

LIFEGRACE MINISTRIES INTERNATIONAL

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2021

CHARITY NUMBER: 1149164

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

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TRUSTEES' REPORT YEAR ENDED 31ST DECEMBER 2021

The trustees are pleased to present their report for the year ended 31st December 2021 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.

ACHIEVEMENTS 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 £90,000. 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 31st October 2022 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 2021 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 2021

		Unrestricted Funds	Total Funds	
		£	2021	2020
			£	£
Incoming Resources from generated funds	Note			
Donations and Legacies	2	56485	56485	84118
Investment income	3	0	0	0
		56485	56485	84118
<i>Other Income</i>				
Other		33538	33538	30313
		90023	90023	114431
Total Incoming Resources				
Resources Expended				
Charitable activities in furtherance of objectives				
Charitable activities	6	80,552	80,552	110120
Other	7	5,732	5,732	769
		86,284	86,284	110889
Total Resources Expended				
Net movement in funds		3,739	3,739	3542
Reconciliation of Funds				
Total Funds brought forward		-12776	-12776	-16318
Total Funds carried forward		-9,037	-9,037	-12776

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 2021

	Note	2021	2020
Fixed Assets		£	£
Tangible fixed assets	4	53704	54421
		<u>53704</u>	<u>54421</u>
Current Assets			
Cash at bank and in hand		1211	66
Debtors & prepayments	9	<u>0</u>	<u>0</u>
		1211	66
Creditors:amounts falling due within 1 year			
Creditors & accruals	8	4402	5263
Net Current Assets		<u>-3191</u>	<u>-5197</u>
Creditors:amounts falling due more than 1 year			
	10	59550	62000
Net Assets		<u>-9037</u>	<u>-12776</u>
Unrestricted funds		-9037	-12776
TOTAL FUNDS		<u>-9037</u>	<u>-12776</u>

Approved by the Trustees on 28th October 2022 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 2021

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 2021

2 Donations and Legacies

	Total funds	
	2021	2020
	£	£
Church collections		
Tithes & Offerings	56485	84118
Other	0	0
Total	56485	84118

3 Investment income

	Total funds	
	2021/£	2020/£
Bank Interest	0	0

4 Tangible Fixed Asset	Instrument	Fix& fitts	Equipment	Land	Total
Cost	£	£	£	£	£
At 01/01/2021	2152	2207	12405	47580	64344
Additions	0	463	350	0	813
At 31/12/2021	2152	2670	12755	47580	65157
Depreciation					
At 01/01/2021	1812	794	7317	0	9923
charge for the year	68	375	1087	0	1530
At 31/12/2021	1880	1169	8404	0	11453
NBV at 31/12/21	272	1501	4351	47580	53704
NBV at 01/01/2021	340	1413	5088	0	54421

LIFEGRACE MINISTRIES INTERNATIONAL
Notes to the accounts for the year ended 31st December 2021

5 Cost of Activities in furtherance of Charity's Objectives

	2021/£	2020/£
Rent of building	20632	21687
Transport	2586	0
Welfare	5112	6860
Stationary	639	390
Volunteer expenses	6370	0
Music Services	0	1959
Television programs	900	1000
Mission house costs	0	9000
Advertising	0	506
Pastor allowance	8759	10204
Books	0	0
Speaker expenses	1250	0
Card services	132	1425
Admin services	2563	1745
Telephone & Internet	617	1005
Media services	429	850
Depreciation	1530	1708
Charity giving	385	380
Insurance	1905	171
Rates	1620	65
Renovation costs	3615	17466
Professional fees	8634	9066
Web hosting	100	100
Refreshments	2235	3269
Hotel	0	2790
Mission	0	0
Church events	8757	9175
Travel & Substistence	484	7528
Light & Heat	0	380
Loan interest	1298	1391
Total	80552	110120

6 Other Costs

	2021/£	2020/£
Subscriptions	900	69
Accounting Services	600	700
Supplies	4232	0
Total	5732	769

LIFEGRACE MINISTRIES INTERNATIONAL
Notes to the accounts for the year ended 31st December 2021

7 Staff Costs

The trustee Rev Vitalis Odumma received emoluments of £8758 for providing pastoral services to the organisation.

8 Creditors: amounts falling due within one year

	2021/£	2020/£
Independent examination	400	300
Outstanding loan	4002	4963
Total	<u>4402</u>	<u>5263</u>

9 Debtors and Prepayments

	2021/£	2020/£
Tax recoverable	0	0

10 Creditors: amounts falling more than 1 year

Bank Loan	11000	12000
Bounce back loan	48500	50000
	<u>59500</u>	<u>62000</u>
