

Company registration number: 07559179

Charity registration number: 1144658

Xtend Global

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2022

HODSON & CO
Wiston House
1 Wiston Avenue
Worthing
West Sussex
BN14 7QL

Xtend Global

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Reference and Administrative Details

Trustees	M G Billage
	C Keung
	H Wolmarans
	P D Sharp
	J E Rowlands
	W A Jones
Secretary	N R Leduc
Charity Registration Number	1144658
Company Registration Number	07559179
Registered Office	The charity is incorporated in England and Wales.
	51-63 St Dunstons Road
	Worthing
	West Sussex
Auditor	BN13 1AA
	HODSON & CO
	Wiston House
	1 Wiston Avenue
	Worthing
	West Sussex
	BN14 7QL

Xtend Global

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 2022.

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:

J G Black (resigned 31 May 2022)
M G Billage
C Keung
H Wolmarans
P D Sharp
J E Rowlands
W A Jones

Secretary: N R Leduc

Structure, governance and management

Nature of governing document

The company's activities are regulated by the Articles of Association, adopted at incorporation on 10 March 2011 and modified in April 2015 and April 2018. The objects of the company are:

- a) To advance the Christian faith among those with the least opportunity to be supported locally by the Christian community, particularly through use of electronic media and other remote or peripatetic means, in accordance with the Statement of Faith from time to time adopted by Pioneers International.
- b) To advance Christian education and training of those with the least opportunity to receive such education and training through a local Christian community.
- c) To relieve need hardship sickness or poverty among those peoples with the least opportunity to be supported by a local Christian community.
- d) To promote the efficiency and effectiveness of charities and their workers by the provision of secure information technology services to such charities.

Recruitment and appointment of trustees

The above named have served throughout the period, except where otherwise stated. The directors of the company are also the trustees for the charitable activities of Xtend Global.

Induction and training of trustees

New Directors (Trustees) may be appointed during the year by the Board of Trustees. Each Trustee/Director is appointed for a period of four years and may be reappointed for a further four-year term, after which time he/she is required to stand down for at least one year before reappointment. In exceptional circumstances, the board may re-elect a trustee for more than two terms. The Directors (Trustees) are the only members of the charitable company. Induction and training of Directors is undertaken by the distribution and explanation of the company's foundational documents (Articles of Association) and Charity Commission and Companies House guidance (e.g. CC3 - The Essential Trustee: What you need to know).

Xtend Global

Trustees' Report

Arrangements for setting key management personnel remuneration

In 2022, the Board of Directors (Trustees) together with the Executive Director of Xtend Global comprised the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. No trustees are paid and details of trustees' expenses are shown in note 11 to the accounts.

In line with the policy of Pioneers International, senior staff, as with most of the staff within Xtend Global, are expected to raise the total cost of their employment through individual fundraising efforts in partnership with another charity within the Pioneers International movement.

Organisational structure

Xtend Global operates as part of the worldwide mission movement known as Pioneers International, relating as one part of its Middle East region. The Pioneers Regional leader for the Middle East region is a member of the Board of Xtend Global.

With input from the Board of Directors (Trustees), the Regional Leader appoints and appraises the Executive Director of Xtend Global. The Executive Director of Xtend Global oversees the administration of the company as a whole. The Executive Director of Xtend Global appoints and appraises his own team of operational directors, in consultation with the Board.

Objectives and activities

Objects and aims

The registered objects of the company are stated above under Governing Instrument. The main activities of the company have been to communicate the Christian faith through media and the training of church leaders.

Public benefit

Advancing the Christian Faith:

To advance the Christian faith throughout the Arab world, the charity has continued to work cooperatively with Pioneers International (globally) and with the Church across the Middle East and North Africa region. The Church across the Arab world has been encouraged in its witness and service of the wider community, sustained and supported despite facing mistrust, intolerance, and persecution in many contexts. Believers in rural areas or closed homes have been sustained in their faith through online discipleship and where possible, linked with other believers for encouragement. Though many are isolated or facing other challenges, the Body is heartened with boldness to serve and wisdom to witness.

