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HOUSE OF GRACE INTERNATIONAL MINISTRIES

Registered Charity Number 1148482

TRUSTEES' ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 December 2025

Prepared in accordance with the Charities SORP (FRS 102) and the Charities Act 2011

Principal office
62D Stamford Hill, London N16 6XS

Independent examiner
Charles Luf & Co, Chartered Accountants

Unincorporated charity registered in England and Wales

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These financial statements have been prepared on the accruals basis under the Charities SORP (FRS 102) (second edition, effective 1 January 2019) and the Charities (Accounts and Reports) Regulations 2008. They are subject to independent examination under section 145 of the Charities Act 2011.

Reference and Administrative Details

For the year ended 31 December 2025

Charity name	HOUSE OF GRACE INTERNATIONAL MINISTRIES
Other name	HOG
Charity registration number	1148482 (registered 8 August 2012)
Legal form	Unincorporated charity registered with the Charity Commission for England and Wales
Principal office	62D Stamford Hill, London N16 6XS
Trustees	Grace Johnson Theo Lufadeju
Area of operation	Throughout London and Nigeria
Independent examiner	Charles Luf & Co, Chartered Accountants 134D Kingsland Road, London E2 8DY
Bankers	Barclays Bank PLC

The trustees listed above served throughout the year and up to the date of approval of this report, unless otherwise stated.

Trustees' Annual Report

For the year ended 31 December 2025

The trustees present their annual report together with the financial statements of the charity for the year ended 31 December 2025. The report and financial statements have been prepared in accordance with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008, the charity's governing document and 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) (second edition, October 2019).

1. Structure, governance and management

Governing document

House of Grace International Ministries is an unincorporated charity governed by its Constitution datedThe charity was entered on the Register of Charities on 8 August 2012 under registration number 1148482.

Appointment of trustees

Trustees are appointed in accordance with the governing document. New trustees are chosen for their commitment to the charity's objects and the skills they bring, and receive an induction covering their legal duties, the governing document, the charity's financial position and the Charity Commission's guidance *The essential trustee* (CC3).

Organisation and decision-making

The trustees meet regularly to direct the charity's affairs, approve budgets and monitor income and expenditure. Day-to-day operations of the ministry are delegated to the ministry's leadership, who report to the trustees. The charity has no trading subsidiaries.

Risk management

The trustees have reviewed the major risks to which the charity is exposed and have put in place systems to manage them. The principal risks identified are: dependence on voluntary offerings; the significant fixed cost of rented premises; and the charity's net liability position. Internal financial controls, including dual authorisation of payments and regular bank reconciliations, are applied to safeguard the charity's assets.

2. Objectives and activities

Purposes

The charity's purposes are the advancement of the Christian religion, the advancement of education, and such other charitable purposes for the benefit of the public as the trustees may determine, in London, the wider United Kingdom and Nigeria.

Principal activities

- Organising regular church services open to the public;
- Organising prayer meetings; and
- Evangelism and teaching through seminars and lectures.

Public benefit

The trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. The charity's services, meetings and seminars are open to all members of the public without charge, and its educational and pastoral work benefits individuals and families in the communities it serves.

3. Achievements and performance

During 2025 the charity continued its programme of weekly worship services, prayer meetings and teaching seminars from its premises in London, and maintained its links with partner ministry in Nigeria. Voluntary offerings from the congregation and supporters rose substantially to £44,128 (2024: £1,030), reflecting strong commitment from members. The trustees are grateful to all volunteers, whose unpaid time is essential to the charity's work. In line with the SORP, the value of volunteer time is not recognised in the financial statements.

4. Financial review

Results for the year

Total income for the year was £55,988 (2024: £48,415), an increase of 15.6%. Offerings accounted for 79% of income, with the balance of £11,860 arising from sales. Total expenditure fell by 11.0% to £54,877 (2024: £61,694). Rent of premises remains the largest single cost at £32,115, representing 59% of total expenditure.

The charity therefore recorded net income of £1,111 for the year (2024: net expenditure of £13,279). This is a significant turnaround, and reduced the deficit on unrestricted funds from £12,964 to £11,853 at 31 December 2025.

Principal funding sources

The charity's principal source of funding is voluntary offerings and donations from its members and supporters, supplemented by income from sales. The charity does not receive government grants.

