

**The Assembly of the Brethren in Christ's Church  
Limited**

**Company Limited by Guarantee**

**Financial Statements**

**31 March 2021**

**POINTON YOUNG**

Chartered Accountants & Statutory Auditors  
33 Ludgate Hill  
Birmingham  
B3 1EH

# **The Assembly of the Brethren in Christ's Church Limited**

**Company Limited by Guarantee**

**Financial Statements**

**Year ended 31 March 2021**

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# **The Assembly of the Brethren in Christ's Church Limited**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report)**

**Year ended 31 March 2021**

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The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2021.

#### **Reference and administrative details**

**Registered charity name** The Assembly of the Brethren in Christ's Church Limited

**Charity registration number** 1144906

**Company registration number** 07185047

**Principal office and registered office** 14 Sugden Grove  
Birmingham  
B5 7DH

#### **The trustees**

P Asgedom  
S lyob  
S.M. Nuguse  
A Tsegay

#### **Auditor**

Pointon Young  
Chartered Accountants & Statutory Auditors  
33 Ludgate Hill  
Birmingham  
B3 1EH

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

The Trustees are aware of their responsibilities for governance and will actively seek new members using a skill-based approach where necessary. None of the Members Council has any beneficial interest in the company

#### **Objectives and activities**

Christian Church including all community and social activities associated with our church work.

#### **Strategic report**

The following sections for achievements and performance and financial review form the strategic report of the charity.

# **The Assembly of the Brethren in Christ's Church Limited**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2021**

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#### **Achievements and performance**

As you know due to covid restrictions, we were not able to do face to face meetings, however thanks to God we have managed to meet through zoom meetings, we have been praying and encouraging each other. We also helped those who were shielding to supply them with basic necessities, helped with basic food shopping to those who were affected by lock down. Furthermore, God has blessed us with eight marriages and we have celebrated in accordance with the covid restriction rules. Despite all the restrictions our Charity has managed to survive, we were able to pay our bills and continue to do our daily activities.

#### **Financial review**

We are very grateful to all that donate to the Assembly of the Brethren in Christ's Church.

It is the policy of the charity that unrestricted funds, which have not been designated for a specific use, should on the grounds of prudence, be maintained at a level between 6 and 12 months of expenditure. The trustees consider that reserves at this level would ensure that, even in the event of a significant drop in funding, they would be able to continue the charity's current activities and meet obligations on staffing and buildings, whilst also considering ways in which additional funds could be raised. This level of reserves has not been maintained this year due to an increase in outgoings, the trustees are taking steps to address this risk.

#### **Trustees' responsibilities statement**

The trustees, who are also directors 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).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, 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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

# **The Assembly of the Brethren in Christ's Church Limited**

**Company Limited by Guarantee**

**Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2021**

P Asgedom  
29 December 2021  
Trustee

# The Assembly of the Brethren in Christ's Church Limited

## Company Limited by Guarantee

### Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2021

|   |      | 2021           |                | 2020           |
|---|------|----------------|----------------|----------------|
|   |      | Unrestricted   | Total funds    | Total funds    |
|   | Note | funds          |                |                |
|   |      | £              | £              | £              |
| <b>Income and endowments</b>                              |      |                |                |                |
| Donations and legacies                                    | 5    | 26,864         | 26,864         | 63,225         |
| Charitable activities                                     | 6    | 17,460         | 17,460         | 9,855          |
| <b>Total income</b>                                       |      | <u>44,324</u>  | <u>44,324</u>  | <u>73,080</u>  |
| <b>Expenditure</b>  |      |                |                |                |
| Expenditure on charitable activities                      | 7,8  | 52,311         | 52,311         | 71,297         |
| <b>Total expenditure</b>                                  |      | <u>52,311</u>  | <u>52,311</u>  | <u>71,297</u>  |
| <b>Net (expenditure)/income and net movement in funds</b> |      | <u>(7,987)</u> | <u>(7,987)</u> | <u>1,783</u>   |
| <b>Reconciliation of funds</b>                            |      |                |                |                |
| Total funds brought forward                               |      | 232,027        | 232,027        | 230,244        |
| <b>Total funds carried forward</b>                        |      | <u>224,040</u> | <u>224,040</u> | <u>232,027</u> |

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

The notes on pages 6 to 12 form part of these financial statements.