Utilising the internet, Media communications have expressed a positive understanding of the Christian faith and respect for other beliefs in a setting where misconceptions and suspicions overwhelm.

Increased spending on advertising has been successful in leading to more online engagement with "qualified" contacts. Adding new innovative means of outreach (e.g. poetry events) has proven effective.

The Media to Movements team continues to train and equip a growing number of field teams in multiple locations around the world in both pre and post launch of their own social media initiatives to communicate the Gospel.

Xtend Global

Trustees' Report

Advancing Christian education and training:

The charity has developed and promoted the use of a phone and web app which has been well received by students being trained. The creation and distribution of animations of testimonies of former and current students has also been well received and these recordings are being dubbed into multiple languages.

Expanding Learning Opportunities for Oral Communicators:

Additionally, the expanded reach of our orality materials and trainings have increased access to Christian teaching and training, including written sources, and also helped empower oral communicators through successful learning experiences.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The trustees have had regard to the Charity Commission's guidance, including that on "Charities Working Internationally", the general public benefit guidance "Charities and Public Benefit", and the supplementary guidance contained in "The Advancement of Religion for the Public Benefit".

Achievements and performance

In 2022, Arab World Media's online and social ministry sustained its reach and effectiveness in most areas. Our various social media platforms remain engaging, with ads garnering over 3.2 million clicks. A digital version of the Bible was downloaded 11,302 times and 308 individuals professed Christ as Saviour.

Media to Movements continues to develop new partnerships with indigenous led networks of like-minded people who are using media for Church planting. In 2022, the team coached 65 teams throughout the world.

At the end of 2022, the combined number of individuals being trained by PALM was in excess of 1,000, although precise figures are not available, given the autonomous nature of the groups with 115 groups meeting.

Financial review

The company received a total income of £1,800,398 (2021: £1,459,787) with a total expenditure of £1,895,069 (2021: £1,225,147). This resulted in a net deficit of £94,671 (2021: surplus £234,640) for the year.

Total Restricted Funds decreased from an opening position of £264,552 (2021: £2,024,024) to a year-end position of £151,707 (2021: £264,552). In 2021 the proceeds from the sale of a property in France were recharacterised from restricted to designated which explains these movements.

At 31 December 2022 total reserves were £3,164,750 (2021: £3,369,485) of which £2,035,744 (2021: £2,225,802) were designated to reflect the charity's designated fixed assets less accompanying loans (if any).

Expenditure has been allocated to the appropriate heading by reference to internal guidelines of the company and on a reasonable and consistent basis.

Policy on reserves

The trustees have established a prudent Reserves policy, focused on liquidity to ensure the steady continuity and development of operations. They set a target for free reserves (unrestricted cash) of between three and six months running costs. The free reserves at the year end were £977,299 (2021: £879,131) which equates to approximately 8 months of running costs.

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Trustees' Report

Plans for future periods

Aims and key objectives for future periods

In 2023, we will continue to create additional digital strategies for deeper engagement with seekers across the Arab World while also equipping new believers to help them grow in their faith. We will continue to innovate through testing the use of different social media means. We will launch specific initiatives to broaden our impact including focusing more on how to engage women who currently represent a smaller proportion of our contacts.

The Media to Movements team will continue to provide coaching to new initiatives as well as support to those which have already launched their media outreach campaigns. We will strengthen the global coalition by sponsoring regional training and networking events.

We intend to continue to expand PALM's reach to other geographical areas while continuing our commitment to the Arab World. We plan to hold more training schools, in-person and virtually as well as make progress on several translation projects of orality and training materials at various levels in several new languages.

Going concern

The charity has reviewed its financial performance and general reserves position. The charity has adequate financial resources and is able to manage its business risks. The charity's planning process has taken into consideration the current economic climate and its potential impact on the various sources of income and planned expenditure.

Taking into account all factors the charity has reasonable expectation that it has adequate resources to continue in operational existence for the foreseeable future and believe that there are no material uncertainties that call into the charity's ability to continue in operation.

