

EUROVANGELISM

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

Registered charity no. 1140592
Company limited by guarantee no. 07507682

EUROVANGELISM

INDEX TO THE ANNUAL REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

CONTENTS	PAGE
Trustees Report	1 – 8
Legal and administrative information	9
Independent Examiner's Report	10
Statement of Financial Activities	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the financial statements	14 - 33

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

Our mission is to empower Christians in their vision to share the gospel and see lives transformed through compassion, evangelism and church planting in Eastern Europe.

We do this knowing that:

1. God sees more than we do and is inviting us into that which he sees (John 5:19)
2. He asks us to start with what we have, from where we are (Proverbs 3:5-6) and
3. He will make his ways known (Proverbs 3:5-6, Psalm 103:7)

We do this by working to:

1. Deepen & strengthen European partner relationships to effect change in Europe
2. Inspire and equip mission-focused Christians in the UK
3. Strengthen our foundations so that we can continue to be effective in what God has called us to

Eurovangelism is a Christian charity which supports the local church in Europe in church planting, evangelism, education, and social care projects. It has been working in Europe since 1965 adapting to the changing circumstances to best help the local church. Eurovangelism supports over fifty individuals, churches, and Christian organisations in twelve countries through finance, church partnerships, relationships, practical teams, networking, and advice.

We are pleased to report that income for the year under review continued at a significantly higher level than in the years leading up to 2020. This means that we have been able to maintain support to our partners. Many of these still suffer badly from covid-19 related challenges and are also providing aid and care for victims of the Ukraine conflict.

We thank God for every one of our partners and supporters, without whom none of this would be possible, and with whose help we are able to see lives transformed.

Structure, governance and management

Trustees and organisational structure

Eurovangelism is registered as a charitable company limited by guarantee with the Charity Commission of England and Wales (number 1140592) and with Companies House (number 07507682). Eurovangelism is governed by Articles of Association adopted on 27 January 2011 and operates as Transform Europe Network (TEN). Our website is: www.ten-uk.org

The Board of Trustees appoints the Chief Executive Officer and new Trustees according to the needs of TEN. Trustees usually serve up to three terms of four years and receive an induction and ongoing training according to the needs of TEN and the individual. The Board is responsible for the governance and oversight of TEN and meets quarterly with occasional strategy meetings and online conferences as needed. Trustees are not paid for their service in this role, other than reimbursed expenses, and none had any financial interest in any transaction with TEN. A register of Trustees interests is held to ensure that there are no conflicts of interest, with the register updated annually. There are no Persons of Significant Control.

The CEO is responsible for implementing the vision and strategy agreed by Trustees and the day to day running of the organisation. The CEO reports to Trustees on progress and on the projects and partnerships which TEN supports. The salary of the CEO is set by Trustees based on the responsibilities of the post and benchmarking with other similar charities.

TEN is a member of the Evangelical Alliance and Global Connections.

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

Financial review and risk management

The financial statements have been prepared under the historical cost convention, and have been prepared under the 'small companies' provisions of the Companies Act 2006 and in accordance with the Financial Reporting Standard FRS102 and the Charities Statement of Recommended Practice (SORP FRS102) based thereon.

TEN follows policies and procedures to manage risk and ensure effectiveness, probity and legal and regulatory compliance, and reviews and updates these as necessary.

The income of TEN comes primarily through donations from individuals and churches, with some from grant-making organisations and occasional legacies. TEN claims Gift Aid, where possible.

Financial position

TEN's financial position at 31 March 2023 remains strong but unrestricted expenditure exceeded income in the year. This is principally the result of spending designated funds set aside for specific purposes. Unrestricted income was not as high as the previous year, which had some large one-off donations and legacies, but remains broadly consistent and in line with expectations. Restricted income saw another notable year, with the Crisis Appeal Fund attracting income of nearly £55,000 as a response to the war in Ukraine and the needs of Ukrainian refugees, and we also received some large one-off restricted donations and grants for building projects.

Overall, expenditure was not too dissimilar to recent years, but there was, for a second year running, elevated spending on charitable activities. This was, in part, related to the recognition of grants payable in full where they are communicated to recipients without conditions. This area of grant making was reviewed in the year, a misstatement in the prior year was identified and corrected in regard to this, with the comparative figures restated in these accounts. Restricted grant expenditure, principally on building projects and also to meet the needs of Ukrainian refugees was, once again, slightly higher than is typical. Grant making from designated funds was also significant, with over £70,000 of grant funding being provided. TEN has consistently achieved very close to a 25:75 split in expenditure on raising funds and charitable activities over the years, but for the third year running this changed to around a 15:85 split, principally as a result of increased grant expenditure from restricted and designated funds.

Reserves policy

The Trustee Board keeps under review the need for free reserves which are those unrestricted funds not invested in tangible fixed assets, held as programme related investments, or otherwise designated for a specific purpose. Currently, to allow TEN to be managed efficiently and to provide a buffer for adverse contingencies, the Trustees' policy is that such reserves should be maintained at a level of between three and six months of unrestricted expenditure (including the expenditure on raising funds for restricted projects, met by a transfer from unrestricted funds).

At 31 March 2023, free reserves were £114,318. The free reserves policy, this year, requires between £61,504 and £123,008, with free reserves held at the year-end within this range. Free reserves had been in excess of the reserves policy upper limit in recent years, but a plan to reduce this by 31 March 2024 was implemented and has now been achieved, although this will be monitored ongoing.

Investment policy

A part of the reserves of the Charity is currently invested in a professionally managed Charles Stanley fund, through their Personal Portfolio Service. This gives exposure to both equity and fixed interest investments, in accordance with objectives agreed with the Board of Trustees. The basic aim of this investment is to obtain, over time, modest growth in real terms in the capital value and income stream arising from the underlying investments, without taking undue risk. The specific objective set by the Trustees is therefore to achieve a return over rolling 3-year periods modestly in excess of inflation over the corresponding period of time. The investments and returns are reviewed on a regular basis by the Board.

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

The investment return (net of management fees) achieved over the year to 31 March 2023 was -6.7% (2022: 2.5%) which, when taken with the returns achieved over the preceding 2 financial years, results in a compound annualised return over the 3-year period of 3.9%. For comparison, the Consumer Price Index (1 month lag) + 2% over the same 3-year period gives a compound annualised rate of 7.4%, which highlights performance below the Trustees' objective. Whilst disappointing, this is not unexpected, with inflation reaching heights unseen in recent years. The Trustees maintain the conviction that a professionally managed fund remains the best approach to investing those funds that are for the long-term benefit of the charity.

Risk policy

The principal financial risk for TEN is that of receiving insufficient regular income to pay grants to its partners in continental Europe. We limit this risk by regular communication with donors and actively seeking new funders, in particular through churches and trust funds. Where there is a Partnership Memorandum of Understanding between a UK church and partner, it is made clear that the supporting church should aim to give six months' notice of any change in financial support. Agreements to grant fund our partners are clear that, where these are made through the support of specific donors, ongoing grant funding is subject to those donors continuing to support them. Free reserves are maintained at between three to six months' unrestricted expenditure to ensure that TEN can meet its short-term commitments in adverse conditions.

