

Registered Charity Number: 1181646

**Home of Grace for Christ's Workers
In London
Report of the Trustees and
Financial Statements for the Year Ended 31 December 2021**

Home of Grace for Christ's Workers
In London
Reference and Administrative Details
For the year ended 31 December 2021

Trustees Wai Kuen Lau
 Yuen Fan Salina Kwok
 Katherine Wei Lee

Principal Address 34 Farrant Way
 Borehamwood
 Hertfordshire
 WD6 4TE

Registered Charity No 1181646

Home of Grace for Christ's Workers
In London
Report of the Trustees
For the year ended 31 December 2021

The Charity was registered as a Charitable Incorporated Organisation (CIO) on 21 January 2019 and the trustees present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Purposes of the Charity

To advance the Christian religion in the UK for the benefit of the public in particular but without limitation through the holding of prayer meetings, lectures, and/or distributing literature on Christianity to enlighten others about the Christian religion.

Public Benefit

We confirm the trustees have had regard to the guidance issued by the Charity Commission on public benefit when reviewing the Charity's aims and objectives and planning current and future activities.

ACHIEVEMENT AND PERFORMANCE

Policy on Grant Making

We do not have any grant making activities so far and no policy has yet been developed.

Policy on Social Investment, including Program Related Investment

We do not have any social investment including program related investment yet and no policy has yet been developed.

Contribution made by Volunteers

The Charity relies on the support of volunteers to undertake its charitable activities.

Home of Grace for Christ's Workers
In London
Report of the Trustees
For the year ended 31 December 2021

Summary of Main Achievements and Plans for the Future

2021 continued to be a difficult year to the world at large and we were not spared due to the lingering of Covid-19 pandemic. Our elderly Bible class participants were greatly affected in their daily lifestyle and activities. The susceptibility of the infection caused by the BA virus had hindered them from their normal outdoor social life. To alleviate their problem, our trustees continued to assist them to purchase groceries monthly and take the chance to gather shortly for prayers with masks from January to July 2021. We encouraged them to join our platform as well as from the church so they would not give up gathering together as the Bible has taught us. With the improvement of the pandemic condition, though there were fluctuations between times, people were allowed to gather but in few. Our charity also resumed our bible class at the premises from August.

In 2020 we joined the platform of London Hua Xia Christian Church with some sharing by our trustees and volunteers until April 2021. Since late December 2020 we started our Zoom platform with Bible comparison on Saturday until June 2021. We also opened a class for two months in July and August to learn how to compare the Bible between the Old Testament and the New Testament. From April we shared the Bible chapter by chapter on Monday, Wednesday and Friday over the zoom platform until February 2022. The participants grew to over 100 both from the UK and other locations outside the UK.

Outdoor activities were still prevented as meeting people in the street for evangelism was not much entertained. As people are taking the pandemic lighter and the government considered it as a local disease, we hope to try this objective or make some visits in the last quarter of 2022.

Despite the disruption of the pandemic and some devoted donations which did not materialize, we were able to withstand this critical time. Thanks to our special donor for the subsidence project. We have not embarked on any grantmaking yet and thus no policy has been developed.

We will still be on the watch if investment is feasible as this is not the purpose of our charity.

Home of Grace for Christ's Workers
In London
Report of the Trustees
For the year ended 31 December 2021

Achievements against objectives set

We have entered into the second year of the Covid pandemic which probably no one has ever expected it would be such long lasting and far-reaching. All countries are adversely affected physically, economically and mentally. People are separated physically to avoid the spread of the virus. Even at the time of writing, there has not been any sign of diminishing, though people seemed to get used to it and treated it as a local disease. Thank God for one invention of the Zoom platform which brings people together on a platform to share with one another without any geographical hindrance. Our charity also took the opportunity to share God's words through His servants and brought people together not just in the UK but around the world. We invited one of our elders to share God's words and the participants increased to a record of 120. We still have our physical gathering but in a small scale. We will watch out on the Covid environment and decide if more outdoor activities and visits may be resumed. Let us continue to put our trust on the Creator of the universe to know His good intentions and how we may follow Him according to His will.

