

MUSALAHA UK
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

MUSALAHA UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Tina Clay Roisin Jackson Mark Pearson Jo Smith Tony Peck (Chair)	(Appointed 2 October 2023)
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Charity number	1162101
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Address	c/o Compass The Barn, St James' Square Wadhurst East Sussex TN5 6AP
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Bankers	Barclays Bank 8-10 Calverley Road Tunbridge Wells Kent TN1 2TB
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We rely on donations.

Donations may be made to our bank account:

Sort Code: 20-88-13

Account number: 3668940

Account name: Musalaha UK

MUSALAHA UK

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MUSALAHA UK

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their report and financial statements for the year ended 31 March 2024.

The Trustees want to thank our faithful supporters who have, over challenging times, kept faith with the vision planted of God so many years ago. Thank you.

The accounts have been prepared in accordance with the accounting policies set out in note 1 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 (FRS 102) (effective 1 January 2015)"

Objectives and activities

The charity's objects are the promotion of religious and racial harmony for the public benefit by:

- (a) Promoting reconciliation between Israelis and Palestinians as demonstrated in the life and teaching of Jesus
 - (b) Encouraging and advocating reconciliation amongst Palestinian and Israeli believers and then beyond to their respective communities
 - (c) Facilitating bridge building amongst different segments of Israeli and Palestinian societies according to biblical reconciliation principles
 - (d) Advancing education and raising awareness in the UK of the barriers to peace in the Holy Land and of the biblical principles of reconciliation
- and
- (e) In particular by supporting the ministry of reconciliation of Musalaha, a non-profit organisation, registered in Israel.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements, performance and plans

Activities have continued to be limited because as we were looking to restart following covid, the war in Gaza since October 2023, restricted what could be done.

We have sent grants of £34,250 to Musalaha in Jerusalem, being £9,000 for Summer camp, £14,000 for Women's Work, £10,000 for relief and £1,250 for books

Financial review

The charity received £ 20,632 (2023 £9,671) in unrestricted income, and £13,935 (2023 £15,300) in restricted income in the year. Expenses were incurred of £23,549 (2023 £10,825) from unrestricted funds and £12,788 (2023 £15,000) from restricted funds. These expenses include the £34,250 donated to Musalaha in Jerusalem to assist with the funding of its programmes.

At the end of the year, the charity had unrestricted reserves of £6,429 and £7,688 of restricted reserves of which £2,964 is for Musalaha in Jerusalem, and £4,724 is for the Women's Tour.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity was established by a charitable trust deed on 29th August 2012, and an amending deed dated 22nd May 2019 changed the charity name.

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

The trustees who served during the year were:

Tanas AlQassis	(Resigned 27 July 2023)
Tina Clay	
Roisin Jackson	(Appointed 2 October 2023)
Mark Pearson	
Jo Smith	
Tony Peck (Chair)	

The trustees' report was approved by the Board of Trustees.

Tina Clay

Trustee

Dated: 14 February 2025

MUSALAH UK

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MUSALAH UK

I report on the financial statements of the charity for the year ended 31 March 2024, which are set out on pages 4 to 10.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

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

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

D Hanes

The Lodge
7 Lower Green Road
Pembury
Tunbridge Wells
Kent
TN2 4DZ

Dated: 14 February 2025

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STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

		Unrestricted funds	Restricted funds	Total	Total
	Notes	£	£	2024 £	2023 £
<u>Income and endowments from:</u>					
Donations	2	19,664	13,935	33,599	24,860
<u>Charitable activities</u>					
Other income		968	-	968	110
Total income and endowments		20,632	13,935	34,567	24,970
Charitable activities	3	23,579	12,788	36,367	25,825
Total resources expended		23,579	12,788	36,367	25,825
Net (expenditure)/income for the year/ Net movement in funds		(2,947)	1,147	(1,800)	(855)
Fund balances at 1 April 2023		9,376	6,541	15,917	16,773
Fund balances at 31 March 2024		6,429	7,688	14,117	15,918

