

# COPTIC ORTHODOX CHURCH FOUNDATION FOR THE ARCH DIOCESE OF THE UNITED KINGDOM AND THE REPUBLIC OF IRELAND

England & Wales · Charity number 265418

## Details

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Other names	COPTIC ORTHODOX CHURCH FOUNDATION FOR THE ARCH DIOCESE OF THE UNITED KINGDOM AND THE REPUBLIC OR IRELAND, THE COPTIC ORTHODOX CHURCH FOUNDATION FOR THE ARCH DIOCESE OF THE UNITED KINGDOM AND THE REPUBLIC OF IRELAND, ST MARK COPTIC CHURCH LONDON ST MARY & ARCHANGEL MI
Status	Registered
Legal form	Other
Registered	1973-05-23
Register	<a href="#">View on the Charity Commission register</a>

## Contact

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Address	41 Woodlands Avenue New Malden KT3 3UH
Phone	07843470630

## Activities

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**Objects:** TO PROMOTE THE COPTIC ORTHODOX CHURCH IN THE UNITED KINGDOM AND THE REPUBLIC OF IRELAND AND TO ASSIST THE NEEDY MEMBERS OF THE CHRISTIAN COMMUNITY IN THE UNITED KINGDOM AND OVERSEAS.

**Activities:** Promote the Coptic Orthodox Church in the United Kingdom

## Classification

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- **How:** Provides Services
- **What:** Religious Activities
- **Who:** The General Public/mankind

## Geography

- **Area of benefit:** UNITED KINGDOM AND REPUBLIC OF IRELAND
- Throughout England And Wales

## Finances

Period end	Income	Expenditure	Assets	Employees
2024-04-05	£971,381	£768,628	£8,022,112	4
2023-04-05	£986,330	£809,577	£7,820,557	4
2022-04-05	£1,405,480	£1,168,332	£7,585,912	4
2021-04-05	£775,025	£416,834	£7,315,254	4
2020-04-05	£947,472	£553,035	£6,968,187	3

## Trustees

Name	Role	Appointed
Dr GEORGE B HANNA		
Dr IHAB TADROS		
Dr M G MIKHAIL		
Dr Nabil Fekry Raphael		2019-03-17
EMAD ELIAS		2025-05-19
Ehab Roufail		2025-05-30
MR M NEOMAN		
Manal Fouad		2025-05-19
Nabeel Boutros		

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# Accounts

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**Charity number 265418**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDED 5 APRIL 2024**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**FOR THE YEAR ENDED 5 APRIL 2024**

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**CHARITY INFORMATION**

<b>Trustees</b>	Dr I H Tadros Mr M Neoman Dr M G Mikhail Mr N Boutros Mr M George Dr O K Morris - Resigned 1 April 2024 Dr G Hanna Dr N Raphael
<b>Custodian Trustees</b>	Mr N Boutros Mr M George Dr I H Tadros
<b>Registered Charity Number</b>	265418
<b>Contact address</b>	41 Woodlands Avenue New Malden Surrey KT3 3UH
<b>Auditors</b>	TC Group The Courtyard Shorham Road Upper Beeding Steyning West Sussex BN44 3TN
<b>Bankers</b>	HSBC PLC 79 Piccadilly London W1V 5RA  Barclays Bank PLC London Corporate Banking Strand  NatWest Bank PLC 55 Kensington High Street London W8 52G

**REPORT OF THE TRUSTEES  
FOR YEAR ENDED 5 APRIL 2024**

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The Trustees present their report along with the financial statements of the charity for the year ended 5 April 2024. The financial statements have been prepared in accordance with the accounting policies set out on pages 13 to 15 and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland.

**Objectives and Activities**

The object of the Foundation is to promote the Coptic Orthodox Church in the United Kingdom and the Republic of Ireland. In furtherance of this object the Trustees may provide and maintain places of public worship carry out religious services, pay the priests salaries and hold religious and other meetings in connection with the Coptic Orthodox Church.

The Coptic Church is a member of "Churches Together in Britain and Ireland" and also an active member of "The Orthodox Oriental Churches Council", together with the Armenian, Eritrean, Ethiopian, Indian, and Syrian churches in Great Britain. The church is also a member of the "Kensington Council of Churches" which is made up of the different churches in Kensington.

**Coptic Orthodox Diocese of London**

St. Mark Coptic Church in London is part of the Coptic Orthodox Diocese of London.

**Summary of the main achievements of the charity**

The Church celebrates the Divine Liturgy 5 days a week with two liturgies every Sunday.

The Trustees have paid due regard to the public benefit guidance as published by the Charity Commission. The youths of the church run "City Mission" offering food to the homeless in the streets of London.

During the year, the youths of the church attended and organised conferences, retreats and trips in the UK and abroad.

The church has sports activities for the youth and has football and basketball teams which play and compete against teams of other Coptic churches in the UK.

**Performance of fundraising activities against objectives**

During the year, Saint Mark Church completed the majority of the work which started in May 2019 of building a basement under the church and is now used for various activities of the church.

### **Investment performance against objectives**

The income from the investment properties was similar to the previous year, and most of the properties were occupied during the year.

### **Financial Review**

The statement of financial activities is set out on page 10 and shows the result of the year.

The Foundation incurred costs in furtherance of its objects of £507,894 (2023: £642,076) and cost of generating funds of £71,971 (2023: £49,918). After taking into account these expenses and other management and administrative expenses of £188,763 (2023: £117,583) the net incoming resources for the year were £202,753 (2023: £176,753), the investment properties were not revalued this year and the net movement of funds for the year was £201,555 (2023: £234,645).

At 5 April 2024, as shown on the balance sheet on page 11, the Foundation has net assets of £8,022,112 (2023: £7,820,557), which were mainly held in fixed assets as shown on notes 9 and 10 and on bank deposits and current accounts.

### **The charity's principal sources of funds**

The charity's main source of funding were the donations received from its members in the form of standing orders, cheques, bank transfers and church collection and also the income from rented properties.

### **The charity's expenditure**

The expenditure during the year was incurred in maintaining the church and making it available to the public to use for worship; the payment of the priest's salaries and expenses; the provision of Sunday schools to teach the children the faith of the church and to provide help to the needy in the community.

### **Reserves policy**

The Trustees aim to keep in reserves at any point of time three months' worth of expenditure to cover unplanned emergency church expenses, including repair to church building and other church properties. The amount of reserves held at the year-end was £8,022,112 (2023: £7,820,557) of which £413,070 (2023: £445,142) are regarded as free reserves, after allowing for funds tied up in tangible fixed assets and bank loans secured on some of those assets. The free reserves achieve the reserves aim.

### **Investment policy and objectives**

The Trustees' investment powers are governed by the Trust Deed, which permits the Charity's funds to be invested in properties, any cash investments and chattels as they see fit.

The Trustees have considered the most appropriate policy, in order to spread the Charity's risk, is to invest in properties and in a number of bank account with different banks.

**FOR YEAR ENDED 5 APRIL 2024**

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**Risk management**

The main risks which may face the charity are:

1. Reduction in donations from the congregation:  
The charity relies on donations from a large number of donors; this reduces the risk of huge fluctuations in the income from donations.
2. Reduction of rental income from investment properties:  
The charity has a number of properties handled by different agents and in different parts of London and the risk that more than one property is vacant at any time is small.
3. Internal control risks:  
Internal control risks are minimized by the implementation of procedures and controls for receiving and paying cash and cheques.

**Future plans**

The charity will carry on using the new church basement, for Sunday Schools and other activities of the church, as well as trying to generate income from renting it out during the week as a nursery or other suitable user.

**Description of charity's trusts**

The charity was formed on 22 December 1971 as an incorporated trust, registered with the Charity Commission, registration number 265418, and is governed by the Charities Act 2011 and its Trust deed dated the 22 December 1971.

**Controlling party**

The Coptic Orthodox Church Foundation is managed by the Church Council. No individual has overall control.

**Trustee selection methods**

The trustees are chosen by members of the Council and appointed by His Eminence the Archbishop of The Coptic Church in London.

**Names of the charity trustees:**

The Trustees who served during the year were as stated below:

Mr M Neoman	Dr M G Mikhail
Dr I H Tadros	Mr M George
Dr O K Morris – Resigned 1 April 2024	Dr G Hanna
Mr N Boutros	
Dr N Raphael	

**FOR YEAR ENDED 5 APRIL 2024**

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**Names of the trustees holding title to property belonging to the charity**

Dr I H Tadros  
Mr MI George  
Mr N Boutros

**The Church Council**

The Church Council, who manages the charity, consists of the Fathers of the Church, the Charity Trustees and the following Church Members, who were chosen by the Fathers and the Trustees and were appointed by His Eminence The Archbishop of the Coptic Church in London

Name	Date appointed
Mr Emad Elias	1 October 2019
Mr Ehab Roufael	6 June 2023
Ms Manal Fouad	6 June 2023
Mr Mina Nabil	6 June 2023
Mr Mina Tafik	6 June 2023

**Policies and procedures adopted for the induction and training of trustees and council members**

The trustees and council members are members of the church and as such are familiar with the practical work of the charity. New trustees and council members are given training by existing trustees on:

- The Church Constitution,
- The current financial position as set out in the published accounts.
- Future plans and objectives.

**The charity's organisational structure and any wider network with which the charity works**

The Foundation is an indivisible part of the Coptic Orthodox Church in Egypt which has as its Supreme Head, the Pope of Alexandria and derives its spiritual authority to function from the Holy Council of the Coptic Orthodox Patriarchate in Cairo, Egypt, such authority cannot be changed, altered, modified or revoked.

The Coptic Orthodox Archbishop of London is appointed by the Holy Synod of the Coptic Orthodox Church by written decree over the area known as the Diocese of London which includes this charity.

**Decision making**

The Council of the Coptic Orthodox Church Foundation, holds meetings at least four times in the year to take decisions on all matters concerning the administration of the charity. Decisions on the church spiritual services to the congregation are taken by His Eminence the Archbishop of London and the priests of the church.

**Funds held as custodian trustees on behalf of others**

The charity holds an account with HSBC Bank on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt, which has as one of its objects to offer aid to the poor in Egypt and worldwide. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions on any payment from the account are only given by His Holiness the Pope of Alexandria.

The charity also holds an account with HSBC on behalf of Saint Mary and Pope Kyrillos VI Coptic Orthodox Church, a charity registered in England and Wales whose objects are to advance the religion of the Coptic Orthodox Church. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions for the bank account are received from the trustees of SMPK.

FOR YEAR ENDED 5 APRIL 2024

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**Statement of trustees' responsibilities in relation to financial statements**

The trustees are responsible for preparing a trustees' annual report and 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 and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 and the provisions of the trust deed.

The trustees are 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 the Board of Trustees and signed on behalf of the board on .....

.....  
Nabeel Boutros  
Trustee

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Opinion**

We have audited the financial statements of Coptic Orthodox Church Foundation (the 'charity') for the year ended 5 April 2024 which comprise Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2024 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities set out on page 6, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is provided on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**Extent to which the audit was considered capable of detecting irregularities, including fraud**

The objectives of our audit, in respect to fraud, are: to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses; and to respond appropriately to fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the group and its management.

Our approach was as follows:

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general sector experience, and through discussion with the trustees and other management (as required by auditing standards), and discussed with the trustees and other management the policies and procedures regarding compliance with laws and regulations (see below);

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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- We identified the following areas as those most likely to have such an effect: health and safety; General Data Protection Regulation (GDPR); fraud; bribery and corruption; and employment law. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the trustees and other management and inspection of regulatory and legal correspondence, if any.
- We considered the legal and regulatory frameworks directly applicable to the financial statements reporting framework (FRS 102 and the Charities Act 2011) and the relevant tax compliance regulations in the UK;
- We considered the nature of the group's operations, the control environment and financial performance.
- We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit;
- We considered the procedures and controls that the group has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those programmes and controls.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. These procedures included: testing manual journals; reviewing the financial statement disclosures and testing to supporting documentation; performing analytical procedures; and enquiring of management, and were designed to provide reasonable assurance that the financial statements were free from fraud or error.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

**Use of our report**

This report is made solely to the charity's trustees as a body, in accordance with the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Cummins FCCA (Senior Statutory Auditor)  
for and on behalf of TC Group  
Statutory Auditors  
Office: Steyning, West Sussex  
Date:

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2024**

	Note	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total 2024 £	Total 2023 £
<b>Income</b>	3				
Donations		406,685	301,548	708,233	756,742
Charitable activities		3,782	-	3,782	1,790
Investment income		259,366	-	259,366	227,241
Other incoming resources		-	-	-	557
		<u>669,833</u>	<u>301,548</u>	<u>971,381</u>	<u>986,330</u>
<b>Expenditure</b>	4				
Raising funds		71,971	-	71,971	49,918
Charitable activities		507,894	-	507,894	642,076
Other		188,763	-	188,763	117,583
		<u>768,628</u>	<u>-</u>	<u>768,628</u>	<u>809,577</u>
<b>Net income</b>		(98,795)	301,548	202,753	176,753
Other gains	17	(1,198)	-	(1,198)	57,892
<b>Net movements in funds</b>		(99,993)	301,548	201,555	234,645
Transfer between funds		18,602	(18,602)	-	-
Total funds brought forward	19	<u>7,710,435</u>	<u>110,122</u>	<u>7,820,557</u>	<u>7,585,912</u>
Total funds carried forward	19	<u>7,629,044</u>	<u>393,068</u>	<u>8,022,112</u>	<u>7,820,557</u>

## BALANCE SHEET AT 5 APRIL 2024

	Note	2024 £	2023 £
<b>Fixed assets</b>			
Tangible assets	9	5,824,751	5,834,939
Investments	10	3,650,000	3,650,000
Total fixed assets		9,474,751	9,484,939
<b>Current assets</b>			
Debtors	11	133,731	136,573
Cash at bank and in hand	12	1,180,641	1,261,322
		1,314,372	1,397,895
<b>Total current assets</b>			
Creditors: Amounts falling due within one year	13.1	(557,916)	(936,806)
<b>Net current assets</b>		756,456	461,089
<b>Total assets less current liabilities</b>		10,231,207	9,946,028
Creditors: Amounts falling due after one year	13.2	(2,209,095)	(2,125,471)
<b>Total net assets</b>		8,022,112	7,820,557
<b>Funds of the Charity</b>			
Restricted funds	18	393,068	110,122
Unrestricted funds	17	7,629,044	7,710,435
<b>Total funds</b>		8,022,112	7,820,557

The financial statements were approved and authorised for issue by the Board on .....  
and signed on behalf of the board by

.....  
Nabeel Boutros  
Trustee

The notes on pages 13 to 23 form part of these financial statements.

## COPTIC ORTHODOX CHURCH FOUNDATION

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5 APRIL 2024

	Note	£	2024 £	£	2023 £
<b>Cash flows from operating activities</b>	21		(119,123)		716,135
<b>Cash flows from investing activities</b>					
Income from property investments		259,366		227,241	
Expenses of property investments		(71,971)		(49,918)	
Purchase of fixed assets		(18,602)		(1,646,248)	
<b>Net cash provided by investing activities</b>			168,793		(1,468,925)
<b>Cash flows from financing activities</b>					
Proceeds of bank loans		115,239		597,252	
Repayment of bank loans		(244,392)		(88,728)	
			(129,153)		508,524
<b>Change in cash in the year</b>			(79,483)		(244,266)
<b>Cash at 6 April 2023</b>			1,261,322		1,447,696
Change in cash due to exchange rate movements			(1,198)		57,892
<b>Cash at 5 April 2024</b>	12		1,180,641		1,261,322

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5 APRIL 2024**

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**Basis of preparation****1.1 Basis of accounting**

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.

**1.2 Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. They are of the opinion that donations from the church's large congregation and the income from the investment properties will cover any future liabilities.

**1.3 Change of accounting policy and change of accounting estimates**

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 1.1 and no changes to the accounting estimates have occurred in the year.

**1.4 Material prior year errors**

No material prior year errors have been identified in the reporting period.

**2. Accounting policy****2.1 Income and debtors****Recognition of income**

Income is recognised in the period in which the charity is entitled to receive and the amount can be measured with reasonable certainty. All voluntary income which comprises of donations, collection and church boxes is included in income on a receivable basis. Investment income, derived from fixed asset investments, is accounted for on amounts receivable in the year.