FINANCIAL REVIEW

Reserves Policy

This is the third year of our charity's operation. During the year we were accompanied with the Covid pandemic in its second year and it is still among us as of writing. As expected, due to the affected economy which triggered our reduced donations (except for the restricted donations for subsidence and renovation), our net reserves were even less than in 2020 by 10%. We look forward into 2022 that some reserves for premises maintenance and office appliances replenishment can be raised.

2021 was a year of construction for the charity. Thanks to the generous help of our property donors who supported us in the subsidence and renovation project. Repair work started at the beginning of 2021 after much discussions. We also took the chance to re-wire and renovate the premise which gave assurance to the insurance provider. Due to the pandemic, movement between locations were much restricted and thus delayed the completion work until the end of July 2021.

The reserves of the Charity are both restricted and unrestricted. The free reserves (total unrestricted reserves excluding fixed assets) of the Charity as at 31 December 2021 were £7,559 and the Trustees consider that it should hold 9 months running expenses (expenditure excluding provision for depreciation and one-off property maintenance costs this year) in reserve which equates to £11,814. It is the Charity's intention to move towards this level of free reserves during the forthcoming year.

The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. In forming this opinion, they have considered the impact of the COVID-19 pandemic on both its future income and expenditure for a period of at least 12 months from the date of approval of these financial statements.

Home of Grace for Christ's Workers
In London
Report of the Trustees
For the year ended 31 December 2021

Financial Performance

The total incoming resources for the year amount to £79,770. This is made up of £13,896 individual unrestricted donations and £65,874 restricted donations, which was towards the cost of subsidence repairs and rewiring costs.

Expenditure during the year consists of depreciation on the charity's property and vehicle and costs incurred in the course of its charitable activities as well as day to day running costs for the premises and the charity's activities. Exceptional costs of £65,874 were incurred during the year in respect of the subsidence and rewiring and charged against restricted funds.

The Trustees have finally managed to set up a bank account in the United Kingdom. This proved more difficult than originally anticipated, partly as a result of the pandemic, and the Charity's funds previously held on its behalf by its trustees, are now being transferred to the bank account.

Principal Sources of Funds

Our principal funding sources come from individual donors inside and outside the UK.

Investment Policy

The Trustees have decided to wait on the financial condition of the charity and the pandemic to make any kind of investment as this is not the main purpose of the charity. For this, no policy has yet been developed.

Principal Risks

2021 was still a year with limited activities for the charity. With the continuous mutation of new variants of the virus, we could only watch and wait when more outdoor activities might be feasible. The lingering pandemic had caused the economy to swirl to a lower level. Shops and businesses were closed and people became jobless. However, the cost of living had rose to a record high. Many of our devoted donors were also on the brunt.

Home of Grace for Christ's Workers
In London
Report of the Trustees
For the year ended 31 December 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Charity is a CIO registered on 21 January 2019 and is governed by its constitution. Under the constitution, the trustees are its sole members and are responsible for its day to day management.

According to the Charity Commission rules, all trustees share the same responsibility. Each of our trustees will take up a major financial, administrative or external role and a minor role in another role.

Appointment of Trustees

Our CIO is formed by a few committed Christians to spread Christianity in the UK.

We encourage daily Bible study, prayer meetings and fellowship with God for all trustees. We plan to hold an annual Bible study meeting and global prayer meetings for the trustees with some volunteer workers in order to have a deeper understanding of God's words and His will so we may share and explain God's words clearly and be able to achieve our charity's goal effectively.

All trustees are encouraged to join our activity of street evangelism.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

Home of Grace for Christ's Workers
In London
Report of the Trustees
For the year ended 31 December 2021

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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.

Approved by order of the board of trustees on 27 SEP. 2022 and signed on its behalf by:


..... (Trustee)

Yuen Fan Salina Kwok

Independent Examiner's report to the Trustees of

Home of Grace for Christ's Workers in London

I report to the Trustees on my examination of the financial statements of the Charity for the year ended 31 December 2021, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. This report is made to the Trustees, as a body, in accordance with the terms of my engagement. My work has been undertaken so that I might carry out an Independent Examination of the financial statements in accordance with the General Directions given by the Charity Commissioners. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body for my work or for this report.

RESPONSIBILITIES AND BASIS OF REPORT

The Charity's Trustees are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act'). The Charity's Trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011) and that an Independent Examination is required.

