

Registered number: 07759253
Charity number: 1144227

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2022



GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 5
Independent Auditors' Report	6 - 9
Statement of Financial Activities	10
Balance Sheet	11
Cash Flow Statement	12
Notes to the Financial Statements	13 - 23

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND
ADVISERS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Registered name Global Fellowship of Confessing Anglicans
(Operating name: "Gafcon")

Trustees Mr David Monro, Chair
Mrs Sarah Finch
Mr Olayinka Fisher
Revd Chris Green
Mr Emmanuel Kampouris
Most Revd Benjamin Kwashi
Preb Charles Marnham
Most Revd Laurent Mbanda
Dr Laurence Scandrett

Company registration no. 07759253

Charity registration no. 1144227

Registered office Unit 42-43, Kingspark Business Centre
152-178 Kingston Road
New Malden
Surrey
KT3 3ST

Operational address Unit 42-43, Kingspark Business Centre
152-178 Kingston Road
New Malden
Surrey
KT3 3ST

Company secretary Canon Daniel Willis

Independent auditors Griffin Stone Moscrop & Co
Chartered Accountants
21-27 Lamb's Conduit Street
London
WC1N 3GS

Solicitors Charles Russell Speechlys LLP
5 Fleet Place
London
EC4M 7RD

Bankers HSBC
12A North Street
Guildford
Surrey
GU1 4AF

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2022

The Trustees (who are also directors of the charity for the purposes of the Companies Act) present their annual report for the year ended 30 September 2022 under the Companies Act 2006 and the Charities Act 2011, together with the audited financial statements for that year. The financial statements comply with the requirements of the Companies Act 2006, the Charity's memorandum and articles of association and the relevant Statements of Recommended Practice (the Charities SORP) "Accounting and Reporting by Charities" applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014.

Since the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

Structure, Governance and Management

a. Governing Document and Constitution

The Charity is constituted as a charitable company limited by guarantee, incorporated on 1 September 2011 and registered as a charity under charity number 1144227.

The charitable company's governing documents are in the Articles of Association adopted on 2 June 2014. These revised Articles have strengthened the Governance of the Company by separating the functions of Directorship and Membership.

b. Organisational Structure and Decision Making

The management of the charitable company is the responsibility of the Trustees who are elected and/or co-opted under the terms of the Articles of Association.

The Trustees meet four times a year as a board. There is also an Annual General Meeting (AGM) involving the Guarantors, usually held in April. During the year, three of these meetings were conducted remotely on Zoom, and one physically in person.

During the reporting year the day to day management was delegated to the General Secretary, assisted by a secretariat led by the Operations Manager, who is also Company Secretary and Secretary to the Trustees and the Guarantors (the members of the company).

c. Method of Appointment of Trustees

Article 20 deals with the appointment and retirement of Trustees.

The Trustees may co-opt a person who is willing to act to be a Trustee either to fill a vacancy or as an additional Trustee provided that the appointment does not cause the number of Trustees to exceed any number fixed by or in accordance with the Articles as the maximum number of Trustees. A Trustee so appointed shall hold office until the next AGM.

No new Trustees were appointed during the year.

d. Meetings and Policies Adopted for the Induction and Training of Trustees

New Trustees are inducted through a briefing carried out by the Chair which aims to give a new Trustee an initial understanding of the Governance of the Charity, and its present position spiritually, operationally and financially, including an understanding of any significant risks.

The Chair carries out a periodic evaluation of board effectiveness and discusses the findings with the Trustee Board and the Guarantors with a view to ensuring the Board operates effectively and has the right overall balance of skill and competence.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

e. Risk Management

The Trustees have assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the charitable company, and are satisfied that systems and procedures are in place to mitigate the Charity's exposure to the major risks.

Objectives and Activities

a. Policies and Objectives

The charity's objects are specifically restricted to the advancement of the orthodox Anglican Christian faith for the benefit of the public in accordance with the tenets of orthodoxy set out in the Jerusalem Declaration declared on 29 June 2008 at the Global Anglican Future Conference and which is set out in the Schedule to the Articles.

In setting objectives and planning for activities for the year, the Trustees have considered the Charity Commission's general guidance on public benefit and its specific guidance on the advancement of religion.