**Tax reclaim on donations and gifts**

Gift Aid receivable is included in income when there is a valid declaration from the donor.

**Income from membership subscriptions**

Membership contributions received in the nature of a gift are recognised in Donations.

**Investment gains and losses**

The value of the investment properties is kept the same as the previous year, as it is in the trustees' views that there has not been significant change in the market value of similar properties from the previous year (in 2023 no change).

**Debtors**

The charity has debtors which are measured at settlement amounts less any trade discounts.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS – CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2024**

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**2.2 Expenditure and liabilities**

**Liability recognition**

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of obligation can be measured with reasonable certainty.

**Resources expended**

Resources expended are included in the Statement of Financial Activities on an accrual's basis inclusive of any irrecoverable VAT.

**Charitable activities**

Direct charitable expenditure includes all staff costs, property and other expenditure directly related to the charitable activities of the Foundation.

**Governance and support cost**

Support costs have not been allocated between governance costs and other costs.

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions.

**Creditors**

The charity has creditors which are measured at settlement amounts less any trade discounts.

**Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to Statement of Financial Activities.

**Taxation**

The charity is a registered charity and as such its income and gains falling within the Income Tax Act 2007 are exempt from corporation tax to the extent that they are applied to its charitable objectives.

**Realised gains**

Realised gains are included in the Statement of Financial Activities in the year of disposal.

**Fund accounting**

**Restricted Funds**

The restricted funds wholly relate to donations made specifically towards the cost of the church's basement project.

**2.3 Assets**

**Capitalisation policy**

A unit of property that has an economic useful life that extends beyond 12 months is treated as a fixed asset. Assets are capitalised on an item by item basis. Assets not deemed to have a useful life beyond 12 months are expensed as incurred.

**Tangible fixed assets for use by the charity**

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Freehold buildings	- 2% straight line
Office equipment	- 15% reducing balance
Fixtures, alterations, fittings & equipment	- 10% reducing balance for church - 20% straight line for office and flats
Building under construction	- Not depreciated

## COPTIC ORTHODOX CHURCH FOUNDATION

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2024**Fixed asset investments**

Investment properties are included in the balance sheet at their open market value. No depreciation is provided on the properties. Net gains and losses on disposal and revaluation of investments are charged or credited to the SOFA.

**Critical accounting judgement and key sources of estimation uncertainty**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**Valuation of Investment Property**

The investment properties are carried in the financial statements at their market value. Each year the Trustees review the valuation of the assets and use market values to determine if a revaluation is required.

**3. Analysis of income**

	Unrestricted income funds £	Restricted income funds £	Total funds 2024 £	Total funds 2023 £
<b>Donations and legacies</b>				
Donation and gifts	367,282	286,779	654,061	702,573
Gift Aid	39,403	14,769	54,172	54,169
<b>Total</b>	406,685	301,548	708,233	756,742
<b>Charitable activities</b>				
Book shop sales	931	-	931	565
Family meeting	2,851	-	2,851	1,225
<b>Total</b>	3,782	-	3,782	1,790
<b>Investment income</b>				
Interest income	10,840	-	10,840	4,425
Rental and leasing income	248,526	-	248,526	222,816
<b>Total</b>	259,366	-	259,366	227,241
<b>Other incoming resources</b>				
Other	-	-	-	557
<b>Total</b>	-	-	-	557
<b>Total income</b>	669,833	301,548	971,381	986,330

In 2023 £123,705 of the total income was attributable to restricted funds with the balance of £862,625 attributable to non-restricted funds.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2024**

**4. Analysis of expenditure**

	Unrestricted funds £	Restricted funds £	Total funds 2024 £	Total funds 2023 £
<b>Expenditure on raising funds</b>				
Rent collection, property repairs and maintenance charges	71,971	-	71,971	49,918
<b>Total expenditure on raising funds</b>	71,971	-	71,971	49,918
<b>Expenditure on charitable activities</b>				
Church and community services	132,452	-	132,452	148,198
Staff costs	246,926	-	246,926	230,493
Property expenses	99,726	-	99,726	231,690
Depreciation of tangible assets	28,790	-	28,790	31,695
<b>Total expenditure on charitable activities</b>	507,894	-	507,894	642,076
<b>Other expenditure</b>				
Secured loan interest	171,680	-	171,680	103,255
Governance costs	17,083	-	17,083	14,328
<b>Total other expenditure</b>	188,763	-	188,763	117,583
<b>Total expenditure</b>	768,628	-	768,628	809,577

In 2023 all expenditure was attributable to unrestricted funds

<b>Governance costs</b>	<b>2024</b>	<b>2023</b>
Auditor's remuneration	11,400	9,420
Legal & professional costs	2,166	1,440
Office costs	3,517	3,468
	17,083	14,328

**5. Funds received as agent**

The charity has agreed to administer a bank account on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt. At the balance sheet date funds of £1,253,041 (2023: £1,237,921) which has not been included in the accounts figures.

**6. Paid employees**

<b>6.1 Staff costs</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Salaries and wages	222,974	206,209
Social security costs	20,802	19,616
Pension costs	3,150	4,667
	<u>          </u>	<u>          </u>
<b>Total staff costs</b>	<b>246,926</b>	<b>230,492</b>
	<u>          </u>	<u>          </u>

One employee earned between £60,000 and £70,000 during the year (2023: one).

<b>6.2 Average head count in the year</b>	<b>2024</b>	<b>2023</b>
	<b>Number</b>	<b>Number</b>
Priests	4	4
	<u>          </u>	<u>          </u>

**7. Volunteers**

The charity has a number of unpaid volunteers, who help in the various needs of the church, including administration, cleaning and preparing the churches before and after the services.

**8. Auditor's remuneration**

The audit fees for the year is £11,400 inclusive of VAT (2023: £8,820).

9. Tangible fixed assets

	Land and Buildings Freehold	Office Equipment	Fixtures Fittings Church	Fixtures Fittings & Equipmen t	Buildings under Construction	Total
	£	£	£	£	£	£
<b>Cost</b>						
At 6 April 2023	915,920	194,965	125,810	216,097	5,090,515	6,543,307
Additions	-	-	-	-	18,602	18,602
At 5 April 2024	<u>915,920</u>	<u>194,965</u>	<u>125,810</u>	<u>216,097</u>	<u>5,109,117</u>	<u>6,561,909</u>
<b>Depreciation</b>						
Basis	Straight Line	Reducing balance	Reducing balance	Reducing balance	No Depreciation	
Rate	2%	15%	10%	20%		
At 6 April 2023	281,274	85,187	125,810	216,097	-	708,368
Charge for the year	12,323	16,467	-	-	-	28,790
At 5 April 2024	<u>293,597</u>	<u>101,654</u>	<u>125,810</u>	<u>216,097</u>	<u>-</u>	<u>737,158</u>
<b>Net book value</b>						
At 5 April 2024	<u>622,323</u>	<u>93,311</u>	<u>-</u>	<u>-</u>	<u>5,109,117</u>	<u>5,824,751</u>
At 5 April 2023	<u>634,646</u>	<u>109,778</u>	<u>-</u>	<u>-</u>	<u>5,090,515</u>	<u>5,834,939</u>

The cost value of Freehold Land and Buildings pledged as security for bank loans as disclosed in note 13 is £722,711.

**10. Fixed assets investments**

	<b>Freehold Property £</b>	<b>Long Leasehold Properties £</b>	<b>Total £</b>
<b>Fair value:</b>			
At 6 April 2023	1,850,000	1,800,000	3,650,000
	<u>                    </u>	<u>                    </u>	<u>                    </u>
At 5 April 2024	1,850,000	1,800,000	3,650,000

The properties are valued by the Trustees, based on the advertised prices of similar properties on the market in the same area and the current condition of the properties. In the opinion of the Trustees, the cost of professionally valuing the assets to include a value in the accounts outweighs the benefits to the user of the accounts.

There are no restrictions on the ability to realise investment property.

There are no contractual obligations for the purchase, construction or development of investment property or for repairs, maintenance or enhancements.

**11. Debtors**

	<b>2024 £</b>	<b>2023 £</b>
Prepayments and accrued income	10,041	13,209
St Mary & Pope Kyrillos Coptic Church	6,257	65,591
Other debtors	117,433	57,773
	<u>                    </u>	<u>                    </u>
	133,731	136,573
	<u>                    </u>	<u>                    </u>

**12. Cash at bank and in hand**

	<b>2024 £</b>	<b>2023 £</b>
Cash at bank	1,180,641	1,261,322
	<u>                    </u>	<u>                    </u>

**13. Creditors and accruals**

**13.1 Amounts falling due within one year**

	<b>2024</b>	<b>2023</b>
	£	£
Secured bank loan	59,682	104,175
Taxation and social security	9,594	5,788
Accruals and deferred income	483,526	820,996
Other creditors	5,114	5,847
	<u>557,916</u>	<u>936,806</u>

**13.2 Amounts falling due after one year**

	<b>2024</b>	<b>2023</b>
	£	£
NatWest Bank loan re basement	1,887,938	1,799,537
Loan taken on 7 August 2012 with HSBC for the purchase of house number 66 Broadwalk, Hounslow secured by the property and all existing securities and any future security held by the Bank.	-	15,005
Loan taken on 6 October 2017 with NatWest to refinance the loan from HSBC Bank plc taken in 2008 secured by a first legal charge over 36 Cromwell Road	311,157	300,929
Funds from church members repayable within 5 years	10,000	10,000
	<u>2,209,095</u>	<u>2,125,471</u>
Total	<u>2,209,095</u>	<u>2,125,471</u>

#### 14. Financial Instruments

	2024 £	2023 £
<b>Carrying amount of financial assets</b>		
Debt instruments measured at amortised cost	123,690	123,364
<b>Carrying amount of financial liabilities</b>		
Financial liabilities measured at amortised cost	2,757,417	3,056,489

#### 15. Operating Lease Commitments

##### As lessor:

At the year end, the charity had contracted with tenants, under non-cancellable operating leases, for the following future minimum lease payments:

	2024 £	2023 £
Amounts receivable:		
Less than one year	90,158	72,426
Between one and five years	-	99,551
	<u>90,158</u>	<u>171,977</u>

#### 16. Trustees and related parties

##### 16.1 Transactions with trustees

The charity does not have any transactions with the trustees (2023: Nil).

There have been donations from the trustees, the amounts of which cannot be quantified.

##### 16.2 Trustees' remuneration and benefits

The trustees did not receive any remuneration or benefits in the year (2023: Nil).

##### 16.3 Trustees expenses

The trustees were not reimbursed for any expenses during the year (2023: Nil).

##### 16.4 Related Party Transaction disclosure

During the year the following transactions with Saint Mary and Pope Kyrillos VI Coptic Orthodox Church (SMPK), a charity over which there is significant influence by virtue of persons on the board of Coptic Orthodox Church Foundation having more than one-fifth of the voting power of SMPK.

- Interest of £2,945 was reimbursed by SMPK to Foundation (2023; £4,690)
- Repayment of the loan to purchase the property £62,278 (2023; £62,278)

At the balance sheet date, £6,257 (2023: £65,591) was owed by SMPK which has been included in Debtors.

- Donation of £3,600 was made to a related party Aghapy TV Limited.

##### 16.5 Key Management Personnel

The charity considers its Trustees to be its Key Management Personnel who are not remunerated for their services.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2024

### 17. Unrestricted Funds

	Balance at 6 April 2023 £	Incoming Resources £	Expenditure £	Other Gains/(losses) £	Transfer between funds £	Balance at 5 April 2024 £
General reserve funds	7,710,435	669,833	(768,628)	(1,198)	18,602	7,629,044
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	Balance at 6 April 2022 £	Incoming Resources £	Expenditure £	Other Gains/(losses) £	Transfer between funds £	Balance at 5 April 2023 £
General reserve funds	7,475,790	862,625	(809,577)	57,892	123,705	7,710,435
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

### 18. Restricted Funds

	Balance at 6 April 2023 £	Income £	Expenditure £	Transfer between funds £	Balance at 5 April 2024 £
Basement Project	110,122	301,548	-	(18,602)	393,068
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	Balance at 6 April 2022 £	Income £	Expenditure £	Transfer between funds £	Balance at 5 April 2023 £
Basement Project	110,122	123,705	-	(123,705)	110,122
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**Basement Project** – The basement project restricted fund consists of money donated towards the cost of building a basement underneath St Mark’s Church. All transfers out of the fund are to cover the cost of fixed asset additions of the building of the basement.

### 19. Analysis of net assets between funds

2024	Fixed assets £	Net current assets £	Non-current liabilities £	Total 2024 £
Unrestricted fund	9,474,751	363,388	(2,209,095)	7,629,044
Restricted fund	-	393,068	-	393,068
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	9,474,751	756,456	(2,209,095)	8,022,112
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
2023	Fixed assets £	Net current assets £	Non-current liabilities £	Total 2023 £
Unrestricted fund	9,484,939	350,967	(2,125,471)	7,710,435
Restricted fund	-	110,122	-	110,122
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	9,484,939	461,089	(2,125,471)	7,820,557
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2024**

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**20. Post Balance Sheet Events**

There were no post balance sheet events.

**21. Reconciliation of net income to net cash flow from operating activities**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
<b>Net income</b>		
<b>(as per statement of financial activities)</b>	201,555	234,645
<b>Adjustments for:</b>		
Depreciation charges	28,790	31,695
Loan interest paid	168,284	-
Income from investments	(259,366)	(227,241)
Investment costs	71,971	49,918
Loss/(Profit) on foreign exchange	1,198	(57,892)
Decrease in debtors	2,842	88,655
Increase/(decrease) in creditors	(334,397)	596,355
	<u>          </u>	<u>          </u>
<b>Net cash provided by operating activities</b>	<b>(119,123)</b>	<b>716,135</b>
	<u>          </u>	<u>          </u>

**COPTIC ORTHODOX CHURCH FOUNDATION**

**The following pages are for the information of the trustees only and do not form part of the statutory financial statements.**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 5 APRIL 2024**

	£	2024 £	£	2023 £
<b>INCOMING RESOURCES</b>				
Donations and incoming resources				
Membership contributions	115,455		114,359	
Collection and church boxes	132,611		166,409	
Donations	460,167	708,233	475,974	756,742
Church activities				
Family meeting	2,851		1,225	
Church bookshop	931	3,782	565	1,790
Investment income				
Income from rented property	248,526		222,816	
Bank interest	10,840		4,425	
Miscellaneous income	-	259,366	557	227,798
<b>Total incoming resources</b>		<b>971,381</b>		<b>986,330</b>
<b>RESOURCES EXPENDED</b>				
<b>Expenditure on raising funds</b>				
<b>Investment property expenses</b>				
Property management fees	22,768		23,926	
Property services charges	24,168		8,873	
Repairs and maintenance	19,010		15,498	
Insurance	6,025		1,456	
Council Tax	-	71,971	165	49,918
<b>Charitable activities</b>				
<b>Church and community services</b>				
London Diocese	60,000		55,689	
Donations to other churches	19,070		3,600	
Social Services	19,335		36,977	
Sunday school and education	1,901		8,606	
Church candles, and oil	2,703		2,253	
Hire of church halls for Sundays	26,557		25,151	
Council Tax	1,223		1,364	
Visiting Bishops and Priests	1,663	132,452	14,558	148,198
<b>Staff costs</b>				
Salaries	222,974		206,209	
Social security costs	20,802		19,616	
Stake holder pension	3,150	246,926	4,667	230,492
<b>Property expenses</b>				
Rates and water	218		641	
Light and heat	62,401		17,541	
Insurance	17,193		19,668	
Repairs and maintenance	9,215		190,815	
Cleaning	5,071		828	
Miscellaneous	5,628	99,726	2,197	231,690
<b>Depreciation of tangible assets</b>		<b>28,790</b>		<b>31,695</b>
<b>Total expenditure on charitable activities</b>		<b>507,894</b>		<b>642,075</b>

**COPTIC ORTHODOX CHURCH FOUNDATION**

**DETAILED INCOME AND EXPENDITURE ACCOUNT - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2024**

	£	2024 £	£	2023 £
<b>Other expenditure</b>				
Secured loan interest		171,680		103,255
<b>Governance costs</b>				
Accountancy fees and auditor's remuneration	12,126		9,420	
Legal and professional	1,440		1,440	
Office costs	3,517	17,083	3,468	14,328
		<u>188,763</u>		<u>117,583</u>
Total other expenditure				
		188,763		117,583
<b>Total expenditure</b>		<u>768,628</u>		<u>809,576</u>
<b>Net income/(expenditure)</b>		202,753		176,753
Exchange difference gain/(loss)		(1,198)		57,892
		<u>201,555</u>		<u>234,645</u>
<b>Net movement in funds for the year</b>		201,555		234,645
<b>Funds balances brought forward at 6 April 2023</b>		<u>7,820,557</u>		<u>7,585,912</u>
<b>Funds balances carried forward at 5 April 2024</b>		<u>8,022,112</u>		<u>7,820,557</u>

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# Accounts

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**Charity number 265418**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDED 5 APRIL 2023**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**FOR THE YEAR ENDED 5 APRIL 2023**

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**CHARITY INFORMATION**

<b>Trustees</b>	Dr I H Tadros Mr M Neoman Dr M G Mikhail Mr N Boutros Mr M George Dr O K Morris Dr G Hanna Dr N Raphael
<b>Custodian Trustees</b>	Mr N Boutros Mr M George Dr I H Tadros
<b>Registered Charity Number</b>	265418
<b>Registered office</b>	41 Woodlands Avenue New Malden Surrey KT3 3UH
<b>Auditors</b>	TC Group Hamilton Office Park 31 High View Close Leicester LE4 9LJ
<b>Bankers</b>	HSBC Plc 79 Piccadilly London W1V 5RA  Barclays Bank Plc London Corporate Banking Strand  NatWest Bank PLC 55 Kensington High Street London W8 52G

**REPORT OF THE TRUSTEES  
FOR YEAR ENDED 5 APRIL 2023**

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The Trustees present their report along with the financial statements of the charity for the year ended 5 April 2023. The financial statements have been prepared in accordance with the accounting policies set out on pages 12 to 14 and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland. (FRS 102) (effective 1 January 2019).