Reserves policy

The trustees aim to build free reserves (unrestricted funds not committed or invested in fixed assets) equivalent to three months of unrestricted expenditure, approximately £13,700 at current levels, to protect the charity's activities against fluctuations in income. At 31 December 2025 free reserves were negative at £(11,853) (2024: £(12,964)). The trustees recognise that reserves are well below the target and have prioritised the generation of annual surpluses to eliminate the deficit and then rebuild reserves.

Going concern

The charity had net liabilities of £11,853 at the year end, arising mainly from creditors of £13,706 carried forward from earlier years. The trustees have assessed the charity's ability to continue as a going concern for at least twelve months from the date of approval of these financial statements, taking into account the surplus achieved in 2025, expected offerings and the timing of creditor settlement 31 March 2026 On this basis the trustees consider it appropriate to prepare the financial statements on a going concern basis. Further detail is given in note 1(b).

5. Plans for future periods

In 2026 and beyond the trustees plan to:

- continue and grow the charity's worship, prayer and teaching programme in London and its ministry links in Nigeria;
- reduce the brought-forward creditor balance through planned repayments from annual surpluses;
- review premises costs, which represent the largest element of expenditure; and
- strengthen financial controls and record-keeping, including the regularisation of bank accounts and petty cash procedures.

Statement of Trustees' Responsibilities

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

The law applicable to charities in England and Wales 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 charity and of its incoming resources and application of resources 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 judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that 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 Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the charity's governing document. 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.

Approval

This report was approved by the trustees on 29/10/2026 and signed on their behalf by:

G Johnson.

Grace Johnson
Trustee
Date: [29/10/2026

Theo Lufadeju
Trustee
Date: [29/10/2026

Independent Examiner's Report to the Trustees of House of Grace International Ministries

I report to the charity trustees on my examination of the accounts of House of Grace International Ministries (the charity) for the year ended 31 December 2025, which are set out on pages 8 to 14.

Responsibilities and basis of report

As the charity trustees of the charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act. Since the charity's gross income exceeded £25,000 but did not exceed £250,000, an independent examination of its accounts is required, and I am qualified to undertake it as a member of the Institute of Chartered Accountants in England and Wales (ICAEW).

An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair' view, and the report is limited to those matters set out in the statement below.

Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- the accounts do not accord with those records; or
- the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

Other matter: going concern

Without modifying my statement above, I draw attention to note 1(b) to the accounts, which explains that the charity had net liabilities of £11,853 at 31 December 2025 and sets out the basis on which the trustees have concluded that it is appropriate to prepare the accounts on a going concern basis.

Charles Lufadeju ACA
ICAEW Chartered Accountant
Charles Luf & Co, Chartered Accountants
134D Kingsland Road, London E2 8DY
Date[29/10/2026]

Statement of Financial Activities

For the year ended 31 December 2025 (incorporating an income and expenditure account)

	Note	Unrestricted funds 2025 £	Total 2025 £	Total 2024 £
INCOME FROM:				
Donations and legacies	2	44,128	44,128	1,030
Other trading activities	3	11,860	11,860	47,385
Total income		**55,988**	**55,988**	**48,415**
EXPENDITURE ON:				
Raising funds	4	2,924	2,924	50
Charitable activities	5	51,953	51,953	61,644
Total expenditure		**54,877**	**54,877**	**61,694**
Net income/(expenditure) and net movement in funds	**6**	**1,111**	**1,111**	**(13,279)**
RECONCILIATION OF FUNDS:				
Total funds brought forward	13	(12,964)	(12,964)	315
Total funds carried forward	**13**	**(11,853)**	**(11,853)**	**(12,964)**

All income and expenditure derive from continuing activities. The charity has no recognised gains or losses other than those shown above. All funds are unrestricted; comparative figures for 2024 therefore relate wholly to unrestricted funds.

The notes on pages 10 to 14 form part of these financial statements.

Balance Sheet

As at 31 December 2025

	Note	2025 £	2024 £
CURRENT ASSETS			
Debtors	9	796	796
Cash at bank and in hand	10	1,541	430
		2,337	**1,226**
CREDITORS: amounts falling due within one year	11	(14,190)	(14,190)
NET CURRENT LIABILITIES		**(11,853)**	**(12,964)**
TOTAL NET LIABILITIES	**12**	**(11,853)**	**(12,964)**
THE FUNDS OF THE CHARITY			
Unrestricted funds - general fund (deficit)	13	(11,853)	(12,964)
TOTAL CHARITY FUNDS		**(11,853)**	**(12,964)**

The financial statements were approved by the trustees on 29/10/2026and signed on their behalf by:

Grace Johnson, Trustee

Theo Lufadeju, Trustee

The notes on pages 10 to 14 form part of these financial statements.