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

INDEPENDENT EXAMINER'S STATEMENT

I have completed my examination. I confirm that no material 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 Act; or
- (2) the accounts do not accord with those records; or
- (2) the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts 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 accounts to be reached.



**Richard Billinghamurst FCA
Knox Cropper LLP
Chartered Accountants**

**65 Leadenhall Street
London EC3A 2AD**

Date: 13/10/2022

Home of Grace for Christ's Workers
In London
Statement of Financial Activities
For the year ended 31 December 2021

	Notes	Unrestricted £	Restricted £	2021 Total £	2020 Total £
Income from:					
Donations	2	13,896	65,874	79,770	10,966
Total income		<u>13,896</u>	<u>65,874</u>	<u>79,770</u>	<u>10,966</u>
Expenditure on:					
Charitable activities	3	(22,590)	(67,707)	(90,297)	(18,474)
Total Expenditure		<u>(22,590)</u>	<u>(67,707)</u>	<u>(90,297)</u>	<u>(18,474)</u>
Net income/(expenditure) and net movement in funds for the year		(8,694)	(1,833)	(10,527)	(7,508)
Reconciliation of funds:					
Total funds brought forward		382,720	1,833	384,553	392,061
Total funds carried forward		<u>374,026</u>	<u>-</u>	<u>374,026</u>	<u>384,553</u>

The notes on pages 11 to 15 form part of these financial statements.

Home of Grace for Christ's Workers


In London

Balance Sheet

As at 31 December 2021

	Notes	2021 £	2020 £
TANGIBLE FIXED ASSETS			
Freehold Property	5	359,080	364,720
Motor Vehicle	5	8,081	12,121
		<u>367,161</u>	<u>376,841</u>
CURRENT ASSETS			
Cash held by Trustees	6	3,534	10,112
Cash at bank		8,371	-
		<u>11,905</u>	<u>10,112</u>
CREDITORS			
Accruals	7	(5,040)	(2,400)
		<u>6,865</u>	<u>7,712</u>
NET CURRENT ASSETS			
		<u>374,026</u>	<u>384,553</u>
NET ASSETS			
FUNDS			
Unrestricted (General)		374,026	382,720
Restricted	9	-	1,833
		<u>374,026</u>	<u>384,553</u>
TOTAL FUNDS			

The financial statements were approved by the Board of Trustees and authorised for issue on 27 Sep 2022 and were signed on its behalf by:


 (Trustee)
 Yuen Fan Salina Kwok

Registered Charity Number: 1181646

The notes form part of these financial statements.

Home of Grace for Christ's Workers
In London
Notes to the Financial Statements
For the year ended 31 December 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Going concern

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. In forming this opinion, they have considered the impact of the COVID-19 pandemic and other recent economic developments on both its income and expenditure for at least a period of twelve months from the date of approval of these financial statements. In their opinion expenditure can easily be tailored to match the level of income received for the foreseeable future. The Charity's reserves are also sufficient to meet any short term fluctuations.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds. It is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Home of Grace for Christ's Workers

In London

Notes to the Financial Statements

For the year ended 31 December 2021

1. ACCOUNTING POLICIES - CONTINUED

Governance costs

These are included within support costs and include the costs attributable to the Charity's compliance with constitutional and statutory requirements, including independent examination, trustees' meetings and reimbursed expenses.

Tangible Fixed Assets

Tangible fixed assets are stated at cost or estimated value for donated assets. Depreciation is calculated so as to write off the cost of fixed assets on a straight-line basis over the expected useful economic lives of the assets concerned. The principal annual rates used for this purpose are as follows:

Freehold property	– 2% per annum (excluding land)
Motor vehicles	- 20% per annum

The Trustees have considered the impact of component accounting on the freehold property and are of the opinion that its impact would be trivial on these financial statements.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

All the funds of the charity are unrestricted and can be used in accordance with the charitable objectives at the discretion of the trustees.

Critical accounting estimates and areas of judgement

In preparing the financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. In the view of the Trustees, apart from the depreciation policy detailed above, there are no significant judgements, estimates and assumptions required.

Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments, including its debtors and creditors. These are initially recognised at transaction value and subsequently valued at their settlement value.

