and the Charities Act 2011. The directors and company secretary are listed on page 1.

As well as Mystical Rose, the charity operates under the name of 'Word & Spirit Ministries'.

**OBJECTIVES AND PRINCIPAL ACTIVITIES**

The purpose of the charity is to preach and teach the gospel of Christ and to evangelise members of the Christian faith and others according to the doctrine of the Roman Catholic Church.

In furtherance of this, the charity's activities are:

- to write and develop Bible programmes and seminars;
- to prepare and distribute books, magazines, brochures, newsletters and Gospel Tracts, using a variety of media;
- to run and attend conferences, rallies, parish and school missions, retreats, youth programmes and leadership training;
- to develop and conduct prayer meetings and missionary outreaches; and
- to do all things ancillary to furthering the objectives of the charity.

**CHARITY ORGANISATION, STRUCTURE, GOVERNANCE AND MANAGEMENT**

Mystical Rose is registered as a charitable company limited by guarantee and is governed by its Memorandum and Articles of Association dated 20 August 2008. It is registered as a charity with the Charity Commission.

The policy of the Charity is determined by the Trustees, who meet regularly as a Board. Trustees are appointed in accordance with the provisions of the Articles of Association and receive no remuneration for their services. The Trustees determine their number, as they consider necessary, although this may not be less than three. If the Trustees consider a vacancy should be filled, they will decide whether specific skills are required to ensure an appropriate balance on the Board. The Trustees use their best endeavors to recruit new trustees.

In addition to the financial and legal documents for the Charity, all new Trustees are provided with the guidance available from the Charity Commission on the role of Trustees and are encouraged to be alert to issues that might affect the charity.

**TRUSTEES' CORONAVIRUS IMPACT REPORT**

The Trustees of the Mystical Rose are continuing to consider the impact of Covid-19 upon the Charity.

**Annual General Meeting ('AGM')**

The AGM took place mid-October 2020. Due to Government restrictions Zoom was used to facilitate the meeting. The next AGM is scheduled for October 2021.

**Effects on the Charity**

Due to Government restrictions in response to the coronavirus, the demand for the charity's services stopped in March 2020. The Trustees do not anticipate this demand returning until at least the first quarter 2022. The Charity has not been physically able to deliver catechesis and evangelisation at Catholic churches, regional and national conferences, and HMP Prisons and thus all 'on the road' donation income has stopped. Looking at the year to 31 December 2021, due to the ongoing uncertainty it is anticipated that there will be a slow return to 'normal'. This will be monitored regularly by Trustees.

## **MYSTICAL ROSE**

### **TRUSTEES' ANNUAL REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020**

#### **TRUSTEES' CORONAVIRUS IMPACT REPORT (CONTINUED)**

##### **Government Financial Support for Charities**

Employees of the Charity were furloughed in March 2020 under the Government's Coronavirus Job Retention Scheme and will continue to be furloughed whilst this scheme is available. The current scheme is available until the end of September 2021 however, there has been media reports that some MPs are calling for the scheme to be extended until the situation returns to normal. This continued uncertainty and the reluctance of Churches, Conferences and HMP Prison Chaplaincy departments to hold physical events it is hoped that the Government will extend this scheme. The Trustees will continue to monitor available support from the Government and the Trustees will also be exploring other sources of income.

##### **Staff and Volunteers**

As mentioned in the previous paragraph, employees of the charity were furloughed in March 2020. The Trustees hope this scheme will be extended beyond September 2021.

If the scheme is not extended the Charity has enough reserves to ensure staff are paid until the end of December 2021. The charity will continue to take advantage of any financial support offered by the Government. The charity will also seek other sources of income from benefactors throughout 2021/2022. In recent years, a single benefactor has made several substantial donations which has enabled the Charity to meet its objects. However, this benefactor has currently ceased providing donations and has not (as yet) committed to donating in the future.

