

# GRACE TO YOU EUROPE

England & Wales · Charity number 1150277

## Details

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Status	Registered
Legal form	Charitable company
Company number	<a href="#">08211924</a>
Registered	2012-12-21
Register	<a href="#">View on the Charity Commission register</a>

## Contact

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**Address** 5 Caxton House  
Wellesley Road  
Ashford  
Kent  
TN24 8ET

**Phone** 01233662262

**Email** [info@gty.org.uk](mailto:info@gty.org.uk)

**Website** [www.gty.org.uk](http://www.gty.org.uk)

## Activities

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**Objects:** THE ADVANCEMENT OF THE CHRISTIAN FAITH AND SUCH OTHER CHARITABLE PURPOSES AS THE TRUSTEES SHALL FROM TIME TO TIME DETERMINE.

**Activities:** Christian teaching via multi-media throughout Europe.

## Classification

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- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Human Resources, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, Religious Activities, Other Charitable Purposes
- **Who:** Other Defined Groups, The General Public/mankind

## Geography

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- Albania
- Belgium
- Croatia
- Czech Republic
- Faroe Islands
- Finland
- France
- Germany
- Greece
- Guernsey
- Hungary
- Iceland
- Ireland
- Isle Of Man
- Jersey
- Latvia
- Liechtenstein
- Lithuania
- Luxembourg
- Macedonia
- Malta
- Moldova
- Montenegro
- Netherlands
- Northern Ireland
- Poland
- Portugal
- Romania
- Russia
- Scotland
- Serbia
- Slovakia
- Spain
- Sweden

- Switzerland
- Turkey
- Ukraine
- Vatican City
- Kent

## Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£486,646	£541,394	-	-
2023-12-31	£449,860	£586,967	-	-
2022-12-31	£482,908	£555,226	-	-
2021-12-31	£541,658	£399,708	£556,497	3
2020-12-31	£471,628	£392,452	-	-

## Trustees

Name	Role	Appointed
ANDREW THOMAS CURRY		2014-04-14
Christian Walter Andresen		2014-04-14
JAY ELLIOT FLOWERS		2014-10-21
MR PHIL JOHNSON		2012-11-30
Matthias Frohlich		2025-09-15

**GRACE TO YOU EUROPE**

England & Wales - Charity number 1150277

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# Accounts

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## Charity Commission Annual Return 2024

GRACE TO YOU EUROPE

Charity registration number: 1150277

**Most of the information you give in this form will become publicly available on the Register of Charities. Any field that the Charity Commission will not display will be clearly marked.**

**This document is a record of the information provided in the Annual Return 2024.**

### PART A - Charity information

#### Financial period

Financial period start date

01/01/2024

Financial period end date

31/12/2024

#### Income and spending

**Income £**

£ 486,646

**Spending £**

£ 541,394

#### Number of contracts from government

**How many contracts (other than grant agreements) did your charity receive from central government or a local authority during the financial period for this return?**

0

#### Number of grants from government

**How many grants did your charity receive from central government or a local authority during the financial period for this return?**

0

#### Income breakdown

**Donations and legacies (excluding Endowments Received)**

£ 242,798

**Charitable activities**

£ 237,402

**Other trading activities**

£ 0

**Investments**

£ 6,446

Other

£ 0

#### Corporate donations

**What was the value of your charity's single highest value donation received from a corporate donor during the financial period of this return?**

£ 30,000

#### Donations from individuals

**What was the value of your charity's single highest value donation received from an individual during the financial period of this return?**

£ 7,776

#### Donations from related parties

**What was the value of your charity's single highest value donation received from a related party during the financial period of this return?**

£ 0

#### Grantmaking

**Is grant making the main way your charity carries out its purposes?**

No

#### Recipients of grants

Please round all figures to the nearest pound (do not enter decimal points or commas).

**Individuals**

£ 16,764

**Other charities**

£ 0

**Other organisations that are not charities**

£ 112,346

#### Grant recipients related parties

**Are any of the grant recipients related parties to the charity?**

No

#### Trustee payments

**Excluding out of pocket expenses, for what were any of the trustees paid during the financial period for this return?**

e. None of the trustees have been paid

**Did any of the trustees resign and take up employment with your charity in the financial period of this return?**

No

#### Income from outside the UK

**Did your charity receive income from outside of the United Kingdom in the financial period of this return?**

unknown

#### Delivering activities outside the United Kingdom

**Did your charity deliver charitable activities outside of the United Kingdom in the financial period of this return?**

Yes

**Select the countries your charity delivered charitable activities outside the United Kingdom**

Albania,Austria,Cyprus,Denmark,Macedonia,Moldova,Romania,Serbia

**Written agreements with partners outside UK**

**Does your charity have formal written agreements in place with any partners delivering charitable activities on its behalf outside of the United Kingdom?**

Yes

**Spending outside of the United Kingdom**

**Did your charity spend funds outside of the United Kingdom in the financial period of this return?**

Yes

**Select countries/territories your charity operated in during the financial period covered by this annual return**

- Albania
- Austria
- Cyprus
- Denmark
- Macedonia
- Moldova
- Portugal
- Romania
- Serbia

**We recommend you select "Save" regularly to avoid losing any values entered.**

Albania	£ 901
Austria	£ 6,995
Cyprus	£ 5,972
Denmark	£ 220
Macedonia	£ 16,177
Moldova	£ 3,057
Portugal	£ 4,000
Romania	£ 46,599
Serbia	£ 1,276

**Total Spending outside of the United Kingdom**

£ 85,197

**Methods of money transfer**

**How much money did your charity send in total outside of the United Kingdom using a method other than the regulated banking system in the financial period for this return?**

£ 0

**Trading subsidiaries**

**Does the charity have any trading subsidiaries?**

No

### Charity contact details correct

**Is the contact address displayed from the Register of Charities, correct?**

Yes

### Charity headquarters details correct

**Is this the same address that you use as your charity's administrative headquarters?**

Yes

### Charity contact address

**Address Line 1**

5 CAXTON HOUSE

**Address Line 2**

WELLESLEY ROAD

**Address Line 3**

ASHFORD

**Address Line 4**

KENT

**Address Line 5**

**Postcode**

TN24 8ET

**Country**

### Charity Headquarters address

**Address Line 1**

5 CAXTON HOUSE

**Address Line 2**

WELLESLEY ROAD

**Address Line 3**

ASHFORD

**Address Line 4**

KENT

**Address Line 5**

**Postcode**

TN24 8ET

**Country**

### Membership type

**Is your charity part of a wider group structure with a parent body and subsidiary bodies?**

no, the charity is not part of a wider group structure

### Employment contract types

**People were permanently employed by your charity**

3

**People were on fixed-terms contracts with your charity**

0

**Self-employed people were working for your charity**

0

#### Total overseas employees

**How many of the people above work on behalf of your charity outside of the United Kingdom?**

0

#### Total employee payroll

**What was the total amount spent on employee payroll during the financial period relating to this return?**

£ 133,490

#### Employees' salaries

**Did any of your charity's employees receive total employment benefits of £60,000 or more in the financial period of this annual return?**

No

#### Governance policies

**Internal charity financial controls policy and procedures**

Yes

**Safeguarding policy and procedures**

Yes

**Financial reserves policy and procedures**

Yes

**Complaints policy and procedures**

Yes

**Serious incident reporting policy and procedures**

Yes

**Internal risk management policy and procedures**

Yes

**Trustee expenses policy and procedures**

Yes

**Trustee conflicts of interest policy and procedures**

Yes

**Investing charity funds policy and procedures**

Yes

**Campaigns and political activity policy and procedures**

Yes

**Bullying and harassment policy and procedures**

Yes

**Social media policy and procedures**

Yes

**Engaging external speakers at charity events policy and procedures**

Yes

## Safeguarding

**Has your charity provided services to children and/or adults at risk in the financial period of the return?**

No

## Serious Incidents

**Has your charity reported all Serious Incidents (including any historical incidents) that the charity became aware of during the financial period of this return?**

There were no incidents to report

## External risk and impact

### Donations

Unknown/No Change/Not Applicable

### Other income - grants

Unknown/No Change/Not Applicable

### Other income - contracts

Unknown/No Change/Not Applicable

### Other income - investment

Unknown/No Change/Not Applicable

### Expenditure on charitable activities

Unknown/No Change/Not Applicable

### Expenditure on overheads

Unknown/No Change/Not Applicable

### Number of volunteers

Unknown/No Change/Not Applicable

### Number of employees

Unknown/No Change/Not Applicable

### Number of trustees

Unknown/No Change/Not Applicable

### Fundraising activities

Unknown/No Change/Not Applicable

### Capacity to deliver services

Unknown/No Change/Not Applicable

### Total service demand

Unknown/No Change/Not Applicable

## Volunteers

**Excluding trustees, provide an estimate of the number of volunteers who carried out charitable activities on behalf of your charity in the United Kingdom during the financial period of this return?**

0

## Privacy statement

**Any information you give us will be held securely and processed only in accordance with the rule on data protection. We will not disclose your personal details to anyone unconnected to the Charity Commission unless:**

- you have consented to their release; or
- we are legally obliged to disclose them; or

▪ we regard disclosure as either (a) necessary so that we can properly carry out our statutory functions or (b) necessary in the public interest.

**We may share and disclose information about you with relevant public authorities, regulatory bodies and agencies, outside the Charity Commission but only if:**

- we can lawfully do so; and
- we decide that disclosure is necessary for national security, crime detection, prevention, and law enforcement, or other issues in the public interest

**Information we collect about you**

**We will use this information:**

**To enable us to carry out our statutory functions and duties;**

**This will include the following actions:**

- (a) update, consolidate, and improve the accuracy of our records;**
- (b) undertake crime detection and prevention and law enforcement and assist the third parties specified above to investigate or prevent crime and carry out law enforcement;**
- (c) data analysis, testing, research, statistical and survey purposes**

**Information we receive from other sources.**

**Information we receive from other sources**

**We may combine this information with information you give to us and information we collect about you.**

**We may use this information and the combined information for the purposes set out above (depending on the types of information we receive).**

**We will ensure that any such disclosure and use is proportionate; considers your right to respect for your private life; and is done fairly and lawfully in accordance with the data protection principles of the Data Protection Act.**

**The Data Protection Act 1998 regulates the use of 'personal data', which is essentially any information, however stored, about identifiable living individuals.**

**As a 'data controller' under the Act, the Charity Commission must comply with it. Any changes we may make to our privacy statement in the future will be set out in the replacement version of this form.**

**Please check back frequently to see any updates or changes to our privacy policy.**

Declaration

**This annual return has not been submitted and no Declaration has been made**

**GRACE TO YOU EUROPE**

England & Wales - Charity number 1150277

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# Accounts

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**GRACE TO YOU EUROPE**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

**Company No: 08211924**  
**Registered Charity Number: 1150277**

# GRACE TO YOU EUROPE

## REPORT AND FINANCIAL STATEMENTS

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## GRACE TO YOU EUROPE

### COMPANY INFORMATION

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<b>Registered Company Number</b>	08211924
<b>Registered Charity Number</b>	1150277
<b>Trustees</b>	Mr Phillip Johnson Mr Christian Andresen Mr Andrew Curry Mr Jay Flowers
<b>Senior Management Team</b>	Mr P Mitchell Mrs D Mitchell
<b>Registered Office</b>	5 Caxton House Wellesley Road Ashford Kent TN24 8ET
<b>Solicitors</b>	Messrs Hallett & Co 11 Bank Street Ashford Kent TN23 1DA
<b>Independent examiner</b>	M Wilkes FCA Azets Audit Services 5th Floor Ashford Commercial Quarter 1 Dover Place Ashford Kent TN23 1FB
<b>Bankers</b>	CAF Bank Limited 25 Kings Hill Avenue West Malling Kent ME19 4JQ

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2023

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The Trustees present their report and examined financial statements of the charity for the year ended 31 December 2023. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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 published in October 2019.

#### **Objectives of the charity**

The advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

#### **Public benefit statement**

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### **Achievements and performance in the period**

The main method that Grace to You Europe employs in carrying out its charitable activity, which provides public benefit, is radio ministry. During 2023 we broadcast our daily radio programme, *Grace to You*, throughout the United Kingdom of Great Britain and Northern Ireland on Premier Christian Radio. Members of the public living in those regions of Europe not covered by our radio reach were able to access the daily programmes, and thousands of free audio and video resources, through our website.

On a bi-monthly basis we sent a pastoral letter from John MacArthur to all those on our mailing list; on each occasion there was an offer of either a free book or CD, without any obligation to make a financial donation.

#### **Book Translation Projects**

During the past year we agreed to financially support several projects that would enable books by John MacArthur to be translated from English into other European languages.

The largest grant of £40,000 was made to FACLIA Publishing House of Oradea, towards the work of producing a Romanian edition of the *MacArthur Study Bible*.

A total of £23,361 was granted to facilitate the translation, publication and free distribution of *various Spotlight on Scripture booklets* into Danish.

A total of £15,530 was granted to facilitate the translation, publication, and free distribution of *various Spotlight on Scripture booklets* and gospel tracts into Portuguese.

A total of £9,950 was granted to facilitate the translation, publication and free distribution of *various Spotlight on Scripture booklets* into Polish, and the translation, sub titling and re-voicing of John McArthur's sermons on YouTube.

A total of £2,664 was granted to facilitate the translation, publication, and free distribution of *various Spotlight on Scripture booklets* into Serbian.

A total of £1,731 was granted to facilitate the translation and publication of the book titled *Saved Without a Doubt* into Hungarian for the Hungarian Baptist churches in Romania.

We have designated £20,000 to fund the translation and printing of books and booklets by John McArthur during 2024.

An additional £100,000 from our reserves has been specifically allocated for the printing and publicity of the Romanian translation of the *MacArthur Study Bible* during 2024.