Achievements and Performance

a. Going Concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Review of Activities

To fulfil the charitable objectives, the Charity carried out activities in the period focused around the 6 strategic goals identified in the Strategic Plan ratified by the Primates in April 2019. These are:

- To be praying people immersed in and informed by Scripture
- To be a well-connected, committed grass roots movement
- To be mission minded and outward looking
- To have robust accountable governance
- To have well taught/well equipped church leaders
- To become financially self-sustainable

1. In April 2021 the Primates Council approved the refinement of the Plan into a Strategic Focus, concentrating on the following areas:

- A decade of Discipleship, Evangelism and Missions
- Next Gen: identifying and training the next generation of Anglican leaders
- Youth: involving young men and women in all aspects of the church's ministry
- Women: to make full use of the energy, dexterity and resilience of women's ministries in the life of the church
- Mercy ministries: to develop a central approach within our Anglican structures to respond to the world's natural and man-made disasters
- Bishops' Training: to train our bishops to promote and implement true gospel ministry
- Primates: to enable our Primates to support and encourage each other

2. The global response to Covid-19 has resulted in increased use of online resources to build up and encourage faithful Anglicans worldwide. While these have decreased during the year, they include:

- An online prayer diary gathering requests from the global communion
- Websites in Portuguese and Spanish
- A "Moment & Prayer" initiative to give a regular bitesize news item and prayer that can be shared with local churches;

3. With the world opening up post-Covid, the Primates Council met in person in Kigali, Rwanda, in September

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

2022.

4. Preparations began during the year for the fourth 5-yearly conference, GAFCON IV, in Kigali. As these accounts are signed the Conference is about to start, with 1,270 delegates from 53 countries.
5. Gafcon continues to provide support for faithful Anglicans and orthodox Anglican structures around the world. It has continued to support the Anglican Network in Europe and its two convocations. Furthermore support was given to the establishment of the Diocese of the Southern Cross in Australia as an authentically Anglican diocese.
6. During the year, partly due to a lack of events with a specific fundraising requirement and partly due to global economic uncertainties arising from the Covid-19 restrictions, the financial and individual support base has shrunk from 507 to 422 donors. The number of subscribers to Gafcon increased by 6% during the year, but gift income fell by 30%.

c. Factors Relevant to Achieve Objectives

1. Our success continues to be the movement's unity in Christ, i.e. all working for the same Lord, having been saved by the same Gospel, all trusting in the same Scriptures and all motivated by the same cause: to exalt Christ in word and deed.
2. The ability to give sustained attention to our purpose using our own paid internal resources, the volunteer resources available in the whole fellowship and by engaging with other Christian partners who share our values.

Financial Review

a. Principal Risks and Uncertainties

Principal risks and uncertainties arise from the vulnerability of the current financial model to an external shock and the low awareness among Anglicans globally of the Gafcon movement and its mission. These have all been magnified by the global economic issues following the Covid-19 pandemic and now the war in Ukraine. As a global organisation, worsening economic conditions affect the voluntary income.

With the movement of Anglican provinces away from orthodox Christian belief, there is an increase in those seeking support from Gafcon. The fourth global conference being held in Kigali in April 2023 will bring renewed energy to the Strategic Focus and an increased number of those seeking affiliation.

b. Reserves Policy

The Trustees aim to maintain reserves at a level which will be the higher of: (a) the level required to meet our obligations to staff, volunteers and stakeholders in the event of an unplanned closure, estimated at 4 months core expenditure, approx. £200,000; (b) the level required to be able to pay the up-front costs of the five-yearly conference. These were estimated to be 30% of the venue and accommodation costs, estimated at approx £400,000. As at 30 September 2022 the Charity had free reserves – unrestricted reserves less fixed assets - of £312,454 (2021: £275,238). The Trustees note that the reserves are below the required level and will continue to monitor the position and seek to bridge the gap.

The Charity's costs have been funded in the current year by generous donations from Provinces, dioceses, churches and individuals and by specific grants made by other Christian charities.

Plans for the Future

Much of Gafcon's future direction will be determined at the GAFCON IV conference in Kigali. Support will continue for orthodox Anglicans globally.

Trustees' Responsibilities Statement

The Trustees (who are also directors of Global Fellowship of Confessing Anglicans for the purposes of company

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 incoming resources and application of resources, including 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 (FRS 102);
- make judgments and 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;
- 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 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.