Trustees are aware of other financial risks including possible fraud, money laundering, foreign currency payments, significant investment losses and inadequate cash flow projections. Regular reviews of the finances and monitoring of the use to which funds are put by partners are carried out and money transfer systems are implemented to minimise these risks. The Trustees also regularly review other operational risks and confirm that they have established systems to manage the significant risks.

Grant making policy

We make grants to partners based on our objects and activities defined further by our strategic plan. Priorities are reviewed by Trustees and may be changed depending upon circumstances, available funds, and the perceived effectiveness of their use. A Partners Advisory Group also helps shape these priorities. In line with strategic objectives, grants will continue to support current partners but will also focus on funding new partners and new partner ministries. Grants are only made to known partners and those recommended by long standing and trusted sources.

Trustees have delegated responsibility for grant making from unrestricted funds to the CEO for grants up to a total of £20,000 in any one year above what has been approved in the budget. Over this limit, grants from unrestricted funds need approval by a majority of Trustees. Grants for capital projects have the same authorisation limit.

We recognise the need to take steps to prevent the use of grants for money laundering, terrorist activity, bribery and for purposes other than those for which they were given. To this end, Trustees hold TEN's partners accountable for the funds, resources, aid or training they have received and require them to confirm receipt of funds, produce regular reports of their activities and use of funding. Visits are also undertaken to see, firsthand, how partners who receive funding or other help from TEN make use of it. Furthermore, professional development of staff helps ensure due diligence in relation to funds being sent overseas.

All our partners understand that the grants, training, or gifts in kind are to be used for the benefit of the community they serve and are to be freely available to all sections of the community regardless of race, religion, or background. TEN continues to roll out new written agreements to clarify the roles and responsibilities of both TEN and each partner.

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

Objectives and activities

The objects of TEN are:

“To advance the Evangelical Christian Faith particularly, but not exclusively, within Europe by the printing and distribution of the Holy Scriptures and Christian Literature, and by such Evangelical work as the Trustees at their absolute discretion see fit.”

We believe the most effective way for TEN to achieve its objects is to find and support local churches, individuals and organisations who have a vision to make Jesus and the love of God known through compassion, evangelism and church planting and are actively practising this. We support these partners by encouraging them through online communication, visits, conferences, building relationships with UK churches and individuals, and networking, as well as through grants, teaching and training, gifts in kind and other resources.

- (i) **Compassion projects** including relief of poverty, anti-trafficking, drug and alcohol rehabilitation, abuse rehabilitation, food aid, emergency aid, disaster relief, work with children, support for Roma people and other programmes for the benefit of the community. TEN's support helps our partners in showing God's love in these practical ways. Literacy classes, general education, correspondence courses, and vocational training (such as hairdressing, sewing and IT) are examples of such projects. These activities enable participants to break out of the cycle of poverty and discover that they are valued people of worth and dignity just as God has shown by his love.
- (ii) **Evangelism** including one off events, campaigns, publicity, resources to communicate the message of Jesus Christ and education projects for both children and adults. Alpha courses, Christianity Explored courses, and summer camps are examples of such projects.
- (iii) **Church planting, Discipleship and development** including pioneering churches and groups in new areas, growing and developing existing churches, providing financial support for pastors, leadership training, theological studies, other training and education, and providing resources such as Bibles, other literature and supporting other church projects. This includes making grants towards the purchase or building of public places of worship and training facilities.

Activities for the public benefit

The Trustees reviewed TEN's work regarding public benefit on 11 February 2023 with reference to the Charity Commission guidance and agreed that TEN's activities continued to comply. The next section on achievements and performance outlines a representative selection of the work enabled by TEN. Please go to our website at www.ten-uk.org for more information on the full range of our work and stories from our partners.

Achievements and performance

2022-23 has seen challenges to our work continue. These have included the outbreak of war in late February 2022, between Russia and Ukraine and the cost-of-living crisis that has affected the whole of Europe. However, we have continued to maintain a strong performance across all areas of work. Visits to partners continued to step up and we made visits to supporters and churches in the UK. This year has seen trips with small teams supporting partner projects resume. Online tools are now well embedded in our modus operandi to maintain communication and connection between TEN, our partners and our supporters. The technology continues to bring efficiency and significant benefits. We are able to operate in a more responsive manner, gather information more easily and it has continued to strengthen relationships with our beneficiaries and supporters. An example would be that we are now able to use technology to establish new partner relationships and review and monitor ongoing relationships, alongside visits to partners. This makes the work of supporting partners more dynamic and enables us to respond to needs in a timelier way.

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

In line with our Strategic Plan the following are examples of our achievements in 2022-23. Further information can be found on our website and quarterly magazine.

Deepening & strengthening European partner relationships to effect change in Europe

- We have continued to invite new leaders in the Balkans and Eastern Europe to join the TEN network. to the end of March 2023. During 2022-23 we have welcomed another five members into our network.
- We continue to work with partners to strengthen their foundations and financial sustainability. We are encouraging partners to consider how they can become more financially sustainable and less dependent on outside funding. Examples of this include using match funding to support projects and mixed funding support (loan/grant) to help a partner complete the refurbishment of an apartment to help generate income for their work.
- Our Partners' Advisory Group (PAG) continues to meet with our CEO and Trustees. The PAG gives partners the opportunity to feed into the work of TEN so that we can ensure that we are relevant, understanding of the complexities of their situations, and can be effective in the support we give and how we give it.
- We continue to put Partnership Memorandum's of Understanding in place with partners as part of our financial and ministry practice due diligence.
- In relation to safeguarding TEN has continued to support partners towards better practice. This has included the organisation and delivery of training by a trainer based in the Balkans. We continue to review progress and communicate expectations to beneficiaries. We continue to deliver the actions agreed as a result of the audit carried out.
- We have an ongoing focus on support for Roma communities in the Balkans and Eastern Europe. During 2022-23 this included the provision of running water in one community in Romania and support to fund teachers in a Roma education project in Bulgaria, amongst other projects.
- Partner visits were made to Bulgaria, Romania, Montenegro, Bosnia and Herzegovina and Croatia.

Inspiring and equipping mission-focused Christians in the UK

- We are continuing to develop our use of social media with Facebook, Instagram, and YouTube as part of drawing in Christians of all ages and reporting on our work.
- Our regular online prayer meetings are drawing together supporters in the UK with partners in Eastern Europe and increasing sharing and understanding.
- Regular church and supporter visits continue. Including an intentional and planned approach to meeting major donors.
- TEN attended Bangor Worldwide Mission Convention in August 2022.
- Continued development of connections in Northern Ireland, working with our local volunteer representative.
- Ongoing development of and support for our volunteer team of representatives around the UK.
- We have launched a study resource called For the Nations to be used by churches and groups to help them understand God's plan for the world and enable groups to connect with those in other countries.
- We have delivered TENteach with a team of five volunteers supporting the teaching of English online in communities in Eastern Europe. This is to support and resource our partners as they serve their local communities. Over 30 students from across the region have attended this programme.
- We delivered our Harvest for the Hungry 30th Anniversary in 2022, including a launch event, significant promotion and church speaking engagements. The campaign raised over £43,000 towards the work of our partner food aid programmes.
- We planned new team trip opportunities that will be delivered in late Spring and Summer 2023.

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

- Continuing to support UK churches partnered with churches in the Balkans and Eastern Europe and developing relationships to develop partnerships.