# The Assembly of the Brethren in Christ's Church Limited

## Company Limited by Guarantee

### Statement of Financial Position

31 March 2021

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|  | Note | 2021<br>£      | 2020<br>£      |
|--|------|----------------|----------------|
| <b>Fixed assets</b>  |      |                |                |
| Tangible fixed assets  | 12   | 304,006        | 314,115        |
| <b>Current assets</b>  |      |                |                |
| Debtors  | 13   | 1,413          | 4,545          |
| Cash at bank and in hand                                       |      | 62,853         | 62,994         |
|  |      | <u>64,266</u>  | <u>67,539</u>  |
| <b>Creditors: amounts falling due within one year</b>          | 14   | <u>10,003</u>  | <u>13,169</u>  |
| <b>Net current assets</b>                                      |      | <u>54,263</u>  | <u>54,370</u>  |
| <b>Total assets less current liabilities</b>                   |      | 358,269        | 368,485        |
| <b>Creditors: amounts falling due after more than one year</b> | 15   | <u>134,229</u> | <u>136,458</u> |
| <b>Net assets</b>  |      | <u>224,040</u> | <u>232,027</u> |
| <b>Funds of the charity</b>                                    |      |                |                |
| Unrestricted funds   |      | <u>224,040</u> | <u>232,027</u> |
| <b>Total charity funds</b>                                     | 16   | <u>224,040</u> | <u>232,027</u> |

These financial statements were approved by the board of trustees and authorised for issue on 29 December 2021, and are signed on behalf of the board by:

P Asgedom  
Trustee

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The notes on pages 6 to 12 form part of these financial statements.

# **The Assembly of the Brethren in Christ's Church Limited**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements**

**Year ended 31 March 2021**

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#### **1. General information**

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 14 Sugden Grove, Birmingham, B5 7DH.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

There are no material uncertainties about the charity's ability to continue.

##### **Judgements and key sources of estimation uncertainty**

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

##### **Fund accounting**

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

Restricted funds are available for use subject to restrictions imposed by the donor or through terms of an appeal.



# **The Assembly of the Brethren in Christ's Church Limited**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements** *(continued)*

**Year ended 31 March 2021**

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#### **3. Accounting policies** *(continued)*

##### **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

##### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable, and consistent basis.

##### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

# The Assembly of the Brethren in Christ's Church Limited

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

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#### 3. Accounting policies *(continued)*

##### Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

|                       |                     |
|-----------------------|---------------------|
| Freehold property     | - 2% straight line  |
| Fixtures and fittings | - 25% straight line |

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

##### Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

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

Debt instruments are subsequently measured at amortised cost.

# The Assembly of the Brethren in Christ's Church Limited

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 March 2021

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#### 3. Accounting policies *(continued)*

##### Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### 4. Limited by guarantee

The company is a private company limited by guarantee and consequently does not have share capital.

#### 5. Donations and legacies

|                  | Unrestricted<br>Funds<br>£ | <b>Total Funds<br/>2021<br/>£</b> | Unrestricted<br>Funds<br>£ | Total Funds<br>2020<br>£ |
|------------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| <b>Donations</b> |                            |                                   |                            |                          |
| Donations        | <u>26,864</u>              | <u>26,864</u>                     | <u>63,225</u>              | <u>63,225</u>            |

#### 6. Charitable activities

|              | Unrestricted<br>Funds<br>£ | <b>Total Funds<br/>2021<br/>£</b> | Unrestricted<br>Funds<br>£ | Total Funds<br>2020<br>£ |
|--------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| Other income | <u>17,460</u>              | <u>17,460</u>                     | <u>9,855</u>               | <u>9,855</u>             |

# The Assembly of the Brethren in Christ's Church Limited

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

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#### 7. Expenditure on charitable activities by fund type

|                               | Unrestricted<br>Funds<br>£ | <b>Total Funds<br/>2021<br/>£</b> | Unrestricted<br>Funds<br>£ | Total Funds<br>2020<br>£ |
|-------------------------------|----------------------------|-----------------------------------|----------------------------|--------------------------|
| General Charitable Activities | <u>52,311</u>              | <u>52,311</u>                     | <u>71,297</u>              | <u>71,297</u>            |