Functional Currency

The financial statements are presented in Pound Sterling, which is the functional currency. All financial information presented is rounded to the nearest Pound Sterling.

Home of Grace for Christ's Workers in London

Notes to the Financial Statements

For the year ended 31 December 2021

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Unrestricted Donations		
- Individuals	13,896	5,970
- Property	-	-
- Vehicle	-	-
- Trusts	-	-
	<u>13,896</u>	<u>5,970</u>
Restricted donations	65,874	4,996
Total Donations	<u>79,770</u>	<u>10,966</u>

3. CHARITABLE ACTIVITIES

	2021	2020 £
Property Costs	68,905	2,174
Postage & Stationery	11	51
Motor Vehicle Costs	3,039	1,329
Travel	61	54
Subsistence	4	289
Sundry	1,151	8
Telephone & Internet	1,273	215
Services – Water, Gas, Electricity	1,777	466
Council Tax	1,591	1,305
Depreciation Charge	9,680	9,680
Governance – Travel	165	503
Governance - Accountancy	2,640	2,400
	<u>90,297</u>	<u>18,474</u>
Included above is restricted expenditure of	<u>67,707</u>	<u>3,163</u>

4. KEY MANAGEMENT PERSONNEL

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the charity, directly or indirectly, including any trustee of the charity. The key management personnel of the Charity are the trustees. The Trustees provide their services free of charge. No value is reflected in the accounts for the donated services of the Trustees.

No trustee was reimbursed expenses during the year. Trustees travel costs of £165 are reflected above as Governance.

Home of Grace for Christ's Workers
In London
Notes to the Financial Statements
For the year ended 31 December 2021

5. TANGIBLE FIXED ASSETS

	Property £	Vehicle £
Cost:		
At 1 January 2021	376,000	20,201
Additions	-	-
At 31 December 2021	<u>376,000</u>	<u>20,201</u>
Accumulated Depreciation:		
At 1 January 2021	11,280	8,080
Charge for the year	5,640	4,040
At 31 December 2021	<u>16,920</u>	<u>12,120</u>
Net Book Value 2021	<u>359,080</u>	<u>8,081</u>
Net Book Value 2020	<u>364,720</u>	<u>12,121</u>

The property is 34 Farrant Way, Borehamwood, Hertfordshire, WD6 4TE and was donated to the Charity during 2019. It was brought into the financial statements at its estimated value based on three independent desktop valuations. It is intended to be used for the Charity's charitable purposes.

6. CASH HELD BY TRUSTEES

The Charity was only recently able to set up a bank account and is in the process of transferring the funds currently held by the trustees. The cash is held securely in trust by the Trustees.

7. CREDITORS

	2021 £	2020 £
Accruals – Accountancy fees	<u>5,040</u>	<u>2,400</u>

8. RELATED PARTY TRANSACTIONS

There were no related party transactions during the year.

Home of Grace for Christ's Workers

In London

Notes to the Financial Statements

For the year ended 31 December 2021

9. NET MOVEMENT IN RESTRICTED FUNDS

	Balance at 1/1/21 £	Income £	Expenditure £	Balance at 31/12/2021 £
Subsidence repair	-	44,059	(44,059)	-
Rewiring	-	21,815	(21,815)	-
Council tax	1,833	-	(1,833)	-
	<u>1,833</u>	<u>65,874</u>	<u>(67,707)</u>	<u>-</u>

Subsidence repair fund – this consists of donations received towards the cost of subsidence repairs for the charity's property.

Rewiring Fund – this consists of donations received towards the cost of rewiring of the charity's property.

Council tax fund – this consists of donations towards future charges in respect of council tax on the charity's property.

10. STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted £	Restricted £	2020 Total £
Income from:				
Donations		5,970	4,996	10,966
Total income		<u>5,970</u>	<u>4,996</u>	<u>10,966</u>
Expenditure on:				
Charitable activities		(15,311)	(3,163)	(18,474)
Total Expenditure		<u>(15,311)</u>	<u>(3,163)</u>	<u>(18,474)</u>
Net income/(expenditure) and net movement in funds for the year		(9,341)	1,833	(7,508)
Reconciliation of funds:				
Total funds brought forward		392,061	-	392,061
Total funds carried forward		<u>382,720</u>	<u>1,833</u>	<u>384,553</u>