Strengthening our foundations to continue to be effective

- We have recruited two new staff members for the roles of Mission Engagement Worker and Finance Administrator.
- Our Mission Engagement worker has been helping us engage with a younger generation through student gatherings, visiting churches and planning of team trips.
- Our Finance Administrator supports the function of the Finance Manager, and we are now delivering monthly reconciliations. This has helped the efficiency with which we manage the income and expenditure of the charity.
- We have continued to invest in professional development of the staff team. Staff have taken part in courses related to fundraising, communication tools such as MailChimp, safeguarding, and health and safety (first aid, fire safety and fire extinguisher training).
- We have continued to work hard to sustain funding levels. This has included trust and individual supporter fundraising. We wrote to all regular donors in early 2023 as a result of which we saw several donors increase their support.
- Staff continue to work in a hybrid way between the home and the TEN Office. This is now well embedded and is working well.
- Supporter and UK church meetings continue to be a key part of our work to maintain relationships and develop new connections. Our individual donor base remains stable. We have seen an increase in the number of donors; this is primarily due to the support for our Crisis Fund, following the war in Ukraine.
- Consideration for our environmental responsibility will be the subject of increased focus within the next strategic cycle.
- We have worked hard to build meaningful partnerships with other organisations. This includes ECM, Worldshare and ICM.

Achievements and outcomes in Europe

Many of the activities of our partners and our support are designed to bear fruit over the medium term. These are a few examples of what has been achieved and some of the outcomes:

- TEN has run fundraising campaigns in relation to the war in Ukraine, Harvest for the Hungry, WinterHelp and the Gift Catalogue. Over the two years to 31 March 2023 TEN has raised just over £150,000 in response to the war in Ukraine and by summer 2023 had spent over £140,000 in enabling partners to support those affected by the war.
- TEN has sent funding response to the war in Ukraine for transport, food, and shelter in nations receiving and hosting refugees. TEN has also sent significant funds to partners who are taking aid into Ukraine.
- TEN partners provided food aid for over 2000 people during 2022-23.
- TEN partners supported hundreds of the most vulnerable in Eastern Europe and the Balkans including Roma communities, refugees, children in need, drug addicts, and homeless people.
- TEN provided funds for several thousand Bibles and pieces of Christian literature.
- TEN partners delivered camps that served over 2000 children and young people.
- TEN supported the building, purchase, or renovation of four churches or Christian projects.

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

- TEN has made regular support grants to 36 Christian leaders and occasional grants to a further 20+ Christian leaders to enable them to continue demonstration and sharing the love of Christ in their communities in many ways.
- TEN has made grants to churches and Christian organisations, supporting them in works as wide ranging as after-school clubs, drug rehabilitation, hospice care, education, soup kitchens, training new leaders, youth and children's work, distribution of food parcels, refugee support and anti-trafficking projects.
- We added five new members to the TEN network: three in N. Macedonia, one in Bulgaria and one in Kosovo.

Volunteers

The Trustees are grateful to the many volunteers across the UK who give time and energy to help TEN and our partners. This work ranges from administrative tasks, IT development, prayer, work with partners such as in summer camps, practical work, and evangelism to relief work. Volunteer Ambassadors make occasional field trips on our behalf and speak in UK churches about the work. There are currently 15 Ambassadors from around the UK. Some Ambassadors are also Country Champions who take a special interest in understanding and supporting partners in a specific country, maintaining contact, and visiting them. In addition, we have volunteers who help ad hoc as needed with events and fundraising and 5 volunteers to support the TENteach English programme. In total we have 38 active volunteers and a team of 43 people who have committed to pray and receive a bi-weekly prayer email. The total number of volunteers is 81.

Future activities

During 2023-24 we will continue to operate in line with the strategic themes outlined in the current strategy. They can be summarised as follows:

Deepening & strengthening European partner relationships to effect change in Europe

Key work will be to draw in and support some new younger partners; help partners strengthen their foundations and sustainability; help develop and empower new ministries and to empower partners in shaping TEN.

Inspiring and equipping mission-focused Christians in the UK

In the UK we will be working to draw in a new audience; engage Christians of all ages in our mission; and to enable increased connections with partners. A new team member was appointed in late August 2022 to support working towards this strategic aim.

Strengthening our foundations to continue to be effective

Within TEN we will look to develop the staff and volunteer team; create a new fundraising plan; grow the support base and strengthen our relationships with supporters.

During 2023-24 we will be reviewing our current strategy and developing a new one for 2024-2027.

Statement of Trustees responsibilities

The trustees (who are also directors of Eurovangelism for the purposes of company law) are responsible for preparing the Trustees' Report (incorporating the strategic report and directors' report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Accepted Accounting Practice).

EUROVANGELISM

TRUSTEES REPORT

YEAR ENDED 31 MARCH 2023

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 business.

The trustees are responsible for keeping adequate accounting records that 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

Small company provisions

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

Signed for and on behalf of the Trustees:

Lorenz Jorgensen

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Lorenz Jorgensen, Chair of Trustees

Date: 10 November 2023

EUROVANGELISM

LEGAL AND ADMINISTRATIVE INFORMATION

YEAR ENDED 31 MARCH 2023

Registered numbers	1140592 (Charity Commission for England and Wales) 07507682 (Companies House)
Alternative operating names	Transform Europe Network TEN Harvest for the Hungry
Trustees (Who are Directors for the purposes of Company Law)	Mr J Chamberlain (from 30 July 2022 until 6 November 2022) Mrs M Jennings (until 30 July 2022) Mr L Jorgensen (Deputy Chair from 12 November 2021 until 12 November 2022, Chair from 12 November 2022) Mrs M Lilley Mr G May (from 21 July 2023) Mrs N Mezei (until 17 July 2023) Mrs M Reeves (until 20 May 2022) Mr A Spencer (Deputy Chair from 12 November 2022) Ms H Vinson (Chair until 12 November 2022, Trustee until 10 February 2023) Mr E Winter
Chief Executive Officer	Mr J Vaughton
Registered office	23 Apex Court Woodlands Bradley Stoke Bristol BS32 4JT
Principal bankers	Lloyds PO Box 1000 Kingswood (309480) Bristol BX1 1LT
Independent examiner	Josh Kingston BSc (Hons) ACA Burton Sweet Limited The Clock Tower 5 Farleigh Court Old Weston Road Flax Bourton Bristol BS48 1UR
Solicitors	Capstone Solicitors 62 Gloucester Road Bishopston Bristol BS7 8BH
Investment advisors	Charles Stanley & Co. Limited Broadwalk House Southernhay West Exeter EX1 1TS

EUROVANGELISM

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF EUROVANGELISM ('THE COMPANY')

YEAR ENDED 31 MARCH 2023

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your 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

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Joshua Kingston

Date: 10 November 2023

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Josh Kingston BSc (Hons) ACA
Burton Sweet Limited
The Clock Tower
5 Farleigh Court
Old Weston Road
Flax Bourton
Bristol BS48 1UR

