

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
DAVID PAWSON MINISTRY CIO

HPCA Limited
Chartered Accountants
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

DAVID PAWSON MINISTRY CIO

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for the year ended 31 March 2022

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DAVID PAWSON MINISTRY CIO

REPORT OF THE TRUSTEES **for the year ended 31 March 2022**

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. 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) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal objective of the charity is the promotion of Christian teaching throughout the world.

Significant activities

In seeking to fulfil its principal charitable objective the trustees have focussed on the provision of books and pre-recorded material by the Reverend David Pawson M.A., BSc. In more recent years the trustees have recognised the opportunities provided by new technology, and investment has been made to create digital copies of many of David's works to make them available for download from the internet.

Public benefit

The Trustees have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust has continued its trajectory to provide teaching at the highest possible quality, to the highest number of people at the lowest possible cost. Free of charge wherever possible.

FINANCIAL REVIEW

Financial position

At the balance sheet date the charity had accumulated funds of £901,620 (2021: £480,828). Of these amounts £35,085 (2021: £52,423) related to restricted funds.

The funds of the charity are primarily held in the form of bank balances. During the year donations to the charity increased by £349,364 and total expenditure has decreased by £38,064.

Reserves policy

Total reserves at the Balance sheet date amounted to £901,620 of which £35,085 was Restricted Funds. The Trustees have considered that there should be sufficient unrestricted funds to cover at least 6 months of operations should the need arise, that is approximately £100,000.

Current reserves are considerably in excess of this figure as a result of some substantial donations received in the past. The trustees are giving consideration as to these funds can be best applied in order that the actual reserves held will be nearer to the stated reserves policy.

DAVID PAWSON MINISTRY CIO

REPORT OF THE TRUSTEES **for the year ended 31 March 2022**

FUTURE PLANS

The current priority for the Trust is to do with future proofing. This involves looking at upgrading our digital platform and our media into formats that will survive into the future. This includes video, eBooks and audiobooks.

The work of translating, digitising and sub titling continues at good pace as well as the growing move towards eBooks. We are currently looking into the development of audiobooks.

The Trustees remain very thankful for all its staff, volunteers and supporters.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Charity is controlled by its governing document, a CIO-Foundation.

On 4 May 2020 David Pawson Ministry CIO was registered under charity number 1189318 at the Charity Commission and on 30 September 2020 it took over all assets and activities of The David Pawson Teaching Trust. As the charity's objects and trustees are the same the Trustees have taken advantage of the concession in the Charities SORP to use merger accounting and present the accounts for the full year including the six months to 30 September 2020 when the activities were carried out by the predecessor charity. Similarly the comparatives are shown as if this was carried out by David Pawson Ministry CIO.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1189318

Principal address

Wishing Well Cottage
The Ridges
FINCHAMPSTED
Berkshire
RG40 3HS

Trustees

D Rebbettes
M Tinling
S C Dally Company Director

Independent Examiner

L Redman
FCCA
HPCA Limited
Chartered Accountants
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

DAVID PAWSON MINISTRY CIO

REPORT OF THE TRUSTEES
for the year ended 31 March 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Solicitors

Barlow Robbins LLP
Concord House
165 Church Street East
Woking

Approved by order of the board of trustees on 3 December 2022 and signed on its behalf by:

D Rebbettes - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
DAVID PAWSON MINISTRY CIO

Independent examiner's report to the trustees of David Pawson Ministry CIO

I report to the charity trustees on my examination of the accounts of David Pawson Ministry CIO (the Trust) for the year ended 31 March 2022.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

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

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of FCCA which is one of the listed bodies.

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 Trust as required by Section 130 of the Act;
or
2. the accounts do not accord with those records; or
3. 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.

L Redman
FCCA
HPCA Limited
Chartered Accountants
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

8 December 2022

DAVID PAWSON MINISTRY CIO

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 March 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	606,577	-	606,577	109,570
Investment income	3	27	-	27	265
Other income		8,741	-	8,741	20,365
Total		<u>615,345</u>	<u>-</u>	<u>615,345</u>	<u>130,200</u>
 EXPENDITURE ON					
Charitable activities	4				
Direct Charitable Expenses		142,985	17,338	160,323	224,138
Administration		34,230	-	34,230	8,479
Other		-	-	-	-
Total		<u>177,215</u>	<u>17,338</u>	<u>194,553</u>	<u>232,617</u>
 NET INCOME/(EXPENDITURE)		438,130	(17,338)	420,792	(102,417)
 RECONCILIATION OF FUNDS					
Total funds brought forward		428,405	52,423	480,828	583,245
 TOTAL FUNDS CARRIED FORWARD		<u><u>866,535</u></u>	<u><u>35,085</u></u>	<u><u>901,620</u></u>	<u><u>480,828</u></u>