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## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2023

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#### Grace Reaches Out to Romania

During the early summer of 2020 we commenced the most exciting and most challenging translation project undertaken by Grace to You Europe to date. This project hopes to achieve over a 6-year period the translation and re-voicing of some 600 key sermons by John MacArthur into the Romanian language. The intention is that these sermons will be made free to download in both transcript and audio format through the GTY website. However, the audio files will also be used by our ministry partners in Romania to produce radio programmes for broadcasting throughout Romania and the world-wide Romanian diaspora, which is rapidly increasing because of economic migration. We have agreed to fund the Grace Reaches Out (GRO) to Romania project on the basis that our ministry partners in Romania will assume responsibility for maintaining and financing the project beyond year 2026 through *Har prin Cuvant*, a legally registered charity in Romania.

For 2024 we have designated £35,000 for the funding of the GRO to Romania project.

#### Conferences

During 2023 we held conferences in the U.K, Faroe Islands, France, Romania, Bosnia, Albania, Macedonia and Serbia at a cost of £51,345.

We have scheduled conferences during 2024 for Macedonia, Romania, Moldova and Vienna.

#### Prison ministry

Throughout the year we were contacted by the inmates of 6 different U.K prisons and young offenders' institutions who had been listening to our daily radio broadcasts. We also received requests for our free resources from prison chaplains for distribution in their pastoral ministry. During the year we specifically donated MacArthur Study Bibles and other literature to the value of £107 to individual prisoners and £13 for the chaplains of Christian Prison Resourcing.

#### Hardship grants for Pastors

Many, if not most, pastors in Eastern Europe (and in some cases in Western Europe) receive very modest salaries, which are rarely sufficient to support a family. Consequently, many pastors' wives must work full-time outside the home in-order to contribute to the family budget, or the pastor needs to take on additional manual work, such as bee keeping or farming, which can have a significant detrimental impact upon the time he can dedicate to his ministry. Over the course of several years, we have tried to provide some financial support to a small number of pastors in Eastern Europe who have struggled to provide for their families.

The following hardship grants were made to pastors/missionaries during 2023:

#### Greece/Cyprus

£4,476 (1 Individual)

#### Romania

£3,653 (3 individuals & 1 orphanage)

#### U.K

£3,400 (2 individuals & 2 organisations)

#### Serbia

£1,776 (1 individual)

#### Madeira

£300 (1 individual)

We have designated £15,000 for the relief of hardship amongst pastors during 2024.

#### Resources for Pastors and students

1,232 Books to the value of £7,215 were gifted to pastors and seminarians in Cyprus, Denmark, Faroe Isles, France, Greece, Hungary, Jersey, Madeira, the Netherlands, Northern Ireland, Portugal, Romania, and the UK.

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## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2023

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#### The Master's Seminary Scholarship Fund

Grants totalling £34,592 were made to three individuals currently studying at The Master's Seminary in preparation for pastoral ministry within Europe at the completion of their studies. We have designated £12,000 for the Scholarship Fund in 2024.

#### Individuals

The following quantities of free resources were provided to individuals during 2023:

5,283	Books
2,400	(hard) copies of Dynamic Resources Magazines
344	CDs/DVDs/MP4s

#### Risk policy

The Trustees are responsible for the management of the charity and have identified risks specific to Grace to You Europe and implemented appropriate controls.

The key controls used by the charity include:

- \* Formal written agendas for all Board activity
- \* Regular formal and informal discussions between the trustees and staff
- \* Comprehensive planning, budgeting, and financial forecasting
- \* Established organisational structure and lines of reporting
- \* Formal written policies
- \* Clear authorisation and approval levels for expenditure
- \* Professional examination and presentation of annual accounts

#### Identified risks

##### *Damage to reputation*

Trustees Indemnity Insurance policy, with sum assured of £250,000 to cover legal costs occurred in defending an accusation resulting in damage to the charity's reputation.

##### *A decline in funding and donations*

We have a formal policy of maintaining sufficient capital at the bank to enable charitable activity to continue for a 12-month period in the event of a decline in donations due to loss of reputation or economic austerity.

##### *Catastrophic loss by fire*

We have a Business Combined Insurance Policy underwritten by Ansvar Insurance which includes a 12-month business interruption sum assured of £200,000.

The office the charity occupies in Caxton House is rented and we are only required to give one month's notice to our landlord if we wish to vacate the premises. There is a good range of alternative office accommodation available to rent in the Ashford area, some of which is owned by our current landlord, so we are confident that a catastrophic loss would only inconvenience the charity in the short-term.

##### *Loss of data and Cyber Security*

All data is being constantly monitored and backed-up by our off-site IT support company, MPR IT. Our website is hosted and maintained by our Grace to You colleagues in the U.S.A.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2023

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#### Financial review

Income for the year amounted to £449,860 (2022: £482,908) and expenditure amounted to £586,967 (2022: £555,226). As a result of these movements, a deficit of £137,107 (2022: £72,318) was reported for the year. At 31 December 2023 funds amounted to £347,072 (2022: £484,179).

#### Reserves policy

The Trustees have adopted a policy which aims to ensure that there are adequate funds to meet the operating costs of the charity for a period of at least twelve months. Based on budgeted expenditure levels this would amount to £185,000 (2022: £190,000). At 31 December 2023, unrestricted reserves amounted to £150,212 (2022: £94,727).

At 31 December 2023 designated funds amounted to £182,000 (2022: £360,000). Further details can be found in note 10.

At 31 December 2023 restricted funds amounted to £14,860 (2022: £29,452). Further details can be found in note 11.

#### Pay policy for key management personnel

The Trustees consider the Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. All Trustees give of their time freely and no Trustee received remuneration in the year. The pay of the senior staff is reviewed annually and normally increased in accordance with market rates.

#### Plans for the future

Our main focus during 2024 will be the printing of the Romanian translation of the MacArthur Study Bible and its distribution throughout Romania and Moldova, this will include a series of conferences specifically organised for pastors and other church leaders.

#### Structure

The company was incorporated as a limited company on 12 September 2012 and is governed by its Memorandum and Articles of Association. The company number is 8211924.

The company is also registered with the Charity Commission, number 1150277, from 21 December 2012.

#### Governance and management

The Trustees who served during the year were:

Mr Phillip Johnson

Mr Andrew Curry

Mr Christian Andresen

Mr Jay Flowers

There shall not be less than three Trustees at any time but there is no maximum number. The existing Trustees may appoint further Trustees at their discretion. No person shall be eligible for appointment as a Trustee unless he/she can give full and unequivocal assent to the Grace to You Doctrinal Statement.

The Trustees meet formally on an annual basis but regularly and less formally at other times during the course of the year. The Trustees have designated Mr D Paul Mitchell, to be responsible for the day to day operation of the charity and he is assisted by a full-time Office Manager and one Customer Service Assistant.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2023

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#### **Trustees' responsibilities**

The Trustees (who are also directors for the purposes of company law) 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 & 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 the incoming resources and application of resources of the charity 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 2015 (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;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in business.

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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

#### **Small company exemption**

The financial statements have been prepared in accordance with special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the Board

.....

Trustee

Date: 14 May 2024

## GRACE TO YOU EUROPE

### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

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I report to the charity trustees on my examination of the accounts for the year ended 31 December 2023 which are set out on pages 8 to 17.

#### Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

#### Independent examiner's report

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- 2 the accounts do not accord with those records; or
- 3 the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirements that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- 4 the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

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.

Name:  
Relevant professional qualification or body:  
Address:

**M A Wilkes**  
**FCA**

**Azets Audit Services, 5th Floor, Ashford Commercial  
Quarter, 1 Dover Place, Ashford, Kent. TN23 1FB  
28 May 2024**

Date:

**GRACE TO YOU EUROPE**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Note	Restricted funds £	Unrestricted funds £	2023 Total £	2022 Total £
<b>Income from:</b>					
Donations and legacies		8,341	208,659	217,000	248,369
Donations - Scholarship		20,000	-	20,000	30,000
Charitable activities					
Sale of recordings and literature		-	36,035	36,035	38,325
Grace To You support in kind		-	170,229	170,229	164,619
Interest receivable		-	6,596	6,596	1,595
<b>Total income</b>		<u>28,341</u>	<u>421,519</u>	<u>449,860</u>	<u>482,908</u>
<b>Expenditure on:</b>					
Charitable activities		42,933	544,034	586,967	555,226
<b>Total expenditure</b>	<b>2</b>	<u>42,933</u>	<u>544,034</u>	<u>586,967</u>	<u>555,226</u>
<b>Net movement in funds</b>		(14,592)	(122,515)	(137,107)	(72,318)
<b>Reconciliation of funds:</b>					
Fund balances at 1 January 2023		29,452	454,727	484,179	556,497
<b>Fund balances at 31 December 2023</b>		<u>14,860</u>	<u>332,212</u>	<u>347,072</u>	<u>484,179</u>

All transactions are derived from continuing activities.

All recognised gains or losses are included in the Statement of Financial Activities.

## GRACE TO YOU EUROPE

### STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 DECEMBER 2023

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<b>Comparative information</b>		<b>Restricted funds</b>	<b>Unrestricted funds</b>	<b>2022 Total</b>
	<b>Note</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Income from:</b>				
Donations		8,000	240,369	248,369
Donations - Scholarship		30,000	-	30,000
Charitable activities				
Sale of recordings and literature		-	38,325	38,325
Grace To You support in kind		-	164,619	164,619
Interest receivable		-	1,595	1,595
<b>Total income</b>		<u>38,000</u>	<u>444,908</u>	<u>482,908</u>
<b>Expenditure on:</b>				
Charitable activities		40,014	515,212	555,226
<b>Total expenditure</b>	<b>2</b>	<u>40,014</u>	<u>515,212</u>	<u>555,226</u>
<b>Net movement in funds</b>		(2,014)	(70,304)	(72,318)
<b>Reconciliation of funds:</b>				
Fund balances at 1 January 2022		31,466	525,031	556,497
<b>Fund balances at 31 December 2022</b>		<u>29,452</u>	<u>454,727</u>	<u>484,179</u>

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All transactions are derived from continuing activities.

All recognised gains or losses are included in the Statement of Financial Activities.

## GRACE TO YOU EUROPE

### BALANCE SHEET AS AT 31 DECEMBER 2023

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	Note	2023	2022
		£	£
<b>Fixed assets</b>			
Tangible assets	6	6,265	8,259
<b>Current assets</b>			
Stocks	7	32,075	31,335
Debtors	8	3,083	12,528
Cash at bank and in hand		323,294	443,446
		<u>358,452</u>	<u>487,309</u>
<b>Creditors: Amounts falling due within one year</b>	9	<u>(17,645)</u>	<u>(11,389)</u>
<b>Net current assets</b>		340,807	475,920
<b>Net assets</b>		<u>347,072</u>	<u>484,179</u>
<b>Represented by</b>			
Designated funds	10	182,000	360,000
Restricted fund	11	14,860	29,452
Unrestricted fund		150,212	94,727
		<u>347,072</u>	<u>484,179</u>

For the financial year ended 31 December 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

#### Trustees' responsibilities

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 14 May 2024 and were signed on its behalf by:

.....

Trustee

**Company No: 08211924**

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## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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#### 1 Accounting policies

##### 1.1 Accounting convention

Grace to You Europe is a private limited company by guarantee and registered charity with the Charity Commission in the United Kingdom and a registered company in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are the advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

The charity constitutes a public benefit entity as defined by FRS102. 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

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

##### 1.2 Funds accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objectives. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

##### 1.3 Income recognition

All income is included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

- Voluntary income including donations and gifts is included in the Statement of Financial Activities when receivable.
- Income from sale of recordings and literature represents the amounts received from the sale of goods in respect of the charity's objectives.
- Donated services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.
- Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends and interest. Interest income is recognised using the effective interest method and dividend income is recognised as the charity's right to receive payment is established.
- Grace to You Support income is recognised when receivable. This can be in the form of donated services or actual donations.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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#### 1 Accounting policies

##### 1.4 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

##### 1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended. Assets costing £200 or more will be capitalised. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Office Equipment	25% straight line
Furniture and Fixtures	25% straight line
Recording equipment	25% straight line

##### 1.6 Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

##### 1.7 Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

##### 1.8 Pension contributions

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

##### 1.9 Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

##### 1.10 Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

#### 1 Accounting policies

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

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Useful economic lives of tangible assets:

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 6 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Stock provision

Stock levels are reviewed on an annual basis for any slow moving or obsolete stock and provisions are made if appropriate based on the likelihood of future sales and physical condition of stock.

##### 2.1 Analysis of expenditure

	Direct costs £	Support costs £	Staff costs £	2023 Total Funds £	2022 Total Funds £
<i>Charitable activities</i>					
Literature and recordings	138,276	74,752	131,317	344,345	324,692
Translated books (note 2.2)	134,016	-	-	134,016	169,145
Grants paid (note 2.3)	13,587	-	-	13,587	26,583
Conferences	51,345	-	-	51,345	-
Macedonian project	9,082	-	-	9,082	-
Scholarship	34,592	-	-	34,592	34,806
<b>Total expenditure</b>	<b>380,898</b>	<b>74,752</b>	<b>131,317</b>	<b>586,967</b>	<b>555,226</b>

##### 2.2 Translated books

	2023 £	2022 £
<b>Grants to institutions</b>		
FACLIA Publishing House of Oradea	40,000	80,000
Har Prin Cuvant	14,969	30,625
<b>Grants to individuals</b>		
Other	79,047	58,520
	<u>134,016</u>	<u>169,145</u>

2.3 Grants paid amounting to £13,587 (2022: £26,583) relates to grants paid to 8 individuals, 2 organisations (Evangelical Times £100 and Barnabas Aid £500) and 1 orphanage (2022: 14 individuals) in respect of the charity's primary charitable objective.

