

Charity registration number 1162101 (England and Wales)

MUSALAHA UK
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

MUSALAHA UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees Tina Clay
Roisin Jackson
Mark Pearson
Jo Smith
Tony Peck (Chair)

Charity number 1162101

Address c/o Compass
The Barn, St James' Square
Wadhurst
East Sussex
TN5 6AP

Bankers Barclays Bank
8-10 Calverley Road
Tunbridge Wells
Kent
TN1 2TB

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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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their report and financial statements for the year ended 31 March 2025.

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

We have sent grants of £10,000 to Musalaha in Jerusalem for the Summer Camp programme.

We also utilised restricted funds to finance the Women across the Divide tour.

Financial review

The charity received £ 19,598 (2024 £20,632) in unrestricted income, and £11,385 (2024 £13,935) in restricted income in the year. Expenses were incurred of £7,081 (2024 £23,549) from unrestricted funds and £10,231 (2024 £12,788) from restricted funds. These expenses include the £10,000 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 £18,945 and £8,842 of restricted reserves for Musalaha in Jerusalem.

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.

The trustees who served during the year were:

Tina Clay

Roisin Jackson

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Mark Pearson
Jo Smith
Tony Peck (Chair)

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

Tina Clay
Trustee
Dated: 23 January 2026

MUSALAHA UK

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MUSALAHA UK

I report to the trustees on my examination of the financial statements of MUSALAHA UK (the charity) for the year ended 31 March 2025.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011.

I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011. In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011.

Independent examiner's statement

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 that in any material respect:

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

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

David J Hanes
7 The Frith
Pembury
Tunbridge Wells
TN2 4EU

23 January 2026

MUSALAHA UK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2025

		Unrestricted funds	Restricted funds	Total	Total
	Notes	£	£	2025 £	2024 £
<u>Income and endowments from:</u>					
Donations	2	18,196	11,385	29,581	33,599
<u>Charitable activities</u>					
Other income	3	1,402	-	1,402	968
Total income and endowments		19,598	11,385	30,983	34,567
 Charitable activities	4	7,082	10,231	17,313	36,367
Total resources expended		7,082	10,231	17,313	36,367
Net income/(expenditure) for the year/ Net movement in funds		12,516	1,154	13,670	(1,800)
Fund balances at 1 April 2024		6,429	7,688	14,117	15,917
Fund balances at 31 March 2025		18,945	8,842	27,787	14,117

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BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
Current assets					
Debtors	9	4,852		3,290	
Cash at bank and in hand		24,898		11,227	
		<u>29,750</u>		<u>14,517</u>	
Creditors: amounts falling due within one year		<u>(1,963)</u>		<u>(400)</u>	
Net current assets			<u>27,787</u>		<u>14,117</u>
Income funds					
Restricted funds	10		8,842		7,688
Unrestricted funds			18,945		6,429
			<u>27,787</u>		<u>14,117</u>

The financial statements were approved by the board of trustees and authorised for issue on 23 January 2026 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 2025

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" 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)". 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 2025

2 Donations

	Unrestricted funds	Restricted funds	Total 2025	Total 2024
	£	£	£	£
Donations and gifts	17,679	9,990	27,669	31,533
Gift aid recoverable	517	1,395	1,912	2,066
	<u>18,196</u>	<u>11,385</u>	<u>29,581</u>	<u>33,599</u>
For the year ended 31 March 2024	<u>19,664</u>	<u>13,935</u>		<u>33,599</u>

3 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Income from sale of books	<u>1,402</u>	<u>968</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

4 Charitable activities

	2025 £	2024 £
Tour costs	4,795	-
Travel and subsistence	-	57
Stationery, postage and office costs	1,678	1,511
Books	840	-
Independent Examination Fees	-	400
Trustee expenses	-	148
	<u>7,313</u>	<u>2,116</u>
Grants made:		
Musalaha (Jerusalem)	10,000	34,251
	<u>17,313</u>	<u>36,367</u>
Analysis by fund		
Unrestricted funds	7,082	
Restricted funds	10,231	
	<u>17,313</u>	
For the year ended 31 March 2024		
Unrestricted funds		23,579
Restricted funds		12,788
		<u>36,367</u>

5 Grants Payable

	2025 Unrestricted	2025 Restricted	2025 Total
	£	£	£
Grants to Musalaha in Jerusalem for:			
Summer Activities	4,493	5,507	10,000
	<u>4,493</u>	<u>5,507</u>	<u>10,000</u>
2024	<u>21,462</u>	<u>12,788</u>	<u>34,250</u>

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

7 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
Total	-	-

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

8 Taxation

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

9 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Trade debtors	-	350
Gift aid recoverable	4,852	2,940
	<u>4,852</u>	<u>3,290</u>

10 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 2024 £	Movement in funds		Balance at 31 March 2025 £
		Donations £	Resources expended £	
Musalaha - Jerusalem	2,964	11,385	(5,507)	8,842
Womens tours UK	4,724	-	(4,724)	-
	<u>7,688</u>	<u>11,385</u>	<u>(10,231)</u>	<u>8,842</u>

11 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 2024 £	Incoming resources £	Resources expended £	At 31 March 2025 £
General funds	6,429	19,598	(7,082)	18,945

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

11 Unrestricted funds (Continued)

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

12 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 31 March 2025:			
Current assets/(liabilities)	18,945	8,842	27,787
	<u> </u>	<u> </u>	<u> </u>
	<u>18,945</u>	<u>8,842</u>	<u>27,787</u>
	<u> </u>	<u> </u>	<u> </u>
	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 March 2024:			
Current assets/(liabilities)	6,429	7,688	14,117
	<u> </u>	<u> </u>	<u> </u>
	<u>6,429</u>	<u>7,688</u>	<u>14,117</u>
	<u> </u>	<u> </u>	<u> </u>