**Objectives and Activities**

The object of the Foundation is to promote the Coptic Orthodox Church in the United Kingdom and the Republic of Ireland. In furtherance of this object the Trustees may provide and maintain places of public worship carry out religious services, pay the priests salaries and hold religious and other meetings in connection with the Coptic Orthodox Church.

The Coptic Church is a member of "Churches Together in Britain and Ireland" and also an active member of "The Orthodox Oriental Churches Council", together with the Armenian, Eritrean, Ethiopian, Indian, and Syrian churches in Great Britain. The church is also a member of the "Kensington Council of Churches" which is made up of the different churches in Kensington.

**Coptic Orthodox Diocese of London**

St. Mark Coptic Church in London is part of the Coptic Orthodox Diocese of London.

**Summary of the main achievements of the charity**

The Church celebrates the Divine Liturgy 5 days a week with two liturgies every Sunday.

The Trustees have paid due regard to the public benefit guidance as published by the Charity Commission. The youths of the church run "City Mission" offering food to the homeless in the streets of London.

During the year, the youths of the church attended and organised conferences, retreats and trips in the UK and abroad.

The church has sports activities for the youth and has football and basketball teams which play and compete against teams of other Coptic churches in the UK.

**Performance of fundraising activities against objectives**

During the year, Saint Mark Church carried on collecting funds from the congregation to finish the work in the basement under the church which started in May 2019 and is expected to be completed by March 2024.

### **Investment performance against objectives**

The income from the investment properties was higher in the previous year as it included the income from the sale of 75 Dollis Hill. Most of the properties were occupied during the year.

### **Financial Review**

The statement of financial activities is set out on page 9 and shows the result of the year.

The Foundation incurred costs in furtherance of its objects of £642,076 (2022: £1,037,829) and cost of generating funds of £49,918 (2022: £86,336). After taking into account these expenses and other management and administrative expenses of £117,583 (2022: £44,167) the net incoming resources for the year were £176,753 (2022: £237,148), the investment properties were not revalued this year and the net movement of funds for the year was £234,645 (2022: £270,658).

At 5 April 2023, as shown on the balance sheet on page 10, the Foundation has net assets of £7,820,557 (2022: £7,585,912), which were mainly held in fixed assets as shown on notes 9 and 10 and on bank deposits and current accounts.

### **The charity's principal sources of funds**

The charity's main source of funding were the donations received from its members in the form of standing orders, cheques, bank transfers and church collection and also the income from rented properties.

### **The charity's expenditure**

The expenditure during the year was incurred in maintaining the church and making it available to the public to use for worship; the payment of the priest's salaries and expenses; the provision of Sunday schools to teach the children the faith of the church and to provide help to the needy in the community.

### **Reserves policy**

The Trustees aim to keep in reserves at any point of time three months' worth of expenditure to cover unplanned emergency church expenses, including repair to church building and other church properties. The amount of reserves held at the yearend was £7,820,557 (2022: £7,585,912) of which £445,142 (2022: £1,316,524) are regarded as free reserves, after allowing for funds tied up in tangible fixed assets and bank loans secured on some of those assets.

### **Investment policy and objectives**

The Trustees' investment powers are governed by the Trust Deed, which permits the Charity's funds to be invested in properties, any cash investments and chattels as they see fit.

The Trustees have considered the most appropriate policy, in order to spread the Charity's risk, is to invest in properties and in a number of bank account with different banks.

**FOR YEAR ENDED 5 APRIL 2023**

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**Risk management**

The main risks which may face the charity are:

1. Reduction in donations from the congregation:  
The charity relies on donations from a large number of donors; this reduces the risk of huge fluctuations in the income from donations.
2. Reduction of rental income from investment properties:  
The charity has a number of properties handled by different agents and in different parts of London and the risk that more than one property is vacant at any time is small.
3. Internal control risks:  
Internal control risks are minimized by the implementation of procedures and controls for receiving and paying cash and cheques.

**Future plans**

The charity will start using the new church basement, which is expected to be ready for use from March 2024, for Sunday Schools and other activities of the church, as well as utilizing it during the week as a nursery.

**Description of charity's trusts**

The charity was formed on 22 December 1971 as an incorporated trust, registered with the Charity Commission, registration number 265418, and is governed by the Charities Act 2011 and its Trust deed dated the 22 December 1971.

**Controlling party**

The Coptic Orthodox Church Foundation is managed by the Church Council. No individual has overall control.

**Trustee selection methods**

The trustees are chosen by members of the Council and appointed by His Eminence the Archbishop of The Coptic Church in London.

**Names of the charity trustees:**

The Trustees who served during the year were as stated below:

Mr M Neoman	Dr M G Mikhail
Dr I H Tadros	Mr M George
Dr O K Morris	Dr G Hanna
Mr N Boutros	
Dr N Raphael	

**FOR YEAR ENDED 5 APRIL 2023**

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**Names of the trustees holding title to property belonging to the charity**

Dr I H Tadros  
Mr MI George  
Mr N Boutros

**The Church Council**

The Church Council, who manages the charity, consists of the Fathers of the Church, the Charity Trustees and the following Church Members, who were chosen by the Fathers and the Trustees and were appointed by His Eminence The Archbishop of the Coptic Church in London

Name	Date appointed
Mr Emad Elias	1 October 2019
Mr Ehab Roufael	6 June 2023
Ms Manal Fouad	6 June 2023
Mr Mina Nabil	6 June 2023
Mr Mina Tafik	6 June 2023

**Policies and procedures adopted for the induction and training of trustees and council members**

The trustees and council members are members of the church and as such are familiar with the practical work of the charity. New trustees and council members are given training by existing trustees on:

- The Church Constitution,
- The current financial position as set out in the published accounts.
- Future plans and objectives.

**The charity's organisational structure and any wider network with which the charity works**

The Foundation is an indivisible part of the Coptic Orthodox Church in Egypt which has as its Supreme Head, the Pope of Alexandria and derives its spiritual authority to function from the Holy Council of the Coptic Orthodox Patriarchate in Cairo, Egypt, such authority cannot be changed, altered, modified or revoked.

The Coptic Orthodox Archbishop of London is appointed by the Holy Synod of the Coptic Orthodox Church by written decree over the area known as the Diocese of London which includes this charity.

**Decision making**

The Council of the Coptic Orthodox Church Foundation, holds meetings at least four times in the year to take decisions on all matters concerning the administration of the charity. Decisions on the church spiritual services to the congregation are taken by His Eminence the Archbishop of London and the priests of the church.

**Funds held as custodian trustees on behalf of others**

The charity holds an account with HSBC Bank on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt, which has as one of its objects to offer aid to the poor in Egypt and worldwide. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions on any payment from the account are only given by His Holiness the Pope of Alexandria.

The charity also holds an account with HSBC on behalf of Saint Mary and Pope Kyrillos VI Coptic Orthodox Church, a charity registered in England and Wales whose objects are to advance the religion of the Coptic Orthodox Church. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions for the bank account are received from the trustees of SMPK.

FOR YEAR ENDED 5 APRIL 2023

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**Statement of trustees' responsibilities in relation to financial statements**

The trustees are responsible for preparing a trustees' annual report and 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 and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 and the provisions of the trust deed.

The trustees are 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 the Board of Trustees and signed on behalf of the board on 1<sup>st</sup> February 2024

.....  
Nabeel Boutros  
Trustee

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Opinion**

We have audited the financial statements of Coptic Orthodox Church Foundation (the 'charity') for the year ended 5 April 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2023 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Independent Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework.

We understood how the charity is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures. We corroborated our enquiries through review of board minutes and discussions with those charged with governance.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by discussion with management from various parts of the business to understand where they considered there was a susceptibility to fraud. We considered the procedures and controls that the charity has established to prevent and detect fraud, and how these are monitored by management, and also any enhanced risk factors such as performance targets.

Based on our understanding, we designed our audit procedures to identify any non-compliance with laws and regulations identified in the paragraphs above.

We also performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is provided on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

TC Group, Statutory Auditor  
Hamilton Office Park  
31 High View Close  
Leicester  
LE4 9LJ

Date: 02.02.2024

Eligible to act as an auditor in Terms of Section 1212 of the Companies Act 2006

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2023**

	Note	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Total 2022 £
<b>Income</b>	3				
Donations		633,037	123,705	756,742	934,219
Charitable activities		1,790	-	1,790	1,982
Investment income		227,241		227,241	469,279
Other incoming resources		557	-	557	-
		<u>862,625</u>	<u>123,705</u>	<u>986,330</u>	<u>1,405,480</u>
<b>Expenditure</b>	4				
Raising funds		49,918	-	49,918	86,336
Charitable activities		642,076	-	642,076	1,037,829
Other		117,583	-	117,583	44,167
		<u>809,577</u>	<u>-</u>	<u>809,577</u>	<u>1,168,332</u>
<b>Net income</b>		53,048	123,705	176,753	237,148
Other gains		<u>57,892</u>	<u>-</u>	<u>57,892</u>	<u>33,510</u>
<b>Net movements in funds</b>		110,940	123,705	234,645	270,658
Transfer between funds		123,705	(123,705)	-	-
Total funds brought forward		<u>7,475,790</u>	<u>110,122</u>	<u>7,585,912</u>	<u>7,315,254</u>
Total funds carried forward		<u>7,710,435</u>	<u>110,122</u>	<u>7,820,557</u>	<u>7,585,912</u>

## BALANCE SHEET AT 5 APRIL 2023

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	9	5,834,939	4,220,386
Investments	10	3,650,000	3,650,000
Total fixed assets		9,484,939	7,870,386
<b>Current assets</b>			
Debtors	11	136,573	225,228
Cash at bank and in hand	12	1,261,322	1,447,696
		1,397,895	1,672,924
<b>Total current assets</b>			
Creditors: Amounts falling due within one year	13.1	(936,806)	(317,088)
<b>Net current assets</b>		461,089	1,355,836
<b>Total assets less current liabilities</b>		9,946,028	9,226,222
Creditors: Amounts falling due after one year	13.2	(2,125,471)	(1,640,310)
<b>Total net assets</b>		7,820,557	7,585,912
<b>Funds of the Charity</b>			
Restricted funds	18	110,122	110,122
Unrestricted funds	17	7,710,435	7,475,790
<b>Total funds</b>		7,820,557	7,585,912

The financial statements were approved and authorised for issue by the Board on 1 February 2024 and signed on behalf of the board by

.....  
Nabeel Boutros  
Trustee

The notes on pages 12 to 22 form part of these financial statements.

## COPTIC ORTHODOX CHURCH FOUNDATION

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5 APRIL 2023

	Note	£	2023 £	£	2022 £
<b>Cash flows from operating activities</b>	21		716,133		295,507
<b>Cash flows from investing activities</b>					
Income from property investment		227,241		469,279	
Expenses of property investments		(49,918)		(86,336)	
Purchase of fixed assets		(1,646,248)		(1,305,902)	
<b>Net cash provided by investing activities</b>			(1,468,925)		(922,959)
<b>Cash flows from financing activities</b>					
Proceeds of bank loans		597,254		463,502	
Proceeds of other borrowings		-		-	
Repayment of bank loans		(88,728)		(71,038)	
Repayment of other borrowings		-		-	
			508,526		392,464
<b>Change in cash in the year</b>			(244,266)		(234,988)
<b>Cash at 6 April 2022</b>			1,447,696		1,649,174
Change in cash due to exchange rate movements			57,892		33,510
<b>Cash at 5 April 2023</b>			1,26,1322		1,447,696

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5 APRIL 2023**

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**Basis of preparation****1.1 Basis of accounting**

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.

**1.2 Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. They are of the opinion that donation from the church's large congregation and the income from the investment properties will cover any future liabilities.

**1.3 Change of accounting policy and change of accounting estimates**

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 1.1 and no changes to the accounting estimates have occurred in the year.

**1.4 Material prior year errors**

No material prior year errors have been identified in the reporting period.

**2. Accounting policy****2.1 Income****Recognition of income**

Income is recognised in the period in which the charity is entitled to receive and the amount can be measured with reasonable certainty. All voluntary income which comprises of donations, collection and church boxes is included in income on a receivable basis. Investment income, derived from fixed asset investments, is accounted for on amounts receivable in the year.

**Tax reclaim on donations and gifts**

Gift Aid receivable is included in income when there is a valid declaration from the donor.

**Income from membership subscriptions**

Membership contributions received in the nature of a gift are recognised in Donations.

**Investment gains and losses**

The value of the investment properties is kept the same as the previous year, as it is in the trustees' views that there has not been significant change in the market value of similar properties from the previous year (in 2022 no change).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS – CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2023**


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**2.2 Expenditure and liabilities**
**Liability recognition**

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of obligation can be measured with reasonable certainty.

**Resources expended**

Resources expended are included in the Statement of Financial Activities on an accrual's basis inclusive of any irrecoverable VAT.

**Charitable activities**

Direct charitable expenditure includes all staff costs, property and other expenditure directly related to the charitable activities of the Foundation.

**Governance and support cost**

Support costs have not been allocated between governance costs and other costs.

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions.

**Creditors**

The charity has creditors which are measured at settlement amounts less any trade discounts.

**Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to Statement of Financial Activities.

**Taxation**

The charity is a registered charity and as such its income and gains falling within the Income Tax Act 2007 are exempt from corporation tax to the extent that they are applied to its charitable objectives.

**Realised gains**

Realised gains are included in the Statement of Financial Activities in the year of disposal.

**Fund accounting**
**Restricted Funds**

The restricted funds wholly relate to donations made specifically towards the cost of the church's basement project.

**2.3 Assets**
**Tangible fixed assets for use by the charity**

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Freehold buildings	- 2% straight line
Office equipment	- 15% reducing balance
Fixtures, alterations, fittings & equipment	- 10% reducing balance for church - 20% straight line for office and flats
Building under construction	- Not depreciated

## COPTIC ORTHODOX CHURCH FOUNDATION

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2023**Fixed asset investments**

Investment properties are included in the balance sheet at their open market value. No depreciation is provided on the properties. Net gains and losses on disposal and revaluation of investments are charged or credited to the SOFA.

**Critical accounting judgement and key sources of estimation uncertainty**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**Valuation of Investment Property**

The investment properties are carried in the financial statements at their market value. Each year the Trustees review the valuation of the assets and use market values to determine if a revaluation is required.