#### 3 Support costs

	2023 Total £	2022 Total £
Insurance	2,100	2,139
Travelling, subsistence and conferences	24,823	25,664
Rent, community and utilities	10,961	9,573
Office expenses	5,295	5,604
Machine Maintenance	1,162	1,835
Computer support (MPR-IT)	3,883	3,953
Consultancy	1,000	13
Bank and credit card charges	5,722	6,150
Repairs and maintenance	475	1,452
Depreciation - office equipment	1,994	2,001
Accounting support (Azets)	12,364	3,935
Paypal fees	(19)	12
Accountancy fees	1,362	-
Independent examiner's fees	3,630	2,550
	<u>74,752</u>	<u>64,881</u>

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

4	<b>Staff costs and key management personnel remuneration</b>	<b>2023</b>	<b>2022</b>
		£	£
	Gross wages	110,207	102,295
	Employer's NI	6,446	5,930
	Employer's pension	14,664	14,606
		<u>131,317</u>	<u>122,831</u>

The average number of employees during the year was 3 (2022: 3).

There are no employees with emoluments above £60,000 (2022: £60,000).

The Trustees consider the board of Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. As detailed above, no Trustees received remuneration during the period. The remuneration to the senior management team employees total £103,074 (2022: £96,707).

#### 5 Trustees' remuneration and reimbursed expenses

The Trustees have not received any remuneration in the year (2022: None). During the year one Trustee had expenses reimbursed totalling £866 (2022: £1,772) for travel costs.

#### 6 Tangible assets

	Office Equipment £	Furniture & Fixtures £	Recording Equipment £	Total £
<b>Cost</b>				
As at 1 January 2023 and at 31 December 2023	<u>17,104</u>	<u>1,021</u>	<u>2,228</u>	<u>20,353</u>
<b>Depreciation</b>				
As at 1 January 2023	10,358	948	788	12,094
Charge for the year	<u>1,777</u>	<u>73</u>	<u>144</u>	<u>1,994</u>
As at 31 December 2023	<u>12,135</u>	<u>1,021</u>	<u>932</u>	<u>14,088</u>
<b>Net book value</b>				
As at 31 December 2023	<u>4,969</u>	<u>-</u>	<u>1,296</u>	<u>6,265</u>
As at 31 December 2022	<u>6,746</u>	<u>73</u>	<u>1,440</u>	<u>8,259</u>

7	<b>Stocks</b>	<b>2023</b>	<b>2022</b>
		£	£
	Stock for re-sale	30,882	30,175
	Stock of stationery	1,193	1,160
		<u>32,075</u>	<u>31,335</u>

8	<b>Debtors</b>	<b>2023</b>	<b>2022</b>
		£	£
	Trade debtors	66	-
	Prepayments	2,488	11,815
	Other debtors	529	713
		<u>3,083</u>	<u>12,528</u>

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

9	<b>Creditors: Amounts falling due within one year</b>	<b>2023</b>	<b>2022</b>
		£	£
	Accruals	10,841	6,371
	Other creditors	6,804	5,018
		<u>17,645</u>	<u>11,389</u>

  

10	<b>Designated funds - 2023</b>	<b>At 1 January 2023</b>	<b>New designation</b>	<b>Designation released</b>	<b>At 31 December 2023</b>
		£	£	£	£
	Book Translation projects in Eastern Europe	140,000	-	(40,000)	100,000
	Pastoral Hardship Grants	10,000	5,000	-	15,000
	Grace Reaches Out to Romania	60,000	-	(25,000)	35,000
	Translation and printing of books and booklets by John MacArthur	58,000	-	(38,000)	20,000
	2023 Conferences	50,000	-	(50,000)	-
	The Master's Seminary Scholarship Fund	42,000	-	(30,000)	12,000
		<u>360,000</u>	<u>5,000</u>	<u>(183,000)</u>	<u>182,000</u>

  

<b>Designated funds - 2022</b>	<b>At 1 January 2022</b>	<b>New designation</b>	<b>Designation released</b>	<b>At 31 December 2022</b>
	£	£	£	£
Book Translation projects in Eastern Europe	70,000	70,000	-	140,000
Pastoral Hardship Grants	15,000	-	(5,000)	10,000
Grace Reaches Out to Romania	75,000	-	(15,000)	60,000
Conferences in Romania	25,000	-	(25,000)	-
Translation and printing of books and booklets by John MacArthur	-	58,000	-	58,000
2023 Conferences	-	50,000	-	50,000
The Master's Seminary Scholarship Fund	45,000	-	(3,000)	42,000
	<u>230,000</u>	<u>178,000</u>	<u>(48,000)</u>	<u>360,000</u>

  

Book Translation projects in Eastern Europe	Funds allocated to complete the translation and printing of the MacArthur Study Bible into Romanian during 2024.
Pastoral Hardship Grants	To help alleviate financial hardship amongst Pastors in Europe.
Grace Reaches Out to Romania	The work out-put of the translators / sermon-recording / technical team should increase significantly during the coming year, so funds have been allocated accordingly.
Conferences in Romania	To organise conferences for Pastors in Romania and to cover the costs that will be incurred.
The Master's Seminary Scholarship Fund	Two individuals are currently preparing for pastoral ministry within Europe.
Translation and printing of books and booklets by John MacArthur	Translation projects in 2023 were carried out in Serbia, Macedonia, Madeira, Poland and Denmark.
2023 Conferences	The countries in which we plan to hold conferences in 2023 are the Faroe Islands, France, Romania, Bosnia, Albania, Macedonia Serbia and the UK.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

11 Restricted funds - 2023	As at 1 January 2023				As at 31 December 2023
	Income	Expenditure	Transfers		
The Master's Seminary Scholarship Fund	29,452	20,000	(34,592)	-	14,860
Romanian Study Bible	-	10	(10)	-	-
Macedonia Project	-	7,081	(7,081)	-	-
Other	-	1,250	(1,250)	-	-
	<u>29,452</u>	<u>28,341</u>	<u>(42,933)</u>	<u>-</u>	<u>14,860</u>

Restricted funds - 2022	As at 1 January 2022				As at 31 December 2022
	Income	Expenditure	Transfers		
The Master's Seminary Scholarship Fund	31,466	30,000	(32,014)	-	29,452
Romanian Study Bible	-	2,000	(2,000)	-	-
Conferences in Europe	-	5,000	(5,000)	-	-
Hardship grant	-	1,000	(1,000)	-	-
	<u>31,466</u>	<u>38,000</u>	<u>(40,014)</u>	<u>-</u>	<u>29,452</u>

#### Objectives of restricted funds

##### The Master's Seminary Scholarship Fund

One individual is currently preparing for pastoral ministry within Europe at the completion of his studies.

##### Romanian Study Bible

The purpose for the Romanian Study Bible conferences which will be held in 2024 is to launch the new Romanian MacArthur Study Bible which should be completed by then.

##### Macedonia project

This project is supporting the organisation of conferences in Macedonia and the translation of booklets by John MacArthur into the Macedonian language.

##### Conferences in Europe

To enable Pastors to attend who otherwise would be unable to afford to do so.

##### Hardship grant

This fund was to support Pastors who were experiencing financial difficulties.

##### Other

These are small donations received that relate to specific purpose.

#### 12 Analysis of net assets between funds

2023	Tangible fixed assets	Net current assets	Total
	£	£	£
Unrestricted funds	6,265	325,947	332,212
Restricted funds	-	14,860	14,860
	<u>6,265</u>	<u>340,807</u>	<u>347,072</u>

2022	Tangible fixed assets	Net current assets	Total
	£	£	£
Unrestricted funds	8,259	446,468	454,727
Restricted funds	-	29,452	29,452
	<u>8,259</u>	<u>475,920</u>	<u>484,179</u>

#### 13 Company status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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#### **14 Related party transactions**

Mr. Phillip Johnson, Trustee, is also a Trustee of Grace to You USA. During the year, Grace to You USA donated support of £96,290 (2022: £90,991) have been included in the SOFA, the income side of this has been recorded as a donation and a similar entry for expenditure. In addition the charity also received donations from Grace to You USA amounting to £73,939 (2022: £73,628).

#### **15 Financial commitments**

During 2021, the Trustees entered into a contract to translate the MacArthur Study Bible into the Romanian language. The contract will last for a period of 24 months at a monthly rate of £5,000 and ended on 31 December 2023.

**GRACE TO YOU EUROPE**

**INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023		2022	
	£	£	£	£
<b>Trading Income</b>				
GTY		36,035		38,325
		<u>36,035</u>		<u>38,325</u>
<b>Cost of Sales</b>				
Opening stock	31,335		26,311	
PR	4,845		4,488	
Books	71,436		69,258	
CD/DVD/Audio/Video	3,157		4,604	
	<u>110,773</u>		<u>104,661</u>	
Closing stock	<u>(32,075)</u>		<u>(31,335)</u>	
		<u>(78,698)</u>		<u>(73,326)</u>
		<u>(42,663)</u>		<u>(35,001)</u>
<b>Other direct charitable activity costs</b>				
Grants payable	13,587		26,583	
Translated books	93,235		106,503	
Conferences	51,345		-	
Macedonian project	9,082		-	
Scholarship	34,592		34,806	
Romanian	<u>40,781</u>		<u>62,642</u>	
		<u>(242,622)</u>		<u>(230,534)</u>
<b>Trading Expenses</b>				
Postage and packaging	19,803		15,229	
Telephone and internet	4,015		3,336	
Conferences and exhibitions	<u>10,259</u>		<u>13,836</u>	
		<u>(34,077)</u>		<u>(32,401)</u>
<b>Donations re: Free Offers</b>	41,933		41,934	
<b>Cost re: Free Offers</b>	<u>(32,587)</u>		<u>(31,253)</u>	
		<u>9,346</u>		<u>10,681</u>
		<u>(310,016)</u>		<u>(287,255)</u>
<b>Other Income</b>				
Donations	195,067		236,435	
Grace To You Support	170,229		164,619	
Interest Receivable	<u>6,596</u>		<u>1,595</u>	
		<u>371,892</u>		<u>402,649</u>
		<u>61,876</u>		<u>115,394</u>
<b>Administration Expenses</b>				
Wages	110,207		102,295	
Social security	6,446		5,930	
Pension contributions	14,664		14,606	
Insurance	2,100		2,139	
Travelling and subsistence	17,739		25,664	
Rent, community and utilities	10,961		9,573	
Office expenses	5,293		5,604	
Machine maintenance	1,162		1,835	
Computer support (MPR-IT)	3,883		3,953	
Consultancy	1,000		13	
Bank and credit card charges	5,722		6,150	
Repairs and maintenance	475		1,413	
Depreciation - office equipment	1,994		2,001	
Accounting support (Azets)	12,364		3,935	
Independent examiner's fees	3,630		2,550	
Professional fees	1,362		-	
Premises expenses	-		39	
Paypal charges	<u>(19)</u>		<u>12</u>	
		<u>(198,983)</u>		<u>(187,712)</u>
<b>Net (deficit) for the year</b>		<u><u>(137,107)</u></u>		<u><u>(72,318)</u></u>

**GRACE TO YOU EUROPE**

England & Wales - Charity number 1150277

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# Accounts

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**GRACE TO YOU EUROPE**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

**Company No: 08211924**  
**Registered Charity Number: 1150277**

# GRACE TO YOU EUROPE

## REPORT AND FINANCIAL STATEMENTS

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## GRACE TO YOU EUROPE

### COMPANY INFORMATION

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<b>Registered Company Number</b>	08211924
<b>Registered Charity Number</b>	1150277
<b>Trustees</b>	Mr Phillip Johnson Mr Christian Andresen Mr Andrew Curry Mr Jay Flowers
<b>Senior Management Team</b>	Mr P Mitchell Mrs D Mitchell
<b>Registered Office</b>	5 Caxton House Wellesley Road Ashford Kent TN24 8ET
<b>Solicitors</b>	Messrs Hallett & Co 11 Bank Street Ashford Kent TN23 1DA
<b>Independent examiner</b>	M Wilkes FCA Azets Audit Services 5th Floor Ashford Commercial Quarter 1 Dover Place Ashford Kent TN23 1FB
<b>Bankers</b>	CAF Bank Limited 25 Kings Hill Avenue West Malling Kent ME19 4JQ

## **GRACE TO YOU EUROPE**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022**

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The Trustees present their report and examined financial statements of the charity for the year ended 31 December 2022. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011, the Companies Act 2006 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 published on 16 July 2014 as amended by Bulletin 1.

#### **Objectives of the charity**

The advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

#### **Public benefit statement**

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### **Achievements and performance in the period**

The main method that Grace to You Europe employs in carrying out its charitable activity, which provides public benefit, is radio ministry. During 2022 we broadcast our daily radio programme, Grace to You, throughout the United Kingdom of Great Britain and Northern Ireland on Premier Christian Radio. Members of the public living in those regions of Europe not covered by our radio reach were able to access the daily programmes, and thousands of free audio and video resources, through our website.

On a bi-monthly basis we sent a pastoral letter from John MacArthur to all those on our mailing list; on each occasion there was an offer of either a free book or CD, without any obligation to make a financial donation.

#### **Book Translation Projects**

During the past year we agreed to financially support several projects that would enable books by John MacArthur to be translated from English into other European languages.

The largest grant of £80,000 was made to FACLIA Publishing House of Oradea, towards the work of producing a Romanian edition of the MacArthur Study Bible

A total of £14,424 was granted to facilitate the translation, publication and free distribution of various spotlight on scripture booklets into Polish, and the translation, sub titling and re-voicing of John McArthur's sermons on YouTube.

A total of £7,016 was granted to facilitate the translation, publication and free distribution of various Spotlight on Scripture booklets into Danish.

A total of £2,755 was granted to facilitate the translation and publication of various booklets in the spotlight on scripture series in Hungarian for free distribution to congregations of the Hungarian Baptist churches in Romania.