Financial instruments

Objectives and policies

The trustees have considered the major risks to which the charitable company is exposed and systems or procedures have been established to manage those risks.

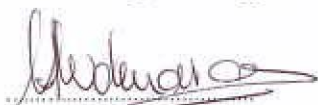
Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 13/6/23 and signed on its behalf by:



H Wollmarans
Trustee

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Statement of Trustees' Responsibilities

The trustees (who are also the directors of Xtend Global for the purposes of company 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 proper accounting records that can 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. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 13/6/23 and signed on its behalf by:


H Wolmarans
Trustee

Xtend Global

Independent Auditor's Report to the Members of Xtend Global

Opinion

We have audited the financial statements of Xtend Global (the 'charity') for the year ended 31 December 2022, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

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Independent Auditor's Report to the Members of Xtend Global

Opinion on other matter 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 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 6), the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Auditor 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 to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

- Obtaining an understanding of the legal and regulatory frameworks that the entity operates in, focusing on those laws and regulations that had a direct effect on the financial statements;
- Enquiry of management to identify any instances of known or suspected instances of fraud;
- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Enquiry of management about any instances of non-compliance with laws and regulations;

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Independent Auditor's Report to the Members of Xtend Global

- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias;
- Reviewing minutes of meetings of those charged with governance; and
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect noncompliance with all laws and regulations. If a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's trustees, 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 charity's 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 and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Matthew Hodson (Senior Statutory Auditor)
For and on behalf of HODSON & CO, Statutory Auditor

Wiston House
1 Wiston Avenue
Worthing
West Sussex
BN14 7QL

Date: 13/06/23

Xtend Global

Statement of Financial Activities for the Year Ended 31 December 2022
(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	3	1,326,295	416,808	1,743,103
Other trading activities	4	11,324	413	11,737
Investment income	5	460	-	460
Other income	6	45,098	-	45,098
Total income		<u>1,383,177</u>	<u>417,221</u>	<u>1,800,398</u>
Expenditure on:				
Raising funds	7	(85,682)	-	(85,682)
Charitable activities	8	<u>(1,223,793)</u>	<u>(585,594)</u>	<u>(1,809,387)</u>
Total expenditure		<u>(1,309,475)</u>	<u>(585,594)</u>	<u>(1,895,069)</u>
Net income/(expenditure)		73,702	(168,373)	(94,671)
Transfers between funds		(55,857)	55,857	-
Other recognised gains and losses				
Other gains/losses		<u>(109,735)</u>	<u>(329)</u>	<u>(110,064)</u>
Net movement in funds		(91,890)	(112,845)	(204,735)
Reconciliation of funds				
Total funds brought forward		<u>3,104,933</u>	<u>264,552</u>	<u>3,369,485</u>
Total funds carried forward	20	<u>3,013,043</u>	<u>151,707</u>	<u>3,164,750</u>

The notes on pages 14 to 29 form an integral part of these financial statements.

Xtend Global

Statement of Financial Activities for the Year Ended 31 December 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	3	1,044,631	184,774	1,229,405
Other trading activities	4	12,801	346	13,147
Investment income	5	185,930	-	185,930
Other income	6	31,305	-	31,305
Total income		<u>1,274,667</u>	<u>185,120</u>	<u>1,459,787</u>
Expenditure on:				
Raising funds	7	(54,316)	-	(54,316)
Charitable activities	8	<u>(947,154)</u>	<u>(223,677)</u>	<u>(1,170,831)</u>
Total expenditure		<u>(1,001,470)</u>	<u>(223,677)</u>	<u>(1,225,147)</u>
Net income/(expenditure)		273,197	(38,557)	234,640
Transfers between funds		1,720,887	(1,720,887)	-
Other recognised gains and losses				
Other gains/losses		<u>(12,670)</u>	<u>(28)</u>	<u>(12,698)</u>
Net movement in funds		1,981,414	(1,759,472)	221,942
Reconciliation of funds				
Total funds brought forward		<u>1,123,519</u>	<u>2,024,024</u>	<u>3,147,543</u>
Total funds carried forward	20	<u>3,104,933</u>	<u>264,552</u>	<u>3,369,485</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2021 is shown in note 20.