EUROVANGELISM

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT) YEAR ENDED 31 MARCH 2023

	Note	Unrestricted funds £	Restricted funds £	Total funds 2023 £	Total funds 2022 £ (Restated)
Income from:					
Donations and legacies	2	154,061	586,497	740,558	922,177
Charitable activities	3	3,233	-	3,233	189
Investments	4	3,053	-	3,053	1,841
Total income		160,347	586,497	746,844	924,207
Expenditure on:					
Raising funds	5	41,671	46,504	88,175	104,477
Charitable activities	6	193,191	406,571	599,762	686,699
Total expenditure		234,862	453,075	687,937	791,176
Net gains/(losses) on investments	16	(8,849)	-	(8,849)	1,458
Net income/(expenditure)	10	(83,364)	133,422	50,058	134,489
Transfers between funds	20	(8,698)	8,698	-	-
Net movement in funds		(92,062)	142,120	50,058	134,489
Reconciliation of funds:					
Total funds brought forward (Restated)	20	712,524	188,284	900,808	766,319
Total funds carried forward	20	620,462	330,404	950,866	900,808

The charity has no recognised gains or losses other than the results for the year as set out above

All of the activities of the charity are classed as continuing

Fund comparatives are disclosed in note 25

EUROVANGELISM

BALANCE SHEET

AT 31 MARCH 2023

Company registration number: 07507682

	Note	2023 £	2022 £
Fixed assets:			(Restated)
Tangible assets	14	238,411	240,146
Programme related investments	15	4,890	4,340
Financial investments	16	113,575	114,623
Current assets:			
Debtors	17	38,191	66,238
Programme related investments	15	1,900	1,240
Cash at bank and in hand		643,579	572,066
		<u>683,670</u>	<u>639,544</u>
Liabilities:			
Creditors: Amounts falling due within one year	18	<u>(53,930)</u>	<u>(44,145)</u>
Net current assets		629,740	595,399
Total assets less current liabilities		986,616	954,508
Creditors: Amounts falling due after more than one year	19	<u>(35,750)</u>	<u>(53,700)</u>
Total net assets		950,866	900,808
The funds of the charity:			
Unrestricted funds	21		
Free reserves		114,318	169,798
Designated - Tangible fixed assets		238,411	240,146
Designated - Charitable loans (carrying value)		6,790	5,580
Other designated funds		<u>260,943</u>	<u>297,000</u>
		620,462	712,524
Restricted funds	21	330,404	188,284
Total charity funds		950,866	900,808

For the year ended 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities;

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006,

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the Trustees on 10 November 2023 and are signed on their behalf by:

Lorenz Jorgensen

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Lorenz Jorgensen
Chair of Trustees

The notes on pages 14 to 33 form part of these financial statements

EUROVANGELISM
STATEMENT OF CASH FLOWS
YEAR ENDED 31 MARCH 2023

		Total funds 2023 £	Total funds 2022 £
<u>Operational cash flows</u>	Note		
Cash flows <u>for</u> operating activities			
Receipts from donations and legacies	22 (A1)	759,270	929,271
Payments for raising funds	22 (B1)	(87,039)	(103,960)
Net inflow for operating activities		672,231	825,311
Cash flows <u>from</u> operating activities			
Receipts from charitable activities	22 (A2)	3,233	91
Payments for charitable activities	22 (B2)	(606,240)	(615,282)
Additions to Programme related investments	15	(2,640)	(6,200)
Repayments from Programme related investments	15	1,430	620
Net outflow from operating activities		(604,217)	(620,771)
Net inflow of operating activities		68,014	204,540
<u>Non-operational cash flows</u>			
Investing activities			
Dividends and interest from investments	22 (C1)	3,053	1,841
Proceeds from sale of investments	16	8,804	21,530
Purchase of investments	16	(8,358)	(29,300)
Movement of cash held for investments	16	-	(700)
Net cash provided by/(for) investing activities		3,499	(6,629)
Net cash inflow for the year	23	71,513	197,911

The notes on pages 14 to 33 form part of these financial statements

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

1 Accounting policies

(a) Basis of preparation

The financial statements have been prepared in accordance with the historical cost convention except for investments which have been included at fair value and in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) or Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity is a Public Benefit Entity as defined under FRS 102. The presentation currency is pounds sterling.

The Statement of Cash Flows has been prepared on the gross/direct basis, as permitted by the Charities SORP. Cash has been defined as cash in hand and deposited with the bank or accessible from online accounts, but does not include cash held by the investments manager as part of the investments portfolio.

(b) Preparation of the accounts on a going concern basis

There are no material uncertainties about the charity's ability to continue as a going concern, despite the significant uncertainty caused by the worldwide COVID-19 pandemic and now the geopolitical developments surrounding the war in Ukraine. Whilst the Trustees expect there to be an impact on the charity's operations and reserves in the coming months and years, the charity currently believes it has sufficient reserves to be able to meet these challenges.

(c) Fund accounting

Unrestricted general funds, also known as free reserves, are available for use at the discretion of the Trustees in furtherance of the objects of the charity.

Designated funds form part of unrestricted funds and have been identified as being for particular purposes by the Trustees. They are not restricted and can be transferred to general funds at any time at the discretion of the Trustees. The purpose and likely timing of the use of each designated fund is set out in note 20 to the financial statements.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Expenditure which meets these criteria is charged to the fund along with the cost of raising and administering such funds. The purpose and use of those restricted funds with income greater than £10,000 are set out in note 20 to the financial statements.

Investment income and gains are allocated to the appropriate fund.

(d) Income

All income is included in the SOFA when the the charity is legally entitled to the income, the amount can be quantified with reasonable accuracy and receipt is probable. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be spent in a future accounting period.

For legacies, entitlement is taken as the earlier of:

- the date on which the charity is aware that probate has been granted;
- the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made; or
- when a distribution is received from the estate.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

1 Accounting policies (continued)

Grants, including grants for fixed assets, are recognised within the accounts as they become receivable. Grants received in the accounting period in respect of future accounting periods are deferred until those periods. All material grants are disclosed in accordance with the Charities SORP (FRS 102).

Gift Aid relief on eligible donations is recognised on an accruals basis at the same point as the original donation.

Donated services, facilities or goods are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services, facilities or goods are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain the services, facilities or goods of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt. In accordance with the Statement of Recommended Practice, no amounts are included in the financial statements for services donated by volunteers.

(e) Expenditure and basis of allocation of costs

Expenditure is recognised on an accruals basis as and when a legal or constructive obligation arises.

The cost of raising funds comprise the direct costs of fundraising; through printed materials, attending events and online promotion of the charity as well as staff time spent directly on this activity.

Expenditure on charitable activities is principally grants payable to partner organisations, although staff time spent directly on this activity is also included as well as other direct costs. Grants payable are included in the SOFA when approved by the Trustees and communicated to the other organisation. The value of such grants unpaid at the year end is accrued. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued but are noted as financial commitments if material.

Support costs encompass all expenditure that is not wholly and directly attributable to either raising funds or charitable activities. Support costs are allocated to expenditure on raising funds and charitable activities on the basis of the cost of staff time directly attributable to each of these activities.

Governance costs are those incurred in compliance with constitutional and statutory requirements. They are included within support costs and allocated as described above.

(f) Foreign currency

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities are retranslated at the rate of exchange ruling at the Balance Sheet date. All differences are taken to the SOFA.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

1 Accounting policies (continued)

(g) Tangible fixed assets

Tangible fixed assets of greater than £500 are stated at cost and depreciation is provided at the following annual rates, in order to write off each asset over its estimated useful life:

Computer equipment	- 20% straight line
Office equipment	- 20% straight line

No depreciation is charged in the month of acquisition but is charged in full in the month of disposal.