A total of £2,309 was granted to facilitate the translation, publication, and free distribution of various spotlight on scripture booklets into Serbian.

We have designated £58,000 to fund the translation and printing of books and booklets by John McArthur during 2023.

An additional £140,000 from our reserves has been specifically allocated to complete the translation and printing of the MacArthur Study Bible into Romanian.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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#### Grace Reaches Out to Romania

During the early summer of 2020 we commenced the most exciting and most challenging translation project undertaken by Grace to You Europe to date. This project hopes to achieve over a 6 year period the translation and re-voicing of some 600 key sermons by John MacArthur into the Romanian language. The intention is that these sermons will be made free to download in both transcript and audio format through the GTY website. However, the audio files will also be used by our ministry partners in Romania to produce radio programmes for broadcasting throughout Romania and the world-wide Romanian diaspora, which is rapidly increasing because of economic migration. We have agreed to fund the Grace Reaches Out (GRO) to Romania project on the basis that our ministry partners in Romania will assume responsibility for maintaining and financing the project beyond year 2026 through Har prin Cuvant, a legally registered charity in Romania. During 2022 we expended £62,641 in support of the GRO to Romania project.

For 2023 we have designated a total of £60,000 for the funding of the GRO to Romania project.

#### Conferences

With the lifting of COVID-19 travel restrictions we were able to resume the organisation of conferences again. During 2022 we held conferences in Bulgaria, Romania, Macedonia, and Serbia at a cost of £13,836.

We have scheduled conferences during 2023 for U.K, Romania, France, Faroe Islands, Albania, Macedonia, Serbia and Hungarian speaking Transylvania. We have Designated £50,000 for this purpose

#### Prison ministry

Throughout the year we were contacted by the inmates of 6 different U.K prisons and young offenders' institutions who had been listening to our daily radio broadcasts. We also received requests for our free resources from prison chaplains for distribution in their pastoral ministry. During the year we specifically donated MacArthur Study Bibles and other literature to the value of £828 to the chaplains of Christian Prison Resourcing.

#### Hardship grants for Pastors

Many, if not most, pastors in Eastern Europe (and in some cases in Western Europe) receive very modest salaries, which are not always sufficient to support a family. Consequently, many pastors' wives must work full-time outside the home in-order to contribute to the family budget, or the pastor needs to take on additional manual work, such as bee keeping or farming, which can have a significant detrimental impact upon the time he can dedicate to his ministry. Over the course of several years, we have tried to provide some financial support to a small number of pastors in Eastern Europe who have struggled to provide for their families.

The following hardship grants were made to pastors/missionaries during 2022:

<b>Romania</b> £4,653 (3 Individuals)	<b>Macedonia</b> £4,088 (1 individual)
<b>France</b> £1,376 (2 individuals)	<b>Netherlands</b> £861 (1 individual)
<b>Serbia</b> £2,188 (1 individual)	<b>U.K</b> £11,680 (5 individuals)
<b>Denmark</b> £1,737 (1 individual)	

We have designated £10,000 for the relief of hardship amongst pastors during 2023.

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## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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#### Resources for Pastors and students

Books to the value of £4,666 were gifted to pastors and seminarians in Cyprus, Denmark, Finland, France, Jersey, Macedonia, Southern Ireland, Romania, Serbia and the UK.

#### The Master's Seminary Scholarship Fund

Grants totalling £32,014 were made to one individual currently preparing for pastoral ministry within Europe at the completion of his studies. This is shown as a restricted fund. Further grants totalling £2,791 were made to two other individuals. We have designated £42,000 of our Reserves for the Scholarship Fund in 2023.

#### Individuals

The following quantities of free resources were provided to individuals during 2022:

4,563	Books
2,910	(hard) copies of Dynamic Resources Magazines

#### Preaching

During 2022 the Director was able to undertake many more preaching engagements than the previous year due to the lifting of COVID-19 travelling restrictions.

#### Risk policy

The Trustees are responsible for the management of the charity and have identified risks specific to Grace to You Europe and implemented appropriate controls.

The key controls used by the charity include:

- \* Formal written agendas for all Board activity
- \* Regular formal and informal discussions between the trustees and staff
- \* Comprehensive planning, budgeting, and financial forecasting
- \* Established organisational structure and lines of reporting
- \* Formal written policies
- \* Clear authorisation and approval levels for expenditure
- \* Professional examination and presentation of annual accounts

#### Identified risks

##### *Damage to reputation*

Trustees Indemnity Insurance policy, with sum assured of £250,000 to cover legal costs occurred in defending an accusation resulting in damage to the charity's reputation.

##### *A decline in funding and donations*

We have a formal policy of maintaining sufficient capital at the bank to enable charitable activity to continue for a 12-month period in the event of a decline in donations due to loss of reputation or economic austerity.

##### *Catastrophic loss by fire*

We have a Business Combined Insurance Policy underwritten by Ansvar Insurance which includes a 12-month business interruption sum assured of £200,000.

The office the charity occupies in Caxton House is rented and we are only required to give one month's notice to our landlord if we wish to vacate the premises. There is a good range of alternative office accommodation available to rent in the Ashford area, some of which is owned by our current landlord, so we are confident that a catastrophic loss would only inconvenience the charity in the short-term.

##### *Loss of data and Cyber Security*

All data is being constantly monitored and backed-up by our off-site IT support company, MPR IT. Our website is hosted and maintained by our Grace to You colleagues in the U.S.A.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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#### Financial review

Income for the year amounted to £482,908 (2021: £541,658) and expenditure amounted to £555,226 (2021: £399,708). As a result of these movements, a deficit of £72,318 (2021: £141,950 surplus) was reported for the year. At 31 December 2022 funds amounted to £484,179 (2021: £556,497).

#### Reserves policy

The Trustees have adopted a policy which aims to ensure that there are adequate funds to meet the operating costs of the charity for a period of at least twelve months. Based on budgeted expenditure levels this would amount to £190,000 (2021: £260,000). At 31 December 2022, unrestricted reserves amounted to £94,727 (2021: £295,031).

At 31 December 2022 designated funds amounted to £360,000 (2021: £230,000). Further details can be found in note 10.

At 31 December 2022 restricted funds amounted to £29,452 (2021: £31,466). Further details can be found in note 11.

#### Pay policy for key management personnel

The Trustees consider the Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. All Trustees give of their time freely and no Trustee received remuneration in the year. The pay of the senior staff is reviewed annually and normally increased in accordance with market rates.

#### Plans for the future

We will continue to explore new opportunities for expanding the reach of Grace to You into the Balkans and of GRO Romania into the Romanian speaking diaspora through radio broadcasting and distribution of the MacArthur Study Bible.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### Structure

The company was incorporated as a limited company on 12 September 2012 and is governed by its Memorandum and Articles of Association. The company number is 8211924.

The company is also registered with the Charity Commission, number 1150277, from 21 December 2012.

#### Governance and management

The Trustees who served during the year were:

Mr Phillip Johnson

Mr Andrew Curry

Mr Christian Andresen

Mr Jay Flowers

There shall not be less than three Trustees at any time but there is no maximum number. The existing Trustees may appoint further Trustees at their discretion. No person shall be eligible for appointment as a Trustee unless he/she can give full and unequivocal assent to the Grace to You Doctrinal Statement.

The Trustees meet formally on an annual basis but regularly and less formally at other times during the course of the year. The Trustees have designated Mr D Paul Mitchell, to be responsible for the day to day operation of the charity and he is assisted by a full-time Office Manager and one Customer Service Assistant.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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#### **Trustees' responsibilities**

The Trustees (who are also directors for the purposes of company law) 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 & 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 the incoming resources and application of resources of the charity 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 2015 (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;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in business.

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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

#### **Small company exemption**

The financial statements have been prepared in accordance with special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the Board

.....  
Andrew Curry  
Trustee  
Date: 13 March 2023

## GRACE TO YOU EUROPE

### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

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I report to the charity trustees on my examination of the accounts for the year ended 31 December 2022 which are set out on pages 8 to 16.

#### **Responsibilities and basis of report**

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

#### **Independent examiner's report**

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- 2 the accounts do not accord with those records; or
- 3 the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirements that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- 4 the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

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.

Name:  
Relevant professional qualification or body:  
Address:

**M A Wilkes**  
**FCA**

**Azets Audit Services, 5th Floor, Ashford Commercial  
Quarter, 1 Dover Place, Ashford, Kent. TN23 1FB**  
**5 April 2023**

Date:

**GRACE TO YOU EUROPE**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	Restricted funds £	Unrestricted funds £	2022 Total £	2021 Total £
<b>Income from:</b>					
Donations		8,000	240,369	248,369	298,675
Donations - Scholarship		30,000	-	30,000	40,000
Charitable activities					
Sale of recordings and literature		-	38,325	38,325	45,954
Grace To You support in kind		-	164,619	164,619	156,991
Interest receivable		-	1,595	1,595	38
Other Income		-	-	-	-
<b>Total income</b>		<u>38,000</u>	<u>444,908</u>	<u>482,908</u>	<u>541,658</u>
<b>Expenditure on:</b>					
Charitable activities		40,014	515,212	555,226	399,708
<b>Total expenditure</b>	<b>2</b>	<u>40,014</u>	<u>515,212</u>	<u>555,226</u>	<u>399,708</u>
<b>Net movement in funds</b>		(2,014)	(70,304)	(72,318)	141,950
<b>Reconciliation of funds:</b>					
Fund balances at 1 January 2022		31,466	525,031	556,497	414,547
<b>Fund balances at 31 December 2022</b>		<u>29,452</u>	<u>454,727</u>	<u>484,179</u>	<u>556,497</u>

All transactions are derived from continuing activities.

Comparative figures relate to unrestricted income and expenditure.

All recognised gains or losses are included in the Statement of Financial Activities.

## GRACE TO YOU EUROPE

### STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 DECEMBER 2022

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		Restricted funds	Unrestricted funds	2021 Total
	Note	£	£	£
<b>Income from:</b>				
Donations		-	298,675	298,675
Donations - Scholarship		40,000	-	40,000
Charitable activities				
Sale of recordings and literature		-	45,954	45,954
Grace To You support in kind		-	156,991	156,991
Interest receivable		-	38	38
Other Income		-	-	-
Coronavirus Job Retention Scheme grant		-	-	-
<b>Total income</b>		<u>40,000</u>	<u>501,658</u>	<u>541,658</u>
<b>Expenditure on:</b>				
Charitable activities		8,534	391,174	399,708
<b>Total expenditure</b>	<b>2</b>	<u>8,534</u>	<u>391,174</u>	<u>399,708</u>
<b>Net movement in funds</b>		31,466	110,484	141,950
<b>Reconciliation of funds:</b>				
Fund balances at 1 January 2021		-	414,547	414,547
<b>Fund balances at 31 December 2021</b>		<u>31,466</u>	<u>525,031</u>	<u>556,497</u>

All transactions are derived from continuing activities.

Comparative figures relate to unrestricted income and expenditure.

All recognised gains or losses are included in the Statement of Financial Activities.

## GRACE TO YOU EUROPE

### BALANCE SHEET

AS AT 31 DECEMBER 2022

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	Note	2022		2021	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	6		8,259		8,874
<b>Current assets</b>					
Stocks	7	31,335		26,311	
Debtors	8	12,528		3,272	
Cash at bank and in hand		443,446		528,323	
		<u>487,309</u>		<u>557,906</u>	
<b>Creditors: Amounts falling due within one year</b>	9	<u>(11,389)</u>		<u>(10,283)</u>	
<b>Net current assets</b>			475,920		547,623
<b>Net assets</b>			<u>484,179</u>		<u>556,497</u>
<b>Represented by</b>					
Designated funds	10	360,000		230,000	
Restricted fund	11	29,452		31,466	
Unrestricted fund		94,727		295,031	
		<u>484,179</u>		<u>556,497</u>	

For the financial year ended 31 December 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

#### Trustees' responsibilities

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 13 March 2023 and were signed on its behalf by:

.....

Trustee

Company No: 08211924

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## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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#### 1 Accounting policies

##### 1.1 Accounting convention

Grace to You Europe is a private limited company by guarantee and registered charity with the Charity Commission in the United Kingdom and a registered company in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are the advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

The charity constitutes a public benefit entity as defined by FRS102. 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 (FRS102) issued on 16 July 2014 as amended by Bulletin 1, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

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

##### 1.2 Funds accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objectives. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

##### 1.3 Income recognition

All income is included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

- Voluntary income including donations and gifts is included in the Statement of Financial Activities when receivable.
- Income from sale of recordings and literature represents the amounts received from the sale of goods in respect of the charity's objectives.
- Donated services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.
- Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends and interest. Interest income is recognised using the effective interest method and dividend income is recognised as the charity's right to receive payment is established.
- Grace to You Support income is recognised when receivable. This can be in the form of donated services or actual donations.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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#### 1 Accounting policies

##### 1.4 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

##### 1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended. Assets costing £200 or more will be capitalised. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Office Equipment	25% straight line
Furniture and Fixtures	25% straight line
Recording equipment	25% straight line

##### 1.6 Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

##### 1.7 Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

##### 1.8 Pension contributions

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

##### 1.9 Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

##### 1.10 Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

#### 1 Accounting policies

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

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Useful economic lives of tangible assets:

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 6 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Stock provision

Stock levels are reviewed on an annual basis for any slow moving or obsolete stock and provisions are made if appropriate based on the likelihood of future sales and physical condition of stock.