#### 8. Expenditure on charitable activities by activity type

|                               | Activities<br>undertaken<br>directly<br>£ | <b>Total funds<br/>2021<br/>£</b> | Total fund<br>2020<br>£ |
|-------------------------------|---|-----------------------------------|-------------------------|
| General Charitable Activities | <u>52,311</u>                             | <u>52,311</u>                     | <u>71,297</u>           |

#### 9. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

|                                       | <b>2021<br/>£</b> | 2020<br>£     |
|---------------------------------------|-------------------|---------------|
| Depreciation of tangible fixed assets | <u>10,109</u>     | <u>10,109</u> |

#### 10. Staff costs

The average head count of employees during the year was 1 (2020: 2). The average number of full-time equivalent employees during the year is analysed as follows:

|                          | <b>2021<br/>No.</b> | 2020<br>No. |
|--------------------------|---------------------|-------------|
| Number of staff - type 1 | <u>1</u>            | <u>2</u>    |

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

#### 11. Trustee remuneration and expenses

One or more trustees has been paid remuneration or received other benefits from employment with the charity or a related entity.

# The Assembly of the Brethren in Christ's Church Limited

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 March 2021

#### 12. Tangible fixed assets

|                         | Freehold<br>property<br>£ | Fixtures and<br>fittings<br>£ | Total<br>£     |
|-------------------------|---------------------------|-------------------------------|----------------|
| <b>Cost</b>             |                           |                               |                |
| At 1 April 2020         | 324,641                   | 34,608                        | 359,249        |
| Disposals               | –                         | (21,837)                      | (21,837)       |
| <b>At 31 March 2021</b> | <u>324,641</u>            | <u>12,771</u>                 | <u>337,412</u> |
| <b>Depreciation</b>     |                           |                               |                |
| At 1 April 2020         | 19,478                    | 25,656                        | 45,134         |
| Charge for the year     | 6,493                     | 3,616                         | 10,109         |
| Disposals               | –                         | (21,837)                      | (21,837)       |
| <b>At 31 March 2021</b> | <u>25,971</u>             | <u>7,435</u>                  | <u>33,406</u>  |
| <b>Carrying amount</b>  |                           |                               |                |
| <b>At 31 March 2021</b> | <u>298,670</u>            | <u>5,336</u>                  | <u>304,006</u> |
| At 31 March 2020        | <u>305,163</u>            | <u>8,952</u>                  | <u>314,115</u> |

#### 13. Debtors

|                                | <b>2021</b>  | <b>2020</b>  |
|--------------------------------|--------------|--------------|
|                                | £            | £            |
| Prepayments and accrued income | 1,088        | 1,995        |
| Other debtors                  | 325          | 2,550        |
|                                | <u>1,413</u> | <u>4,545</u> |

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

#### 14. Creditors: amounts falling due within one year

|                                 | <b>2021</b>   | <b>2020</b>   |
|---------------------------------|---------------|---------------|
|                                 | £             | £             |
| Accruals and deferred income    | 2,610         | 2,610         |
| Corporation tax                 | 6             | 6             |
| Social security and other taxes | 2,087         | 2,402         |
| Bank loan                       | 3,824         | 3,743         |
| Other creditors                 | 1,476         | 4,408         |
|                                 | <u>10,003</u> | <u>13,169</u> |

# The Assembly of the Brethren in Christ's Church Limited

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 March 2021

#### 15. Creditors: amounts falling due after more than one year

|           | <b>2021</b>    | 2020           |
|-----------|----------------|----------------|
|           | <b>£</b>       | £              |
| Bank loan | <u>134,229</u> | <u>136,458</u> |

#### 16. Analysis of charitable funds

##### Unrestricted funds

|               | At<br>1 April 2020 | Income<br>£   | Expenditure<br>£ | At<br>31 March 2021 |
|---------------|--------------------|---------------|------------------|---------------------|
| General funds | <u>232,027</u>     | <u>44,324</u> | <u>(52,311)</u>  | <u>224,040</u>      |

|               | At<br>1 April 2019 | Income<br>£   | Expenditure<br>£ | At<br>31 March 2020 |
|---------------|--------------------|---------------|------------------|---------------------|
| General funds | <u>230,244</u>     | <u>73,080</u> | <u>(71,297)</u>  | <u>232,027</u>      |