Notes to the Financial Statements

For the year ended 31 December 2025

1. Accounting policies

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention and on the accruals basis 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 United Kingdom and Republic of Ireland (FRS 102) (Charities SORP (FRS 102), second edition October 2019), FRS 102 as applicable to accounting periods beginning before 1 January 2026, the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. The charity meets the definition of a public benefit entity under FRS 102. The financial statements are presented in sterling, the functional currency of the charity, rounded to the nearest pound.

The Charities SORP 2026 and the amendments to FRS 102 arising from the FRC's 2024 periodic review apply to accounting periods beginning on or after 1 January 2026 and have not been adopted early. The trustees do not expect them to have a material effect on the charity, other than in respect of the accounting for the lease of premises, which will be assessed for the year ending 31 December 2026.

(b) Going concern

At 31 December 2025 the charity had net current liabilities and net liabilities of £11,853 (2024: £12,964). The trustees have prepared forecasts covering at least twelve months from the date of approval of these financial statements. Having regard to the net income of £1,111 generated in the year, the level of committed offerings from members and the expected timing of settlement of creditors ([confirm agreement with the creditor not to demand repayment within 12 months]), the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future, and the financial statements have therefore been prepared on the going concern basis. Should that support not be forthcoming, adjustments may be required to the carrying value of assets and the classification of liabilities.

(c) Cash flow statement

The charity has taken advantage of the exemption in the Charities SORP (FRS 102) Update Bulletin 1 and has not prepared a statement of cash flows, as its gross income is below £500,000.

(d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. Offerings and donations are recognised when received. Income from sales is recognised when the goods or services are supplied. Gift Aid is recognised when the related donation is received and a valid claim can be made.

(e) Donated services and volunteers

In accordance with the Charities SORP (FRS 102), the general volunteer time contributed by members of the congregation is not recognised in the financial statements. Donated goods and services are recognised only where their value to the charity can be reliably measured.

(f) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount can be measured reliably. Expenditure is classified under the following headings:

- **Costs of raising funds** comprise the cost of goods purchased for resale in generating income from sales.
- **Expenditure on charitable activities** comprises the costs of undertaking worship services, prayer meetings, teaching and outreach, including the costs of premises, staff and travel and an apportionment of support costs.
- **Support and governance costs** are those incurred in supporting the charity's work and in complying with constitutional and statutory requirements. As all of the charity's activity is a single charitable activity, support costs are allocated wholly to charitable activities.

Irrecoverable VAT is included with the item of expense to which it relates.

(g) Operating leases
Rentals payable under operating leases are charged to the statement of financial activities on a straight-line basis over the term of the lease.

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

(i) Cash at bank and in hand
Cash at bank and in hand comprises cash in hand and balances held in bank accounts. Bank overdrafts are presented within creditors, as there is no legal right of set-off against other bank balances.

(j) Creditors
Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due can be measured or estimated reliably. Creditors are normally recognised at their settlement amount.

(k) Financial instruments
The charity has only financial assets and 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.

(l) Fund accounting
Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Restricted funds are subject to specific restrictions imposed by donors; the charity held no restricted or endowment funds during the year or the prior year.

(m) Taxation
The charity is a charity within the meaning of Part 11 of the Corporation Tax Act 2010 and is potentially exempt from taxation on income and gains falling within that Act, to the extent that they are applied to its charitable purposes.

(n) Employee benefits
Short-term employee benefits are recognised as an expense in the period in which the related service is received. The charity does not operate a defined benefit pension scheme.

(o) Critical accounting judgements and key sources of estimation uncertainty
The trustees consider that the most significant judgement in preparing these financial statements is the assessment of going concern described in note 1(b). There are no key sources of estimation uncertainty with a significant risk of causing a material adjustment within the next financial year.