Currently, the Charity receives approximately £5,000 per annum of monetary donations from eleven regular donors. Therefore, based on its current reserves, the Charity has enough financial resources to pay staff until the 31 December 2021. If other sources of donations, funding or a major beneficiary is not found then the Charity will have no option than to make staff redundant.

The Charity does not rely on or have any volunteers.

##### **Using reserves and restricted funds**

As previously mentioned, 'on the road' revenue has ceased and unfortunately at the beginning of the pandemic several in process grant applications were rejected due to the effects of coronavirus on their respective charitable trusts. The Charity will seek other sources of income from benefactors throughout 2021/2022. Charity staff will also try to raise the profile of Charitable giving and Tithing for Catholics. It is hoped that the Charity will produce video appeals on 'Tithing for Catholic' and release these during the year to 31 December 2021.

To continue to strengthen the Charity's financial position, the Trustees have agreed that the Charity will only purchase essential items using its reserves. The impact on the Charity's reserves policy, and the level of reserves, are being monitored by the Trustees.

The Charity does not have any restricted funds.

##### **Impacts on the Charity's Objects**

At this time, unfortunately the Charity's objects cannot be fulfilled; therefore, the future aims and activities of the Charity are being continually reviewed. It is hoped that once Charity service users begin to 'open up', welcoming service providers like Mystical Rose, then these Charity objects can once again be fulfilled.

##### **Managing Financial Difficulties**

Regular monitoring of the Government's financial advice and guidance will be undertaken. In the event that the Charity finds itself in financial difficulty, the Trustees will work closely with other charitable bodies with a view to taking action in the best interest of the Charity. Currently there are no plans to orderly close the Charity. However, if the Charity becomes financially unsustainable then the Charity will be formerly closed.

## **MYSTICAL ROSE**

### **TRUSTEES' ANNUAL REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020**

#### **TRUSTEES' CORONAVIRUS IMPACT REPORT (CONTINUED)**

##### **Charity Orderly Closure Plan**

If the Government's continued measures implemented severely affect the Charity's financial sustainability, then the Charity's governing document, specifically clauses 7 and 8, may be enacted to effect an orderly close-down or dissolution of the charity.

##### **REVIEW OF ACTIVITIES**

From January to March 2020 and as part of 'charities working together', the Charity has continued working closely with the Community of Christ Prince of Peace ('Prince of Peace'), a registered charity under number 1002998. For the greater common good, Mr Stephens, in a consulting capacity, has worked with the Prince of Peace throughout January to March 2020. During which time Mr. Stephens project managed the Prince of Peace move from St. Emmiles, Oakhill Park to Montfort House, Crosby.

Since March 2020, employees of the charity have been furloughed. Following government advice, Mr. Stephens has continued to volunteer for charities including the Community of Christ Prince of Peace.

Throughout 2020, trustees of the Charity have maintained office administration and accounting records, including payroll, COVID-19 Job Retention Scheme claims, gift aid records, monthly accounting spreadsheets and financial records. Trustees have also continued to monitor Government guidelines concerning COVID-19 and also charity responsibilities.

##### **FINANCIAL REVIEW, RISK MANAGEMENT AND RESERVES**

Donation income in the year, including gift aid tax recoverable, amounted to £22,889 (2019: £49,869); a fall of £26,980. The charity also received £27,372 under the Governments Job Retention Scheme, together with the employment allowance of £3,144. The charity's expenditure fell by £3,817 to £49,618 (2019: £53,435), resulting in a net surplus for the year of £3,789 (2019: £566 deficit).

At the year-end, the charity had unrestricted reserves of £16,455 (2019: £12,666).

It is the Trustees' intention that sufficient uncommitted funds should be held to meet three months' expenditure, which would equate to approximately £11,500. Reserves are that part of a charity's unrestricted funds that is freely available to spend on any of the charity's purposes. On this basis, the charity's reserves were sufficient at the year-end.