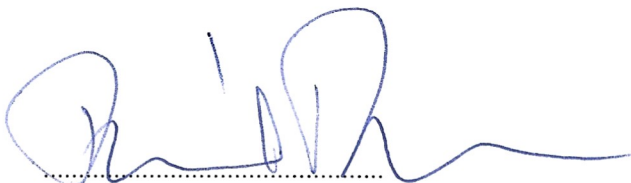
Disclosure of Information to Auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any information needed by the charitable company's auditors in connection with preparing their report and to establish that the charitable company's auditors are aware of that information.

In preparing this report, the Trustees have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Trustees on 17 April 2023 and signed on their behalf by:



Mr David Monro, Chair

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS

Opinion

We have audited the financial statements of Global Fellowship of Confessing Anglicans (the 'charitable company') for the year ended 30 September 2022 which comprise the Statement of Financial Activities, Balance Sheet and Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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 Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2022, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (including the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiries with management and those charged with governance;
- Carrying out substantive checking to supporting documents on a sample basis of individual transactions within income and expenditure to give comfort that on a sample basis the SOFA does not contain any irregular items;

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS

- Carrying out walk-through testing to verify that the charity's accounting systems and controls are being implemented as designed;
- Verifying the existence on a sample basis of individual employees on the payroll;
- Verifying that material balances within the balance sheet are supported by third party evidence to confirm the existence and valuation of these balances at the balance sheet date.
- Reviewing minutes of trustees' meetings.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS

(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Richard Hill FCA (Senior statutory auditor)

for and on behalf of

Griffin Stone Moscrop & Co

Chartered Accountants

Statutory Auditors

21-27 Lamb's Conduit Street

London

WC1N 3GS

Date: 5 May 2023

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(incorporating an income and expenditure account)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	2	234,787	35,982	270,769	388,447
Charitable activities - conference fees		-	-	-	586
Other income		21	-	21	28
Total income and endowments		234,808	35,982	270,790	389,061
Expended on:					
Raising funds	5	49,802	2,843	52,645	67,202
Charitable activities	6	148,537	29,665	178,202	295,709
Total expenditure	4	198,339	32,508	230,847	362,911
Movement in total funds for the year - Net income for the year		36,469	3,474	39,943	26,150
Total funds at 1 October 2021		276,206	12,066	288,272	262,122
Total funds at 30 September 2022		312,675	15,540	328,215	288,272

The notes on pages 13 to 23 form part of these financial statements.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

BALANCE SHEET
AS AT 30 SEPTEMBER 2022

	Note	£	2022 £	£	2021 £
Fixed assets					
Tangible assets	10		221		968
Current assets					
Debtors	11	942,722		56,261	
Cash at bank		220,304		260,686	
		<u>1,163,026</u>		<u>316,947</u>	
Creditors: amounts falling due within one year	12	<u>(835,032)</u>		<u>(29,643)</u>	
Net current assets			<u>327,994</u>		<u>287,304</u>
Net assets			<u>328,215</u>		<u>288,272</u>
Charitable funds					
Restricted funds	13		15,540		12,066
Unrestricted funds	13		312,675		276,206
Total funds			<u>328,215</u>		<u>288,272</u>

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the Trustees on 17 April 2023 and signed on their behalf by:


.....
David Monro, Chair

The notes on pages 13 to 23 form part of these financial statements.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Cash Flows from Operating Activities:					
<i>Net cash provided by/(used in) operating activities</i>	15	<u>(43,856)</u>	<u>3,474</u>	<u>(40,382)</u>	<u>10,325</u>
Cash flows from investing activities					
Proceeds from the sale of fixed assets		-	-	-	385
Purchase of fixed assets		-	-	-	(385)
Net cash used in investing activities		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in cash and cash equivalents in the year		<u>(43,856)</u>	<u>3,474</u>	<u>(40,382)</u>	<u>10,325</u>
Cash and cash equivalents at 1 October 2021		<u>248,949</u>	<u>11,737</u>	<u>260,686</u>	<u>250,361</u>
Cash and cash equivalents at 30 September 2022	16	<u>205,093</u>	<u>15,211</u>	<u>220,304</u>	<u>260,686</u>

The notes on pages 13 to 23 form part of these financial statements.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the charitable company, and are rounded to the nearest £1.

The preparation of financial statements in compliance with the Charities SORP (FRS102) requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the charity's accounting policies.

Global Fellowship of Confessing Anglicans constitutes a public benefit entity as defined by the Charities SORP.