##### 2.1 Analysis of expenditure

	Direct costs £	Support costs £	Staff costs £	2022 Total Funds £	2021 Total Funds £
<i>Charitable activities</i>					
Literature and recordings	136,980	64,881	122,831	324,692	309,239
Translated books (note 2.2)	169,145	-	-	169,145	59,698
Grants paid (note 2.3)	26,583	-	-	26,583	22,237
Scholarship	34,806	-	-	34,806	8,534
<b>Total expenditure</b>	<b>367,514</b>	<b>64,881</b>	<b>122,831</b>	<b>555,226</b>	<b>399,708</b>

##### 2.2 Translated books

	2022 £	2021 £
<b>Grants to institutions</b>		
FACLIA Publishing House of Oradea	80,000	27,618
Har Prin Cuvant	30,625	32,080
<b>Grants to individuals</b>		
Other	58,520	-
	<u>169,145</u>	<u>59,698</u>

2.3 Grants paid amounting to £26,583 (2021: £22,237) relates to grants paid to 14 individuals (2021: 18 individuals) in respect of the charity's primary charitable objective.

#### 3 Support costs

	2022 Total £	2021 Total £
Insurance	2,139	1,917
Travelling and subsistence	25,664	6,901
Rent, community and utilities	9,573	11,598
Office expenses	5,604	3,643
Machine Maintenance	1,835	1,350
Computer support	3,953	5,140
Consultancy	13	13
Legal	-	134
Bank and credit card charges	6,150	7,160
Repairs and maintenance	1,452	1,881
Depreciation - office equipment	2,001	2,054
Accountancy - IT work	3,935	3,188
Loss on disposal of asset	-	286
Paypal fees	12	(305)
Independent examiner's fees	2,550	2,010
	<u>64,881</u>	<u>46,970</u>

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

4	<b>Staff costs and key management personnel remuneration</b>	<b>2022</b>	<b>2021</b>
		£	£
	Gross wages	102,295	105,783
	Employer's NI	5,930	6,721
	Employer's pension	14,606	15,752
		<u>122,831</u>	<u>128,256</u>

The average number of employees during the year was 3 (2021: 3).

There are no employees with emoluments above £60,000 (2021: £60,000).

The Trustees consider the board of Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. As detailed above, no Trustees received remuneration during the period. The remuneration to the senior management team employees total £96,707 (2021: £98,528).

#### 5 Trustees' remuneration and reimbursed expenses

The Trustees have not received any remuneration in the year (2021: None). During the year one Trustee had expenses reimbursed totalling £1,772 (2021: None) for travel costs.

#### 6 Tangible assets

	Office Equipment	Furniture & Fixtures	Recording Equipment	Total
	£	£	£	£
<b>Cost</b>				
As at 1 January 2022	15,718	1,021	2,228	18,967
Additions	<u>1,386</u>	<u>-</u>	<u>-</u>	<u>1,386</u>
As at 31 December 2022	<u>17,104</u>	<u>1,021</u>	<u>2,228</u>	<u>20,353</u>
<b>Depreciation</b>				
As at 1 January 2022	8,583	866	644	10,093
Charge for the year	<u>1,775</u>	<u>82</u>	<u>144</u>	<u>2,001</u>
As at 31 December 2022	<u>10,358</u>	<u>948</u>	<u>788</u>	<u>12,094</u>
<b>Net book value</b>				
As at 31 December 2022	<u>6,746</u>	<u>73</u>	<u>1,440</u>	<u>8,259</u>
As at 31 December 2021	<u>7,135</u>	<u>155</u>	<u>1,584</u>	<u>8,874</u>

7	<b>Stocks</b>	<b>2022</b>	<b>2021</b>
		£	£
	Stock for re-sale	30,175	25,247
	Stock of stationery	1,160	1,064
		<u>31,335</u>	<u>26,311</u>

8	<b>Debtors</b>	<b>2022</b>	<b>2021</b>
		£	£
	Prepayments	11,815	2,285
	Other debtors	713	987
		<u>12,528</u>	<u>3,272</u>

GRACE TO YOU EUROPE

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022

9 Creditors: Amounts falling due within one year	2022	2021
	£	£
Accruals	6,371	5,478
Other creditors	5,018	4,805
	<u>11,389</u>	<u>10,283</u>

10 Designated funds - 2022	At 1 January 2022	New designation	Designation released	At 31 December 2022
	£	£	£	£
Book Translation projects in Eastern Europe	70,000	70,000	-	140,000
Pastoral Hardship Grants	15,000	-	(5,000)	10,000
Grace Reaches Out to Romania	75,000	-	(15,000)	60,000
Conferences in Romania	25,000	-	(25,000)	-
Translation and printing of books and booklets by John MacArthur	-	58,000	-	58,000
2023 Conferences	-	50,000	-	50,000
The Master's Seminary Scholarship Fund	45,000	-	(3,000)	42,000
	<u>230,000</u>	<u>178,000</u>	<u>(48,000)</u>	<u>360,000</u>

Designated funds - 2021	At 1 January 2021	New designation	Designation released	At 31 December 2021
	£	£	£	£
Book Translation projects in Eastern Europe	25,000	45,000	-	70,000
Pastoral Hardship Grants	10,000	5,000	-	15,000
Grace Reaches Out to Romania	75,000	-	-	75,000
Conferences in Romania	25,000	-	-	25,000
Support and develop Grace to You in Romania	42,394	-	(42,394)	-
The Master's Seminary Scholarship Fund	-	45,000	-	45,000
	<u>177,394</u>	<u>95,000</u>	<u>(42,394)</u>	<u>230,000</u>

Book Translation projects in Eastern Europe Several literature translation projects are currently being undertaken with publication due during the Autumn of 2022.

Pastoral Hardship Grants To help alleviate financial hardship amongst Pastors in Eastern Europe.

Grace Reaches Out to Romania The work out-put of the translators/sermon recording/technical team should increase significantly during 2023 so funds have been allocated to support this work.

Conferences in Romania To organise conferences for Pastors in Romania and to cover the costs that will be incurred.

Support and develop Grace to You in Romania Complete the translation and printing of the MacArthur Study Bible into Romanian

The Master's Seminary Scholarship Fund One individual is currently preparing for pastoral ministry within Europe at the completion of his studies.

Translation and printing of books and booklets by John MacArthur Translation projects in 2023 are Serbia, Macedonia, Madeira, Poland and Denmark

2023 Conferences The countries in which we plan to hold conferences in 2023 are the Faroe Islands, France, Romania, Bosnia, Albania, Macedonia Serbia and the UK.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

11 Restricted funds - 2022	As at 1 January				As at 31 December
	2022	Income	Expenditure	Transfers	2022
The Master's Seminary Scholarship Fund	31,466	30,000	(32,014)	-	29,452
Romanian Study Bible	-	2,000	(2,000)	-	-
Conferences in Europe	-	5,000	(5,000)	-	-
Hardship grant	-	1,000	(1,000)	-	-
	<u>31,466</u>	<u>38,000</u>	<u>(40,014)</u>	<u>-</u>	<u>29,452</u>

Restricted funds - 2021	As at 1 January				As at 31 December
	2021	Income	Expenditure	Transfers	2021
The Master's Seminary Scholarship Fund	-	40,000	(8,534)	-	31,466
	<u>-</u>	<u>40,000</u>	<u>(8,534)</u>	<u>-</u>	<u>31,466</u>

#### Objectives of restricted funds

##### The Master's Seminary Scholarship Fund

One individual is currently preparing for pastoral ministry within Europe at the completion of his studies.

##### Romanian Study Bible

The purpose for the Romanian Study Bible conferences which will be held in 2024 is to launch the new Romanian MacArthur Study Bible which should be completed by then.

##### Conferences in Europe

To enable Pastors to attend who otherwise would be unable to afford to do so.

##### Hardship grant

This fund was to support a Pastor who was experiencing severe financial difficulties during 2022.

12 Analysis of net assets between funds	2022		Tangible fixed assets	Net current assets	Total	
	Unrestricted funds	Restricted funds	£	£	£	
			8,259	446,468	454,727	
			-	29,452	29,452	
			<u>8,259</u>	<u>475,920</u>	<u>484,179</u>	
		2021		Tangible fixed assets	Net current assets	Total
		Unrestricted funds	Restricted funds	£	£	£
				8,874	516,157	525,031
				-	31,466	31,466
				<u>8,874</u>	<u>547,623</u>	<u>556,497</u>

#### 13 Company status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

#### 14 Related party transactions

Mr. Phillip Johnson, Trustee, is also a Trustee of Grace to You USA. During the year, Grace to You USA donated support of £90,991 (2021: £90,252) have been included in the SOFA, the income side of this has been recorded as a donation and a similar entry for expenditure. In addition the charity also received donations from Grace to You USA amounting to £73,628 (2021: £66,739).

#### 15 Financial commitments

During 2021, the Trustees entered into a contract to translate the MacArthur Study Bible into the Romanian language. The contract will last for a period of 24 months at a monthly rate of £5,000 and will end on 31 December 2023.

**GRACE TO YOU EUROPE**

England & Wales - Charity number 1150277

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# Accounts

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**GRACE TO YOU EUROPE**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**Company No: 08211924**  
**Registered Charity Number: 1150277**

# GRACE TO YOU EUROPE

## REPORT AND FINANCIAL STATEMENTS

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## GRACE TO YOU EUROPE

### COMPANY INFORMATION

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<b>Registered Company Number</b>	08211924
<b>Registered Charity Number</b>	1150277
<b>Trustees</b>	Mr Phillip Johnson Mr Christian Andresen Mr Andrew Curry Mr Jay Flowers
<b>Senior Management Team</b>	Mr P Mitchell Mrs D Mitchell
<b>Registered Office</b>	5 Caxton House Wellesley Road Ashford Kent TN24 8ET
<b>Solicitors</b>	Messrs Hallett & Co 11 Bank Street Ashford Kent TN23 1DA
<b>Independent examiner</b>	M Wilkes FCA Azets Audit Services 5th Floor Ashford Commercial Quarter 1 Dover Place Ashford Kent TN23 1FB
<b>Bankers</b>	CAF Bank Limited 25 Kings Hill Avenue West Malling Kent ME19 4JQ

## **GRACE TO YOU EUROPE**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021**

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The Trustees present their report and examined financial statements of the charity for the year ended 31 December 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011, the Companies Act 2006 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 published on 16 July 2014 as amended by Bulletin 1.

#### **Objectives of the charity**

The advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

#### **Public benefit statement**

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### **Achievements and performance in the period**

The main method that Grace to You Europe employs in carrying out its charitable activity, which provides public benefit, is radio ministry. During 2021 we broadcast our daily radio programme, Grace to You, throughout the United Kingdom of Great Britain and Northern Ireland on Premier Christian Radio. Members of the public living in those regions of Europe not covered by our radio reach were able to access the daily programmes, and thousands of free audio and video resources, through our website.

On a bi-monthly basis we sent a pastoral letter from John MacArthur to all those on our mailing list; on each occasion there was an offer of either a free book or CD, without any obligation to make a financial donation.

#### **Book Translation Projects**

During the past year we agreed to financially support several projects that would enable books by John MacArthur to be translated from English into other European languages.

The largest grant of £20,138 was made to FACLIA Publishing House of Oradea, to cover the costs of translating and publishing *Saved Without a Doubt* and *You Must Be Born Again* into ROMANIAN, and to begin the process of producing a Romanian edition of the MacArthur Study Bible.

A total of £3,527 was granted to facilitate the translation and publication of *Saved Without A Doubt*, *Jesus Unleashed* and various booklets in the *Spotlight on Scripture* series for free distribution to congregations of the Hungarian Baptist churches in Romania.

A total of £2,153 was granted to facilitate the translation, publication and free distribution of various *Spotlight on Scripture* booklets into SERBIAN.

A total of £1,800 was granted to facilitate the translation, publication and free distribution of various *Spotlight on Scripture* booklets into POLISH.

We have designated £70,000 of our Reserves for book and MacArthur Study Bible translation projects in Eastern Europe during 2022.

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## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

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#### Grace Reaches Out to Romania

During the early summer of 2020 we commenced the most exciting and most challenging translation project undertaken by Grace to You Europe to date. This project hopes to achieve over a 5-6 year period the translation and re-voicing of some 600 key sermons by John MacArthur into the Romanian language. The intention is that these sermons will be made free to download in both transcript and audio format through the GTY website. However, the audio files will also be used by our ministry partners in Romania to produce radio programmes for broadcasting throughout Romania and the world-wide Romanian diaspora, which is rapidly increasing because of economic migration. We have agreed to fund the Grace Reaches Out to Romania project on the basis that our ministry partners in Romania will assume responsibility for maintaining and financing the project beyond year 2026 through Har prin Cuvant, a legally registered charity in Romania.

The work out-put of the translators/sermon recording/technical team should increase significantly during 2022, so we have designated £75,000 of our Reserves for the funding of Grace Reaches Out to Romania.

#### Conferences

Due to the travel restrictions resulting from the COVID-19 pandemic we were required to postpone all conferences during 2020/21, but it is hoped that some of these can now be rescheduled. We have designated £25,000 of our Reserves for conference ministry during 2022.

#### Prison ministry

Throughout the year we were contacted by the inmates of 16 different U.K prisons and young offenders' institutions who had been listening to our daily radio broadcasts. We also received requests for our free resources from prison chaplains for distribution in their pastoral ministry. During the year we specifically donated MacArthur Study Bibles and other literature to the value of £1,250 to the chaplains of Christian Prison Resourcing.

#### Shepherds' Conference

We have sponsored the attendance at Shepherds' Conference of 3 pastors with grants made towards the costs of air tickets.

#### Hardship grants for Pastors

Many, if not most, pastors in Eastern Europe receive very modest salaries, which are not always sufficient to support a family. Consequently, many pastors' wives must work full-time outside the home in-order to contribute to the family budget, or the pastor needs to take on additional manual work, such as bee keeping or farming, which can have a significant detrimental impact upon the time he can dedicate to his ministry. Over the course of several years, we have tried to provide some financial support to a small number of pastors in Eastern Europe who have struggled to provide for their families. However, during 2020/21 the income of some bi-vocational pastors serving churches in Western Europe was also severely impacted as the businesses that fund their ministries were forced to close due to the COVID-19 pandemic.