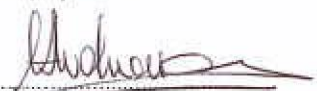
The notes on pages 14 to 29 form an integral part of these financial statements.

Xtend Global

(Registration number: 07559179)
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	15	712,617	797,691
Investments	16	<u>1,155,215</u>	<u>1</u>
		<u>1,867,832</u>	<u>797,692</u>
Current assets			
Debtors	17	63,172	66,353
Cash at bank and in hand	18	<u>1,311,184</u>	<u>2,566,294</u>
		1,374,356	2,632,647
Creditors: Amounts falling due within one year	19	<u>(77,438)</u>	<u>(60,854)</u>
Net current assets		<u>1,296,918</u>	<u>2,571,793</u>
Net assets		<u>3,164,750</u>	<u>3,369,485</u>
Funds of the charity:			
Restricted income funds			
Restricted funds	20	151,707	264,552
Unrestricted income funds			
Designated Funds		2,035,744	2,225,802
General Funds		<u>977,299</u>	<u>879,131</u>
Total unrestricted funds		<u>3,013,043</u>	<u>3,104,933</u>
Total funds	20	<u>3,164,750</u>	<u>3,369,485</u>

The financial statements on pages 10 to 29 were approved by the trustees, and authorised for issue on 13/6/23, and signed on their behalf by:


H Wolmarans
Trustee

The notes on pages 14 to 29 form an integral part of these financial statements.

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Statement of Cash Flows for the Year Ended 31 December 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash (expenditure)/income		(204,735)	221,942
Adjustments to cash flows from non-cash items			
Depreciation	10	85,074	86,031
Investment income	5	(460)	(185,930)
		(120,121)	122,043
Working capital adjustments			
Decrease/(increase) in debtors	17	3,181	(17,770)
Increase/(decrease) in creditors	19	16,584	(19,352)
Net cash flows from operating activities		(100,356)	84,921
Cash flows from investing activities			
Interest receivable and similar income	5	460	185,930
Purchase of investments	16	(1,155,214)	-
Net cash flows from investing activities		(1,154,754)	185,930
Cash flows from financing activities			
Repayment of loans and borrowings		-	(258,892)
Net (decrease)/increase in cash and cash equivalents		(1,255,110)	11,959
Cash and cash equivalents at 1 January		2,566,294	2,554,335
Cash and cash equivalents at 31 December		1,311,184	2,566,294

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 14 to 29 form an integral part of these financial statements.

Xtend Global

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:
51-63 St Dunstons Road
Worthing
West Sussex
BN13 1AA

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Xtend Global meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Basis of preparation

The financial statements are presented in sterling (£).

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity. The trustees have a reasonable expectation that the charity will continue in operational existence for the foreseeable future. Accordingly, the accounts have been prepared on the basis that the charity is a going concern.

Judgements

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

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

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Notes to the Financial Statements for the Year Ended 31 December 2022

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

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Notes to the Financial Statements for the Year Ended 31 December 2022

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £5,000 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Asset class	Depreciation method and rate
Freehold Property	2% Straight line
Computer Equipment	33.33% Straight line
Equipment	20% Straight line
Furniture and Renovations	10% Straight line

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

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Notes to the Financial Statements for the Year Ended 31 December 2022

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

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 the carrying value plus accrued interest less repayments. The financing charge to expenditure is at a constant rate calculated using the effective interest method.