2. Income from donations and legacies

	2025 £	2024 £
Offerings and donations (unrestricted)	44,128	1,030
Gift Aid	-	-
	44,128	**1,030**

3. Income from other trading activities

	2025 £	2024 £
Sales (unrestricted)	11,860	47,385
	11,860	**47,385**

4. Expenditure on raising funds

	2025 £	2024 £
Purchases - cost of goods sold	2,924	50
	2,924	**50**

5. Expenditure on charitable activities

	2025 £	2024 £
Rent	32,115	40,183
Service charge	1,120	1,200
Light and heat	1,045	1,371
Telephone and internet	2,872	5,238
Travelling and subsistence	8,524	8,283
Wages and salaries	4,550	3,850
Subscriptions	470	80
Stationery and printing	8	11
General expenses	116	259
Sundry expenses	1,133	1,169
Total expenditure on charitable activities (all unrestricted)	**51,953**	**61,644**

All expenditure on charitable activities relates to the charity's single activity of worship, teaching and outreach and is undertaken directly by the charity. No grants were made to institutions or individuals. Governance costs, which form part of support costs, were £nil (2024: £nil).

6. Net income/(expenditure) for the year

Net income/(expenditure) is stated after charging:

	2025 £	2024 £
Operating lease rentals - premises	32,115	40,183
Independent examiner's fee	-	-

No provision for the independent examiner's fee has been made in these financial statements.

7. Staff costs and trustee remuneration

	2025 £	2024 £
Wages and salaries	4,550	3,850
Social security costs	-	-
Pension costs	-	-
	4,550	**3,850**

The average number of employees during the year was 1 (20242 No employee received total employee benefits of more than £60,000 (2024: none). The key management personnel of the charity comprise the trustees.

Trustee remuneration and benefits: [state the amount of any payment to a trustee, the trustee concerned, the service provided and the authority under which it was paid; otherwise: No trustee received remuneration or other benefits during the year (2024: none)]. No trustee expenses were reimbursed during the year (2024: none).

8. Related party transactions

[Disclose any transactions with trustees or their connected persons, including the identity of the creditor in note 11 if it is a related party; otherwise: There were no related party transactions during the year (2024: none)]. There were no donations received from trustees with conditions attached.

9. Debtors

	2025 £	2024 £
Trade debtors	796	796
	796	**796**

10. Cash at bank and in hand

	2025 £	2024 £
Current account	841	430
Petty cash	700	-
	1,541	**430**

11. Creditors: amounts falling due within one year

	2025 £	2024 £
Trade creditors and accruals	13,706	13,706
Bank overdraft - deposit account	484	484
	14,190	**14,190**

The deposit account was overdrawn by £484 at both year ends. In accordance with note 1(i) this balance is presented within creditors and not offset against the current account.

12. Analysis of net assets between funds

	Unrestricted £	Restricted £	Total 2025 £	Total 2024 £
Current assets	2,337	-	2,337	1,226
Current liabilities	(14,190)	-	(14,190)	(14,190)
Net liabilities at 31 December	**(11,853)**	**-**	**(11,853)**	**(12,964)**

13. Movement in funds

Current year - 2025

	At 1 Jan £	Income £	Expenditure £	At 31 Dec £
Unrestricted - general fund	(12,964)	55,988	(54,877)	(11,853)
Total funds	**(12,964)**	**55,988**	**(54,877)**	**(11,853)**

Prior year - 2024

	At 1 Jan £	Income £	Expenditure £	At 31 Dec £
Unrestricted - general fund	315	48,415	(61,694)	(12,964)
Total funds	**315**	**48,415**	**(61,694)**	**(12,964)**

The general fund represents the unrestricted funds of the charity, which are available for use at the discretion of the trustees in furtherance of its objects. The fund is in deficit; the trustees' plans to eliminate the deficit are set out in the trustees' report.

14. Operating lease commitments

The charity occupies its premises under lease term]. At 31 December 2025 the total future minimum lease payments under non-cancellable operating leases were [£ - analysed: within one year; between one and five years; after five years].

15. Taxation

The charity is exempt from corporation tax on its charitable activities. No tax charge arose in the year (2024: £nil).

16. Capital commitments, contingent liabilities and post balance sheet events

There were no capital commitments or contingent liabilities at 31 December 2025 (2024: none). There have been no events since the balance sheet date requiring adjustment to, or disclosure in, these financial statements.

17. Control

The charity is controlled by its trustees acting together. There is no ultimate controlling party.