The following hardship grants were made to pastors/missionaries during 2021:

<b>Romania</b> £8,704 (5 Individuals)	<b>Macedonia</b> £892 (1 Individual)
<b>France</b> £3,289 (3 Individuals)	<b>Belguim</b> £867 (1 Individual)
<b>Serbia</b> £4,277 (2 Individuals)	<b>U.K</b> £3,390 (5 Individuals)
<b>Turkey</b> £818 (1 individual)	

We have designated £15,000 for the relief of hardship amongst pastors during 2022.

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## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

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#### Resources for Pastors and students

Books to the value of £7,147 were gifted to pastors and seminarians in Czech Republic, Denmark, Finland, France, Germany, Netherlands, Portugal, Romania and the UK.

#### The Master's Seminary Scholarship Fund

Grants totalling £8,534 were made to one individual currently preparing for pastoral ministry within Europe at the completion of his studies. We have designated £45,000 of our Reserves for the Scholarship Fund in 2022.

#### Individuals

The following quantities of free resources were provided to individuals during 2021:

6,364	Books
2,170	(hard) copies of Dynamic Resources Magazines

#### Preaching

During 2021 the Director was only able to undertake a limited number of weekend church preaching engagements on behalf of the ministry, due to the U.K Government's imposition of national and international travelling restrictions. However, one ministry trip to a church in Normandy was made possible when British and French government restrictions were briefly alleviated in October.

#### Risk policy

The Trustees are responsible for the management of the charity and have identified risks specific to Grace to You Europe and implemented appropriate controls.

The key controls used by the charity include:

- \* Formal written agendas for all Board activity
- \* Regular formal and informal discussions between the trustees and staff
- \* Comprehensive planning, budgeting, and financial forecasting
- \* Established organisational structure and lines of reporting
- \* Formal written policies
- \* Clear authorisation and approval levels for expenditure
- \* Professional examination and presentation of annual accounts

#### Identified risks

##### *Damage to reputation*

Trustees Indemnity Insurance policy, with sum assured of £250,000 to cover legal costs occurred in defending an accusation resulting in damage to the charity's reputation.

##### *A decline in funding and donations*

We have a formal policy of maintaining sufficient capital at the bank to enable charitable activity to continue for a 12-month period in the event of a decline in donations due to loss of reputation or economic austerity.

##### *Catastrophic loss by fire*

We have a Business Combined Insurance Policy underwritten by Ansvar Insurance which includes a 12-month business interruption sum assured of £200,000.

The office the charity occupies in Caxton House is rented and we are only required to give one month's notice to our landlord if we wish to vacate the premises. There is a good range of alternative office accommodation available to rent in the Ashford area, some of which is owned by our current landlord, so we are confident that a catastrophic loss would only inconvenience the charity in the short-term.

##### *Loss of data and Cyber Security*

All data is being constantly monitored and backed-up by our off-site IT support company, MPR IT. Our website is hosted and maintained by our Grace to You colleagues in the U.S.A.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

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#### COVID-19 Virus

A risk assessment was carried out at the commencement of the pandemic and staff followed U.K Government directives by working from home where that was possible or practical. However, rather than seeing a reduction in the work of the charity during the pandemic, the listenership of our daily radio broadcasts increased, and demand for our resources surged, making working from home for all members of staff impossible. The Director and Office Manager (who are a married couple) attended the office each day in-order to receive deliveries and to maintain shipment of resources to customers and supporters, whilst customer service staff worked from home answering telephone calls.

The Grace to You Europe office is large enough to enable 3 members of staff to work simultaneously, whilst maintaining social distancing of at least 2 meters. Protective face masks and hand sanitizer is provided for all members of staff whilst they are working in the office.

Based on the encouraging financial performance of the charity during 2021 we do not anticipate any decline in regular donor support or a decrease in the demand for our resources during 2022, which gives us confidence to proceed with the various objectives mentioned in this report, whilst adhering to our policy of maintaining sufficient financial reserves at the bank.

#### Financial review

Income for the year amounted to £541,658 (2020: £471,628) and expenditure amounted to £399,708 (2020: £392,452). As a result of these movements, a surplus of £141,950 (2020: £79,176) was reported for the year. At 31 December 2021 funds amounted to £556,497 (2020: £414,547).

#### Reserves policy

The Trustees have adopted a policy which aims to ensure that there are adequate funds to meet the operating costs of the charity for a period of at least twelve months. Based on budgeted expenditure levels this would amount to £260,000 (2020: £260,000). At 31 December 2021, unrestricted reserves amounted to £295,031 (2020: £237,153).

At 31 December 2021 designated funds amounted to £230,000 (2020: £177,394). Further details can be found in note 10.

At 31 December 2021 restricted funds amounted to £31,466 (2020: Nil). Further details can be found in note 11.

#### Pay policy for key management personnel

The Trustees consider the Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. All Trustees give of their time freely and no Trustee received remuneration in the year. The pay of the senior staff is reviewed annually and normally increased in accordance with market rates.

#### Plans for the future

We will also continue to explore new opportunities for expanding the reach of Grace to You into Moldova, Serbia, Bulgaria, and Macedonia. We have received firm invitations from pastors in these countries to organise much needed Bible teaching conferences for church leaders.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### Structure

The company was incorporated as a limited company on 12 September 2012 and is governed by its Memorandum and Articles of Association. The company number is 8211924.

The company is also registered with the Charity Commission, number 1150277, from 21 December 2012.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

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#### Governance and management

The Trustees who served during the year were:

Mr Phillip Johnson

Mr Andrew Curry

Mr Christian Andresen

Mr Jay Flowers

There shall not be less than three Trustees at any time but there is no maximum number. The existing Trustees may appoint further Trustees at their discretion. No person shall be eligible for appointment as a Trustee unless he/she can give full and unequivocal assent to the Grace to You Doctrinal Statement.

The Trustees meet formally on an annual basis but regularly and less formally at other times during the course of the year. The Trustees have designated Mr D Paul Mitchell, to be responsible for the day to day operation of the charity and he is assisted by a full-time Office Manager and one Customer Service Assistant.

#### Trustees' responsibilities

The Trustees (who are also directors for the purposes of company law) 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 & 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 the incoming resources and application of resources of the charity 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 2015 (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;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in business.

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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

#### Small company exemption

The financial statements have been prepared in accordance with special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the Board

.....  
Andrew Curry

Trustee

Date: 9 May 2022

## GRACE TO YOU EUROPE

### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

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I report to the charity trustees on my examination of the accounts for the year ended 31 December 2021 which are set out on pages 8 to 16.

#### Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

#### Independent examiner's report

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- 2 the accounts do not accord with those records; or
- 3 the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirements that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- 4 the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

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.

Name:  
Relevant professional qualification or body:  
Address:

**M A Wilkes**  
**FCA**

**Azets Audit Services, 5th Floor, Ashford Commercial  
Quarter, 1 Dover Place, Ashford, Kent. TN23 1FB**  
**7 June 2022**

Date:

**GRACE TO YOU EUROPE**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	Restricted funds £	Unrestricted funds £	2021 Total £	Unrestricted funds 2020 Total £
<b>Income from:</b>					
Donations		-	298,675	298,675	237,021
Donations - Scholarship		40,000	-	40,000	-
Charitable activities					
Sale of recordings and literature		-	45,954	45,954	45,512
Grace To You support in kind		-	156,991	156,991	187,378
Interest receivable		-	38	38	205
Other Income		-	-	-	56
Coronavirus Job Retention Scheme grant		-	-	-	1,456
<b>Total income</b>		<u>40,000</u>	<u>501,658</u>	<u>541,658</u>	<u>471,628</u>
<b>Expenditure on:</b>					
Charitable activities		8,534	391,174	399,708	392,452
<b>Total expenditure</b>	<b>2</b>	<u>8,534</u>	<u>391,174</u>	<u>399,708</u>	<u>392,452</u>
<b>Net movement in funds</b>		31,466	110,484	141,950	79,176
<b>Reconciliation of funds:</b>					
Fund balances at 1 January 2021		-	414,547	414,547	335,371
<b>Fund balances at 31 December 2021</b>		<u>31,466</u>	<u>525,031</u>	<u>556,497</u>	<u>414,547</u>

All transactions are derived from continuing activities.

Comparative figures relate to unrestricted income and expenditure.

All recognised gains or losses are included in the Statement of Financial Activities.

## GRACE TO YOU EUROPE

### BALANCE SHEET AS AT 31 DECEMBER 2021

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	Note	2021	2020
		£	£
<b>Fixed assets</b>			
Tangible assets	6	8,874	3,850
<b>Current assets</b>			
Stocks	7	26,311	25,286
Debtors	8	3,272	1,579
Cash at bank and in hand		528,323	393,507
		<u>557,906</u>	<u>420,372</u>
<b>Creditors: Amounts falling due within one year</b>	9	<u>(10,283)</u>	<u>(9,675)</u>
<b>Net current assets</b>		547,623	410,697
<b>Net assets</b>		<u>556,497</u>	<u>414,547</u>
<b>Represented by</b>			
Designated funds	10	230,000	177,394
Restricted general fund	11	31,466	-
Unrestricted general fund		295,031	237,153
		<u>556,497</u>	<u>414,547</u>

For the financial year ended 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

#### Trustees' responsibilities

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 9 May 2022 and were signed on its behalf by:

.....

Trustee

**Company No: 08211924**

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GRACE TO YOU EUROPE

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2021

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	Note	2021 £	2020 £
<b>Net cash flow from operating activities</b>	<b>12</b>	142,143	90,094
<b>Cash flow from investing activities</b>			
Payments to acquire tangible fixed assets		(7,364)	(4,548)
Interest received		38	205
<b>Net cash flow from investing activities</b>		<u>(7,326)</u>	<u>(4,343)</u>
<b>Net increase in cash and cash equivalents</b>		134,817	85,751
<b>Cash and cash equivalents at 1 January 2021</b>		<u>393,507</u>	<u>307,756</u>
<b>Cash and cash equivalents at 31 December 2021</b>		<u><u>528,323</u></u>	<u><u>393,507</u></u>

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## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

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#### 1 Accounting policies

##### 1.1 Accounting convention

Grace to You Europe is a private limited company by guarantee and registered charity with the Charity Commission in the United Kingdom and a registered company in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are the advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

The charity constitutes a public benefit entity as defined by FRS102. 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 (FRS102) issued on 16 July 2014 as amended by Bulletin 1, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

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

##### 1.2 Funds accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objectives. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

##### 1.3 Income recognition

All income is included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

- Voluntary income including donations and gifts is included in the Statement of Financial Activities when receivable.
- Income from sale of recordings and literature represents the amounts received from the sale of goods in respect of the charity's objectives.
- Donated services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.
- Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends and interest. Interest income is recognised using the effective interest method and dividend income is recognised as the charity's right to receive payment is established.
- Grace to You Support income is recognised when receivable. This can be in the form of donated services or actual donations.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

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#### 1 Accounting policies

##### 1.4 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

##### 1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended. Assets costing £200 or more will be capitalised. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Office Equipment	25% straight line
Furniture and Fixtures	25% straight line
Recording equipment	25% straight line

##### 1.6 Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

##### 1.7 Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

##### 1.8 Pension contributions

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

##### 1.9 Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

##### 1.10 Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1 Accounting policies

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

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Useful economic lives of tangible assets:

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 6 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Stock provision

Stock levels are reviewed on an annual basis for any slow moving or obsolete stock and provisions are made if appropriate based on the likelihood of future sales and physical condition of stock.

#### 2.1 Analysis of expenditure

	Direct costs £	Support costs £	Staff costs £	2021 Total Funds £	2020 Total Funds £
<i>Charitable activities</i>					
Literature and recordings	134,013	46,970	128,256	309,239	329,490
Translated books (note 2.2)	59,698	-	-	59,698	44,009
Grants paid (note 2.3)	22,237	-	-	22,237	18,953
Scholarship	8,534	-	-	8,534	-
<b>Total expenditure</b>	<b>224,482</b>	<b>46,970</b>	<b>128,256</b>	<b>399,708</b>	<b>392,452</b>

#### 2.2 Translated books

	2021 Total £	2020 Total £
<b>Grants to institutions</b>		
FACLIA Publishing House of Oradea	27,618	26,403
Har Prin Cuvant	32,081	17,606
	<u>59,698</u>	<u>44,009</u>

2.3 Grants paid amounting to £22,237 (2020: £18,953) relates to grants paid to 18 individuals (2020: 16 individuals) in respect of the charity's primary charitable objective.

#### 3 Support costs

	2021 Total £	2020 Total £
Insurance	1,917	1,714
Travelling and subsistence	6,901	12,497
Rent, community and utilities	11,598	8,586
Office expenses	3,643	3,094
Machine Maintenance	1,350	904
Computer support	5,140	6,711
Consultancy	13	13
Legal	134	-
Bank and credit card charges	7,160	5,066
Repairs and maintenance	1,881	934
Depreciation - office equipment	2,054	2,426
Accountancy - IT work	3,188	5,321
Loss on disposal of asset	286	-
Paypal fees	(305)	2,353
Independent examiner's fees	2,010	2,370
	<u>46,970</u>	<u>51,989</u>

**GRACE TO YOU EUROPE**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

<b>4 Staff costs and key management personnel remuneration</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Gross wages	105,783	93,005
Employer's NI	6,721	4,180
Employer's pension	15,752	14,372
	<u>128,256</u>	<u>111,557</u>

The average number of employees during the year was 3 (2020: 5).

There are no employees with emoluments above £60,000 (2020: £60,000).

The Trustees consider the board of Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. As detailed above, no Trustees received remuneration during the period. The remuneration to the senior management team employees total £98,528 (2020: £87,793).