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Notes to the Financial Statements for the Year Ended 31 December 2022

3 Income from donations and legacies

	Unrestricted funds Designated £	General £	Restricted funds £	Total funds £
Donations and legacies;				
Donations from individuals	17,888	428,886	347,288	794,062
Grants, including capital grants;				
Grants from other charities	-	879,521	69,520	949,041
Total for 2022	<u>17,888</u>	<u>1,308,407</u>	<u>416,808</u>	<u>1,743,103</u>
Total for 2021	<u>853</u>	<u>1,043,778</u>	<u>184,774</u>	<u>1,229,405</u>

4 Income from other trading activities

	Unrestricted funds General £	Restricted funds £	Total funds £
Trading income;			
Other trading income	11,324	413	11,737
Total for 2022	<u>11,324</u>	<u>413</u>	<u>11,737</u>
Total for 2021	<u>12,801</u>	<u>346</u>	<u>13,147</u>

5 Investment income

	Unrestricted funds Designated £	General £	Total funds £
Interest receivable and similar income;			
Interest receivable on bank deposits	42	418	460
Total for 2022	<u>42</u>	<u>418</u>	<u>460</u>
Total for 2021	<u>185,848</u>	<u>82</u>	<u>185,930</u>

6 Other income

	Unrestricted funds General £	Total funds £
Rental income	43,541	43,541
Accountancy services	1,557	1,557
Total for 2022	<u>45,098</u>	<u>45,098</u>
Total for 2021	<u>31,305</u>	<u>31,305</u>

Xtend Global

Notes to the Financial Statements for the Year Ended 31 December 2022

7 Expenditure on raising funds

a) Costs of trading activities

	Note	Unrestricted funds General £	Total 2022 £	Total 2021 £
Marketing and publicity		85,682	85,682	54,316
		<u>85,682</u>	<u>85,682</u>	<u>54,316</u>

8 Expenditure on charitable activities

	Note	Unrestricted funds Designated £	General £	Restricted funds £	Total 2022 £
Programme costs		-	125,076	19,579	144,655
Media programme costs		-	2,173	-	2,173
PALM programme costs		-	708,828	173,611	882,439
Depreciation, amortisation and other similar costs		8,771	70,208	6,095	85,074
Grant funding of activities		75,000	17,888	-	92,888
Staff costs		-	175,176	386,309	561,485
Governance costs	9	-	40,673	-	40,673
		<u>83,771</u>	<u>1,140,022</u>	<u>585,594</u>	<u>1,809,387</u>

£1,223,793 (2021 - £947,154) of the above expenditure was attributable to unrestricted funds and £585,594 (2021 £223,677) to restricted funds.

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Notes to the Financial Statements for the Year Ended 31 December 2022

9 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Restricted funds £	Total funds £
Audit fees			
Audit of the financial statements	5,876	-	5,876
Other fees paid to auditors	3,078	-	3,078
Administration and IT costs	19,103	-	19,103
Legal fees	12,616	-	12,616
Total for 2022	40,673	-	40,673
Total for 2021	34,457	694	35,151

10 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2022 £	2021 £
Audit fees	5,876	4,360
Depreciation of fixed assets	85,074	86,031
Foreign currency (gains)/losses	(14,153)	12,698
Loss on investment assets	124,217	-

11 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

J E Rowlands

£1,380 (2021: £1,036) of expenses were reimbursed to J E Rowlands during the year.

P D Sharp

£2,344 (2021: £1,117) of expenses were reimbursed to P D Sharp during the year.

J G Black

£1,421 (2021: £635) of expenses were reimbursed to J G Black during the year.

C Keung

£1,430 (2021: £815) of expenses were reimbursed to C Keung during the year.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

Xtend Global

Notes to the Financial Statements for the Year Ended 31 December 2022

12 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	506,623	435,844
Social security costs	25,714	25,178
Pension costs	20,152	22,699
	<u>552,489</u>	<u>483,721</u>
	2021 £	2020 £
UK non-administrative staff costs	156,797	134,891
UK administrative staff costs	349,826	300,953
Social security costs	25,714	25,178
Employers contribution to pension	20,152	22,699
	<u>552,489</u>	<u>483,721</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Total staff	<u>12</u>	<u>14</u>

No employee received emoluments of more than £60,000 during the year.

13 Auditors' remuneration

	2022 £	2021 £
Audit of the financial statements	<u>5,876</u>	<u>4,360</u>
Other fees to auditors		
All other non-audit services	<u>3,078</u>	<u>635</u>

14 Taxation

The charity is a registered charity and is therefore exempt from taxation.