1.2 Company status

The charitable company is a company limited by guarantee. There can be no less than three and no more than six members. The membership of the company is available to all applicants which are approved by the Primates Council of the Global Anglican Future Conference. There are 5 members at present. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

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 charitable company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.4 Income

All incoming resources are included in the Statement of Financial Activities when the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income is recognised in the SOFA when it is received unless there is a clear basis for deferral. Income tax recoverable under gift aid on donations received is recognised as income in the same period as the underlying income to which it relates.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. Accounting policies (continued)

1.5 Expenditure

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company and include overhead expenditure. These have been allocated as follows:

	2022	2021
Generating funds	30%	30%
Charitable activities	70%	70%

Governance costs are included within support costs.

All resources expended are inclusive of irrecoverable VAT.

1.6 Going Concern

There are no material uncertainties concerning the charitable company's ability to continue as a going concern.

1.7 Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Computer & electronic equipment	-	3 years straight line basis
Fixtures & fittings	-	5 years straight line basis

1.8 Debtors

Debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid net of any discounts due.

1.9 Cash at bank

Cash at bank 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.

1.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

1. Accounting policies (continued)

1.11 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling on the day the transaction took place.

Exchange gains and losses, if any, are recognised in the Statement of financial activities.

1.12 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 Pensions

The charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charity to the fund in respect of the year.

1.14 Operating leases

Rentals under operating leases are charged to the statement of financial activities on a straight line basis over the lease term.

2. Voluntary income

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Donations from provinces, branches & churches	74,224	2,150	76,374	109,988	35,695	145,683
Grants	30,642	17,423	48,065	44,053	33,847	77,900
Donations from individuals	129,921	16,409	146,330	143,573	21,291	164,864
Voluntary income	234,787	35,982	270,769	297,614	90,833	388,447

3. Expenditure analysis

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Raising funds	49,802	2,843	52,645	57,909	9,293	67,202
Charitable activities	148,537	29,665	178,202	216,384	79,325	295,709
	198,339	32,508	230,847	274,293	88,618	362,911

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

4. Analysis of resources expended by expenditure type

	Staff costs 2022 £	Depre- ciation 2022 £	Other costs 2022 £	Total 2022 £	Total 2021 £
Raising funds	30,233	-	22,412	52,645	67,202
Charitable Activities	112,612	571	65,019	178,202	295,709
	<u>142,845</u>	<u>571</u>	<u>87,431</u>	<u>230,847</u>	<u>362,911</u>

5. Costs of generating voluntary income

(a) Analysis of Resources Expended

	Direct costs 2022 £	Support costs 2022 £	Total 2022 £	Total 2021 £
Fundraising costs	24,500	28,145	52,645	67,202

(b) Direct costs of generating voluntary income

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Office costs	2	-	2	258
IT costs	285	-	285	-
Publicity costs	-	-	-	148
Consultancy costs	21,540	-	21,540	22,142
Bank & other charges	2,608	65	2,673	3,213
Total	<u>24,435</u>	<u>65</u>	<u>24,500</u>	<u>25,761</u>

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

6. Analysis of resources expended by activities

(a) Analysis of Resources Expended

	Direct costs	Support costs	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Charitable activities including conferences	112,531	65,671	178,202	295,709
	112,531	65,671	178,202	295,709

(b) Direct Charitable costs

	Unrestricted funds	Restricted funds	Total funds	Total funds
	2022	2022	2022	2021
	£	£	£	£
Staff costs	35,327	6,741	42,068	109,178
Recruitment, training	-	-	-	11,250
Travel & Subsistence	271	1,423	1,694	6,831
Overnight Accommodation	-	-	-	2,546
Venue costs	-	-	-	6,629
Grants	-	14,701	14,701	-
Publicity costs	6,247	-	6,247	7,769
Office costs	4,748	-	4,748	9,424
IT costs	813	87	900	1,005
Consultancy costs	40,952	223	41,175	42,455
Bank & other charges	418	9	427	989
Depreciation	571	-	571	938
	89,347	23,184	112,531	199,014