No provision for depreciation has been made for freehold property as it is the view of the Trustees that the estimated residual value of each property is not materially different from the carrying value. The Trustees undertake an impairment review whenever they identify any indicators that impairment may have occurred.

(h) Financial investments

Listed investments are stated at market value at the Balance Sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year.

Unlisted investments are all stated at cost less allowance for impairment. The Trustees undertake an impairment review whenever they identify any indicators that impairment may have occurred.

(i) Programme related investments

Programme related investments consist of charitable loans, which are provided interest free. These investments are carried at cost less any provision for impairment less any repayments received.

(j) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(k) Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(l) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(m) Pension costs

The charity contributes a fixed percentage of basic salary to the personal pension schemes of all employees, which are defined contribution schemes. Pension costs charged in the SOFA represent the contributions payable by the charity in the year.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

2 Income from donations and legacies

	Unrestricted funds	Restricted funds	Total funds 2023	Total funds 2022
	£	£	£	£
Donations from individuals	121,247	130,944	252,191	320,979
Donations from trustees and related parties	1,959	4,497	6,456	6,624
Donations from churches and organisations	13,265	204,511	217,776	233,771
Legacies	2,000	-	2,000	87,491
Grants receivable for:				
CASA Grace	-	60,000	60,000	55,500
ISTL, Albania	-	84,000	84,000	32,000
Building project, Moldova	-	818	818	17,642
Building projects, N. Macedonia	-	17,736	17,736	22,100
Building project, Romania	-	-	-	16,491
Building project, Serbia	-	-	-	15,718
Crisis Appeal Fund	-	5,000	5,000	22,000
N. Macedonia key workers	-	3,000	3,000	11,500
Raising new leaders in East Europe	-	-	-	10,661
Gotesti Day Care Centre, Moldova	-	11,500	11,500	-
Moldova Ministry Support	-	11,500	11,500	-
Grants receivable for other activities	15,590	52,991	68,581	69,700
	154,061	586,497	740,558	922,177

(See note 26 for prior year comparatives)

3 Income from charitable activities

	Unrestricted funds	Restricted funds	Total funds 2023	Total funds 2022
	£	£	£	£
Teams mission trips	2,806	-	2,806	-
Other income from charitable activities	427	-	427	189
	3,233	-	3,233	189

(See note 26 for prior year comparatives)

4 Income from investments

	Unrestricted funds	Restricted funds	Total funds 2023	Total funds 2022
	£	£	£	£
Interest and dividends	3,053	-	3,053	1,841
	3,053	-	3,053	1,841

(See note 26 for prior year comparatives)

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

5 Expenditure on raising funds

	Unrestricted funds £	Restricted funds £	Total funds 2023 £	Total funds 2022 £
Fundraising materials (print & online):				
Design, publish, print & postage	4,607	5,702	10,309	10,348
Developing Mission - Raising the charity's profile	4,916	-	4,916	5,677
Staff costs	11,556	18,444	30,000	39,174
Investment management fees	557	-	557	486
Allocated support costs (<i>Note 8</i>)	20,035	22,358	42,393	48,792
	41,671	46,504	88,175	104,477

(See note 26 for prior year comparatives)

6 Expenditure on charitable activities

	Grants £	Other direct costs £	Support costs (Note 8) £	Total 2023 £	Total 2022 £
					(Restated)
Church planting & development	208,564	26,137	41,168	275,869	398,656
Compassion projects	216,165	30,307	39,588	286,060	254,982
Evangelism & other ministry support	6,645	1,567	1,227	9,439	11,458
Developing Mission	-	24,307	4,087	28,394	21,603
	431,374	82,318	86,070	599,762	686,699

	Grants to institutions £	Grants to individuals £	Total 2023 £	Total 2022 £
				(Restated)
Church planting & development	208,564	-	208,564	347,662
Compassion projects	216,165	-	216,165	212,099
Evangelism & other ministry support	6,645	-	6,645	9,715
	431,374	-	431,374	569,476

(See Note 7)

(See note 26 for prior year comparatives)

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

7 Grants to institutions - detail

The vast majority of grants made or committed to institutions are for amounts less than £10,000 per grant. Below are details of the institutions to whom grants were committed or that received grants totalling more than £10,000 in the current or preceeding year.

	2023 £	2022 £ (Restated)
Church of God, Albania	10,385	13,015
ISTL, Albania	44,025	34,167
Beginning of Life, Moldova	22,652	27,225
Gotesti Baptist Church, Moldova	18,886	19,949
Evangelical Church, N. Macedonia	29,093	55,906
CASA Grace, Romania	62,779	64,002
Emanuel Hospice, Romania	19,864	16,383
Open Heaven, Romania	25,322	56,978
Protestant Evangelical Church - Duhovni Centar, Romania	6,134	14,623
Tinca Baptist Church, Romania	21,045	22,923
Nexus Church, Serbia	1,715	22,987
Shtip key worker, Evangelical Church of Macedonia	821	26,200
Radovish key worker, Evangelical Church of Macedonia	691	21,261
Prilep & Bitola Key worker, Evangelical Church of Macedonia	11,747	4,205
Sofia Evangelical Baptist Church, Bulgaria	12,200	2,500
SEAM, N. Macedonia	895	10,000
Youth for Christ, Kosovo	-	10,000
Grants totalling less than £10,000 per institution in both the current and preceeding year	143,120	145,555
Total	431,374	567,879

8 Support costs

Support costs encompass all expenditure that is not wholly and directly attributable to either raising funds or charitable activities. Support costs are allocated to expenditure on raising funds and charitable activities on the basis of the cost of staff time directly attributable to each of these activities.

	Raising funds £	Charitable activities £	Total 2023 £	Total 2022 £
Staff costs	30,552	62,029	92,581	81,664
Central operating costs	10,924	22,180	33,104	24,601
Governance costs (Note 9)	917	1,861	2,778	2,162
	42,393	86,070	128,463	108,427

(See note 26 for prior year comparatives)

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

9 Governance costs

	2023	2022
	£	£
Independent examiner's fee	1,962	1,782
Independent examiner's fee - prior year under accrual adjustment	-	42
Trustees' meeting expenses	816	338
	2,778	2,162

10 Net income/(expenditure) for the year

	2023	2022
	£	£
This is stated after charging:		
Depreciation	1,735	1,734
Independent examiner's fee	1,962	1,824
Trustee remuneration	-	-
Reimbursed Trustee expenses - 2 Trustees (2022: 1 Trustee) (These expenses related to travel costs)	266	240

11 Employees & staff costs

The aggregate payroll costs were:	2023	2022
	£	£
Salaries	162,083	148,650
Social security costs	10,070	9,191
Pension contributions	10,753	10,403
	182,906	168,244

Key management personnel total benefits received (Key management is made up of the Trustees and the CEO)	53,577	50,057
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No employee received emoluments of more than £60,000 in the current or prior year.

In the year to 31 March 2023, the average number of staff employed was 6 (2022: 6)

12 Related party transactions

There were no related party transactions during the year other than those noted elsewhere.