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Notes to the Financial Statements for the Year Ended 31 December 2022

15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2022	1,174,429	55,581	1,230,010
At 31 December 2022	1,174,429	55,581	1,230,010
Depreciation			
At 1 January 2022	379,985	52,334	432,319
Charge for the year	83,443	1,631	85,074
At 31 December 2022	463,428	53,965	517,393
Net book value			
At 31 December 2022	711,001	1,616	712,617
At 31 December 2021	794,444	3,247	797,691

16 Fixed asset investments

	2022 £	2021 £
Shares in group undertakings and participating interests	1	1
Other investments	1,155,214	-
	1,155,215	1

Xtend Global

Notes to the Financial Statements for the Year Ended 31 December 2022

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 January 2022	1	1
At 31 December 2022	1	1
Net book value		
At 31 December 2022	1	1
At 31 December 2021	1	1

Details of undertakings

Subsidiaries

The company owns 100% of the ordinary share capital of North Africa Properties Limited. The company is dormant and has not traded during the year. The aggregate amount of share capital and reserves of North Africa Properties Limited as at 31 December 2022 was £1.

Other investments

	Listed investments £	Total £
Cost or Valuation		
Additions	1,155,214	1,155,214
At 31 December 2022	1,155,214	1,155,214
Net book value		
At 31 December 2022	1,155,214	1,155,214

The above investments are all in investment assets held in the UK. All are unrestricted funds in a Ethical Investment Fund with CCLA. These investments are held to provide an investment return for the charity. During the year the value of the investments decreased by £124,217. At 31 December 2022 the market value of the investments were £1,155,214.

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Notes to the Financial Statements for the Year Ended 31 December 2022

17 Debtors

	2022	2021
	£	£
Trade debtors	-	1,012
Other debtors	63,172	65,341
	<u>63,172</u>	<u>66,353</u>

18 Cash and cash equivalents

	2022	2021
	£	£
Cash on hand	13,198	12,666
Cash at bank	1,297,986	2,553,628
	<u>1,311,184</u>	<u>2,566,294</u>

19 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other creditors	68,660	48,322
Accruals	8,778	12,532
	<u>77,438</u>	<u>60,854</u>

Xtend Global

Notes to the Financial Statements for the Year Ended 31 December 2022

20 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Unrestricted funds						
<i>General</i>						
Unrestricted General fund	879,131	1,365,247	(1,225,704)	(55,857)	14,482	977,299
<i>Designated</i>						
Property fund	517,491	-	(7,140)	-	-	510,351
Building Maintenance	32,121	42	-	-	-	32,163
Computer Equipment	3,247	-	(1,631)	-	-	1,616
ERB Sale fund	1,672,943	17,888	(75,000)	-	(124,217)	1,491,614
	2,225,802	17,930	(83,771)	-	(124,217)	2,035,744
Total unrestricted funds	3,104,933	1,383,177	(1,309,475)	(55,857)	(109,735)	3,013,043
Restricted funds						
PALM	260,552	170,235	(238,351)	(44,400)	(329)	147,707
Staff support costs	-	212,059	(272,211)	60,152	-	-
Syria Appeal	4,000	-	-	-	-	4,000
Nationals in Ministry	-	34,927	(75,031)	40,105	-	1
Total restricted funds	264,552	417,221	(585,593)	55,857	(329)	151,708
Total funds	3,369,485	1,800,398	(1,895,068)	-	(110,064)	3,164,751