The notes form part of these financial statements

DAVID PAWSON MINISTRY CIO

BALANCE SHEET
31 March 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Intangible assets	9	4,520	-	4,520	6,026
CURRENT ASSETS					
Debtors	10	174,093	-	174,093	23,247
Cash at bank		704,363	35,085	739,448	469,214
		<u>878,456</u>	<u>35,085</u>	<u>913,541</u>	<u>492,461</u>
CREDITORS					
Amounts falling due within one year	11	(16,441)	-	(16,441)	(17,659)
NET CURRENT ASSETS		<u>862,015</u>	<u>35,085</u>	<u>897,100</u>	<u>474,802</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>866,535</u>	<u>35,085</u>	<u>901,620</u>	<u>480,828</u>
NET ASSETS		<u>866,535</u>	<u>35,085</u>	<u>901,620</u>	<u>480,828</u>
FUNDS	12				
Unrestricted funds				866,535	428,405
Restricted funds				<u>35,085</u>	<u>52,423</u>
TOTAL FUNDS				<u>901,620</u>	<u>480,828</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 3 December 2022 and were signed on its behalf by:

D Rebbettes - Trustee

The notes form part of these financial statements

DAVID PAWSON MINISTRY CIO

CASH FLOW STATEMENT
for the year ended 31 March 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>270,207</u>	<u>(103,430)</u>
Net cash provided by/(used in) operating activities		<u>270,207</u>	<u>(103,430)</u>
 Cash flows from investing activities			
Interest received		<u>27</u>	<u>265</u>
Net cash provided by investing activities		<u>27</u>	<u>265</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		270,234	(103,165)
Cash and cash equivalents at the beginning of the reporting period		<u>469,214</u>	<u>572,379</u>
 Cash and cash equivalents at the end of the reporting period		<u><u>739,448</u></u>	<u><u>469,214</u></u>

The notes form part of these financial statements

DAVID PAWSON MINISTRY CIO

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 March 2022

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	420,792	(102,417)
Adjustments for:		
Depreciation charges	1,506	1,506
Interest received	(27)	(265)
Increase in debtors	(150,846)	(9,508)
(Decrease)/increase in creditors	(1,218)	7,254
	<u>270,207</u>	<u>(103,430)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	469,214	270,234	739,448
	<u>469,214</u>	<u>270,234</u>	<u>739,448</u>
Total	<u>469,214</u>	<u>270,234</u>	<u>739,448</u>

The notes form part of these financial statements

DAVID PAWSON MINISTRY CIO

NOTES TO THE FINANCIAL STATEMENTS **for the year ended 31 March 2022**

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) (effective 1 January 2019)', 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.

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.

Intangible fixed assets

Depreciation is provided at the following annual rates in order to write off intangible assets.

Website	- 3 years
Repurchase of rights to written works	- 10 years

After the passing of David and Enid Pawson, all rights and royalties are owned by David Pawson Ministry CIO.

Taxation

The charity is exempt from income tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

DAVID PAWSON MINISTRY CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	115,283	105,921
Gift aid	1,294	3,649
Exceptional items	490,000	-
	<u>606,577</u>	<u>109,570</u>

3. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	<u>27</u>	<u>265</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 5)	Totals
	£	£	£
Direct Charitable Expenses	159,842	481	160,323
Administration	-	34,230	34,230
	<u>159,842</u>	<u>34,711</u>	<u>194,553</u>

5. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Direct Charitable Expenses	481	-	-	481
Administration	<u>2,629</u>	<u>5,921</u>	<u>25,680</u>	<u>34,230</u>
	<u>3,110</u>	<u>29,521</u>	<u>2,080</u>	<u>34,711</u>

DAVID PAWSON MINISTRY CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

7. EXCEPTIONAL ITEMS

David and Enid Pawson left a legacy of 50% of their net estate to David Pawson Ministry CIO. The current estimate of the final net value of the estate, is approximately £985,000, Of this, £340,000 was received during the year by the trust. Therefore, we have included a debtor of £150,000 for the remainder.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	109,570	-	109,570
Investment income	265	-	265
Other income	20,365	-	20,365
Total	<u>130,200</u>	<u>-</u>	<u>130,200</u>
EXPENDITURE ON			
Charitable activities			
Direct Charitable Expenses	224,138	-	224,138
Administration	8,479	-	8,479
Total	<u>232,617</u>	<u>-</u>	<u>232,617</u>
NET INCOME/(EXPENDITURE)	(102,417)	-	(102,417)
RECONCILIATION OF FUNDS			
Total funds brought forward	530,822	52,423	583,245
TOTAL FUNDS CARRIED FORWARD	<u>428,405</u>	<u>52,423</u>	<u>480,828</u>

DAVID PAWSON MINISTRY CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022

9. INTANGIBLE FIXED ASSETS

	Patents and licences £	Website costs £	Totals £
COST			
At 1 April 2021 and 31 March 2022	15,064	17,688	32,752
AMORTISATION			
At 1 April 2021	9,038	17,688	26,726
Charge for year	1,506	-	1,506
At 31 March 2022	10,544	17,688	28,232
NET BOOK VALUE			
At 31 March 2022	4,520	-	4,520
At 31 March 2021	6,026	-	6,026