**3. Analysis of income**

	Unrestricted income funds £	Restricted income funds £	Total funds 2023 £	Total funds 2022 £
<b>Donations and legacies</b>				
Donation and gifts	612,878	89,695	702,573	844,361
Gift Aid	20,159	34,010	54,169	89,858
<b>Total</b>	<u>633,037</u>	<u>123,705</u>	<u>756,742</u>	<u>934,219</u>
<b>Charitable activities</b>				
Canteen sales	-	-	-	30
Book shop sales	565	-	565	1,952
Family meeting	1,225	-	1,225	-
<b>Total</b>	<u>1,790</u>	<u>-</u>	<u>1,790</u>	<u>1,982</u>
<b>Investment income</b>				
Interest income	4,425	-	4,425	227
Rental and leasing income	222,816	-	222,816	226,196
Income from the sale of 75 Dollis Hill	-	-	-	242,856
<b>Total</b>	<u>227,241</u>	<u>-</u>	<u>227,241</u>	<u>469,279</u>
<b>Other incoming resources</b>				
Other	557	-	557	-
<b>Total</b>	<u>557</u>	<u>-</u>	<u>557</u>	<u>-</u>
<b>Total income</b>	<u>862,625</u>	<u>123,705</u>	<u>986,330</u>	<u>1,405,480</u>

In 2022 £424,594 of the total income was attributable to restricted funds with the balance of £980,886 attributable to non-restricted funds.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2023**
**4. Analysis of expenditure**

	Unrestricted income funds £	Restricted income funds £	Total funds 2023 £	Total funds 2022 £
<b>Expenditure on raising funds</b>				
Rent collection, property repairs and maintenance charges	49,918	-	49,918	86,336
Total expenditure on raising funds	49,918	-	49,918	86,336
<b>Expenditure on charitable activities</b>				
Church and community services	148,199	-	148,199	100,089
Staff costs	230,492	-	230,492	227,558
Property expenses	231,690	-	231,690	675,068
Depreciation of tangible assets	31,695	-	31,695	35,114
<b>Total expenditure on charitable activities</b>	642,076	-	642,076	1,037,829
<b>Other expenditure</b>				
Secured loan interest	103,255	-	103,255	32,377
Governance costs	14,328	-	14,328	11,790
<b>Total other expenditure</b>	117,583	-	117,583	44,167
<b>Total expenditure</b>	809,577	-	809,577	1,168,332

In 2022 all expenditure was attributable to unrestricted funds

**5. Funds received as agent**

The charity has agreed to administer a bank account on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt. At the balance sheet date funds of £1,237,921 (2022: £1,282,095) were held in the account. No funds were received into the account during the year (2022: £Nil) and £44,174 was paid out during the year (2022: £122,037).

**6. Paid employees**

<b>6.1 Staff costs</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Salaries and wages	206,209	204,682
Social security costs	19,616	18,969
Pension costs	4,667	3,907
	-	-
	<hr/>	<hr/>
<b>Total staff costs</b>	<b>230,492</b>	<b>227,558</b>
	<hr/> <hr/>	<hr/> <hr/>

One employee earned more than £60,000 during the year (2022: one).

<b>6.2 Average head count in the year</b>	<b>2023</b>	<b>2022</b>
	<b>Number</b>	<b>Number</b>
Priests	4	4
	<hr/> <hr/>	<hr/> <hr/>

**7. Volunteers**

The charity has a number of unpaid volunteers, who help in the various needs of the church, including administration, cleaning and preparing the churches before and after the services.

**8. Auditor's remuneration**

The audit fees for the year is £9,600 inclusive of VAT (2022: £8,400).

9. Tangible fixed assets

	Land and Buildings Freehold £	Office Equipment £	Fixtures Fittings Church £	Fixtures Fittings & Equipment £	Buildings under Construction £	Total £
<b>Cost</b>						
At 6 April 2022	915,920	194,965	125,810	216,097	3,444,267	4,897,059
Additions	-	-	-	-	1,646,248	1,646,248
At 5 April 2023	<u>915,920</u>	<u>194,965</u>	<u>125,810</u>	<u>216,097</u>	<u>5,090,515</u>	<u>6,543,307</u>
<b>Depreciation</b>						
Basis	Straight Line	Reducing balance	Reducing balance	Reducing balance	No Depreciation	
Rate	2%	15%	10%	20%		
At 6 April 2022	268,951	65,815	125,810	216,097	-	676,673
Charge for the year	12,323	19,372	-	-	-	31,695
At 5 April 2023	<u>281,274</u>	<u>85,187</u>	<u>125,810</u>	<u>216,097</u>	<u>-</u>	<u>708,368</u>
<b>Net book value</b>						
At 5 April 2023	<u>634,646</u>	<u>109,778</u>	<u>-</u>	<u>-</u>	<u>5,090,515</u>	<u>5,834,939</u>
At 5 April 2022	<u>646,969</u>	<u>129,150</u>	<u>-</u>	<u>-</u>	<u>3,444,267</u>	<u>4,220,386</u>

The carrying value of Freehold Land and Buildings pledged as security for bank loans as disclosed in note 13 is £722,711.

**10. Fixed assets investments**

	<b>Freehold Property £</b>	<b>Long Leasehold Properties £</b>	<b>Total £</b>
<b>Fair value:</b>			
At 6 April 2022	1,850,000	1,800,000	3,650,000
	<u>1,850,000</u>	<u>1,800,000</u>	<u>3,650,000</u>
At 5 April 2023	<u>1,850,000</u>	<u>1,800,000</u>	<u>3,650,000</u>

The properties are valued by the Trustees, based on the advertised prices of similar properties on the market in the same area and the current condition of the properties. In the opinion of the Trustees, the cost of professionally valuing the assets to include a value in the accounts outweighs the benefits to the user of the accounts.

There are no restrictions on the ability to realise investment property.

There are no contractual obligations for the purchase, construction or development of investment property or for repairs, maintenance or enhancements.

**11. Debtors**

	<b>2023 £</b>	<b>2022 £</b>
Prepayments and accrued income	13,209	2,228
St Mary & Pope Kyrillos Coptic Church	65,591	123,231
Other debtors	57,773	99,769
	<u>136,573</u>	<u>225,228</u>
	<u>136,573</u>	<u>225,228</u>

**12. Cash at bank and in hand**

	<b>2023 £</b>	<b>2022 £</b>
Cash at bank	1,261,322	1,447,696
	<u>1,261,322</u>	<u>1,447,696</u>

13. Creditors and accruals

13.1 Amounts falling due within one year

	2023 £	2022 £
Secured bank loan	104,175	80,810
Taxation and social security	5,788	5,858
Accruals and deferred income	820,996	224,804
Other creditors	5,847	5,616
	<u>936,806</u>	<u>317,088</u>

13.2 Amounts falling due after one year

	2023 £	2022 £
NatWest Bank loan re basement	1,799,537	1,270,953
Loan taken on 7 August 2012 with HSBC for the purchase of house number 66 Broadwalk, Hounslow secured by the property and all existing securities and any future security held by the Bank.	15,005	44,409
Loan taken on 6 October 2017 with NatWest to refinance the loan from HSBC Bank plc taken in 2008 secured by a first legal charge over 36 Cromwell Road	300,929	314,948
Funds from church members repayable within 5 years	10,000	10,000
Total	<u>2,125,471</u>	<u>1,640,310</u>

**14. Financial Instruments**

	<b>2023</b>	<b>2022</b>
	£	£
<b>Carrying amount of financial assets</b>		
Debt instruments measured at amortised cost	123,364	223,000
	<u>          </u>	<u>          </u>
<b>Carrying amount of financial liabilities</b>		
Financial liabilities measured at amortised cost	3,056,489	1,951,540
	<u>          </u>	<u>          </u>

**15. Operating Lease Commitments**

**As lessor:**

At the year end, the charity had contracted with tenants, under non-cancellable operating leases, for the following future minimum lease payments:

	<b>2023</b>	<b>2022</b>
	£	Revised £
Amounts receivable:		
Less than one year	72,426	94,787
Between one and five years	99,551	72,252
	<u>          </u>	<u>          </u>
	<u>171,977</u>	<u>167,039</u>

**16. Trustees and related parties**

**16.1 Transactions with trustees**

The charity does not have any transactions with the trustees (2022: Nil).

**16.2 Trustees' remuneration and benefits**

The trustees did not receive any remuneration or benefits in the year (2022: Nil).

**16.3 Trustees expenses**

The trustees were not reimbursed for any expenses during the year (2022: Nil).

**16.4 Related Party Transaction disclosure**

During the year there the following transactions with Saint Mary and Pope Kyrillos VI Coptic Orthodox Church (SMPK), a charity over which there is significant influence by virtue of persons on the board of Coptic Orthodox Church Foundation having more than one-fifth of the voting power of SMPK.

1. Interest of £4,690 was reimbursed by SMPK to Foundation (2022 £4,256)
2. Repayment of the loan to purchase the property £62,278 (2022 £58,022)

At the balance sheet date, £65,591 (2022: £123,231) was owed by SMPK which has been included in Debtors.

**16.5 Key Management Personnel**

The charity considers its Trustees and the other members of the Church Council to be its Key Management Personnel who are not remunerated for their services.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2023**

**17. Unrestricted Funds**

	<b>Balance at 6 April 2022</b>	<b>Incoming Resources</b>	<b>Expenditure</b>	<b>Investment Gains/(losses)</b>	<b>Transfer between funds</b>	<b>Balance at 5 April 2023</b>
	£	£	£	£	£	£
General reserve funds	7,475,790	862,625	(809,577)	57,892	123,705	7,710,435
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<b>Balance at 6 April 2021</b>	<b>Incoming Resources</b>	<b>Expenditure</b>	<b>Investment Gains/(losses)</b>	<b>Transfer between funds</b>	<b>Balance at 5 April 2022</b>
	£	£	£	£	£	£
General reserve funds	7,205,132	980,886	(1,168,332)	33,510	424,594	7,475,790
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

**18. Restricted Funds**

	<b>Balance at 6 April 2022</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfer between funds</b>	<b>Balance at 5 April 2023</b>
	£	£	£	£	£
Restricted reserve funds	110,122	123,705	-	(123,705)	110,122
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<b>Balance at 6 April 2021</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfer between funds</b>	<b>Balance at 5 April 2022</b>
	£	£	£	£	£
Restricted reserve funds	110,122	424,594	-	(424,594)	110,122
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**19. Analysis of net assets between funds**

<b>2023</b>	<b>Fixed assets</b>	<b>Net current assets</b>	<b>Non-current liabilities</b>	<b>Total 2023</b>
	£	£	£	£
Unrestricted fund	9,484,939	350,967	(2,125,471)	7,710,435
Restricted fund	-	110,122	-	110,122
	<u>9,484,939</u>	<u>461,089</u>	<u>(2,125,471)</u>	<u>7,820,557</u>
<b>2022</b>	<b>Fixed assets</b>	<b>Net current assets</b>	<b>Non-current liabilities</b>	<b>Total 2022</b>
	£	£	£	£
Unrestricted fund	7,870,386	1,245,714	(1,640,310)	7,475,790
Restricted fund	-	110,122	-	110,122
	<u>7,870,386</u>	<u>1,355,836</u>	<u>(1,640,310)</u>	<u>7,585,912</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2023**

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**20. Post Balance Sheet Events**

There were no post balance sheet events.

**21. Reconciliation of net income to net cash flow from operating activities**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Net income</b>		
<b>(as per statement of financial activities)</b>	234,645	270,658
<b>Adjustments for:</b>		
Depreciation charges	31,695	35,114
Income from investments	(227,241)	(469,279)
Investment costs	49,918	86,336
Loss/(Profit) on foreign exchange	(57,892)	(33,510)
Decrease/ (increase) in debtors	88,655	231,999
Increase/(decrease) in creditors	596,353	174,189
	<hr/>	<hr/>
<b>Net cash provided by operating activities</b>	<b>716,133</b>	<b>295,507</b>
	<hr/>	<hr/>

**COPTIC ORTHODOX CHURCH FOUNDATION**

**The following pages are for the information of the trustees only and do not form part of the statutory financial statements.**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 5 APRIL 2023**

	£	2023 £	£	2022 £
<b>INCOMING RESOURCES</b>				
Donations and incoming resources				
Membership contributions	114,359		201,158	
Collection and church boxes	166,409		150,547	
Donations	475,974	756,742	582,514	934,219
	<u>          </u>		<u>          </u>	
Church activities				
Church canteen	-		30	
Family meeting	1,225			
Church bookshop	565	1,790	1,952	1,982
	<u>          </u>		<u>          </u>	
Investment income				
Income from rented property	222,816		226,196	
Bank interest	4,425		227	
Income from the sale of 75 Dollis Hill	-		242,856	
Miscellaneous income	557		-	
		227,798		469,279
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total incoming resources</b>		<b>986,330</b>		<b>1,405,480</b>
		<u>          </u>		<u>          </u>
<b>RESOURCES EXPENDED</b>				
<b>Expenditure on raising funds</b>				
<b>Investment property expenses</b>				
Property management fees	23,926		24,423	
Property services charges	8,873		26,546	
Repairs and maintenance	15,498		13,608	
Insurance	1,456		13,748	
Council Tax	165		161	
Fees for extending lease	-	49,918	7,850	86,336
	<u>          </u>		<u>          </u>	
<b>Charitable activities</b>				
<b>Church and community services</b>				
London Diocese	55,689		39,587	
Donations to other churches	3,600		15,310	
Social Services	36,977		14,400	
Sunday school and education	8,606		3,078	
Church candles, and oil	2,253		5,697	
Hire of church halls for Sundays	25,151		19,880	
Council Tax	1,365		2,137	
Visiting Bishops and Priests	14,558	148,199	-	100,089
	<u>          </u>		<u>          </u>	<u>          </u>
<b>Staff costs</b>				
Salaries	206,209		204,682	
Social security costs	19,616		18,969	
Stake holder pension	4,667		3,907	
		230,492		227,558
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Property expenses</b>				
Rates and water	641		6,246	
Light and heat	17,541		5,098	
Insurance	19,668		15,073	
Repairs and maintenance	190,815		646,351	
Cleaning	828		966	
Miscellaneous	2,197	231,690	1,334	675,068
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Depreciation of tangible assets</b>		<b>31,695</b>		<b>35,114</b>
		<u>          </u>		<u>          </u>
<b>Total expenditure on charitable activities</b>		<b>642,076</b>		<b>1,037,829</b>

COPTIC ORTHODOX CHURCH FOUNDATION

DETAILED INCOME AND EXPENDITURE ACCOUNT - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2023

	£	2023 £	£	2022 £
<b>Other expenditure</b>				
Secured loan interest		103,255		32,377
<b>Governance costs</b>				
Accountancy fees and auditor's remuneration	9,420		7,800	
Legal and professional	1,440		1,440	
Office costs	3,468	14,328	2,550	11,790
Total other expenditure		<u>117,583</u>		<u>44,167</u>
<b>Total expenditure</b>		<u>809,577</u>		<u>1,168,332</u>
<b>Net income/(expenditure)</b>		176,753		237,148
Exchange difference gain/(loss)		57,892		33,510
<b>Net movement in funds for the year</b>		<u>234,645</u>		<u>270,658</u>
<b>Funds balances brought forward at 6 April 2022</b>		<u>7,585,912</u>		<u>7,315,254</u>
<b>Funds balances carried forward at 5 April 2023</b>		<u>7,820,557</u>		<u>7,585,912</u>

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# Accounts

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Charity number 265418

COPTIC ORTHODOX CHURCH FOUNDATION

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 5 APRIL 2022

**COPTIC ORTHODOX CHURCH FOUNDATION**

**FOR THE YEAR ENDED 5 APRIL 2022**

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**CHARITY INFORMATION**

<b>Trustees</b>	Dr I H Tadros Mr M Neoman Dr M G Mikhail Mr N Boutros Mr M George Dr O K Morris Dr G Hanna Dr N Raphael
<b>Custodian Trustees</b>	Mr N Boutros Mr M George Dr I H Tadros
<b>Registered Charity Number</b>	265418
<b>Registered office</b>	41 Woodlands Avenue New Malden Surrey KT3 3UH
<b>Auditors</b>	Fortus Audit LLP Hamilton Office Park 31 High View Close Leicester LE4 9LJ
<b>Bankers</b>	HSBC Plc 79 Piccadilly London W1V 5RA  Barclays Bank Plc London Corporate Banking Strand  NatWest Bank PLC 55 Kensington High Street London W8 52G

**REPORT OF THE TRUSTEES  
FOR YEAR ENDED 5 APRIL 2022**

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The Trustees present their report along with the financial statements of the charity for the year ended 5 April 2022. The financial statements have been prepared in accordance with the accounting policies set out on pages 12 to 15 and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland.