However, as mentioned previously, the charity is currently experiencing financial hardship and may be forced to cease. Although, the charity may not be considered a going concern, the accounts have been prepared on this basis as the trustees believe no changes are needed to the carrying value of the assets or any additional liabilities need to be reflected.

##### **FUTURE DEVELOPMENTS**

Employees of the Charity will remain furloughed until the Governments Job Retention Scheme ends and/or until 'users' request the services of the charity again. If the Charity experiences a resurgence in service demand, then depending on the financial position of the Charity, employees of the Charity may be 'un-furloughed'. If this is the case then, as part of 'charities working together', Mystical Rose will continue working closely with the Prince of Peace for the greater common good.

## **MYSICAL ROSE**

### **TRUSTEES' ANNUAL REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020**

#### **FUTURE DEVELOPMENTS (CONTINUED)**

Furthermore, future developments include:

- Expanding fundraising including grant applications
- Helping form / expand 'Men of Saint Joseph' groups nationally
- Helping form / expand 'Women of Saint Joseph' groups nationally
- Running Evangelisation and Catechesis programmes in HMP Prisons
- Running Evangelisation and Healing Services
- Running Mission Events
- Running quarterly Life in the Spirit Seminars
- Running weekly Prayer Meetings
- Running Catholic Retreats Nationally
- Speaking at Catholic Conferences nationally
- Developing a working relationship with 'CHARIS' (Catholic Charismatic Renewal England and Wales)

#### **PUBLIC BENEFIT STATEMENT**

The Trustees confirm that they have complied with the duty, under the Charities Act 2011, to have given due regard to the Charity Commission's general guidance on public benefit, "Charities and Public Benefit". The Trustees ensure that this purpose is met for the public benefit by delivering services that are valued, and open to all without charge, thanks to the kind support of our donors.

#### **RELATIONSHIPS WITH OTHER CHARITIES**

The charity works closely with other charities with similar objectives. One of those charities is the Prince of Peace; Mr Stephens, Mrs JM Stephens and Rev P Deegan are trustees of both charities.

#### **RISK STATEMENT**

The Trustees are actively involved in the day-to-day running of the charity. They have assessed the major risks to which the charity is exposed and have satisfied themselves that systems have been established, or that other appropriate measures have been taken, to mitigate those risks, insofar as is reasonably practicable, but it is recognised that systems cannot give absolute assurance that risks have been eliminated. Procedures are in place to monitor risks associated with handling cash, safeguarding young people and matters associated with GDPR. The Trustees continue to keep the charity's activities under review, including consideration of any major risks that might be present from time to time.

#### **TRUSTEES' RESPONSIBILITIES STATEMENT**

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable laws and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

**MYSICAL ROSE**

**TRUSTEES' ANNUAL REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**TRUSTEES' RESPONSIBILITIES STATEMENT (CONTINUED)**

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the Trustees on 23 September 2021 and signed on their behalf by:

Mr G T Stephens

Trustee

**Independent Examiner's Report to the Trustees of  
Mystical Rose**

I report to the charity's trustees on my examination of the accounts of the company for the year ended 31 December 2020.

***Responsibilities and basis of report***

As the charity's trustees of the company (and also the directors of the company 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 charity'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***

I have completed my examination. I confirm that no material matters have come to my attention which gives me cause to believe that:

1. accounting records were not kept in accordance with section 386 of the 2006 Act; or
2. the accounts do not accord with such records; or
3. the accounts do not comply with relevant 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 Charities SORP (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.