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

7. Support costs

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Staff costs	91,518	9,259	100,777	112,844
Travel & Subsistence	2,077	-	2,077	-
Publicity costs	-	-	-	261
Office costs	12,287	-	12,287	10,156
IT costs	1,995	-	1,995	2,598
Legal & professional costs	478	-	478	636
Bank & other charges	218	-	218	170
Depreciation	176	-	176	25
Exchange losses/(gains)	(29,685)	-	(29,685)	4,965
Governance items				
Trustees Meeting expenses	48	-	48	-
Guarantors Meeting – Overnight accommodation	-	-	-	1,428
Office costs	5	-	5	-
Audit fee	5,440	-	5,440	5,040
Other Legal & Professional fees	-	-	-	13
	84,557	9,259	93,816	138,136
Allocation:				
Cost of Generating funds	25,367	2,778	28,145	41,441
Charitable Activities	59,190	6,481	65,671	96,695
	84,557	9,259	93,816	138,136

8. Net income/(expenditure)

This is stated after charging:

	2022 £	2021 £
Depreciation of tangible fixed assets:		
- owned by the charity	747	963
Auditors' remuneration – audit fees	5,440	5,040
Auditors' remuneration – non-audit fees	478	636

During the year, no Trustees received any remuneration (2021 - £NIL).

During the year, no Trustees received any benefits in kind (2021 - £NIL).

No Trustee received reimbursement of expenses during the current year (2021 - £NIL).

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

9. Staff costs

Staff costs were as follows:

	2022	2021
	£	£
Wages and salaries	124,434	192,743
Social security costs	689	7,152
Pensions	17,722	22,127
	<u>142,845</u>	<u>222,022</u>

The average monthly number of employees during the year was as follows:

2022	2021
No.	No.
<u>4</u>	<u>6</u>

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

Remuneration of £58,650 in total was paid to key management personnel during the year (2021 - £57,500).

Included in creditors at the year end is an amount of £608 (2021 - £704) of outstanding pension contributions due.

10. Tangible fixed assets

	Fixtures, Fittings & Equipment	Computer Equipment	Total
Cost	£	£	£
At beginning of year	882	7,898	8,780
Additions	-	-	-
Disposals	-	-	-
At end of year	<u>882</u>	<u>7,898</u>	<u>8,780</u>
Depreciation			
At beginning of year	554	7,258	7,812
Depreciation	176	571	747
Disposals			
At end of year	<u>730</u>	<u>7,829</u>	<u>8,559</u>
Net book value at year end	<u>152</u>	<u>69</u>	<u>221</u>
Net book value at beginning of year	<u>328</u>	<u>640</u>	<u>968</u>

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

11. Debtors

	2022 £	2021 £
Other debtors	611	2,554
Prepayments and accrued income	942,111	53,707
	<u>942,722</u>	<u>56,261</u>

12. Creditors: Amounts falling due within one year

	2022 £	2021 £
Creditors	735,624	13,424
Accruals and deferred income	97,317	14,169
Other Taxation and Social Security costs	2,091	2,050
	<u>835,032</u>	<u>29,643</u>

Accruals and deferred income includes £92,105 of fees for our GAFCON IV conference in Kigali, Rwanda on April 2023, a small element of these being fees originally paid for the Kigali2020 Bishops Conference which was postponed and then cancelled due to Covid-19 (2021 - £8,451).

13. Statement of funds

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers of Funds	Carried Forward £
Restricted funds					
Bishops Training Institute Fund	(764)	1,404	-	-	640
Bishop Lines Fund	-	14,330	(14,330)	-	-
Video Production Fund	6,998	-	-	-	6,998
Suffering Church Network Fund	3,651	263	-	-	3,914
Sustainable Development Network Fund	-	240	(224)	-	16
Lawyers Task Force	143	-	-	-	143
Prayer Network	87	-	(87)	-	-
Women in Ministry Network	389	100	-	-	489
Global Mission Partnerships Network	-	400	(400)	-	-
Conference Organiser Fund	-	17,423	(17,423)	-	-
Kigali Bursary Fund	1,558	-	-	(1,202)	356
GAFCON IV Bursary Fund	-	1,822	(44)	1,202	2,980
Other Funds	4	-	-	-	4
	<u>12,066</u>	<u>35,982</u>	<u>(32,508)</u>	<u>-</u>	<u>15,540</u>
Unrestricted funds					
General	276,206	234,808	(198,339)	-	312,675
Total of funds	<u>288,272</u>	<u>270,790</u>	<u>(230,847)</u>	<u>-</u>	<u>328,215</u>

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Supporting information in respect of each restricted fund is given as follows:

Bishops' Training Institute (BTI) Training Fund: to pay for Bishops' Training conferences. This fund is negative in anticipation of funds to be received retrospectively.

