

LIFEGRACE MINISTRIES INTERNATIONAL

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2020

CHARITY NUMBER: 1149164

LIFEGRACE MINISTRIES INTERNATIONAL
80 PARCHMORE ROAD
THORNTON HEATH
SURREY
CR7 8LW

INDEX

	<u>Page</u>
Index	1
Trustee's Report	2-3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes on the financial Statements	7 - 10

**TRUSTEES' REPORT
YEAR ENDED 31ST DECEMBER 2020**

The trustees are pleased to present their report for the year ended 31st December 2020 for the charity, Lifegrace Ministries International with charity number 1149164.

The Trustees of the charity are: Mrs Grace Odumma
Mr Emmanuel Ehirim
Rev Vitalis Odumma

The principal address of the charity is : 80 Parchmore road
Thornton Heath
CR7 8LW

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity governing document is a declaration of trust that was executed 26TH September 2012. The Charity is governed by a board on which the trustees are represented. It meets regularly to review, plan activities and monitor the financial position.

OBJECTIVES AND ACTIVITIES

The Objects of the organisation are first to advance the Christian faith in accordance with the statement of beliefs for the benefit in the United Kingdom and in such other parts of the world as the trustees may think fit from time to time. The trustees confirm that they have had due regard to the guidance issued by the Charity Commission on public benefit before deciding what activities the charity should undertake.

ACHIEVMENTS AND PERFORMANCE

The Organisation held successful meetings online through the year in which individuals were equipped and educated on the principles and doctrines of the Christian faith. All their services and events were conducted online because of the pandemic. This has produced good results in reaching and helping members of the community. It continues to host its regular television program in the United Kingdom. The church purchased land in Nigeria in order to build a church building on it.

FINANCIAL REVIEW

The income of the charity is above £114,000. This is a good amount for this year of the charity the costs have been well managed over this period. The organisation is still in a good position to manage its costs. The main cost of the organisation was paying for the rent of its building that it uses for worship services and running television programs. The charity expects to clear the outstanding loan shortly as an agreement is in place that they are working with.

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RESERVE POLICY

It is the policy of the Charity to maintain unrestricted funds, which are the reserves of the charity at about 3 months of unrestricted expenditure .This provides sufficient funds to cover any emergency expenditures that may arise from time to time. The charity will seek to maintain this level throughout the year.

RISK MANAGEMENT

The charity have assessed all the major risks to which the charity is exposed to, in particular those related to operations and finances of the charity, and are satisfied that systems are in place to mitigate exposure to major risks.

TRUSTEE RESPONSIBILITIES

Under the Charities Act 2011 the trustees are required to prepare a statement of accounts for each accounting year which gives a true and fair view of the state of the church. They are required to:

1. Select suitable accounting policies and apply them consistently.
2. Make judgements and estimates that are reasonable and prudent.
3. State whether the applicable accounting standards have been followed.
4. Prepare financial statements on an ongoing basis.

They are responsible for keeping proper records which disclose with reasonable accuracy the finances of the church at any time and to ensure that such accounts comply with the Charities Act 2011. They also have a responsibility to safeguard the assets of the church and to take reasonable steps to detect fraud or other irregularities.

Approved by the Trustees on 28th October 2021 and signed on their behalf by:

Independent Examiner's Report
To the Trustees
LIFEGRACE MINISTRIES INTERNATIONAL

I report on the accounts of the church for the year ended 31st December 2020 set out on the following pages which have been prepared on the basis of the accounting policies shown in the corresponding pages.

Respective responsibilities of trustees and examiner

The trustees of the church are responsible for the preparation of accounts: they consider that the audit requirement under section 144(2) of the Charities Act 2011 (the 2011 Act), does not apply. It is my responsibility to :

- Examine the accounts under section 145 of the 2011 Act.
- Follow the procedures laid down in the General Directions given by the Charity Commissioners made under section 145(5)(b) of the 2011 Act.
- State whether particular matters have come to my attention.

Basis of Independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the church 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 you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention;

- (1) which gives me reasonable cause to believe that, in any material aspect, the trustees have not met the requirements to ensure that:
 - proper accounting records are kept (in accordance with section 130 of the 2011 Act
 - accounts are prepared which agree with the accounting records and comply with the accounting requirements of the 2011 Act: or
- (2) to which , in my opinion , attention should be drawn in order to enable a proper understanding of the accounts to be reached

Chuks Ajuka BSc(Man), FICB PMDip
FRESH FIRE ORGANISATION
95 Miles road
Mitcham
Surrey
CR4 3FH

LIFEGRACE MINISTRIES INTERNATIONAL

Statement of Financial Activities for the year ended 31st December 2020

		Unrestricted Funds	Total Funds 2020	2019
		£	£	£
Incoming Resources from generated funds	Note			
Donations and Legacies	2	84118	84118	72723
Investment income	3	0	0	0
		84118	84118	72723
<i>Other Income</i>				
Other		30313	30313	35800
		114431	114431	108523
Total Incoming Resources				
Resources Expended				
Charitable activities in furtherance of objectives				
Charitable activities	6	110,120	110,120	100470
Other	7	769	769	4441
		110,889	110,889	104911
Total Resources Expended				
Net movement in funds		3,542	3,542	3612
Reconciliation of Funds				
Total Funds brought forward		-16318	-16318	-19930
Total Funds carried forward		-12,776	-12,776	-16318

The above funds are all classed as to purpose
All movements of funds and all recognised gains and losses are included above.