Xtend Global

Notes to the Financial Statements for the Year Ended 31 December 2022

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2021 £
Unrestricted funds						
<i>General</i>						
Unrestricted General fund	488,338	1,087,966	(898,295)	213,792	(12,670)	879,131
<i>Designated</i>						
Property fund	594,079	-	(76,588)	-	-	517,491
Building Maintenance	36,204	853	(24,936)	20,000	-	32,121
Computer Equipment	4,898	-	(1,651)	-	-	3,247
ERB Sale fund	-	185,848	-	1,487,095	-	1,672,943
	635,181	186,701	(103,175)	1,507,095	-	2,225,802
	1,123,519	1,274,667	(1,001,470)	1,720,887	(12,670)	3,104,933
Total unrestricted funds						
Restricted						
PALM	211,970	128,514	(79,904)	-	(28)	260,552
Staff support costs	19,437	42,374	(71,434)	9,623	-	-
ERB Sale fund	1,788,617	-	(25,694)	(1,762,923)	-	-
Syria Appeal	4,000	-	-	-	-	4,000
Nationals in Ministry	-	14,232	(46,645)	32,413	-	-
	2,024,024	185,120	(223,677)	(1,720,887)	(28)	264,552
Total restricted funds						
Total funds	3,147,543	1,459,787	(1,225,147)	-	(12,698)	3,369,485

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Notes to the Financial Statements for the Year Ended 31 December 2022

The specific purposes for which the funds are to be applied are as follows:

The Property Fund represents the net book value of the company's designated fixed assets less associated loans. This fund was designated so that the remaining Unrestricted Funds will give a clearer view of the level of operational funds. The Building Maintenance fund receives regular sums transferred from unrestricted funds and is designated by the board of trustees for major maintenance work on Pilgrim House. The Computer and Other Equipment fund represents the net book value of equipment purchased in association with the 2019 renovation of the 1st floor of Pilgrim House.

PALM (Preparing Arab-world Leaders for Ministry) is the ministry for training of church leaders throughout the Arab world using a range of training courses and materials delivered in training seminars and by distribution of course materials. Funds were transferred to the Unrestricted Fund in respect of internal services of office facilities, administration and IT services.

Staff support funds hold the funding by personal support donations for staff employed directly by the company whose funding may exceed their salary costs. Surpluses are carried forward to future periods.

The proceeds from the sale of the property in France are held for a special purpose less applicable costs.

The Syria Appeal handles donations for the relief of those affected by the conflict in Syria.

The Nationals in Ministry project provides funds to support the employment costs of Arab believers who work with Xtend Global and the Arab World region.

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Notes to the Financial Statements for the Year Ended 31 December 2022

21 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds at 31 December 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	712,617	-	-	712,617
Fixed asset investments	1	-	-	1
Current assets	452,896	1,924,968	151,706	2,529,570
Current liabilities	(77,438)	-	-	(77,438)
Total net assets	1,088,076	1,924,968	151,706	3,164,750

	Unrestricted funds		Restricted funds	Total funds at 31 December 2021
	General	Designated		
	£	£	£	£
Tangible fixed assets	797,691	-	-	797,691
Fixed asset investments	1	-	-	1
Current assets	142,293	2,225,802	264,552	2,632,647
Current liabilities	(60,854)	-	-	(60,854)
Total net assets	879,131	2,225,802	264,552	3,369,485

22 Analysis of net funds

	At 1 January 2022	Financing cash flows	At 31 December 2022
	£	£	£
Cash at bank and in hand	2,566,294	(99,896)	2,466,398
Net debt	2,566,294	(99,896)	2,466,398

23 Related party transactions

During the year the charity made the following related party transactions:

Waybridge Educational Advisory limited

(H Wolmarans is also a Director of the company.)

During the year, the company incurred expenses on behalf of the charity of £17,278 (2021: £41,674). At the balance sheet date the amount due to/from Waybridge Educational Advisory limited was £Nil (2021 - £Nil).

Pioneers Inc

(Mr C Keung is a Director of the incorporation.)

During the year, Pioneers Inc. provided donations and payments for services totalling £1,110,444 (2021: £684,507) and incurred expenses on behalf of the charity of £221,463 (2021: £152,446). At the balance sheet date the amount due from Pioneers Inc was £48,491 (2021 - £35,197).

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Notes to the Financial Statements for the Year Ended 31 December 2022

24 APB Ethical Standards relevant circumstances

In common with many other businesses of our size and nature we use our auditors for the preparation of the financial statements.