**5 Trustees' remuneration and reimbursed expenses**

The Trustees have not received any remuneration in the year (2020: None). During the year no Trustees had expenses reimbursed totalling (2020: None) for travel costs.

**6 Tangible assets**

	<b>Office Equipment</b>	<b>Furniture &amp; Fixtures</b>	<b>Recording Equipment</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>				
As at 1 January 2021	17,308	1,021	3,628	21,957
Additions	5,635	-	1,729	7,364
Disposals	(7,225)	-	(3,129)	(10,354)
As at 31 December 2021	<u>15,718</u>	<u>1,021</u>	<u>2,228</u>	<u>18,967</u>
<b>Depreciation</b>				
As at 1 January 2021	13,695	784	3,628	18,107
Charge for the year	1,827	82	145	2,054
Eliminated on disposal	(6,939)	-	(3,129)	(10,068)
As at 31 December 2021	<u>8,583</u>	<u>866</u>	<u>644</u>	<u>10,093</u>
<b>Net book value</b>				
As at 31 December 2021	<u>7,135</u>	<u>155</u>	<u>1,584</u>	<u>8,874</u>
As at 31 December 2020	<u>3,613</u>	<u>237</u>	<u>-</u>	<u>3,850</u>

<b>7 Stocks</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Stock for re-sale	25,247	23,736
Stock of stationery	1,064	1,550
	<u>26,311</u>	<u>25,286</u>

<b>8 Debtors</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Prepayments	2,285	974
Other debtors	987	605
	<u>3,272</u>	<u>1,579</u>

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

9	Creditors: Amounts falling due within one year	2021	2020		
		£	£		
	Accruals	5,478	6,063		
	Other creditors	4,805	3,612		
		<u>10,283</u>	<u>9,675</u>		
10	Designated funds - 2021	At 1 January 2021	New designation	Designation released	At 31 December 2021
		£	£	£	£
	Book Translation projects in Eastern Europe	25,000	45,000	-	70,000
	Pastoral Hardship Grants	10,000	5,000	-	15,000
	Grace Reaches Out to Romania	75,000	-	-	75,000
	Conferences in Romania	25,000	-	-	25,000
	Support and develop Grace to You in Romania	42,394	-	(42,394)	-
	The Master's Seminary Scholarship Fund	-	45,000	-	45,000
		<u>177,394</u>	<u>95,000</u>	<u>(42,394)</u>	<u>230,000</u>
Designated funds - 2020		At 1 January 2020	New designation	Designation released	At 31 December 2020
		£	£	£	£
	Book Translation projects in Eastern Europe	-	25,000	-	25,000
	Pastoral Hardship Grants	-	10,000	-	10,000
	Grace Reaches Out to Romania	-	75,000	-	75,000
	Conferences in Romania	-	25,000	-	25,000
	Support and develop Grace to You in Romania	60,000	-	(17,606)	42,394
		<u>60,000</u>	<u>135,000</u>	<u>(17,606)</u>	<u>177,394</u>
	Book Translation projects in Eastern Europe	Several literature translation projects are currently being undertaken with publication due during the Autumn of 2022.			
	Pastoral Hardship Grants	To help alleviate financial hardship amongst Pastors in Eastern Europe.			
	Grace Reaches Out to Romania	The work out-put of the translators/sermon recording/technical team should increase significantly during 2022 so funds have been allocated to support this work.			
	Conferences in Romania	To organise conferences for Pastors in Romania and to cover the costs that will be incurred.			
	Support and develop Grace to You in Romania	To help the ministry of Grace to You in Romania.			
	The Master's Seminary Scholarship Fund	One individual is currently preparing for pastoral ministry within Europe at the completion of his studies.			

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

11	Restricted funds	As at 1 January			As at 31 December	
		2021	Income	Expenditure	Transfers 2021	
	The Master's Seminary Scholarship Fund	-	40,000	(8,534)	-	31,466
		-	40,000	(8,534)	-	31,466

#### Objectives of restricted funds

**The Master's Seminary Scholarship Fund** One individual is currently preparing for pastoral ministry within Europe at the completion of his studies.

#### 12 Reconciliation of net income to net cash flow from operating activities

	2021	2020
	£	£
Net Income/(Expenditure) for the year	141,950	79,176
Interest Receivable	(38)	(205)
Depreciation	2,054	2,426
Decrease/(Increase) in stock	(1,025)	29
(Increase)/Decrease in debtors	(1,693)	6,798
Increase/(decrease) in creditors	609	1,869
Profit/Loss on disposal of assets	286	-
Net Cash Flow from Operating Activities	142,143	90,094

#### 13 Company status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

#### 14 Related party transactions

Mr. Phillip Johnson, Trustee, is also a Trustee of Grace to You USA. During the year, Grace to You USA donated support of £90,252 (2020: £114,961) have been included in the SOFA, the income side of this has been recorded as a donation and a similar entry for expenditure. In addition the charity also received donations from Grace to You USA amounting to £66,739 (2020: £72,417).

#### 15 Financial commitments

During the year, the Trustees entered into a contract to translate the MacArthur Study Bible into the Romanian language. The contract will last for a period of 24 months at a monthly rate of £5,000 and will end on 31 December 2023.

**GRACE TO YOU EUROPE**

England & Wales - Charity number 1150277

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# Accounts

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**GRACE TO YOU EUROPE**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**Company No: 08211924**  
**Registered Charity Number: 1150277**

# GRACE TO YOU EUROPE

## REPORT AND FINANCIAL STATEMENTS

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## GRACE TO YOU EUROPE

### COMPANY INFORMATION

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<b>Registered Company Number</b>	08211924
<b>Registered Charity Number</b>	1150277
<b>Trustees</b>	Mr Phillip Johnson Mr Christian Andresen Mr Andrew Curry Mr Jay Flowers
<b>Senior Management Team</b>	Mr P Mitchell Mrs D Mitchell
<b>Registered Office</b>	5 Caxton House Wellesley Road Ashford Kent TN24 8ET
<b>Solicitors</b>	Messrs Hallett & Co 11 Bank Street Ashford Kent TN23 1DA
<b>Independent examiner</b>	M Wilkes FCA Azets Audit Services 5th Floor Ashford Commercial Quarter 1 Dover Place Ashford Kent TN23 1FB
<b>Bankers</b>	CAF Bank Limited 25 Kings Hill Avenue West Malling Kent ME19 4JQ

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

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The Trustees present their report and examined financial statements of the charity for the year ended 31 December 2020. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011, the Companies Act 2006 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 published on 16 July 2014 as amended by Bulletin 1.

#### **Objectives of the charity**

The advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

#### **Public benefit statement**

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### **Achievements and performance in the period**

The main method that Grace to You Europe employs in carrying out its charitable activity, which provides public benefit, is radio ministry. During 2020 we broadcast our daily radio programme, Grace to You, throughout the United Kingdom of Great Britain and Northern Ireland on Premier Christian Radio. Members of the public living in those regions of Europe not covered by our radio reach are able to access the daily programmes, and thousands of free audio and video resources, through our website: <http://www.gty.org.uk>

On a bi-monthly basis we send a pastoral letter from John MacArthur to all those on our mailing list; on each occasion there was an offer of either a free book or CD, without any obligation to make a financial donation.

#### **Book Translation Projects**

During the past year we agreed to financially support several projects that would enable books by John MacArthur to be translated from English into other European languages.

The largest grant of £26,403 was made to FACLIA Publishing House of Oradea, to cover the costs of translating and publishing *Biblical Doctrine*, *Only Jesus* (and several other important GTY booklets) into Romanian. 300 sets of *Biblical Doctrine* (valued at approx. £11,000) were gifted to pastors serving within the Baptist churches of Romania.

A grant of £2,000 was made to facilitate the translation and publication of *Only Jesus* into Hungarian.

We have designated £25,000 of our Reserves for book translation projects in Eastern Europe during 2021.

#### **Grace Reaches Out to Romania**

During the early summer of 2020 we commenced the most exciting and most challenging translation project undertaken by Grace to You Europe to date. This project hopes to achieve over a 5-year period the translation and re-voicing of 600 key sermons by John MacArthur into the Romanian language. The intention is that these sermons will be made free to download in both transcript and audio format through the GTY website. However, the audio files will also be used by our ministry partners in Romania to produce radio programmes for broadcasting throughout Romania and the world-wide Romanian diaspora, which is rapidly increasing because of economic migration. We have agreed to fund the Grace Reaches Out to Romania project on the basis that Har Prin Cuvant, our ministry partners in Romania, will assume responsibility for maintaining and financing the project beyond year 5.

## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

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In partnership with Har Prin Cuvant we were able to create a recording studio in Arad during 2020 with fitting out and equipment costs kept to a modest £3,036. Funding of the translation and technical team for part of the year amounted to £14,553.

The work out-put of the translators/sermon recording/technical team should increase significantly during 2021, so we have designated £75,000 of our Reserves for the funding of Grace Reaches Out to Romania.

#### Conferences

Due to travel restrictions resulting from the COVID-19 pandemic we were required to postpone all conferences during 2020, but it is hoped these can be rescheduled for the latter part of 2021.

#### Prison ministry

Throughout the year we were contacted by the inmates of 18 different prisons and young offenders' institutions who had been listening to our daily radio broadcasts. We also received requests for our free resources from prison chaplains for distribution in their pastoral ministry. During the year we specifically donated MacArthur Study Bibles and other literature to the value of £1,092 to the chaplains of Christian Prison Resourcing.

#### Refugees

Our friends at Voice of Hope (Germany) continue to minister to the spiritual needs of the many thousands of refugees in the U.N camps in Sicily and to those able to attend services at the mission centre in Palermo. MacArthur Study Bibles and books to the value of £2,473 were donated to Voice of Hope to support their ministry to refugees.

#### Shepherds' Conference

We sponsored the attendance of 4 pastors/seminarians during 2020 with grants made to cover the costs of flights and hotel accommodation.

#### Hardship grants for Pastors

Many, if not most, pastors in Eastern Europe receive very modest salaries, which are not always sufficient to support a family. Consequently, many pastors' wives must work full-time outside the home in-order to contribute to the family budget, or the pastor needs to take on additional manual work, such as bee keeping or farming, which can have a significant detrimental impact upon the time he can dedicate to his ministry. Over the course of several years, we have tried to provide some financial support to a small number of pastors in Eastern Europe who have struggled to provide for their families. However, during 2020 the income of some bi-vocational pastors serving churches in Western Europe was also severely impacted as the businesses that fund their ministries were forced to close due to the COVID-19 pandemic.

The following hardship grants were made to pastors/seminarians during 2020:

**Romania**  
£8,806 (8 Pastors)

**Netherlands**  
£915 (1 Seminarian)

**France**  
£1,885 (1 Pastor)

**Portugal**  
£457 (1 Pastor)

**Serbia**  
£1,880 (2 Pastors)

**U.K**  
£1,100 (3 Pastors)

We have designated £10,000 for the relief of hardship amongst pastors during 2021.

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## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

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#### Pastoral Education Grants

We gifted 18 complete sets of the MacArthur New Testament Commentary (valued at £5,490) to young pastors and seminarians ministering in the U.K and Romania during 2020.

Books to the value of £10,051 were gifted to pastors and missionaries serving in Croatia, Finland, France, Greece, Romania and the U.K.

#### Individuals

The following quantities of free resources were provided to individuals during 2020:

7,600	Books
1,287	CDs/DVDs
2,000	(hard) copies of Dynamic Resources Magazines

#### Preaching

During 2020 the Director was only able to undertake one weekend of preaching engagements on behalf of the ministry prior to the U.K Government's imposition of national and international travelling restrictions due to the COVID-19 virus pandemic.

#### Risk policy

The Trustees are responsible for the management of the charity and have identified risks specific to Grace to You Europe and implemented appropriate controls.

The key controls used by the charity include:

- \* Formal written agendas for all Board activity
- \* Regular formal and informal discussions between the Chairman and staff
- \* Comprehensive planning, budgeting, and financial forecasting
- \* Established organisational structure and lines of reporting
- \* Formal written policies
- \* Clear authorisation and approval levels for expenditure
- \* Professional examination and presentation of annual accounts

#### Identified risks

##### *Damage to reputation*

Trustees Indemnity Insurance policy, with sum assured of £250,000 to cover legal costs occurred in defending an accusation resulting in damage to the charity's reputation.

##### *A decline in funding and donations*

We have a formal policy of maintaining sufficient capital at the bank to enable charitable activity to continue for a 12 month period in the event of a decline in donations due to loss of reputation or economic austerity.

##### *Catastrophic loss by fire*

We have a Business Combined Insurance Policy underwritten by Ansvar Insurance which includes a 12 month business interruption sum assured of £200,000.

The office the charity occupies in Caxton House is rented and we are only required to give one month's notice to our landlord if we wish to vacate the premises. There is a good range of alternative office accommodation available to rent in the Ashford area, some of which is owned by our current landlord, so we are confident that a catastrophic loss would only inconvenience the charity in the short-term.

##### *Loss of data*

All data is being constantly monitored and backed-up by our off-site IT support company, MPR IT. Our website is hosted and maintained by our Grace to You colleagues in the U.S.A.

## **GRACE TO YOU EUROPE**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020**

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#### **COVID-19 Virus**

A risk assessment was carried out at the commencement of the pandemic and staff followed U.K Government directives by working from home where that was possible or practical. However, rather than seeing a reduction in the work of the charity during the pandemic, the listenership of our daily radio broadcasts increased, and demand for our resources surged, making working from home for all members of staff impossible. The Director and Office Manager (who are a married couple) attended the office each day in-order to receive deliveries and to maintain shipment of resources to customers and supporters, whilst customer service staff worked from home answering telephone calls.

The Grace to You Europe office is large enough to enable 3 members of staff to work simultaneously whilst maintaining social distancing of at least 2 meters. Protective face masks and hand sanitizer is provided for all members of staff whilst they are working in the office and at the time of the preparation of this report no current member of staff has reported being ill with the virus.