13 Taxation

Eurovangelism is recognised as a charity for UK tax purposes and is therefore exempt from Corporation Tax on its income and gains provided that these are used for charitable purposes only.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

14 Tangible fixed assets

	Freehold property £	Office equipment £	Computer equipment £	Total £
Cost				
At 1 April 2022	238,107	10,402	2,859	251,368
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 March 2023	238,107	10,402	2,859	251,368
Depreciation				
At 1 April 2022	-	8,801	2,421	11,222
Charge for the year	-	1,565	170	1,735
Disposals	-	-	-	-
At 31 March 2023	-	10,366	2,591	12,957
Net book value				
At 31 March 2023	238,107	36	268	238,411
At 31 March 2022	238,107	1,601	438	240,146

15 Programme related investments

	Partner sustainability loans £	Total £
At 1 April 2022	5,580	5,580
Additions	2,640	2,640
Amount repaid	(1,430)	(1,430)
At 31 March 2023	6,790	6,790
Included within:		
Fixed assets	4,890	4,890
Current assets	1,900	1,900
	6,790	6,790

This initiative was started in the prior year, with partner sustainability loans being provided to help partners strengthen their foundations and financial sustainability, to try and encourage an approach that is not so dependent on outside funding where possible. At 31 March 2023, 2 loans had been made and no others committed. The concessionary loans made are repayable in equal instalments over varying periods of not more than 5 years, have been provided interest free, and are unsecured.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

16 Financial investments

Listed investments

All such investments are listed in the UK. The purpose of the investments is to provide a mixture of capital growth and income. The investments are held by Charles Stanley through their Personal Portfolio Service.

	2023 £	2022 £
Market value brought forward	114,623	84,297
Acquisitions at cost	8,358	29,300
Investment management fees	(557)	(486)
Movement of cash held for investment	-	700
Gains/(losses) in the year	(8,849)	812
Market value carried forward	113,575	114,623
Represented by:	£	£
Fixed income	40,326	55,741
UK equity	4,809	4,247
International equity	51,459	43,359
Property	3,727	4,577
Alternatives & mixed investments	10,966	4,321
Cash	2,288	2,378
	113,575	114,623
Historical cost	117,273	109,472

Unlisted investments

Unlisted investments are all stated at cost less allowance for impairment.

The shares held in the prior year were in a private limited company registered in England, whose principal activity is property investment with a mixed portfolio. At the start of the year all shares previously held were either sold or in the process of being sold.

	2023 £	2022 £
Cost and net book value brought forward	-	20,358
Sale proceeds from disposals	-	(12,200)
Sale amount agreed but received after the year end	-	(8,804)
Gains in the year	-	646
Cost and net book value carried forward	-	-
Total fixed asset investments	£	£
Listed investments	113,575	114,623

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

17 Debtors

	2023 £	2022 £
Prepayments	1,765	2,296
Accrued income	36,329	55,041
Other debtors	97	8,901
	38,191	66,238

18 Creditors: Amounts falling due within one year

	2023 £	2022 £ (Restated)
Grants Payable	44,202	36,237
Accruals and deferred income	6,229	3,797
Taxation and social security	3,248	3,168
Other creditors	251	943
	53,930	44,145

19 Creditors: Amounts falling due after more than one year

	2023 £	2022 £ (Restated)
Grants Payable	35,750	53,700

20 Movement in funds

Current year movements

	1 April 2022 £ (Restated)	Income and gains £	Expenditure and losses £	Transfers £	31 March 2023 £
Restricted funds					
Church planting & development	63,585	309,630	(192,219)	4,836	185,832
Compassion projects	116,595	257,833	(252,036)	2,307	124,699
Evangelism & other ministry support	8,104	19,034	(8,820)	1,555	19,873
	188,284	586,497	(453,075)	8,698	330,404
Unrestricted funds					
Designated funds:					
Tangible fixed assets	240,146	-	(1,735)	-	238,411
Charitable loans (carrying value)	5,580	-	-	1,210	6,790
Charitable loans (available)	-	-	-	43,210	43,210
Partner support	219,297	-	(68,461)	-	150,836
New ministries	77,703	-	(10,806)	-	66,897
Free reserves	169,798	160,347	(162,709)	(53,118)	114,318
	712,524	160,347	(243,711)	(8,698)	620,462
Total funds	900,808	746,844	(696,786)	-	950,866

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

20 Movement in funds (continued)

Transfers:

Just under 24% of expenditure on raising funds for restricted projects has been met by a transfer of £11,153 from free reserves, ensuring project recipients receive as much as possible from restricted donations. With no more than 15 percent of any particular restricted donation going towards support costs, as publicised.

There was also a transfer from restricted funds to the charitable loans (carrying value) designated fund of £2,455. A restricted donation was given for the purpose of enabling a concessionary loan for a partner in Europe. With the donation's purpose having been fulfilled through the provision of a concessionary loan during the year, it then became part of the unrestricted funds of the charity and is included in the accounts as a transfer.

Description and purpose of designated funds:

Tangible fixed assets

This fund represents the net book value of tangible fixed assets held by the charity. Disposal gains are shown under the income and gains heading and expenditure and losses represents the depreciation charge for the year, along with disposal losses. Transfers represent additions and any proceeds from disposals during the year.

Charitable loans (carrying value)

This fund represents the carrying value of charitable loans held by the charity, as disclosed in note 15. These consist of concessionary loans made to partners in development of their long-term financial sustainability. Transfers are made to the fund as and when new loans are disbursed, and from the fund to the charitable loans (available) designated fund as repayments are made.

Charitable loans (available)

Arising from a desire to support partners in strengthening their foundations and financial sustainability, £50,000 has been designated for that purpose, through the provision of concessionary loans. This fund is the balance of £50,000 less the loans held in the charitable loans (carrying value) designated fund.

Partner support

This fund is being used in delivering the strategy related to partners and our UK ministry. It allows us to meet any needs that might arise within our partners' communities (including hardships the partners themselves may face), support our partners in any projects they may intend to run, and help us raise funds to these ends. Spent as a mixture of grants to partners, new project development, and growing our UK support base, it is anticipated this fund will have been fully spent by the end of March 2024.

New ministries

These funds are designated for use to engage current and new connections looking to develop ministries in the area of human trafficking, refugee work, environmental issues, domestic violence or other new types of ministry. It is anticipated this fund will have been fully spent by the end of March 2025.

Description and purpose of restricted funds:

The income funds of the charity include restricted funds comprising unexpended balances of donations and grants held on trust and to be applied for specific purposes. These restricted funds are the result of the charity inviting donations or gifts for a particular project or situation. Some of these may be short term in nature but others will represent a longer-term relationship with a particular partner or project.

The table on the previous page summarises the movement of restricted funds into three broad categories, details of specific restricted funds, identified as having income greater than £10,000, are shown in the table on the next page.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

20 Movement in funds (continued)

Current year movements of specific restricted funds

	1 April 2022 £ (Restated)	Income and gains £	Expenditure and losses £	Transfers £	31 March 2023 £
<i>Restricted funds with income greater than £10,000:</i>					
ISTL, Albania	-	96,675	(34,800)	-	61,875
Building project, Bulgaria	8,767	74,525	(11,179)	-	72,113
CASA Grace	38,281	64,312	(60,640)	-	41,953
Crisis Appeal Fund	31,724	54,391	(67,060)	-	19,055
Harvest for the Hungry	17,478	48,531	(39,590)	-	26,419
WinterHelp	13,776	18,845	(19,483)	-	13,138
Building projects (2), N. Macedonia	797	17,736	(18,533)	-	-
Gotesti Day Care Centre, Moldova	-	11,000	(5,500)	-	5,500
Roma Communities	2,586	15,900	(16,606)	-	1,880
Open Heaven, Romania	(6,677)	14,373	(8,296)	-	(600)
Moldova Ministry Support	-	11,500	(2,511)	-	8,989
<i>Total of restricted funds with income less than £10,000</i>	81,552	158,709	(168,877)	8,698	80,082
Total restricted funds	188,284	586,497	(453,075)	8,698	330,404

ISTL, Albania

This fund represents grant funding and donations made in support of the ongoing work of ISTL in Albania, including a significant building project to expand their capacity.