PJ McKay BSc FCA  
Jones Hunt & Keelings  
Chartered Certified Accountants and  
Chartered Tax Advisers  
Broad House  
1 The Broadway  
Old Hatfield  
Hertfordshire  
AL9 5BG

23 September 2021

## MYSTICAL ROSE

### STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

|                                    | Notes | Unrestricted<br>Funds<br>2020<br>£ | Total<br>Funds<br>2020<br>£ | Total<br>Funds<br>2019<br>£ |
|------------------------------------|-------|------------------------------------|-----------------------------|-----------------------------|
| <b>Income and Endowments from:</b> |       |                                    |                             |                             |
| Donations                          | 2     | 22,889                             | 22,889                      | 49,869                      |
| Other                              | 3     | 30,517                             | 30,517                      | 3,000                       |
| <b>Total</b>                       |       | <u>53,406</u>                      | <u>53,406</u>               | <u>52,869</u>               |
| <b>Expenditure on:</b>             |       |                                    |                             |                             |
| Charitable Activities              |       | 48,618                             | 48,618                      | 52,435                      |
| Other costs                        |       | 1,000                              | 1,000                       | 1,000                       |
| <b>Total</b>                       | 4     | <u>49,618</u>                      | <u>49,618</u>               | <u>53,435</u>               |
| <b>Net income/(expenditure)</b>    | 5     | 3,789                              | 3,789                       | (566)                       |
| <b>Reconciliation of funds:</b>    |       |                                    |                             |                             |
| Total funds brought forward        | 11    | 12,666                             | 12,666                      | 13,233                      |
| <b>Total funds carried forward</b> | 11    | <u>16,455</u>                      | <u>16,455</u>               | <u>12,666</u>               |

The notes on pages 10 to 14 form an integral part of these accounts.

## MYSTICAL ROSE

### BALANCE SHEET

AS AT 31 DECEMBER 2020

|                                 | Notes | 2020          |               | 2019          |               |
|---------------------------------|-------|---------------|---------------|---------------|---------------|
|                                 |       | £             | £             | £             | £             |
| <b>Fixed assets</b>             |       |               |               |               |               |
| Tangible assets                 | 8     |               | 476           |               | 727           |
| <b>Current assets</b>           |       |               |               |               |               |
| Debtor                          | 9     | 7,348         |               | 9,520         |               |
| Cash at bank and in hand        |       | 9,319         |               | 3,324         |               |
|                                 |       | <u>16,667</u> |               | <u>12,844</u> |               |
| <b>Creditors due within one</b> |       |               |               |               |               |
| Creditors                       | 10    | <u>689</u>    |               | <u>905</u>    |               |
| <b>Net current assets</b>       |       |               | 15,979        |               | 11,939        |
| <b>Net assets</b>               |       |               | <u>16,455</u> |               | <u>12,666</u> |
| <b>Funds:</b>                   |       |               |               |               |               |
| Unrestricted funds              | 11    | <u>16,455</u> |               | <u>12,666</u> |               |
| <b>Total funds</b>              |       | <u>16,455</u> |               | <u>12,666</u> |               |

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 and members have not required the charity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for:

- ensuring that the charity keeps accounting records which comply with sections 386 and 387 of the Companies Act 2006; and
- preparing financial statements which give a true and fair view of the state of affairs of the charity as at the end of each financial year and of its income and expenditure for each financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to the financial statements, so far as applicable to the charity.

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The financial statements were approved by the Trustees and authorised for issue on 23 September 2021 and were signed on their behalf by:

Mr G T Stephens - Trustee

The notes on pages 10 to 14 form an integral part of these accounts.

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (Charities SORP (FRS 102) effective 1 January 2019, applicable UK Accounting Standards, the Charities Act 2011 and the special provisions of Part 15 of the Companies Act 2006 relating to small companies. Mystical Rose meets the definition of a public benefit entity under FRS 102.

The presentation currency of the financial statements is the Pound Sterling (£).

##### 1.2 Company status

The charity is a company limited by guarantee, registered in England and Wales. The members of the company are the Trustees named on page 1. In the event of the charity being wound up, every member of the company undertakes to contribute such amounts as may be required (not exceeding £10 per member) to the assets of the charity.

##### 1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Restricted funds are those funds that can only be used for the purposes specified by the donor.