**Objectives and Activities**

The object of the Foundation is to promote the Coptic Orthodox Church in the United Kingdom and the Republic of Ireland. In furtherance of this object the Trustees may provide and maintain places of public worship carry out religious services, pay the priests salaries and hold religious and other meetings in connection with the Coptic Orthodox Church.

The Coptic Church is a member of "Churches Together in Britain and Ireland" and also an active member of "The Orthodox Oriental Churches Council", together with the Armenian, Eritrean, Ethiopian, Indian, and Syrian churches in Great Britain. The church is also a member of the "Kensington Council of Churches" which is made up of the different churches in Kensington.

**Coptic Orthodox Diocese of London**

St. Mark Coptic Church in London is part of the Coptic Orthodox Diocese of London.

**Summary of the main achievements of the charity**

The restrictions applied due to COVID were lifted during the year and the congregation are allowed to attend the church services as normal.

The Trustees have paid due regard to the public benefit guidance as published by the Charity Commission. The youths of the church run "City Mission" offering food to the homeless in the streets of London.

During the year, the youths of the church attended and organised conferences, retreats and trips in the UK and abroad.

The church has sports activities for the youth and has football and basketball teams which play and compete against teams of other Coptic churches in the UK.

**Performance of fundraising activities against objectives**

During the year, Saint Mark Church carried on collecting funds from the congregation to finish the work in the basement under the church which started in May 2019 and is expected to be completed by April 2023.

The church also collected funds to carry out necessary repair and maintenance work to the church, including repairs to the church roof, replace damaged stones on the side of the church, complete rewiring of the church, replace the wooden floor in the church with ceramic tiles, provide under floor heating, replace the sound system, replace the air conditioning system in the church.

### **Investment performance against objectives**

The income from the investment properties was similar to the previous year, and most of the properties were occupied during the year.

### **Financial Review**

The statement of financial activities is set out on page 10 and shows the result of the year.

The Foundation incurred costs in furtherance of its objects of £1,037,829 (2021: £329,170) and cost of generating funds of £86,336 (2021: £51,032). After taking into account these expenses and other management and administrative expenses of £44,167 (2021: £36,632) the net incoming resources for the year were £237,148 (2021: £358,191), the investment properties were not revalued this year and the net movement of funds for the year was £270,658 (2021: £347,065).

At 5 April 2022, as shown on the balance sheet on page 11, the Foundation has net assets of £7,585,912 (2021: £7,315,254), which were mainly held in fixed assets as shown on notes 9 and 10 and on bank deposits and current accounts.

### **The charity's principal sources of funds**

The charity's main source of funding were the donations received from its members in the form of standing orders, cheques, bank transfers and church collection and also the income from rented properties.

### **The charity's expenditure**

The expenditure during the year was incurred in maintaining the church and making it available to the public to use for worship; the payment of the priest's salaries and expenses; the provision of Sunday schools to teach the children the faith of the church and to provide help to the needy in the community.

### **Reserves policy**

The Trustees aim to keep in reserves at any point of time three months' worth of expenditure to cover unplanned emergency church expenses, including repair to church building and other church properties. The amount of reserves held at the yearend was £7,585,912 (2021: £7,315,254) of which £1,348,716 (2021: £1,924,190) are regarded as free reserves, after allowing for funds tied up in tangible fixed assets and bank loans secured on some of those assets.

### **Investment policy and objectives**

The Trustees' investment powers are governed by the Trust Deed, which permits the Charity's funds to be invested in properties, any cash investments and chattels as they see fit.

The Trustees have considered the most appropriate policy, in order to spread the Charity's risk, is to invest in properties and in a number of bank account with different banks.

**FOR YEAR ENDED 5 APRIL 2022**

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**Risk management**

The main risks which may face the charity are:

1. Reduction in donations from the congregation:  
The charity relies on donations from a large number of donors; this reduces the risk of huge fluctuations in the income from donations.
2. Reduction of rental income from investment properties:  
The charity has a number of properties handled by different agents and in different parts of London and the risk that more than one property is vacant at any time is small.
3. Internal control risks:  
Internal control risks are minimized by the implementation of procedures and controls for receiving and paying cash and cheques.

**Future plans**

The charity has started in May 2019 with its plan to have a basement for St Mark's Church in Kensington to provide space for Sunday Schools and other activities of the church, as well as utilizing it during the week as a nursery. The project is expected to be completed by April 2023 and will cost about £5 million.

**Description of charity's trusts**

The charity was formed on 22 December 1971 as an incorporated trust, registered with the Charity Commission, registration number 265418, and is governed by the Charities Act 2011 and its Trust deed dated the 22 December 1971.

**Controlling party**

The Coptic Orthodox Church Foundation is managed by the trustees. No individual trustee has overall control.

**Trustee selection methods**

The trustees are chosen by members of the Council and appointed by His Eminence the Archbishop of The Coptic Church in London.

**Names of the charity trustees who manage the charity**

The Trustees who served during the year were as stated below:

Mr M Neoman	Dr M G Mikhail
Dr I H Tadros	Mr M George
Dr O K Morris	Dr G Hanna
Dr M Samak (Deceased December 2021)	Mr N Boutros
Dr N Raphael	

**Name of trustees holding title to property belonging to the charity**

Dr I H Tadros  
Mr M George  
Mr N Boutros

**FOR YEAR ENDED 5 APRIL 2022**

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**Policies and procedures adopted for the induction and training of trustees**

The trustees are members of the church and as such are familiar with the practical work of the charity. New trustees are given training by existing trustees on:

- The Church Constitution,
- The current financial position as set out in the published accounts.
- Future plans and objectives.

**The charity's organisational structure and any wider network with which the charity works**

The Foundation is an indivisible part of the Coptic Orthodox Church in Egypt which has as its Supreme Head, the Pope of Alexandria and derives its spiritual authority to function from the Holy Council of the Coptic Orthodox Patriarchate in Cairo, Egypt, such authority cannot be changed, altered, modified or revoked.

The Coptic Orthodox Archbishop of London is appointed by the Holy Synod of the Coptic Orthodox Church by written decree over the area known as the Diocese of London which includes this charity.

**Decision making**

The Council of the Coptic Orthodox Church Foundation (which is made up of all the trustees) holds meetings at least four times in the year to take decisions on all matters concerning the administration of the charity. Decisions on the church spiritual services to the congregation are taken by His Eminence the Archbishop of London and the priests of the church.

**Funds held as custodian trustees on behalf of others**

The charity holds an account with HSBC Bank on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt, which has as one of its objects to offer aid to the poor in Egypt and worldwide. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions on any payment from the account are only given by His Holiness the Pope of Alexandria.

The charity also holds an account with HSBC on behalf of Saint Mary and Pope Kyrillos VI Coptic Orthodox Church, a charity registered in England and Wales whose objects are to advance the religion of the Coptic Orthodox Church. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions for the bank account are received from the trustees of SMPK.

**Statement of trustees' responsibilities in relation to financial statements**

The trustees are responsible for preparing a trustees' annual report and 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 and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 and the provisions of the trust deed.

**FOR YEAR ENDED 5 APRIL 2022**

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The trustees are 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 the Board of Trustees and signed on behalf of the board on 30 January 2023.

.....  
Nabeel Boutros  
Trustee

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Opinion**

We have audited the financial statements of Coptic Orthodox Church Foundation (the 'charity') for the year ended 5 April 2022 which comprise Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2022 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Independent Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework.

We understood how the charity is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures. We corroborated our enquiries through review of board minutes and discussions with those charged with governance.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by discussion with management from various parts of the business to understand where they considered there was a susceptibility to fraud. We considered the procedures and controls that the charity has established to prevent and detect fraud, and how these are monitored by management, and also any enhanced risk factors such as performance targets.

Based on our understanding, we designed our audit procedures to identify any non-compliance with laws and regulations identified in the paragraphs above.

We also performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is provided on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Fortus Audit LLP, Statutory Auditor  
Hamilton Office Park  
31 High View Close  
Leicester  
LE4 9LJ

Date: 31.01.2023

Eligible to act as an auditor in Terms of Section 1212 of the Companies Act 2006

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2022**

	Note	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Total 2021 £
<b>Income</b>	3				
Donations		509,625	424,594	934,219	547,763
Charitable activities		1,982	-	1,982	80
Investment income		469,279	-	469,279	227,182
Other incoming resources		-	-	-	-
		<u>980,886</u>	<u>424,594</u>	<u>1,405,480</u>	<u>775,025</u>
<b>Expenditure</b>	4				
Raising funds		86,336	-	86,336	51,032
Charitable activities		1,037,829	-	1,037,829	329,170
Other		44,167	-	44,167	36,632
		<u>1,168,332</u>	<u>-</u>	<u>1,168,332</u>	<u>416,834</u>
<b>Net income</b>		(187,446)	424,594	237,148	358,191
		-	-	-	
Other gains		<u>33,510</u>	<u>-</u>	<u>33,510</u>	<u>(11,124)</u>
<b>Net movements in funds</b>		(153,936)	424,594	270,658	347,067
Transfer between funds		424,594	(424,594)	-	-
Total funds brought forward		<u>7,205,132</u>	<u>110,122</u>	<u>7,315,254</u>	<u>6,968,187</u>
Total funds carried forward		<u>7,475,790</u>	<u>110,122</u>	<u>7,585,912</u>	<u>7,315,254</u>

## BALANCE SHEET AT 5 APRIL 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	9	4,220,386	2,949,598
Investments	10	3,650,000	3,650,000
Total fixed assets		7,870,386	6,599,598
<b>Current assets</b>			
Debtors	11	225,228	457,227
Cash at bank and in hand	12	1,447,696	1,649,174
		1,672,924	2,106,401
<b>Total current assets</b>			
Creditors: Amounts falling due within one year	13.1	(317,088)	(135,866)
<b>Net current assets</b>		1,355,836	1,970,535
<b>Total assets less current liabilities</b>		9,226,222	8,570,133
Creditors: Amounts falling due after one year	13.2	(1,640,310)	(1,254,879)
<b>Total net assets</b>		7,585,912	7,315,254
<b>Funds of the Charity</b>			
Restricted funds	18	110,122	110,122
Unrestricted funds	17	7,475,790	7,205,132
<b>Total funds</b>		7,585,912	7,315,254

The financial statements were approved and authorised for issue by the Board on 30 January 2023 and signed on behalf of the board by

.....  
Nabeel Boutros  
Trustee

The notes on pages 13 to 22 form part of these financial statements.

## COPTIC ORTHODOX CHURCH FOUNDATION

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5 APRIL 2022

	Note	£	2022 £	£	2021 £
<b>Cash flows from operating activities</b>	21		295,507		25,305
<b>Cash flows from investing activities</b>					
Income from property investment		469,279		227,182	
Expenses of property investments		(86,336)		(51,032)	
Purchase of fixed assets		(1,305,902)		(710,315)	
<b>Net cash provided by investing activities</b>			(922,959)		(534,165)
<b>Cash flows from financing activities</b>					
Proceeds of bank loans		463,502		696,872	
Proceeds of other borrowings		-		-	
Repayment of bank loans		(71,038)		(62,590)	
Repayment of other borrowings		-		-	
			392,464		634,282
<b>Change in cash in the year</b>			(234,988)		125,422
<b>Cash at 6 April 2021</b>			1,649,174		1,534,876
Change in cash due to exchange rate movements			33,510		(11,124)
<b>Cash at 5 April 2022</b>			1,447,696		1,649,174

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5 APRIL 2022**

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**Basis of preparation****1.1 Basis of accounting**

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.

**1.2 Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. They are of the opinion that donation from the church's large congregation and the income from the investment properties will cover any future liabilities.

**1.3 Change of accounting policy and change of accounting estimates**

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 1.1 and no changes to the accounting estimates have occurred in the year.

**1.4 Material prior year errors**

No material prior year errors have been identified in the reporting period.

**2. Accounting policy****2.1 Income****Recognition of income**

Income is recognised in the period in which the charity is entitled to receive and the amount can be measured with reasonable certainty. All voluntary income which comprises of donations, collection and church boxes is included in income on a receivable basis. Investment income, derived from fixed asset investments, is accounted for on amounts receivable in the year.

**Tax reclaim on donations and gifts**

Gift Aid receivable is included in income when there is a valid declaration from the donor.

**Income from membership subscriptions**

Membership contributions received in the nature of a gift are recognised in Donations.

**Investment gains and losses**

The value of the investment properties is kept the same as the previous year, as it is in the trustees' views that there has not been significant change in the market value of similar properties from the previous year (in 2021 no change).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS – CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022**

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**2.2 Expenditure and liabilities**

**Liability recognition**

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of obligation can be measured with reasonable certainty.

**Resources expended**

Resources expended are included in the Statement of Financial Activities on an accrual's basis inclusive of any irrecoverable VAT.

**Charitable activities**

Direct charitable expenditure includes all staff costs, property and other expenditure directly related to the charitable activities of the Foundation.

**Governance and support cost**

Support costs have not been allocated between governance costs and other costs. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice. Support costs include central functions.

**Creditors**

The charity has creditors which are measured at settlement amounts less any trade discounts.

**Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to Statement of Financial Activities.

**Taxation**

The charity is a registered charity and as such its income and gains falling within the Income Tax Act 2007 are exempt from corporation tax to the extent that they are applied to its charitable objectives.

**Realised gains**

Realised gains are included in the Statement of Financial Activities in the year of disposal.

**Fund accounting**

**Restricted Funds**

The restricted funds wholly relate to donations made specifically towards the cost of the church's basement project.

**2.3 Assets**

**Tangible fixed assets for use by the charity**

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Freehold buildings	- 2% straight line
Office equipment	- 15% reducing balance
Fixtures, alterations, fittings & equipment	- 10% reducing balance for church - 20% straight line for office and flats
Building under construction	- Not depreciated

## COPTIC ORTHODOX CHURCH FOUNDATION

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022**Fixed asset investments**

Investment properties are included in the balance sheet at their open market value. No depreciation is provided on the properties. Net gains and losses on disposal and revaluation of investments are charged or credited to the SOFA.

**Critical accounting judgement and key sources of estimation uncertainty**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**Valuation of Investment Property**

The investment properties are carried in the financial statements at their market value. Each year the Trustees review the valuation of the assets and use market values to determine if a revaluation is required.