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BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	2024 £	£	2023 £	£
Current assets					
Debtors	8	3,290		784	
Cash at bank and in hand		11,227		15,134	
		<u>14,517</u>		<u>15,918</u>	
Creditors: amounts falling due within one year		<u>(400)</u>		<u>-</u>	
Net current assets			14,117		15,918
			<u><u>14,117</u></u>		<u><u>15,918</u></u>
Income funds					
Restricted funds	9		7,688		6,842
Unrestricted funds			6,429		9,076
			<u>14,117</u>		<u>15,918</u>
			<u><u>14,117</u></u>		<u><u>15,918</u></u>

The financial statements were approved by the board of trustees and authorised for issue on 14 February 2025 and are signed on its behalf by:

Tina Clay
Trustee

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

Charity information

The charity was established by a charitable trust deed on 29th August 2012, and an amending deed dated 22nd May 2019 changed the charity name.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

2 Donations

	Unrestricted funds	Restricted funds	Total 2024	Total 2023
	£	£	£	£
Donations and gifts	18,653	12,790	31,443	24,341
Gift aid recoverable	1,011	1,145	2,156	519
	<u>19,664</u>	<u>13,935</u>	<u>33,599</u>	<u>24,860</u>
For the year ended 31 March 2023	<u>9,560</u>	<u>15,300</u>		<u>24,860</u>

3 Charitable activities

	2024 £	2023 £
Travel and subsistence	56	1,861
Stationery, postage and office costs	1,512	1,079
Independent Examination Fees	400	-
Trustee expenses	148	497
	<u>2,116</u>	<u>3,437</u>
Grants made:		
Musalaha (Jerusalem)	34,251	22,388
	<u>36,367</u>	<u>25,825</u>
Analysis by fund		
Unrestricted funds	23,579	
Restricted funds	12,788	
	<u>36,367</u>	
For the year ended 31 March 2023		
Unrestricted funds		10,825
Restricted funds		15,000
		<u>25,825</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

4 Grants Payable

	2024 Unrestricted	2024 Restricted	2024 Total
	£	£	£
Grants to Musalaha in Jerusalem for:			
Summer Activities	7,432	1,568	9,000
Women's work	7,780	6,220	14,000
Relief	5,000	5,000	10,000
Books	1,250	-	1,250
	<u>21,462</u>	<u>12,788</u>	<u>34,250</u>
2023	<u>10,825</u>	<u>15,000</u>	<u>25,825</u>

5 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year. Travelling expenses of £205 were reimbursed to three Trustees.

6 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

7 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

8 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Trade debtors	350	-
Gift aid recoverable	2,940	784
	<u>3,290</u>	<u>784</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

9 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Balance at 1 April 2023	Movement in funds		Balance at 31 March 2024
	£	Donations £	Resources expended £	£
Musalaha - Jerusalem	1,817	13,935	(12,788)	2,964
Womens tours UK	4,724	-	-	4,724
	<u>6,541</u>	<u>13,935</u>	<u>(12,788)</u>	<u>7,688</u>

10 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2023	Incoming resources	Resources expended	At 31 March 2024
	£	£	£	£
General funds	9,376	20,632	(23,579)	6,429
	<u>9,376</u>	<u>20,632</u>	<u>(23,579)</u>	<u>6,429</u>

Previous year:	At 1 April 2022	Incoming resources	Resources expended	At 31 March 2023
	£	£	£	£
General funds	10,231	9,670	(10,825)	9,076
	<u>10,231</u>	<u>9,670</u>	<u>(10,825)</u>	<u>9,076</u>

11 Analysis of net assets between funds

	Unrestricted funds 2024	Restricted funds 2024	Total 2024
	£	£	£
At 31 March 2024:			
Current assets/(liabilities)	6,429	7,688	14,117
	<u>6,429</u>	<u>7,688</u>	<u>14,117</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

11 Analysis of net assets between funds

(Continued)

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 March 2023:			
Current assets/(liabilities)	9,076	6,842	15,918
	<u>9,076</u>	<u>6,842</u>	<u>15,918</u>