##### 1.4 Income

Income is included within the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. No amounts are included in the financial statements for the services donated by volunteers. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

##### 1.5 Expenditure

Expenditure is recognised on an accruals basis as the liability is incurred. Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. Other costs are those incurred in compliance with the constitutional and statutory requirements of the charity.

##### 1.6 Tangible fixed assets and depreciation

All fixed assets are initially recorded at cost. Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives, as follows:

Computer equipment 25% per annum on a straight line basis.

Office equipment 25% per annum on a straight line basis.

##### 1.7 Donated Services

Services provided without charge are included has been included as income and expenditure in these accounts in respect of this item.

##### 1.8 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

##### 1.9 Measurement of financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

The charity's financial assets and liabilities all qualify as basic financial instruments that are initially recognised at transaction value.

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2020

#### 1.9 Measurement of financial instruments (continued)

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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

#### 1.10 Going concern

The accounts have been prepared on a going concern basis. However, at the time of the approval of the accounts, the trustees have concerns about the future of the charity. Should the charity not be able to continue for at least the next twelve months, the trustees believe there are no changes needed to the carrying value of the assets or any additional liabilities need to be reflected.

#### 2. INCOME FROM DONATIONS

|                      | 2020          | 2019          |
|----------------------|---------------|---------------|
|                      | £             | £             |
| Donations            | 18,464        | 40,349        |
| Gift Aid recoverable | 4,426         | 9,520         |
|                      | <u>22,889</u> | <u>49,869</u> |

#### 3. OTHER INCOME

|                             | 2020          | 2019         |
|-----------------------------|---------------|--------------|
|                             | £             | £            |
| Employment allowance        | 3,144         | 3,000        |
| Job Retention Scheme Grants | 27,372        | -            |
|                             | <u>30,517</u> | <u>3,000</u> |

#### 4. EXPENDITURE

|                                | 2020          | 2019          |
|--------------------------------|---------------|---------------|
|                                | £             | £             |
| Charitable activities          |               |               |
| Administrative expenses        | 1,166         | 1,766         |
| Travel and subsistence         | 1,140         | 4,688         |
| Legal and professional fees    | -             | 13            |
| Wages and Salaries             | 42,300        | 42,750        |
| Social security                | 3,432         | 3,000         |
| Donations made                 | 329           | -             |
| Depreciation                   | 251           | 219           |
|                                | <u>48,618</u> | <u>52,435</u> |
| Other costs - governance costs | 1,000         | 1,000         |
| Total expenditure              | <u>49,618</u> | <u>53,435</u> |

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2020

#### 5. NET INCOME

|  | 2020         | 2019         |
|--|--------------|--------------|
|  | £            | £            |
| This is stated after charging:                               |              |              |
| - Depreciation of tangible fixed assets owned by the Charity | 251          | 219          |
| - Independent examiner's fee                                 | <u>1,000</u> | <u>1,000</u> |

#### 6. DONATED SERVICES

The charity's Independent Examiner has provided his services without charge. A sum of £1,000 has been included as income and expenditure in these accounts in respect of this item.

#### 7. STAFF COSTS

| Staff costs were as follows: | 2020          | 2019          |
|------------------------------|---------------|---------------|
|                              | £             | £             |
| Wages and Salaries           | 42,300        | 42,750        |
| Social security              | <u>3,432</u>  | <u>3,000</u>  |
|                              | <u>45,732</u> | <u>45,750</u> |

The average number of employees during the year was 2 (2019: 2).

No employee received remuneration amounting to more than £60,000 in either year.

Key management personnel are considered to be the trustees.