**3. Analysis of income**

	Unrestricted income funds £	Restricted income funds £	Total funds 2022 £	Total funds 2021 £
<b>Donations and legacies</b>				
Donation and gifts	477,233	367,128	844,361	457,919
Gift Aid	32,392	57,466	89,858	89,844
<b>Total</b>	<u>509,625</u>	<u>424,594</u>	<u>934,219</u>	<u>547,763</u>
<b>Charitable activities</b>				
Canteen sales	30	-	30	-
Charity shop sales	-	-	-	-
Book shop sales	1,952	-	1,952	80
<b>Total</b>	<u>1,982</u>	<u>-</u>	<u>1,982</u>	<u>80</u>
<b>Investment income</b>				
Interest income	227	-	227	1,196
Rental and leasing income	226,196	-	226,196	225,986
Income from the sale of 75 Dollis Hill	242,856	-	242,856	-
<b>Total</b>	<u>469,279</u>	<u>-</u>	<u>469,279</u>	<u>227,182</u>
<b>Other incoming resources</b>				
Other	-	-	-	-
<b>Total</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total income</b>	<u>980,886</u>	<u>424,594</u>	<u>1,405,480</u>	<u>775,025</u>

In 2021 £327,483 of the total income was attributable to restricted funds with the balance of £447,542 attributable to non-restricted funds.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022**

**4. Analysis of expenditure**

	Unrestricted income funds £	Restricted income funds £	Total funds 2022 £	Total funds 2021 £
<b>Expenditure on raising funds</b>				
Rent collection, property repairs and maintenance charges	86,336	-	86,336	51,032
	<u>86,336</u>	<u>-</u>	<u>86,336</u>	<u>51,032</u>
<b>Expenditure on charitable activities</b>				
Church and community services	100,089	-	100,089	71,339
Staff costs	227,558	-	227,558	210,037
Property expenses	675,068	-	675,068	34,091
Depreciation of tangible assets	35,114	-	35,114	13,703
	<u>1,037,829</u>	<u>-</u>	<u>1,037,829</u>	<u>329,170</u>
<b>Total expenditure on charitable activities</b>				
<b>Other expenditure</b>				
Secured loan interest	32,377	-	32,377	24,437
Governance costs	11,790	-	11,790	12,195
	<u>44,167</u>	<u>-</u>	<u>44,167</u>	<u>36,632</u>
<b>Total other expenditure</b>				
<b>Total expenditure</b>	<u>1,168,332</u>	<u>-</u>	<u>1,168,332</u>	<u>416,834</u>

In 2021 all expenditure was attributable to unrestricted funds

**5. Funds received as agent**

The charity has agreed to administer a bank account on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt. At the balance sheet date funds of £1,282,095 (2021: £1,404,132) were held in the account. No funds were received into the account during the year (2021: £Nil) and £122,037 were paid out (2021: £20,250).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022**

**6. Paid employees**

<b>6.1 Staff costs</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Salaries and wages	204,682	188,932
Social security costs	18,969	17,526
Pension costs	3,907	3,579
	_____	_____
<b>Total staff costs</b>	<b>227,558</b>	<b>210,037</b>
	=====	=====

One employee earned more than £60,000 during the year (2021: none).

<b>6.2 Average head count in the year</b>	<b>2022</b>	<b>2021</b>
	<b>Number</b>	<b>Number</b>
Priests	4	4
	=====	=====

**7. Volunteers**

The charity has a number of unpaid volunteers, who help in the various needs of the church, including administration, cleaning and preparing the churches before and after the services.

**8. Auditor's remuneration**

The audit fees for the year is £8,400 inclusive of VAT (2021: £7,800).

9. Tangible fixed assets

	Land and Buildings Freehold £	Office Equipment £	Fixtures Fittings Church £	Fixtures Fittings & Equipment £	Buildings under Construction £	Total £
<b>Cost</b>						
At 6 April 2021	915,920	50,844	125,810	216,097	2,282,486	3,591,157
Additions	-	144,121	-	-	1,161,781	1,305,902
At 5 April 2022	915,920	194,965	125,810	216,097	3,444,267	4,897,059
<b>Depreciation</b>						
Basis	Straight Line	Reducing balance	Reducing balance	Reducing balance	No Depreciation	
Rate	2%	15%	10%	20%		
At 6 April 2021	256,628	43,024	125,810	216,097	-	641,559
Charge for the year	12,323	22,791	-	-	-	35,114
At 5 April 2022	268,951	65,815	125,810	216,097	-	676,673
<b>Net book value</b>						
At 5 April 2022	646,969	129,150	-	-	3,444,267	4,220,386
At 5 April 2021	659,292	7,820	-	-	2,282,486	2,949,598

The carrying value of Freehold Land and Buildings pledged as security for bank loans as disclosed in note 13 is £722,711.

10. Fixed assets investments

	Freehold Property £	Long Leasehold Properties £	Total £
<b>Fair value:</b>			
At 6 April 2021	1,850,000	1,800,000	3,650,000
At 5 April 2022	1,850,000	1,800,000	3,650,000

The properties are valued by the Trustees, based on the advertised prices of similar properties on the market in the same area and the current condition of the properties. In the opinion of the Trustees, the cost of professionally valuing the assets to include a value in the accounts outweighs the benefits to the user of the accounts.

There are no restrictions on the ability to realise investment property. There are no contractual obligations for the purchase, construction or development of investment property or for repairs, maintenance or enhancements.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022**

**11. Debtors**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Prepayments and accrued income	2,228	9,327
St Mary & Pope Kyrillos Coptic Church	123,231	181,253
Other debtors	99,769	191,647
Security for expenses re basement party wall	-	75,000
	<u>225,228</u>	<u>457,227</u>
	<u><u>225,228</u></u>	<u><u>457,227</u></u>

**12. Cash at bank and in hand**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Cash at bank	1,447,696	1,649,174
	<u>1,447,696</u>	<u>1,649,174</u>
	<u><u>1,447,696</u></u>	<u><u>1,649,174</u></u>

**13. Creditors and accruals**

**13.1 Amounts falling due within one year**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Secured bank loan	80,810	73,777
Taxation and social security	5,858	6,292
Accruals and deferred income	224,804	50,182
Other creditors	5,616	5,615
	<u>317,088</u>	<u>135,866</u>
	<u><u>317,088</u></u>	<u><u>135,866</u></u>

**13.2 Amounts falling due after one year**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
NatWest Bank loan re basement	1,270,953	843,924
Loan taken on 7 August 2012 with HSBC for the purchase of house number 66 Broadwalk, Hounslow secured by the property and all existing securities and any future security held by the Bank.	44,409	75,567
Loan taken on 6 October 2017 with NatWest to refinance the loan from HSBC Bank plc taken in 2008 secured by a first legal charge over 36 Cromwell Road	314,948	325,388
Funds from church members repayable within 5 years	10,000	10,000
	<u>1,640,310</u>	<u>1,254,879</u>
Total	<u><u>1,640,310</u></u>	<u><u>1,254,879</u></u>

#### 14. Financial Instruments

	2022 £	2021 £
<b>Carrying amount of financial assets</b>		
Debt instruments measured at amortised cost	223,000	372,900
<b>Carrying amount of financial liabilities</b>		
Financial liabilities measured at amortised cost	1,951,540	1,384,453

#### 15. Operating Lease Commitments

##### As lessor:

At the year end, the charity had contracted with tenants, under non-cancellable operating leases, for the following future minimum lease payments:

	2022 £	2021 £
Amounts receivable:		
Less than one year	94,787	113,881
Between one and five years	72,252	137,038
	<u>167,039</u>	<u>250,919</u>

#### 16. Trustees and related parties

##### 16.1 Transactions with trustees

The charity does not have any transactions with the trustees (2021: Nil).

##### 16.2 Trustees' remuneration and benefits

The trustees did not receive any remuneration or benefits in the year (2021: Nil).

##### 16.3 Trustees expenses

The trustees were not reimbursed for any expenses during the year (2021: Nil).

##### 16.4 Related Party Transaction disclosure

During the year there the following transactions with Saint Mary and Pope Kyrillos VI Coptic Orthodox Church (SMPK), a charity over which there is significant influence by virtue of persons on the board of Coptic Orthodox Church Foundation having more than one-fifth of the voting power of SMPK.

1. Interest of £4,256 was reimbursed by SMPK to Foundation (2021 £6,663)
2. Repayment of the loan to purchase the property £58,022 (2021 £55,616)

At the balance sheet date, £123,231 (2021: £181,253) was owed by SMPK which has been included in Debtors.

##### 16.5 Key Management Personnel

The charity considers its Trustees to be its Key Management Personnel who are not remunerated for their services.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022**

**17. Unrestricted Funds**

	Balance at 6 April 2021	Incoming Resources	Expenditure	Investment Gains/(losses)	Transfer between funds	Balance at 5 April 2022
	£	£	£	£	£	£
General reserve funds	7,205,132	980,886	(1,168,332)	33,510	424,594	7,475,790
	=====	=====	=====	=====	=====	=====
	Balance at 6 April 2020	Incoming Resources	Expenditure	Investment Gains/(losses)	Transfer between funds	Balance at 5 April 2021
	£	£	£	£	£	£
General reserve funds	6,858,065	447,542	(416,834)	(11,124)	327,483	7,205,132
	=====	=====	=====	=====	=====	=====

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

**18. Restricted Funds**

	Balance at 6 April 2021	Income	Expenditure	Transfer between funds	Balance at 5 April 2022
	£	£	£	£	£
Restricted reserve funds	110,122	424,594	-	(424,594)	110,122
	=====	=====	=====	=====	=====
	Balance at 6 April 2020	Income	Expenditure	Transfer between funds	Balance at 5 April 2021
	£	£	£	£	£
Restricted reserve funds	110,122	327,463	-	(327,483)	110,122
	=====	=====	=====	=====	=====

**19. Analysis of net assets between funds**

2022	Fixed assets	Net current assets	Non-current liabilities	Total 2022
	£	£	£	£
Unrestricted fund	7,870,386	1,245,714	(1,640,310)	7,475,790
Restricted fund	-	110,122	-	110,122
	=====	=====	=====	=====
	7,870,386	1,355,386	(1,640,310)	7,585,912
	=====	=====	=====	=====
2021	Fixed assets	Net current assets	Non-current liabilities	Total 2021
	£	£	£	£
Unrestricted fund	6,599,598	1,860,413	(1,254,879)	7,205,132
Restricted fund	-	110,122	-	110,122
	=====	=====	=====	=====
	6,599,598	1,970,535	(1,254,879)	7,315,254
	=====	=====	=====	=====

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022**

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**20. Post Balance Sheet Events**

There were no post balance sheet events.

**21. Reconciliation of net income to net cash flow from operating activities**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Net income (as per statement of financial activities)</b>	270,658	347,065
<b>Adjustments for:</b>		
Depreciation charges	35,114	13,703
Income from investments	(469,279)	(227,182)
Investment costs	86,336	51,032
Loss/(Profit) on foreign exchange	(33,510)	11,124
Increase in debtors	231,999	(12,726)
Increase/(decrease) in creditors	174,189	(157,711)
<b>Net cash provided by operating activities</b>	<u>295,507</u>	<u>25,305</u>

**COPTIC ORTHODOX CHURCH FOUNDATION**

**The following pages are for the information of the trustees only and do not form part of the statutory financial statements.**

COPTIC ORTHODOX CHURCH FOUNDATION

DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 5 APRIL 2022

	£	2022 £	£	2021 £
<b>INCOMING RESOURCES</b>				
Donations and incoming resources				
Membership contributions	201,158		118,409	
Collection and church boxes	150,547		69,669	
Donations	582,514	934,219	359,685	547,763
Church activities				
Church canteen	30		-	
Charity shop	-		-	
Church bookshop	1,952	1,982	80	80
Investment income				
Income from rented property	226,196		225,986	
Bank interest	227		1,196	
Income from the sale of 75 Dollis Hill	242,856		-	
		469,279		227,182
<b>Total incoming resources</b>		<u>1,425,480</u>		<u>775,025</u>
<b>RESOURCES EXPENDED</b>				
<b>Expenditure on raising funds</b>				
<b>Investment property expenses</b>				
Property management fees	24,423		22,424	
Property services charges	26,546		19,064	
Repairs and maintenance	13,608		8,794	
Insurance	13,748		750	
Council Tax	161		-	
Fees for extending lease	7,850	86,336	-	51,032
<b>Charitable activities</b>				
<b>Church and community services</b>				
London Diocese	39,587		34,698	
Donations to other churches	15,310		14,600	
Social Services	14,400		14,400	
Sunday school and education	22,958		6,274	
Church candles, and oil	5,697		1,208	
Canteen and bookshop	-		159	
Council Tax	2,137	100,089	-	71,339
<b>Staff costs</b>				
Salaries	204,682		188,932	
Social security costs	18,969		17,526	
Stake holder pension	3,907		3,579	
Other costs	-	227,558	-	210,037
<b>Property expenses</b>				
Rates and water	6,246		118	
Light and heat	5,098		13,088	
Insurance	15,073		11,852	
Repairs and maintenance	646,351		3,813	
Cleaning	966		4,380	
Miscellaneous	1,334	675,068	840	34,091
<b>Depreciation of tangible assets</b>		<u>35,114</u>		<u>13,703</u>
<b>Total expenditure on charitable activities</b>		<u>1,037,829</u>		<u>329,170</u>

COPTIC ORTHODOX CHURCH FOUNDATION

DETAILED INCOME AND EXPENDITURE ACCOUNT - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2022

	£	2022 £	£	2021 £
<b>Other expenditure</b>				
Secured loan interest		32,377		24,437
<b>Governance costs</b>				
Accountancy fees and auditor's remuneration	7,800		7,800	
Legal and professional	1,440		2,190	
Office costs	2,550	11,790	2,205	12,195
	_____	_____	_____	_____
Total other expenditure		44,167		36,632
		_____		_____
<b>Total expenditure</b>		1,168,332		416,834
		=====		=====
<b>Net income/(expenditure)</b>		237,148		358,191
Exchange difference gain/(loss)		33,510		(11,124)
		_____		_____
<b>Net movement in funds for the year</b>		270,658		347,067
<b>Funds balances brought forward at 6 April 2021</b>		7,315,254		6,968,187
		_____		_____
<b>Funds balances carried forward at 5 April 2022</b>		7,585,912		7,315,254
		=====		=====

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# Accounts

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**Charity number 265418**

**COPTIC ORTHODOX CHURCH FOUNDATION**  
**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**YEAR ENDED 5 APRIL 2021**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**FOR THE YEAR ENDED 5 APRIL 2021**

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**CHARITY INFORMATION**

<b>Trustees</b>	Dr I H Tadros Mr M Neoman Dr M G Mikhail Dr M Samak – (Deceased 16 December 2021) Mr N Boutros Mr M George Dr O K Morris Dr G Hanna Dr N Raphael
<b>Custodian Trustees</b>	Mr N Boutros Mr M George Dr I H Tadros
<b>Registered Charity Number</b>	265418
<b>Registered office</b>	41 Woodlands Avenue New Malden Surrey KT3 3UH
<b>Auditors</b>	Fortus Audit LLP Hamilton Office Park 31 High View Close Leicester LE4 9LJ
<b>Bankers</b>	HSBC Plc 79 Piccadilly London W1V 5RA  Barclays Bank Plc Wimbledon Business Centre Leicester LE87 2BB  Barclays Bank Plc London Corporate Banking Strand  NatWest Bank PLC 55 Kensington High Street London W8 52G

**FOR YEAR ENDED 5 APRIL 2021**

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The Trustees present their report along with the financial statements of the charity for the year ended 5 April 2021. The financial statements have been prepared in accordance with the accounting policies set out on pages 13 to 15 and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland.

**Objectives and Activities**

The object of the Foundation is to promote the Coptic Orthodox Church in the United Kingdom and the Republic of Ireland. In furtherance of this object the Trustees may provide and maintain places of public worship carry out religious services, pay the priests salaries and hold religious and other meetings in connection with the Coptic Orthodox Church.

The Coptic Church is a member of "Churches Together in Britain and Ireland" and also an active member of "The Orthodox Oriental Churches Council", together with the Armenian, Eritrean, Ethiopian, Indian, and Syrian churches in Great Britain. The church is also a member of the "Kensington Council of Churches" which is made up of the different churches in Kensington.

**Coptic Orthodox Diocese of London**

St. Mark Coptic Church in London is part of the Coptic Orthodox Diocese of London.

**Summary of the main achievements of the charity**

Due to COVID restrictions applied to places of worship in the UK, there were a number of weeks in the year, when the congregation were not allowed to attend the services in church. For the rest of the weeks in the year, the number allowed to attend each service was restricted.

The church carried on providing its services through the usage of the internet and other methods of communication.

The Trustees have paid due regard to the public benefit guidance as published by the Charity Commission. The youths of the church run "City Mission" offering food to the homeless in the streets of London.

During the year, the youths of the church attended and organised conferences, retreats and trips in the UK and abroad.

The church has sports activities for the youth and has football and basketball teams which play and compete against teams of other Coptic churches in the UK.

**Performance of fundraising activities against objectives**

During the year, Saint Mark Church carried on collecting funds from the congregation to build a basement under the church; the work on the project started in May 2019 and is expected to be completed by June 2022.

**Investment performance against objectives**

The income from the investment properties was similar to the previous year, and most of the properties were occupied during the year.

**FOR YEAR ENDED 5 APRIL 2021**

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**Financial Review**

The statement of financial activities is set out on page 10 and shows the result of the year.