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other debtors	174,093	23,247

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	4,014	-
Other creditors	12,427	17,659
	16,441	17,659

DAVID PAWSON MINISTRY CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022

12. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	428,405	438,130	866,535
Restricted funds			
Work of the Trust in China	52,423	(17,338)	35,085
TOTAL FUNDS	<u>480,828</u>	<u>420,792</u>	<u>901,620</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	615,345	(177,215)	438,130
Restricted funds			
Work of the Trust in China	-	(17,338)	(17,338)
TOTAL FUNDS	<u>615,345</u>	<u>(194,553)</u>	<u>420,792</u>

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	530,822	(102,417)	428,405
Restricted funds			
Work of the Trust in China	52,423	-	52,423
TOTAL FUNDS	<u>583,245</u>	<u>(102,417)</u>	<u>480,828</u>

DAVID PAWSON MINISTRY CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2022

12. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	130,200	(232,617)	(102,417)
TOTAL FUNDS	<u>130,200</u>	<u>(232,617)</u>	<u>(102,417)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	530,822	335,713	866,535
Restricted funds			
Work of the Trust in China	52,423	(17,338)	35,085
TOTAL FUNDS	<u>583,245</u>	<u>318,375</u>	<u>901,620</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	745,545	(409,832)	335,713
Restricted funds			
Work of the Trust in China	-	(17,338)	(17,338)
TOTAL FUNDS	<u>745,545</u>	<u>(427,170)</u>	<u>318,375</u>

DAVID PAWSON MINISTRY CIO

NOTES TO THE FINANCIAL STATEMENTS - continued **for the year ended 31 March 2022**

13. RELATED PARTY DISCLOSURES

A significant channel of distribution for the works of David Pawson is David Pawson Publishing Limited (DPPL), a charitable company (registered charity no : 224579). The charity met DPPL's accountancy costs and Independent Examination fees up to 2019. It has now been agreed that the charity will make an annual contribution to DPPL to contribute towards its costs of distributing the works of David Pawson. The total paid in the year to 31 March 2022 was £79,000 (2021: £91,667).

Royalties received from DPPL totalled £7,774 (2021: £11,246) in the financial year. At the balance sheet date the charity was owed £19,158 by DPPL (2021: owed £17,390 by DPPL).

14. CHARITABLE INCORPORATED ORGANISATION

On 4 May 2020 David Pawson Ministry CIO was registered under charity number 1189318 at the Charity Commission and on 30 September 2020 it took over all assets and activities of The David Pawson Teaching Trust. As the charity's objects and trustees are the same the Trustees have taken advantage of the concession in the Charities SORP to use merger accounting and present the accounts for the full year including the six months to 30 September 2020 when the activities were carried out by the predecessor charity. Similarly the comparatives are shown as if this was carried out by David Pawson Ministry CIO.

The income and expenditure of the charity accrue fairly evenly throughout the year so it is reasonable to assume that approximately 50% of the income and expenditure would have been attributable to the first 6 months when the activities were carried out by David Pawson Teaching Trust. Therefore the net assets transferred at 30 September 2020 would have been approximately £530,000.

DAVID PAWSON MINISTRY CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 March 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	115,283	105,921
Gift aid	1,294	3,649
Exceptional items	490,000	-
	<hr/>	<hr/>
	606,577	109,570
Investment income		
Deposit account interest	27	265
Other income		
Royalty income	7,774	20,365
Other income	967	-
	<hr/>	<hr/>
	8,741	20,365
Total incoming resources	<hr/>	<hr/>
	615,345	130,200
EXPENDITURE		
Charitable activities		
Website costs	3,730	1,083
Telephone	-	484
Other Charitable Gifts	79,000	92,049
Printed media	43,107	37,415
Video	11,111	4,738
Transcription costs	394	-
Travelling	-	1,878
Equipment costs	5,951	4,406
Television broadcast	9,360	37,440
Computer and software	1,797	374
Distribution costs	5,392	19,713
Royalties	-	20,365
	<hr/>	<hr/>
	159,842	219,945
Support costs		
Management		
Insurance	1,123	-
Carried forward	1,123	-

This page does not form part of the statutory financial statements

DAVID PAWSON MINISTRY CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 March 2022

	2022 £	2021 £
Management		
Brought forward	1,123	-
Sundries	481	1,793
Title amortisation	1,506	1,506
	<hr/>	<hr/>
	3,110	3,299
 Finance		
Bank charges	1,739	1,922
Legal fees	23,600	-
Accountancy	4,182	5,406
	<hr/>	<hr/>
	29,521	7,328
 Governance costs		
Independent Examination fee	2,080	2,045
	<hr/>	<hr/>
Total resources expended	194,553	232,617
	<hr/>	<hr/>
Net income/(expenditure)	<u>420,792</u>	<u>(102,417)</u>

This page does not form part of the statutory financial statements