The notes on the accounts form part of these accounts.

LIFEGRACE MINISTRIES INTERNATIONAL
Balance Sheet as at 31ST December 2020

	Note	2020	2019
Fixed Assets		£	£
Tangible fixed assets	4	54421	6144
		<u>54421</u>	<u>6144</u>
Current Assets			
Cash at bank and in hand		66	12
Debtors & prepayments	9	<u>0</u>	<u>0</u>
		66	12
Creditors: amounts falling due within 1 year			
Creditors & accruals	8	5263	6674
Net Current Assets		<u>-5197</u>	<u>-6662</u>
Creditors: amounts falling due more than 1 year			
	10	62000	15800
Net Assets		<u>-12776</u>	<u>-16318</u>
Unrestricted funds		-12776	-16318
TOTAL FUNDS		<u>-12776</u>	<u>-16318</u>

Approved by the Trustees on 28th October 2021 and signed on their behalf :

The notes on these accounts form part of these accounts.

LIFEGRACE MINISTRIES INTERNATIONAL

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 2020

1) Accounting Policies

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 for Smaller Entities published on 16/07/14, the Financial Reporting Standard for Smaller Entities (effective January 2015). Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s)

Incoming Resources

Incoming resources are recognised in the statement of financial activities when entitlement has passed to the charity and the amounts are certain and measurable. Any incoming resources received that relate exclusively to future periods are Deferred on the Balance Sheet

Resources Expended

Expenditure is recognised in the statement of financial activities when a liability is incurred or increased without a commensurate increase in recognised assets or a reduction in liabilities.

Allocation of Costs

Direct Activity Costs comprise those costs that contribute directly to an activity and are allocated to the relevant activity

Funds

Restricted funds represent income received that is subject to restrictions on use as determined by the donor which are narrower than the general objects.

Designated funds represent funds set aside by the Trustees for specific purposes

General funds are those funds made available for the charity's general objects.

Depreciation

Items of equipment over £500 are capitalised and depreciated so as to write off Cost in equal instalments over their useful lives. Rates are set at 20% reducing balance method.

LIFEGRACE MINISTRIES INTERNATIONAL
Notes to the accounts for year ended 31st December 2020

2 Donations and Legacies

	Total funds	
	2020	2019
	£	£
Church collections		
Tithes & Offerings	84118	72723
Other	0	0
Total	84118	110541

3 Investment income

	Total funds	
	2020/£	2019/£
Bank Interest	0	0

4 Tangible Fixed Asset	Instrument	Fix& fitts	Equipment	Land	Total
Cost	£	£	£	£	£
At 01/01/2020	2152	2207	10000	0	14359
Additions	0	0	2405	47580	49985
At 31/12/2020	2152	2207	12405	47580	64344
Depreciation					
At 01/01/2020	1728	441	6046	0	8215
charge for the year	84	353	1271	0	1708
At 31/12/2020	1812	794	7317		9923
NBV at 31/12/20	340	1413	5088	47580	54421
NBV at 01/01/2020	424	1766	3954	0	6144

LIFEGRACE MINISTRIES INTERNATIONAL
Notes to the accounts for the year ended 31st December 2020

5 Cost of Activities in furtherance of Charity's Objectives

	2020/£	2019/£
Rent of building	21687	32509
Transport	0	880
Welfare	6860	1891
Stationary	390	1555
Bank charges	0	180
Music Services	1959	200
Television programs	1000	1350
Mission house costs	9000	6242
Advertising	506	748
Pastor allowance	10204	10204
Books	0	3223
Speaker expenses	0	1015
Card services	1425	2076
Admin services	1745	1300
Telephone & Internet	1005	561
Media services	850	0
Depreciation	1708	1534
Charity giving	380	1406
Insurance	171	464
Rates	65	445
Renovation costs	17466	8702
Professional fees	9066	4010
Web hosting	100	0
Refreshments	3269	2707
Hotel	2790	0
Mission	0	6250
Church events	9175	6598
Travel & Substistence	7528	2629
Light & Heat	380	0
Loan interest	1391	1791
Total	110120	100470

6 Other Costs

	2020/£	2019/£
Subscriptions	69	243
Accounting Services	700	0
Supplies	0	4198
Total	769	4441

LIFEGRACE MINISTRIES INTERNATIONAL
Notes to the accounts for the year ended 31st December 2020

7 Staff Costs

The trustee Rev Vitalis Odumma received emoluments of £10204 for providing pastoral services to the organisation.

8 Creditors: amounts falling due within one year

	2020/£	2019/£
Independent examination	300	300
Outstanding loan	4963	6374
Total	5263	6674

9 Debtors and Prepayments

	2020/£	2019/£
Tax recoverable	0	0

10 Creditors: amounts falling more than 1 year

Bank Loan	12000	15800
Bounce back loan	50000	
	62000	15800