The Foundation incurred costs in furtherance of its objects of £329,170 (2020: 449,672) and cost of generating funds of £51,032 (2020: £81,231). After taking into account these expenses and other management and administrative expenses of £36,632 (2020: £22,132) the net incoming resources for the year were £358,191 (2020: £394,437), the investment properties were not revalued this year and the net movement of funds for the year was a surplus of £358,191 (2020: a surplus of £394,497).

At 5 April 2021, as shown on the balance sheet on page 11, the Foundation has net assets of £7,315,254 (2020: £6,968,187), which were mainly held in fixed assets as shown on notes 9 and 10 and on bank deposits and current accounts.

**The charity's principal sources of funds**

The charity's main source of funding were the donations received from its members in the form of standing orders, cheques, bank transfers and church collection and also the income from rented properties.

**The charity's expenditure**

The expenditure during the year was incurred in maintaining the church and making it available to the public to use for worship; the payment of the priest's salaries and expenses; the provision of Sunday schools to teach the children the faith of the church and to provide help to the needy in the community.

**Reserves policy**

The Trustees aim to keep in reserves at any point of time three months' worth of expenditure to cover unplanned emergency church expenses, including repair to church building and other church properties. The amount of reserves held at the year end was £7,315,254 (2020: £6,968,187) of which £1,924,190 (2020: £1,621,889) are regarded as free reserves, after allowing for funds tied up in tangible fixed assets and bank loans secured on some of those assets.

**Investment policy and objectives**

The Trustees' investment powers are governed by the Trust Deed, which permits the Charity's funds to be invested in properties, any cash investments and chattels as they see fit.

The Trustees have considered the most appropriate policy, in order to spread the Charity's risk, is to invest in properties and in a number of bank account with different banks.

**FOR YEAR ENDED 5 APRIL 2021**

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**Risk management**

The main risks which may face the charity are:

1. Reduction in donations from the congregation:  
The charity relies on donations from a large number of donors; this reduces the risk of huge fluctuations in the income from donations.
2. Reduction of rental income from investment properties:  
The charity has a number of properties handled by different agents and in different parts of London and the risk that more than one property is vacant at any time is small.
3. Internal control risks:  
Internal control risks are minimized by the implementation of procedures and controls for receiving and paying cash and cheques.

**Future plans**

The charity has started in May 2019 with its plan to have a basement for St Mark's Church in Kensington to provide space for Sunday Schools and other activities of the church, as well as utilizing it during the week as a nursery. The project is expected to be completed by June 2022 and will cost about £4.2 million.

**Description of charity's trusts**

The charity was formed on 22 December 1971 as an incorporated trust, registered with the Charity Commission, registration number 265418, and is governed by the Charities Act 2011 and its Trust deed dated the 22 December 1971.

**Controlling party**

The Coptic Orthodox Church Foundation is managed by the trustees. No individual trustee has overall control.

**Trustee selection methods**

The trustees are chosen by members of the Council and appointed by His Eminence the Archbishop of The Coptic Church in London.

**Names of the charity trustees who manage the charity**

The Trustees who served during the year were as stated below:

Mr M Neoman	Dr M G Mikhail
Dr I H Tadros	Mr M George
Dr O K Morris	Dr G Hanna
Dr M Samak Mr N Boutros	Dr N Raphael

**Name of trustees holding title to property belonging to the charity**

Dr I H Tadros  
Mr M George  
Mr N Boutros

**FOR YEAR ENDED 5 APRIL 2021**

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**Policies and procedures adopted for the induction and training of trustees**

The trustees are members of the church and as such are familiar with the practical work of the charity. New trustees are given training by existing trustees on:

- The Church Constitution,
- The current financial position as set out in the published accounts.
- Future plans and objectives.

**The charity's organisational structure and any wider network with which the charity works**

The Foundation is an indivisible part of the Coptic Orthodox Church in Egypt which has as its Supreme Head, the Pope of Alexandria and derives its spiritual authority to function from the Holy Council of the Coptic Orthodox Patriarchate in Cairo, Egypt, such authority cannot be changed, altered, modified or revoked.

The Coptic Orthodox Archbishop of London is appointed by the Holy Synod of the Coptic Orthodox Church by written decree over the area known as the Diocese of London which includes this charity.

**Decision making**

The Council of the Coptic Orthodox Church Foundation (which is made up of all the trustees) holds meetings at least four times in the year to take decisions on all matters concerning the administration of the charity. Decisions on the church spiritual services to the congregation are taken by His Eminence the Archbishop of London and the priests of the church.

**Funds held as custodian trustees on behalf of others**

The charity holds an account with HSBC Bank on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt, which has as one of its objects to offer aid to the poor in Egypt and worldwide. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions on any payment from the account are only given by His Holiness the Pope of Alexandria.

The charity also holds an account with HSBC on behalf of Saint Mary and Pope Kyrillos VI Coptic Orthodox Church, a charity registered in England and Wales whose objects are to advance the religion of the Coptic Orthodox Church. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions for the bank account are received from the trustees of SMPK.

**Statement of trustees' responsibilities in relation to financial statements**

The trustees are responsible for preparing a trustees' annual report and 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 and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 and the provisions of the trust deed.

**COPTIC ORTHODOX CHURCH FOUNDATION**  
**REPORT OF THE TRUSTEES - CONTINUED**

Page 6

**FOR YEAR ENDED 5 APRIL 2021**

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The trustees are 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 the Board of Trustees and signed on behalf of the board on 31 January 2022.



Nabeel Boutros  
Trustee

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Opinion**

We have audited the financial statements of Coptic Orthodox Church Foundation (the 'charity') for the year ended 5 April 2021 which comprise Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 1443 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework.

We understood how the charity is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures. We corroborated our enquiries through review of board minutes and discussions with those charged with governance.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by discussion with management from various parts of the business to understand where they considered there was a susceptibility to fraud. We considered the procedures and controls that the charity has established to prevent and detect fraud, and how these are monitored by management, and also any enhanced risk factors such as performance targets.

Based on our understanding, we designed our audit procedures to identify any non-compliance with laws and regulations identified in the paragraphs above.

We also performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is provided on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Fortus Audit LLP*

Fortus Audit LLP, Statutory Auditor  
Hamilton Office Park  
31 High View Close  
Leicester  
LE4 9LJ

Date: 31 January 2022

Eligible to act as an auditor in Terms of Section 1212 of the Companies Act 2006


STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2021

	Note	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £	Total 2020 £
<b>Income</b>	3				
Donations		220,280	327,483	547,763	670,227
Charitable activities		80	-	80	31,847
Investment income		227,182		227,182	245,398
		<u>447,542</u>	<u>327,483</u>	<u>775,025</u>	<u>947,472</u>
<b>Expenditure</b>	4				
Raising funds		51,032	-	51,032	81,231
Charitable activities		329,170	-	329,170	449,672
Other		36,632	-	36,632	22,132
		<u>416,834</u>	<u>-</u>	<u>416,834</u>	<u>553,035</u>
<b>Net income</b>		30,708	327,483	358,191	394,437
		-	-	-	
Other gains		(11,124)	-	(11,124)	60
<b>Net movements in funds</b>		19,584	327,483	347,067	394,497
Transfer between funds		327,483	(327,483)	-	-
Total funds brought forward		6,858,065	110,122	6,968,187	6,573,690
Total funds carried forward		<u>7,205,132</u>	<u>110,122</u>	<u>7,315,254</u>	<u>6,968,187</u>

## BALANCE SHEET AT 5 APRIL 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	9	2,949,598	2,252,986
Investments	10	3,650,000	3,650,000
<b>Total fixed assets</b>		<b>6,599,598</b>	<b>5,902,986</b>
<b>Current assets</b>			
Debtors	11	457,227	444,501
Cash at bank and in hand	12	1,649,174	11,534,876
<b>Total current assets</b>		<b>2,106,401</b>	<b>1,979,377</b>
Creditors: Amounts falling due within one year	13.1	(135,866)	(269,152)
<b>Net current assets</b>		<b>1,970,535</b>	<b>1,710,225</b>
<b>Total assets less current liabilities</b>		<b>8,570,133</b>	<b>7,613,211</b>
Creditors: Amounts falling due after one year	13.2	(1,254,879)	(645,024)
<b>Total net assets</b>		<b>7,315,254</b>	<b>6,968,187</b>
<b>Funds of the Charity</b>			
Restricted funds	18	110,122	110,122
Unrestricted funds	17	7,205,132	6,858,065
<b>Total funds</b>		<b>7,315,254</b>	<b>6,968,187</b>

The financial statements were approved and authorised for issue by the Board on 31 January 2022 and signed on behalf of the board by:

  
 Mohamed Boutros  
 Trustee

The notes on pages 12 to 22 form part of these financial statements.

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5 APRIL 2021**

	Note	£	2021 £	£	2020 £
<b>Cash flows from operating activities</b>					
	21		25,305		395,651
<b>Cash flows from investing activities</b>					
Income from property investment		227,182		245,398	
Expenses of property investments		(51,032)		(81,231)	
Purchase of fixed assets		(710,315)		(1,349,508)	
<b>Net cash provided by investing activities</b>			(534,165)		(1,185,341)
<b>Cash flows from financing activities</b>					
Proceeds of bank loans		696,872		192,169	
Proceeds of other borrowings		-		-	
Repayment of bank loans		(62,590)		(37,934)	
Repayment of other borrowings		-		-	
			634,282		154,235
<b>Change in cash in the year</b>			125,422		(635,455)
<b>Cash at 6 April 2020</b>			1,534,876		2,170,271
Change in cash due to exchange rate movements			(11,124)		60
<b>Cash at 5 April 2021</b>			1,649,174		1,534,876

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5 APRIL 2021**

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**Basis of preparation****1.1 Basis of accounting**

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.

**1.2 Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. They are of the opinion that donation from the church's large congregation and the income from the investment properties will cover any future liabilities.

**1.3 Change of accounting policy and change of accounting estimates**

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 1.1 and no changes to the accounting estimates have occurred in the year.

**1.4 Material prior year errors**

No material prior year errors have been identified in the reporting period.

**2. Accounting policy****2.1 Income****Recognition of income**

Income is recognised in the period in which the charity is entitled to receive and the amount can be measured with reasonable certainty. All voluntary income which comprises of donations, collection and church boxes is included in income on a receivable basis. Investment income, derived from fixed asset investments, is accounted for on amounts receivable in the year.

**Tax reclaim on donations and gifts**

Gift Aid receivable is included in income when there is a valid declaration from the donor.

**Income from membership subscriptions**

Membership contributions received in the nature of a gift are recognised in Donations.

**Investment gains and losses**

The value of the investment properties is kept the same as the previous year, as it is in the trustees' views that there has not been significant change in the market value of similar properties from the previous year (in 2020 no change).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS – CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**2.2 Expenditure and liabilities**

**Liability recognition**

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of obligation can be measured with reasonable certainty.

**Resources expended**

Resources expended are included in the Statement of Financial Activities on an accrual's basis inclusive of any irrecoverable VAT.

**Charitable activities**

Direct charitable expenditure includes all staff costs, property and other expenditure directly related to the charitable activities of the Foundation.

**Governance and support cost**

Support costs have not been allocated between governance costs and other costs.

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions.

**Creditors**

The charity has creditors which are measured at settlement amounts less any trade discounts.

**Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to Statement of Financial Activities.

**Taxation**

The charity is a registered charity and as such its income and gains falling within the Income Tax Act 2007 are exempt from corporation tax to the extent that they are applied to its charitable objectives.

**Realised gains**

Realised gains are included in the Statement of Financial Activities in the year of disposal.

**Fund accounting**

**Restricted Funds**

The restricted funds wholly relate to donations made specifically towards the cost of the church's basement project.

**2.3 Assets**

**Tangible fixed assets for use by the charity**

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Freehold buildings	- 2% straight line
Office equipment	- 15% reducing balance
Fixtures, alterations, fittings & equipment	- 10% reducing balance for church - 20% straight line for office and flats
Building under construction	- Not depreciated

## COPTIC ORTHODOX CHURCH FOUNDATION

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**Fixed asset investments**

Investment properties are included in the balance sheet at their open market value. No depreciation is provided on the properties. Net gains and losses on disposal and revaluation of investments are charged or credited to the SOFA.

**Critical accounting judgement and key sources of estimation uncertainty**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**Valuation of Investment Property**

The investment properties are carried in the financial statements at their market value. Each year the Trustees review the valuation of the assets and use market values to determine if a revaluation is required.

**3. Analysis of income**

	Unrestricted income funds £	Restricted income funds £	Total funds 2021 £	Total funds 2020 £
<b>Donations and legacies</b>				
Donation and gifts	187,902	270,017	457,919	580,383
Gift Aid	32,378	57,466	89,844	89,844
<b>Total</b>	<u>220,280</u>	<u>327,483</u>	<u>547,763</u>	<u>670,227</u>
<b>Charitable activities</b>				
Canteen sales	-	-	-	19,529
Charity shop sales	-	-	-	9,125
Book shop sales	80	-	80	3,193
<b>Total</b>	<u>80</u>	<u>-</u>	<u>80</u>	<u>31,847</u>
<b>Investment income</b>				
Interest income	1,196	-	1,196	5,133
Rental and leasing income	225,986	-	225,986	240,265
<b>Total</b>	<u>227,182</u>	<u>-</u>	<u>227,182</u>	<u>245,398</u>
<b>Other incoming resources</b>				
Other	-	-	-	-
<b>Total</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total income</b>	<u>447,542</u>	<u>327,483</u>	<u>775,025</u>	<u>947,472</u>

In 2020 £289,437 of the total income was attributable to restricted funds with the balance of £380,790 attributable to non-restricted funds.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

4. Analysis of expenditure

	Unrestricted income funds £	Restricted income funds £	Total funds 2021 £	Total funds 2020 £
<b>Expenditure on raising funds</b>				
Rent collection, property repairs and maintenance charges	51,032	-	51,032	81,231
<b>Total expenditure on raising funds</b>	<u>51,032</u>	<u>-</u>	<u>51,032</u>	<u>81,231</u>
<b>Expenditure on charitable activities</b>				
Church and community services	71,339	-	71,339	224,647
Staff costs	210,037	-	210,037	160,155
Property expenses	34,091	-	34,091	50,924
Depreciation of tangible assets	13,703	-	13,703	13,946
<b>Total expenditure on charitable activities</b>	<u>329,170</u>	<u>-</u>	<u>329,170</u>	<u>449,672</u>
<b>Other expenditure</b>				
Secured loan interest	24,437	-	24,437	10,419
Governance costs	12,195	-	12,195	11,713
<b>Total other expenditure</b>	<u>36,632</u>	<u>-</u>	<u>36,632</u>	<u>22,132</u>
<b>Total expenditure</b>	<u>416,834</u>	<u>-</u>	<u>416,834</u>	<u>553,035</u>

In 2020 all expenditure was attributable to unrestricted funds

5. Funds received as agent

The charity has agreed to administer a bank account on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt. At the balance sheet date funds of £1,404,132 (2020: £1,424,382) were held in the account. No funds were received into the account during the year (2020: £Nil) and £20,250 were paid out (2020: £30,030).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**6. Paid employees**

<b>6.1 Staff costs</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Salaries and wages	188,932	144,216
Social security costs	17,526	13,329
Pension costs	3,579	2,610
	-	
	<u>          </u>	<u>          </u>
<b>Total staff costs</b>	<b>210,037</b>	<b>160,155</b>
	<u>          </u>	<u>          </u>

No employee earned more than £60,000 during the year (2019: none).

<b>6.2 Average head count in the year</b>	<b>2021</b>	<b>2020</b>
	<b>Number</b>	<b>Number</b>
Priests	4	3
	<u>          </u>	<u>          </u>

**7. Volunteers**

The charity has a number of unpaid volunteers, who help in the various needs of the church, including administration, cleaning and preparing the churches before and after the services.