#### 8. TRUSTEES' REMUNERATION AND REIMBURSED EXPENSES

During the year, remuneration of £33,600 (2019: £34,000) was paid to Mr G Stephens, a director and trustee, and £8,700 (2019: £8,750) was paid to Mrs J Stephens, company secretary and trustee. The remuneration was paid in accordance with the provisions of the company's Memorandum and Articles of the Association, being the governing document of the charity, and was authorised by the other directors and trustees in recognition of the services supplied to the charity by Mr G Stephens and Mrs J Stephens as an evangelist and main administrator, respectively, and was not in respect of Mr G Stephens' role as a director and a Trustee.

In addition, £1,886 (2019: £5,088) was paid to Mr G Stephens as reimbursed expenses. The amounts were authorised by the other directors and trustees.

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2020

#### 9. TAXATION

Mystical Rose is a registered charity and therefore is not liable to taxation on income or gains derived from its charitable activities.

#### 10. TANGIBLE FIXED ASSETS

|   | Computer<br>Equipment<br>£ | Office<br>Equipment<br>£ | Total<br>£   |
|---|----------------------------|--------------------------|--------------|
| <b>Cost</b>                               |                            |                          |              |
| At 1 January 2020 and at 31 December 2020 | <u>673</u>                 | <u>402</u>               | <u>1,075</u> |
| <b>Depreciation</b>                       |                            |                          |              |
| At 1 January 2020                         | 297                        | 50                       | 347          |
| Charge for the year                       | <u>150</u>                 | <u>101</u>               | <u>251</u>   |
| At 31 December 2020                       | <u>447</u>                 | <u>151</u>               | <u>598</u>   |
| <b>Net Book value</b>                     |                            |                          |              |
| At 31 December 2020                       | <u>225</u>                 | <u>251</u>               | <u>476</u>   |
| At 31 December 2019                       | <u>376</u>                 | <u>352</u>               | <u>727</u>   |

#### 11. DEBTORS

|                                       | 2020<br>£    | 2019<br>£    |
|---------------------------------------|--------------|--------------|
| Gift aid tax recoverable              | 4,528        | 9,520        |
| Job Retention Scheme Grant receivable | <u>2,820</u> | <u>-</u>     |
|                                       | <u>7,348</u> | <u>9,520</u> |

#### 12. CREDITORS

|                                 | 2020<br>£  | 2019<br>£  |
|---------------------------------|------------|------------|
| Social security and other taxes | <u>689</u> | <u>905</u> |

#### 13. STATEMENT OF FUNDS

|                                       | Brought<br>forward<br>£ | Income<br>£   | Expenditure<br>£ | Carried<br>Forward<br>£ |
|---------------------------------------|-------------------------|---------------|------------------|-------------------------|
| Unrestricted funds -<br>General funds | <u>12,666</u>           | <u>53,406</u> | <u>(49,618)</u>  | <u>16,455</u>           |

## MYSTICAL ROSE

### NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2020

#### 14. ANALYSIS OF NET ASSETS BY FUND

|   | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | 2020<br>Total<br>£ |
|---|----------------------------|--------------------------|--------------------|
| Fixed Assets                                | 476                        | -                        | 476                |
| Current Assets                              | 16,667                     | -                        | 16,667             |
| Current Liabilities                         | (689)                      | -                        | (689)              |
| <b>Total net assets at 31 December 2020</b> | <b>16,455</b>              | <b>-</b>                 | <b>16,455</b>      |

#### 15. LIABILITY OF MEMBERS

The charity is constituted as a company limited by guarantee and has no share capital. The members' liability is limited to £10 each.

#### 16. RELATED PARTY TRANSACTIONS

During the year, the charity received donations amounting to £10,330 (2019: £31,000) from one of its trustees.

The charity also made a donation of £329 (2019: £Nil) to a charity a trustee has an interest in.

#### 17. POST BALANCE SHEET EVENT

Since the balance sheet date, the charity has continued to be affected by the global pandemic, COVID 19. However, it is hoped that as restrictions are lifted the charity's services and activities are able to return to normal. However, the future of the charity is in doubt and the charity would have to be wound up if it is unable to continue. The viability of the charity is being closely monitored by the trustees.