Based on the encouraging financial performance of the charity during 2020 we do not anticipate any decline in regular donor support or a decrease in the demand for our resources during 2021, which gives us confidence to proceed with various translation projects, whilst adhering to our policy of maintaining sufficient financial reserves at the bank.

#### **Financial review**

Income for the year amounted to £471,628 (2019: £397,168) and expenditure amounted to £392,452 (2019: £371,042). As a result of these movements, a surplus of £79,176 (2019: £26,126) was reported for the year. At 31 December 2020 funds amounted to £414,547 (2019: £335,371).

#### **Reserves policy**

The Trustees have adopted a policy which aims to ensure that there are adequate funds to meet the operating costs of the charity for a period of at least twelve months. Based on budgeted expenditure levels this would amount to £260,000 (2019: £250,000). At 31 December 2020, unrestricted reserves amounted to £237,153 (2019: £275,371).

At 31 December 2020 designated funds amounted to £177,394 (2019: £60,000). Further details can be found in note 10.

#### **Pay policy for key management personnel**

The Trustees consider the Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. All Trustees give of their time freely and no Trustee received remuneration in the year. The pay of the senior staff is reviewed annually and normally increased in accordance with market rates.

#### **Plans for the future**

On the basis that travel restrictions will be lifted during the second half of 2021, we intend to reschedule the postponed conferences for pastors in Romania and have designated £25,000 of our Reserves to cover the costs that will be incurred in organising these conferences.

We will also continue to explore new opportunities for expanding the reach of Grace to You into Moldova, Serbia, Bulgaria, and Macedonia. We have received firm invitations from pastors in these countries to organise Bible teaching conferences for church leaders.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

#### **Structure**

The company was incorporated as a limited company on 12 September 2012 and is governed by its Memorandum and Articles of Association. The company number is 8211924.

The company is also registered with the Charity Commission, number 1150277, from 21 December 2012.

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## GRACE TO YOU EUROPE

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

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#### Governance and management

The Trustees who served during the year were:

Mr Phillip Johnson

Mr Andrew Curry

Mr Christian Andresen

Mr Jay Flowers

There shall not be less than three Trustees at any time but there is no maximum number. The existing Trustees may appoint further Trustees at their discretion. No person shall be eligible for appointment as a Trustee unless he/she can give full and unequivocal assent to the Grace to You Doctrinal Statement.

The Trustees meet formally on an annual basis but regularly and less formally at other times during the course of the year. The Trustees have designated Mr D Paul Mitchell, to be responsible for the day to day operation of the charity and he is assisted by a full-time Office Manager and two part-time Customer Service Assistants.

#### Trustees' responsibilities

The Trustees (who are also directors for the purposes of company law) 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 & 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 the incoming resources and application of resources of the charity 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 2015 (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;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in business.

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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

#### Small company exemption

The financial statements have been prepared in accordance with special provisions of Part 15 of the Companies Act 2006 relating to small companies.

#### Independent examiner

On 7 September 2020 Group Audit Services Limited, trading as Wilkins Kennedy Audit Services, changed its name to Azets Audit Services Limited. The name they practice under is Azets Audit Services and accordingly they have signed their report in their new name.

By order of the Board

.....  
Mr Phillip Johnson

Trustee

Date: 14 June 2021

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## GRACE TO YOU EUROPE

### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

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I report to the charity trustees on my examination of the accounts for the year ended 31 December 2020 which are set out on pages 8 to 15.

#### **Responsibilities and basis of report**

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

#### **Independent examiner's report**

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- 2 the accounts do not accord with those records; or
- 3 the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirements that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- 4 the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

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.

Name:  
Relevant professional qualification or body:  
Address:

**M A Wilkes**  
**FCA**

**Azets Audit Services, 5th Floor, Ashford Commercial  
Quarter, 1 Dover Place, Ashford, Kent. TN23 1FB  
9 September 2021**

Date:

## GRACE TO YOU EUROPE

### STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 DECEMBER 2020

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	Note	Unrestricted funds	
		2020	2019
		£	£
<b>Income from:</b>			
Donations		237,021	178,792
Charitable activities			
Sale of recordings and literature		45,512	32,363
Grace To You support in kind		187,378	185,637
Interest receivable		205	376
Other Income		56	-
Coronavirus Job Retention Scheme grant		1,456	-
<b>Total income</b>		<u>471,628</u>	<u>397,168</u>
<b>Expenditure on:</b>			
Charitable activities		392,452	371,042
<b>Total expenditure</b>	<b>2</b>	<u>392,452</u>	<u>371,042</u>
<b>Net movement in funds</b>		79,176	26,126
<b>Reconciliation of funds:</b>			
Unrestricted fund balances at 1 January 2020		335,371	309,245
<b>Fund balances at 31 December 2020</b>		<u>414,547</u>	<u>335,371</u>

All transactions are derived from continuing activities.

Comparative figures relate to unrestricted income and expenditure.

All recognised gains or losses are included in the Statement of Financial Activities.

## GRACE TO YOU EUROPE

### BALANCE SHEET

AS AT 31 DECEMBER 2020

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	Note	2020		2019	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	6		3,850		1,728
<b>Current assets</b>					
Stocks	7	25,286		25,315	
Debtors	8	1,579		8,378	
Cash at bank and in hand		393,507		307,756	
		<u>420,372</u>		<u>341,449</u>	
<b>Creditors: Amounts falling due within one year</b>	9	<u>(9,675)</u>		<u>(7,806)</u>	
<b>Net current assets</b>			410,697		333,643
<b>Net assets</b>			<u>414,547</u>		<u>335,371</u>
<b>Represented by</b>					
Designated funds	10		177,394		60,000
Unrestricted general fund			237,153		275,371
			<u>414,547</u>		<u>335,371</u>

For the financial year ended 31 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

#### Trustees' responsibilities

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 14 June 2021 and were signed on its behalf by:

.....  
Mr Phillip Johnson  
Trustee

**Company No: 08211924**

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

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#### 1 Accounting policies

##### 1.1 Accounting convention

Grace to You Europe is a private limited company by guarantee and registered charity with the Charity Commission in the United Kingdom and a registered company in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are the advancement of the Christian faith and such other charitable purposes as the Trustees shall from time to time determine.

The charity constitutes a public benefit entity as defined by FRS102. 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 (FRS102) issued on 16 July 2014 as amended by Bulletin 1, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

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

##### 1.2 Funds accounting

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objectives. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

##### 1.3 Income recognition

All income is included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

- Voluntary income including donations and gifts is included in the Statement of Financial Activities when receivable.
- Income from sale of recordings and literature represents the amounts received from the sale of goods in respect of the charity's objectives.
- Donated services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.
- Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends and interest. Interest income is recognised using the effective interest method and dividend income is recognised as the charity's right to receive payment is established.
- Grace to You Support income is recognised when receivable. This can be in the form of donated services or actual donations.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

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#### 1 Accounting policies

##### 1.4 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

##### 1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended. Assets costing £200 or more will be capitalised. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Office Equipment	25% straight line
Furniture and Fixtures	25% straight line
Recording equipment	25% straight line

##### 1.6 Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

##### 1.7 Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

##### 1.8 Pension contributions

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

##### 1.9 Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

##### 1.10 Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

#### 1 Accounting policies

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

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Useful economic lives of tangible assets:

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 6 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Stock provision

Stock levels are reviewed on an annual basis for any slow moving or obsolete stock and provisions are made if appropriate based on the likelihood of future sales and physical condition of stock.

#### 2.1 Analysis of expenditure

	Direct costs	Support costs	Staff costs	2020 Total Funds	2019 Total Funds
	£	£	£	£	£
<i>Charitable activities</i>					
Literature and recordings	165,944	51,989	111,557	329,490	342,730
Translated books (note 2.2)	44,009	-	-	44,009	10,273
Grants paid (note 2.3)	18,953	-	-	18,953	18,039
<b>Total expenditure</b>	<b>228,906</b>	<b>51,989</b>	<b>111,557</b>	<b>392,452</b>	<b>371,042</b>

#### 2.2 Translated books

	2020 Total	2019 Total
	£	£
<b>Grants to institutions</b>		
FACLIA Publishing House of Oradea	26,403	8,000
Har Prin Cuvant	17,606	-
Other	-	2,273
	<u>44,009</u>	<u>10,273</u>

2.3 Grants paid amounting to £18,953 (2019: £18,039) relates to grants paid to 16 individuals (2019: 34 individuals) in respect of the charity's primary charitable objective.

#### 3 Support costs

	2020 Total	2019 Total
	£	£
Insurance	1,714	1,627
Travelling and subsistence	12,497	29,156
Rent, community and utilities	8,586	8,896
Office expenses	3,094	5,810
Machine Maintenance	904	1,784
Computer support	6,711	3,274
Consultancy	13	13
Bank and credit card charges	5,066	4,290
Repairs and maintenance	934	1,358
Depreciation - office equipment	2,426	2,191
Accountancy - IT work	5,321	1,848
Paypal fees	2,353	-
Governance		
Independent examiner's fees	2,370	2,100
	<u>51,989</u>	<u>62,347</u>

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

4	<b>Staff costs and key management personnel remuneration</b>	<b>2020</b>	<b>2019</b>
		£	£
	Gross wages	93,005	89,455
	Employer's NI	4,180	5,111
	Employer's pension	14,372	11,636
		<u>111,557</u>	<u>106,202</u>

The average number of employees during the year was 5 (2019: 4).

There are no employees with emoluments above £60,000 (2019: £60,000).

The Trustees consider the board of Trustees and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. As detailed above, no Trustees received remuneration during the period. The remuneration to the senior management team employees total £87,793 (2019: £85,548).

#### 5 Trustees' remuneration and reimbursed expenses

The Trustees have not received any remuneration in the year (2019: None). During the year no Trustees had expenses reimbursed totalling (2019: £1,031) for travel costs.

#### 6 Tangible assets

	Office Equipment £	Furniture & Fixtures £	Recording Equipment £	Total £
<b>Cost</b>				
As at 1 January 2020	12,760	1,021	3,628	17,409
Additions	4,548	-	-	4,548
As at 31 December 2020	<u>17,308</u>	<u>1,021</u>	<u>3,628</u>	<u>21,957</u>
<b>Depreciation</b>				
As at 1 January 2020	11,450	702	3,529	15,681
Charge for the year	2,245	82	99	2,426
As at 31 December 2020	<u>13,695</u>	<u>784</u>	<u>3,628</u>	<u>18,107</u>
<b>Net book value</b>				
As at 31 December 2020	<u>3,613</u>	<u>237</u>	<u>-</u>	<u>3,850</u>
As at 31 December 2019	<u>1,310</u>	<u>319</u>	<u>99</u>	<u>1,728</u>

7	<b>Stocks</b>	<b>2020</b>	<b>2019</b>
		£	£
	Stock for re-sale	23,736	23,986
	Stock of stationery	1,550	1,329
		<u>25,286</u>	<u>25,315</u>

8	<b>Debtors</b>	<b>2020</b>	<b>2019</b>
		£	£
	Prepayments	974	6,616
	Other debtors	605	1,762
		<u>1,579</u>	<u>8,378</u>

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9	Creditors: Amounts falling due within one year	2020	2019
		£	£
	Trade creditors	-	1,182
	Accruals	6,063	3,782
	Other creditors	3,612	2,842
		<u>9,675</u>	<u>7,806</u>

10	Designated funds - 2020	At 1 January 2020	New designation	Designation released	At 31 December 2020
		£	£	£	£
	Book Translation projects in Eastern Europe	-	25,000	-	25,000
	Pastoral Hardship Grants	-	10,000	-	10,000
	Grace Reaches Out to Romania	-	75,000	-	75,000
	Conferences in Romania	-	25,000	-	25,000
	Support and develop Grace to You in Romania	60,000	-	(17,606)	42,394
		<u>60,000</u>	<u>135,000</u>	<u>(17,606)</u>	<u>177,394</u>

Designated funds - 2019	As at 1 January 2019	New designation	Designation released	At 31 December 2019
	£	£	£	£
Bible Teaching & Refugee Ministry	45,000	-	(45,000)	-
Book Translation projects in Eastern Europe	10,000	-	(10,000)	-
Pastoral Hardship Grants	5,000	-	(5,000)	-
Conference Attendance Sponsorship	15,000	-	(15,000)	-
Support and develop Grace to You in Romania	-	60,000	-	60,000
	<u>75,000</u>	<u>60,000</u>	<u>(75,000)</u>	<u>60,000</u>

Book Translation projects in Eastern Europe Several literature translation projects are currently being undertaken with publication due during the Autumn of 2021.

Pastoral Hardship Grants To help alleviate financial hardship amongst Pastors in Eastern Europe.

Grace Reaches Out to Romania The work out-put of the translators/sermon recording/technical team should increase significantly during 2021 so funds have been allocated to support this work.

Conferences in Romania To organise conferences for Pastors in Romania and to cover the costs that will be incurred.

Support and develop Grace to You in Romania To help the ministry of Grace to You in Romanian.

Conference Attendance Sponsorship To provide sponsorship for several Pastors and their wives to attend the GTY Truth Matters Conference at Grace Church in October 2019.

Bible Teaching & Refugee Ministry The Director has received firm invitations to preach and teach the Bible in the refugee camps in Sicily, as well as organise Bible teaching conferences in Faroe Islands and Romania.

## GRACE TO YOU EUROPE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

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#### 11 Company status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

#### 12 Related party transactions

Mr. Phillip Johnson, Trustee, is also a Trustee of Grace to You USA. During the year, Grace to You USA donated support of £114,961 (2019: £112,663) have been included in the SOFA, the income side of this has been recorded as a donation and a similar entry for expenditure. In addition the charity also received donations from Grace to You USA amounting to £72,417 (2019: £72,974).