Building Project, Bulgaria

This fund is the result of a partner in Bulgaria needing a new building to accommodate their growing church congregation, with a donation in a previous year and one in the current year given in support.

CASA Grace

This fund represents grants and donations given in support of the CASA Grace Foundation, a community project in Romania.

Crisis Appeal Fund

An appeal is sometimes made when significant circumstances place our partners or their communities in need, often as a result of natural, political or economic disasters, with the war in Ukraine being the most prominent recent event. This fund arises from those appeals which enable grant funding to meet such emergency needs.

Harvest for the Hungry

An annual appeal is made by the charity to raise funds to feed the hungry in Europe, enabling partners to buy food parcels that are distributed to the needy in their community. This fund arises from that appeal.

WinterHelp

This fund arises from an annual appeal to help meet the specific needs of partners and their communities over wintertime, supplementing funds raised through our gift catalogue.

Building projects (2), N. Macedonia

This fund is the result of two building projects being developed in N. Macedonia, with grants given in support.

Gotesti Day Care Centre, Moldova

This fund arose from a successful grant application in support of a church day care centre being run by a partner in rural Moldova.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

20 Movement in funds (continued)

Roma Communities

This fund represents grants and donations given in support of our partners' work amongst the Roma population in various parts of eastern Europe.

Open Heaven, Romania

This fund represents grants and donations given to support the evangelical work of Open Heaven, a ministry based in the Constanta region of Romania. The fund was in deficit at the current and prior year reporting date due to the recognition of grants payable as a constructive obligation. The fund will be brought out of deficit by the receipt of income allowing these grant commitments to be kept.

Moldova Ministry Support

This fund has arisen as a result of two succesful grant applications to support outreach ministry in Moldova.

Prior year movements

	1 April 2021 £ (Restated)	Income and gains £	Expenditure and losses £ (Restated)	Transfers £	31 March 2022 £ (Restated)
Restricted funds					
Church planting & development	28,314	348,481	(316,476)	3,266	63,585
Compassion projects	108,150	277,591	(270,458)	1,312	116,595
Evangelism & other ministry support	9,852	10,717	(12,542)	77	8,104
	146,316	636,789	(599,476)	4,655	188,284
Unrestricted funds					
Designated funds:					
Tangible fixed assets	241,880	-	(1,734)	-	240,146
Charitable loans (carrying value)	-	-	-	5,580	5,580
Partner support	122,370	-	(49,994)	146,921	219,297
New ministries	77,703	-	-	-	77,703
Free reserves	178,050	288,876	(139,972)	(157,156)	169,798
	620,003	288,876	(191,700)	(4,655)	712,524
Total funds	766,319	925,665	(791,176)	-	900,808

Transfers:

Just under 10% of expenditure on raising funds for restricted projects has been met by a transfer of £4,655 from free reserves. This ensures the project recipients receive as much as possible of the amount donated and no more than 15 percent of any restricted donation goes towards support costs, as publicised.

Description and purpose of specified restricted funds in the prior year not already explained:

Church development, N. Macedonia

This fund arose as the result of a donation from a supporter church, given to enable strategic development of the evangelical church in N. Macedonia.

Specific N. Macedonia key workers

This fund is the result of the same donation as above, given for specific key workers in N. Macedonia. The fund was in deficit at the prior year reporting date due to the recognition of grants payable as a constructive obligation. It was brought out of deficit by the receipt of income allowing these grant commitments to have been kept.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

20 Movement in funds (continued)

Building project, Moldova

This fund is the result of a building project being developed in Moldova, with a grant given in support.

Building project, Romania

This fund is the result of a building project being developed in Romania, with a grant given in support.

Building project, Serbia

This fund is the result of a building project being developed in Serbia, with a grant given in support.

Emanuel Hospice

This fund represents grants and donations given in support of the Emanuel Hospice Foundation, which provides end of life care in Romania.

General N. Macedonia key workers

This fund represents grants and donations given in support of church planting efforts in N. Macedonia; to support the pastors carrying out that work.

Raising new leaders in East Europe

This fund is the result of grants given to help raise and support new leaders across various church and mission activities in East Europe.

Beginning of Life, Moldova

This fund represents grants and donations given in support of Beginning of Life, whose aim is to prevent sexual exploitation, abuse or trafficking and who provide education and support programmes in Moldova.

Prior year movements of specific restricted funds

	1 April 2021 £ (Restated)	Income and gains £	Expenditure and losses £ (Restated)	Transfers £	31 March 2022 £ (Restated)
Restricted funds with income greater than £10,000					
Crisis Appeal Fund	9,706	97,025	(75,007)	-	31,724
CASA Grace	40,716	64,662	(67,097)	-	38,281
Church development, N. Macedonia	-	46,000	(1,749)	-	44,251
Specific N. Macedonia key workers	120	45,062	(47,643)	-	(2,461)
Building projects (2), N. Macedonia	-	37,091	(36,294)	-	797
Harvest for the Hungry	23,165	34,007	(39,694)	-	17,478
ISTL, Albania	-	32,500	(32,500)	-	-
WinterHelp	10,702	19,575	(16,501)	-	13,776
Building project, Moldova	215	17,793	(13,645)	-	4,363
Building project, Romania	-	16,491	(16,491)	-	-
Building project, Serbia	-	15,718	(14,921)	-	797
Open Heaven, Romania	3,645	12,798	(23,120)	-	(6,677)
Emanuel Hospice	(111)	12,749	(12,638)	-	-
General N. Macedonia key workers	7,898	12,013	(11,623)	-	8,288
Raising new leaders in East Europe	-	10,661	(10,661)	-	-
Beginning of Life, Moldova	213	10,062	(9,133)	-	1,142
Total of restricted funds with income less than £10,000	50,047	152,582	(170,759)	4,655	36,525
Total restricted funds	146,316	636,789	(599,476)	4,655	188,284

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

21 Analysis of net assets between funds

Current year

	Tangible fixed assets £	Fixed asset investments £	Other net assets £	Total 2023 £
Restricted funds				
Church planting & development	-	-	185,832	185,832
Compassion projects	-	-	124,699	124,699
Evangelism & other ministry support	-	-	19,873	19,873
	-	-	330,404	330,404
Unrestricted funds				
Designated funds:				
Tangible fixed assets	238,411	-	-	238,411
Charitable loans (carrying value)	-	4,890	1,900	6,790
Charitable loans (available)	-	-	43,210	43,210
Partner support	-	-	150,836	150,836
New ministries	-	-	66,897	66,897
Free reserves	-	113,575	743	114,318
	238,411	118,465	263,586	620,462
Total funds	238,411	118,465	593,990	950,866