Bishop Lines Fund: to fund the office and expenses of the newly appointed Missionary Bishop to Europe, and his work in the UK and Europe.

Video Production Fund: to produce a video of the church in the Anglican Province of the Congo: illness (Ebola and Covid-19) and violence have prevented this to date.

The **Sustainable Development Network**, the **Suffering Church Network**, the **Lawyers Task Force**, the **Prayer Network**, the **Women in Ministry Network** and the **Global Mission Partnerships Network** funds are to fund the work of those individual Networks.

Conference Organiser Fund: A grant was obtained to pay for the costs of the Conference Organiser post.

Kigali Bursary Fund This fund was to provide bursaries for delegates from poorer countries to enable them to attend our 2020 Bishops conference in Kigali, which never happened due to Covid-19. Some donors agreed to have these funds transferred to the GAFCON IV Bursary Fund

GAFCON IV Bursary Fund: to provide bursaries for delegates from poorer countries to enable them to attend our GAFCON IV conference in Kigali in April 2023.

Summary of funds

	Brought Forward £	Incoming Resources £	Resources Expended £	Carried Forward £
Year ended 30 September 2022:				
General funds	276,206	234,808	(198,339)	312,675
Restricted funds	12,066	35,982	(32,508)	15,540
	288,272	270,790	(230,847)	328,215

Comparative Figures:

Year ended 30 September 2021:

Restricted Funds

Bishops Training Institute Fund	(2,147)	1,383	-	(764)
Bishop Lines Fund	-	52,938	(52,938)	-
Video Production Fund	6,998	-	-	6,998
Suffering Church Network Fund	1,945	1,706	-	3,651
Sustainable Development Network Fund	-	220	(220)	-
Theological Education Network Fund	-	3,035	(3,035)	-
Lawyers Task Force	-	143	-	143
Prayer Network	-	87	-	87
Women in Ministry Network	-	389	-	389
General Secretary Travel Fund	1,612	-	(1,612)	-
Conference Organiser Fund	-	30,813	(30,813)	-
Kigali Bursary Fund	1,439	119	-	1,558
Other Funds	4	-	-	4
	9,851	90,833	(88,618)	12,066

Unrestricted funds

General	252,271	298,228	(274,293)	276,206
Total of funds	262,122	389,061	(362,911)	288,272

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

14. Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Tangible fixed assets	69	152	221	968
Current assets	1,147,638	15,388	1,163,026	316,947
Creditors due within one year	(835,032)	-	(835,032)	(29,643)
	<u>312,675</u>	<u>15,540</u>	<u>328,215</u>	<u>288,272</u>

15. Reconciliation of net income to net cash flow from operating activities

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total Funds 2021 £
Net income for the year (as per the Statement of Financial Activities)	36,469	3,474	39,943	26,150
Depreciation	747	-	747	963
Changes in Debtors	(886,461)	-	(886,461)	18,511
Changes in Creditors	805,389	-	805,389	(35,299)
	<u>(43,856)</u>	<u>3,474</u>	<u>(40,382)</u>	<u>10,325</u>

16. Analysis of Cash and Cash Equivalents

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total Funds 2021 £
Cash at bank and in hand	<u>205,093</u>	<u>15,211</u>	<u>220,304</u>	<u>260,686</u>

17. Related party transactions

Related parties include the charity trustees, close relatives and key management personnel, and bodies of which they are directors. Donations received during the year from Trustees and key management personnel amounted to £29,403 (2021 - £16,088). They also paid a total of £3,283 fees for the GAFCON IV conference (2021 - £Nil).

Payments of £2,210 (2021 - £7,357) were made to the Anglican Diocese of Jos in respect of travel and communications expenses relating to Most Revd Benjamin Kwashi, a Trustee and Archbishop of Jos, incurred on the charity's business.

GLOBAL FELLOWSHIP OF CONFESSING ANGLICANS
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

17. Related party transactions (continued)

Consultancy payments of £10,014 on an arm's length basis were made during the year to the non-dependent daughter of one of the Trustees (2021 - £Nil).

18. Operating licence commitments (office space)

At 30 September 2022 the total charity's future minimum lease payments under non-cancellable operating leases within one year was £1,882 (2021 - £1,784).

Total licence payments recognised as an expense in the SOFA were £10,802 (2021 - £9,418).