Prior year

	Tangible fixed assets £	Fixed asset investments £	Other net assets £ (Restated)	Total 2022 £ (Restated)
Restricted funds				
Church planting & development	-	-	63,585	63,585
Compassion projects	-	-	116,595	116,595
Evangelism & other ministry support	-	-	8,104	8,104
	-	-	188,284	188,284
Unrestricted funds				
Designated funds:				
Tangible fixed assets	240,146	-	-	240,146
Charitable loans (carrying value)	-	4,340	1,240	5,580
Partner support	-	-	219,297	219,297
New ministries	-	-	77,703	77,703
Free reserves	-	114,623	55,175	169,798
	240,146	118,963	353,415	712,524
Total funds	240,146	118,963	541,699	900,808

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

22 Reconciliation of the Statement of Financial Activities

	Statement of Financial Activities £	Debtors £	Creditors £	Cash flow £
A1 Income from donations and legacies	740,558			
Decrease in accrued income		18,712		759,270
A2 Income from charitable activities	3,233			3,233
B1 Costs of raising funds	(88,175)			
Investment management fees eliminated	557			
Decrease in prepayments		175		
Increase in accruals			605	
Increase in taxation and social security			27	
Decrease in other creditors			(228)	(87,039)
B2 Costs of charitable activities	(599,762)			
Decrease in grants payable			(9,985)	
Depreciation eliminated	1,735			
Decrease in prepayments		356		
Increase in accruals			1,826	
Increase in taxation and social security			54	
Decrease in other creditors			(464)	(606,240)
C1 Dividends and interest from investments	3,053			3,053
Balance sheet movements		19,243	(8,165)	

23 Analysis of changes in cash and cash equivalents

	2023 £	2022 £	Change £
Cash in hand	643,579	572,066	71,513
Total cash and cash equivalents	643,579	572,066	71,513

	2022 £	2021 £	Change £
Cash in hand	572,066	374,155	197,911
Total cash and cash equivalents	572,066	374,155	197,911

24 Company limited by guarantee

The charity is a company limited by guarantee having no share capital and, in accordance with the Articles of Association, every member is liable to contribute £1 towards the costs of dissolution and the liabilities incurred by the charity in the event of the company being wound up.

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

25 Prior year fund comparatives for the Statement of Financial Activities

	Unrestricted funds £ (Restated)	Restricted funds £ (Restated)	Total funds 2022 £ (Restated)
Income from:			
Donations and legacies	285,388	636,789	922,177
Charitable activities	189	-	189
Investments	1,841	-	1,841
Total income	287,418	636,789	924,207
Expenditure on:			
Raising funds	56,603	47,874	104,477
Charitable activities	135,097	551,602	686,699
Total expenditure	191,700	599,476	791,176
Net gains/(losses) on investments	1,458	-	1,458
Net income/(expenditure)	97,176	37,313	134,489
Transfers	(4,655)	4,655	-
Net movement in funds	92,521	41,968	134,489
Reconciliation of funds:			
Total funds brought forward (Restated)	620,003	146,316	766,319
Total funds carried forward	712,524	188,284	900,808

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

26 Prior year comparatives for notes to the financial statements

Income from donations and legacies for the year ended 31 March 2022

	Unrestricted funds	Restricted funds	Total funds 2022
	£	£	£
Donations from individuals	153,241	167,738	320,979
Donations from trustees and related parties	1,567	5,057	6,624
Donations from churches and organisations	32,089	201,682	233,771
Legacies	87,491	-	87,491
Grants receivable for:			
CASA Grace	-	55,500	55,500
ISTL, Albania	-	32,000	32,000
Building project, Moldova	-	17,642	17,642
Building project, N. Macedonia	-	22,100	22,100
Building project, Romania	-	16,491	16,491
Building project, Serbia	-	15,718	15,718
Crisis Appeal Fund	-	22,000	22,000
N. Macedonia key workers	-	11,500	11,500
Raising new leaders in East Europe	-	10,661	10,661
Beginning of Life, Moldova	-	8,500	8,500
Grants receivable for other activities	11,000	50,200	61,200
	<u>285,388</u>	<u>636,789</u>	<u>922,177</u>

Income from charitable activities for the year ended 31 March 2022

	Unrestricted funds	Restricted funds	Total funds 2022
	£	£	£
Other income from charitable activities	189	-	189
	<u>189</u>	<u>-</u>	<u>189</u>

Income from investments for the year ended 31 March 2022

	Unrestricted funds	Restricted funds	Total funds 2022
	£	£	£
Interest and dividends	1,841	-	1,841
	<u>1,841</u>	<u>-</u>	<u>1,841</u>

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

26 Prior year comparatives for notes to the financial statements (continued)

Expenditure on raising funds for the year ended 31 March 2022

	Unrestricted funds £	Restricted funds £	Total funds 2022 £
Fundraising materials (print & online):			
Design, publish, print & postage	5,431	4,917	10,348
Developing Mission - Raising the charity's profile	5,677	-	5,677
Staff costs	18,575	20,599	39,174
Investment management fees	486	-	486
Allocated support costs	26,434	22,358	48,792
	56,603	47,874	104,477

Expenditure on charitable activities for the year ended 31 March 2022

	Grants £ (Restated)	Other direct costs £	Support costs £	Total 2022 £ (Restated)
Church planting & development	347,662	19,008	31,986	398,656
Compassion projects	212,099	18,489	24,394	254,982
Evangelism & other ministry support	9,715	632	1,111	11,458
Developing Mission	-	19,459	2,144	21,603
	569,476	57,588	59,635	686,699

	Grants to institutions £ (Restated)	Grants to individuals £	Total 2022 £ (Restated)
Church planting & development	346,065	1,597	347,662
Compassion projects	212,099	-	212,099
Evangelism & other ministry support	9,715	-	9,715
	567,879	1,597	569,476

Support costs for the year ended 31 March 2022

	Raising funds £	Charitable activities £	Total 2022 £
Staff costs	36,749	44,915	81,664
Central operating costs	11,070	13,531	24,601
Governance costs	973	1,189	2,162
	48,792	59,635	108,427

EUROVANGELISM

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

27 Prior year restatement

There has been an £89,937 prior year adjustment to the brought forward funds due to a misstatement in grants payable in the prior year accounts. Development of the charity's operations over recent years has meant that a more formalised approach to making grant offers has sometimes included specific terms that give rise to a constructive obligation. The resulting liabilities were missed in the preparation of the prior year accounts, but this is corrected in the comparative figures in these accounts, highlighted by the use of '(Restated)' in various headings, where applicable.

The above restatement has the following effect on the comparative figures:

	As previously stated £	Adjustment £	Restated amounts £
Balance Sheet			
Total restricted funds as at 31 March 2022	(256,027)	67,743	(188,284)
Unrestricted free reserves as at 31 March 2022	(191,992)	22,194	(169,798)
Creditors: Amounts falling due within one year - Grants payable as at 31 March 2022	-	(36,237)	(36,237)
Creditors: Amounts falling due after more than one year - Grants payable as at 31 March 2022	-	(53,700)	(53,700)
Statement of Financial Activities			
Total restricted funds brought forward on 1 April 2021	154,766	(8,450)	146,316
Total unrestricted funds brought forward on 1 April 2021	631,253	(11,250)	620,003
Expenditure on charitable activities - Grants for the year ended 31 March 2022	(499,239)	(70,237)	(569,476)