**8. Auditor's remuneration**

The audit fees for the year is £7,800 inclusive of VAT (2020: £7,800).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

9. Tangible fixed assets

	Land and Buildings Freehold £	Office Equipment £	Fixtures Fittings Church £	Fixtures Fittings & Equipment £	Buildings under Construction £	Total £
<b>Cost</b>						
At 6 April 2020	915,920	50,844	125,810	216,097	1,572,171	2,880,842
Additions	-	-	-	-	710,315	710,315
At 5 April 2021	915,920	50,844	125,810	216,097	2,282,486	3,591,157
<b>Depreciation</b>						
Basis	Straight Line	Reducing balance	Reducing balance	Reducing balance	No Depreciation	
Rate	2%	15%	10%	20%		
At 6 April 2020	244,305	41,644	125,810	216,097	-	627,856
Charge for the year	12,323	1,380	-	-	-	13,703
At 5 April 2021	256,628	43,024	125,810	216,097	-	641,559
<b>Net book value</b>						
At 5 April 2021	659,292	7,820	-	-	2,282,486	2,949,598
At 5 April 2020	671,615	9,200	-	-	1,572,171	2,252,986

The carrying value of Freehold Land and Buildings pledged as security for bank loans as disclosed in note 13 is £722,711.

10. Fixed assets investments

	Freehold Property £	Long Leasehold Properties £	Total £
<b>Fair value:</b>			
At 6 April 2020	1,850,000	1,800,000	3,650,000
At 5 April 2021	1,850,000	1,800,000	3,650,000

The properties are valued by the Trustees, based on the advertised prices of similar properties on the market in the same area and the current condition of the properties. In the opinion of the Trustees, the cost of professionally valuing the assets to include a value in the accounts outweighs the benefits to the user of the accounts.

There are no restrictions on the ability to realise investment property.

There are no contractual obligations for the purchase, construction or development of investment property or for repairs, maintenance or enhancements.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**11. Debtors**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Prepayments and accrued income	9,327	30,088
St Mary & Pope Kyrillos Coptic Church	181,253	236,869
Other debtors	191,647	102,544
Security for expenses re basement party wall	75,000	75,000
	<u>457,227</u>	<u>444,501</u>
	<u><u>          </u></u>	<u><u>          </u></u>

**12. Cash at bank and in hand**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Cash at bank	1,649,174	1,534,876
	<u><u>          </u></u>	<u><u>          </u></u>

**13. Creditors and accruals****13.1 Amounts falling due within one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Secured bank loan	73,777	49,352
Taxation and social security	6,292	3,776
Accruals and deferred income	50,182	38,920
Other creditors	5,615	177,104
	<u>135,866</u>	<u>269,152</u>
	<u><u>          </u></u>	<u><u>          </u></u>

**13.2 Amounts falling due after one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
NatWest Bank loan re basement	843,924	191,284
Loan taken on 7 August 2012 with HSBC for the purchase of house number 66 Broadwalk, Hounslow secured by the property and all existing securities and any future security held by the Bank.	75,567	106,710
Loan taken on 6 October 2017 with NatWest to refinance the loan from HSBC Bank plc taken in 2008 secured by a first legal charge over 36 Cromwell Road	325,388	337,030
Funds from church members repayable within 5 years	10,000	10,000
	<u>1,254,879</u>	<u>645,024</u>
	<u><u>          </u></u>	<u><u>          </u></u>
Total	<u><u>1,254,879</u></u>	<u><u>645,024</u></u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**14. Financial Instruments**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Carrying amount of financial assets</b>		
Debt instruments measured at amortised cost	372,900	339,413
	<u>          </u>	<u>          </u>
<b>Carrying amount of financial liabilities</b>		
Financial liabilities measured at amortised cost	1,384,453	910,400
	<u>          </u>	<u>          </u>

**15. Operating Lease Commitments**

**As lessor:**

At the year end, the charity had contracted with tenants, under non-cancellable operating leases, for the following future minimum lease payments:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Amounts receivable; per annum		
Less than one year	146,707	100,634
Between one and five years	90,672	165,329
	<u>          </u>	<u>          </u>
	<u>237,379</u>	<u>265,963</u>

**16. Trustees and related parties**

**16.1 Transactions with trustees**

The charity does not have any transactions with the trustees (2020: Nil).

**16.2 Trustees' remuneration and benefits**

The trustees did not receive any remuneration or benefits in the year (2020: Nil).

**16.3 Trustees expenses**

The trustees were not reimbursed for any expenses during the year (2020: Nil).

**16.4 Related Party Transaction disclosure**

During the year there the following transactions with Saint Mary and Pope Kyrillos VI Coptic Orthodox Church (SMPK), a charity over which there is significant influence by virtue of persons on the board of Coptic Orthodox Church Foundation having more than one-fifth of the voting power of SMPK.

1. Interest of £6,663 was reimbursed by SMPK to Foundation (2020 £8,385)
2. Repayment of the loan to purchase the property £55,616 (2020 £53,894)

At the balance sheet date, £181,253 (2020: £236,869) was owed by SMPK which has been included in Debtors.

**16.5 Key Management Personnel**

The charity considers its Trustees to be its Key Management Personnel who are not remunerated for their services.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

## 17. Unrestricted Funds

	Balance at 6 April 2020	Incoming Resources	Expenditure	Investment Gains/(losses)	Transfer between funds	Balance at 5 April 2021
	£	£	£	£	£	£
General reserve funds	6,858,065	447,542	(416,834)	(11,124)	327,483	7,205,132
	<u>6,858,065</u>	<u>447,542</u>	<u>(416,834)</u>	<u>(11,124)</u>	<u>327,483</u>	<u>7,205,132</u>
	Balance at 6 April 2019	Incoming Resources	Expenditure	Investment Gains/(losses)	Transfer between funds	Balance at 5 April 2020
	£	£	£	£	£	£
General reserve funds	6,150,928	648,910	(553,035)	60	611,202	6,858,065
	<u>6,150,928</u>	<u>648,910</u>	<u>(553,035)</u>	<u>60</u>	<u>611,202</u>	<u>6,858,065</u>

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

## 18. Restricted Funds

	Balance at 6 April 2020	Income	Expenditure	Transfer between funds	Balance at 5 April 2021
	£	£	£	£	£
Restricted reserve funds	110,122	327,483	-	(327,483)	110,122
	<u>110,122</u>	<u>327,483</u>	<u>-</u>	<u>(327,483)</u>	<u>110,122</u>
	Balance at 6 April 2019	Income	Expenditure	Transfer between funds	Balance at 5 April 2020
	£	£	£	£	£
Restricted reserve funds	422,762	298,562	-	(611,202)	110,122
	<u>422,762</u>	<u>298,562</u>	<u>-</u>	<u>(611,202)</u>	<u>110,122</u>

## 19. Analysis of net assets between funds

2021	Fixed assets	Net current assets	Non-current liabilities	Total 2021
	£	£	£	£
Unrestricted fund	6,599,598	1,808,689	(1,254,879)	7,153,408
Restricted fund	-	161,846	-	161,846
	<u>6,599,598</u>	<u>1,970,535</u>	<u>(1,254,879)</u>	<u>7,315,254</u>
2020	Fixed assets	Net current assets	Non-current liabilities	Total 2020
	£	£	£	£
Unrestricted fund	5,902,986	1,600,103	(645,024)	6,858,065
Restricted fund	-	110,122	-	110,122
	<u>5,902,986</u>	<u>1,710,225</u>	<u>(645,024)</u>	<u>6,968,187</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**20. Post Balance Sheet Events**

There were no post balance events.

**21. Reconciliation of net income to net cash flow from operating activities**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Net income</b> <b>(as per statement of financial activities)</b>	347,065	394,497
<b>Adjustments for:</b>		
Depreciation charges	13,703	13,946
Income from investments	(227,182)	(245,398)
Investment costs	51,032	81,231
Loss/(Profit) on foreign exchange	11,124	(60)
Increase in debtors	(12,726)	(21,532)
Increase/(decrease) in creditors	(157,711)	172,967
	<hr/>	<hr/>
<b>Net cash provided by operating activities</b>	<b>25,305</b>	<b>395,651</b>
	<hr/>	<hr/>

**COPTIC ORTHODOX CHURCH FOUNDATION**

**The following pages are for the information of the trustees only and do not form part of the statutory financial statements.**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 5 APRIL 2021**

	£	2021 £	£	2020 £
<b>INCOMING RESOURCES</b>				
Donations and incoming resources				
Membership contributions	118,409		154,220	
Collection and church boxes	69,669		159,782	
Donations	359,685	547,763	356,225	670,227
Church activities				
Church canteen	-		19,529	
Charity shop	-		9,125	
Church bookshop	80	80	3,193	31,847
Investment income				
Income from rented property	225,986		240,265	
Bank interest	1,196	227,182	5,133	245,398
<b>Total incoming resources</b>		<u>775,025</u>		<u>947,472</u>
<b>RESOURCES EXPENDED</b>				
<b>Expenditure on raising funds</b>				
<b>Investment property expenses</b>				
Property management fees	22,424		24,775	
Property services charges	19,064		29,880	
Repairs and maintenance	8,794		20,982	
Insurance	750		5,046	
Council Tax	-		385	
Utilities	-		163	
		<u>51,032</u>		<u>81,231</u>
<b>Charitable activities</b>				
<b>Church and community services</b>				
London Diocese	34,698		60,300	
Donations to other churches	14,600		53,600	
Social Services	14,400		38,500	
Sunday school and education	6,274		40,497	
Church candles, and oil	1,208		4,130	
Canteen and bookshop	159		7,299	
Visiting bishops' expenses	-	71,339	20,321	224,647
<b>Staff costs</b>				
Salaries	188,932		144,216	
Social security costs	17,526		13,329	
Stake holder pension	3,579		2,610	
Other costs	-	210,037	-	160,155
<b>Property expenses</b>				
Rates and water	118		1,397	
Light and heat	13,088		13,376	
Insurance	11,852		10,346	
Repairs and maintenance	3,813		18,252	
Cleaning	4,380		4,591	
Miscellaneous	840	34,091	2,962	50,924
<b>Depreciation of tangible assets</b>		<u>13,703</u>		<u>13,946</u>
<b>Total expenditure on charitable activities</b>		329,170		449,672

COPTIC ORTHODOX CHURCH FOUNDATION

DETAILED INCOME AND EXPENDITURE ACCOUNT - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

	£	2021 £	£	2020 £
<b>Other expenditure</b>				
Secured loan interest		24,437		10,419
<b>Governance costs</b>				
Accountancy fees and auditor's remuneration	7,800		7,800	
Legal and professional	2,190		1,440	
Office costs	2,205	12,195	2,473	11,713
		<u>36,632</u>		<u>22,132</u>
Total other expenditure				
		36,632		22,132
<b>Total expenditure</b>		<u>416,834</u>		<u>553,035</u>
<b>Net income/(expenditure)</b>		358,192		394,437
Exchange difference gain/(loss)		(11,124)		60
		<u>347,066</u>		<u>394,497</u>
<b>Net movement in funds for the year</b>		347,066		394,497
<b>Funds balances brought forward at 6 April 2020</b>		6,968,187		6,573,690
		<u>7,315,253</u>		<u>6,968,187</u>
<b>Funds balances carried forward at 5 April 2021</b>		<u>7,315,253</u>		<u>6,968,187</u>

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# Accounts

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**Charity number 265418**

**COPTIC ORTHODOX CHURCH FOUNDATION**  
**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**YEAR ENDED 5 APRIL 2021**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**FOR THE YEAR ENDED 5 APRIL 2021**

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**CHARITY INFORMATION**

<b>Trustees</b>	Dr I H Tadros Mr M Neoman Dr M G Mikhail Dr M Samak – (Deceased 16 December 2021) Mr N Boutros Mr M George Dr O K Morris Dr G Hanna Dr N Raphael
<b>Custodian Trustees</b>	Mr N Boutros Mr M George Dr I H Tadros
<b>Registered Charity Number</b>	265418
<b>Registered office</b>	41 Woodlands Avenue New Malden Surrey KT3 3UH
<b>Auditors</b>	Fortus Audit LLP Hamilton Office Park 31 High View Close Leicester LE4 9LJ
<b>Bankers</b>	HSBC Plc 79 Piccadilly London W1V 5RA  Barclays Bank Plc Wimbledon Business Centre Leicester LE87 2BB  Barclays Bank Plc London Corporate Banking Strand  NatWest Bank PLC 55 Kensington High Street London W8 52G

**FOR YEAR ENDED 5 APRIL 2021**

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The Trustees present their report along with the financial statements of the charity for the year ended 5 April 2021. The financial statements have been prepared in accordance with the accounting policies set out on pages 13 to 15 and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland.

**Objectives and Activities**

The object of the Foundation is to promote the Coptic Orthodox Church in the United Kingdom and the Republic of Ireland. In furtherance of this object the Trustees may provide and maintain places of public worship carry out religious services, pay the priests salaries and hold religious and other meetings in connection with the Coptic Orthodox Church.

The Coptic Church is a member of "Churches Together in Britain and Ireland" and also an active member of "The Orthodox Oriental Churches Council", together with the Armenian, Eritrean, Ethiopian, Indian, and Syrian churches in Great Britain. The church is also a member of the "Kensington Council of Churches" which is made up of the different churches in Kensington.

**Coptic Orthodox Diocese of London**

St. Mark Coptic Church in London is part of the Coptic Orthodox Diocese of London.

**Summary of the main achievements of the charity**

Due to COVID restrictions applied to places of worship in the UK, there were a number of weeks in the year, when the congregation were not allowed to attend the services in church. For the rest of the weeks in the year, the number allowed to attend each service was restricted.

The church carried on providing its services through the usage of the internet and other methods of communication.

The Trustees have paid due regard to the public benefit guidance as published by the Charity Commission. The youths of the church run "City Mission" offering food to the homeless in the streets of London.

During the year, the youths of the church attended and organised conferences, retreats and trips in the UK and abroad.

The church has sports activities for the youth and has football and basketball teams which play and compete against teams of other Coptic churches in the UK.

**Performance of fundraising activities against objectives**

During the year, Saint Mark Church carried on collecting funds from the congregation to build a basement under the church; the work on the project started in May 2019 and is expected to be completed by June 2022.

**Investment performance against objectives**

The income from the investment properties was similar to the previous year, and most of the properties were occupied during the year.

**FOR YEAR ENDED 5 APRIL 2021**

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**Financial Review**

The statement of financial activities is set out on page 10 and shows the result of the year.

The Foundation incurred costs in furtherance of its objects of £329,170 (2020: 449,672) and cost of generating funds of £51,032 (2020: £81,231). After taking into account these expenses and other management and administrative expenses of £36,632 (2020: £22,132) the net incoming resources for the year were £358,191 (2020: £394,437), the investment properties were not revalued this year and the net movement of funds for the year was a surplus of £358,191 (2020: a surplus of £394,497).

At 5 April 2021, as shown on the balance sheet on page 11, the Foundation has net assets of £7,315,254 (2020: £6,968,187), which were mainly held in fixed assets as shown on notes 9 and 10 and on bank deposits and current accounts.

**The charity's principal sources of funds**

The charity's main source of funding were the donations received from its members in the form of standing orders, cheques, bank transfers and church collection and also the income from rented properties.

**The charity's expenditure**

The expenditure during the year was incurred in maintaining the church and making it available to the public to use for worship; the payment of the priest's salaries and expenses; the provision of Sunday schools to teach the children the faith of the church and to provide help to the needy in the community.

**Reserves policy**

The Trustees aim to keep in reserves at any point of time three months' worth of expenditure to cover unplanned emergency church expenses, including repair to church building and other church properties. The amount of reserves held at the year end was £7,315,254 (2020: £6,968,187) of which £1,924,190 (2020: £1,621,889) are regarded as free reserves, after allowing for funds tied up in tangible fixed assets and bank loans secured on some of those assets.

**Investment policy and objectives**

The Trustees' investment powers are governed by the Trust Deed, which permits the Charity's funds to be invested in properties, any cash investments and chattels as they see fit.

The Trustees have considered the most appropriate policy, in order to spread the Charity's risk, is to invest in properties and in a number of bank account with different banks.

**FOR YEAR ENDED 5 APRIL 2021**

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**Risk management**

The main risks which may face the charity are:

1. Reduction in donations from the congregation:  
The charity relies on donations from a large number of donors; this reduces the risk of huge fluctuations in the income from donations.
2. Reduction of rental income from investment properties:  
The charity has a number of properties handled by different agents and in different parts of London and the risk that more than one property is vacant at any time is small.
3. Internal control risks:  
Internal control risks are minimized by the implementation of procedures and controls for receiving and paying cash and cheques.

**Future plans**

The charity has started in May 2019 with its plan to have a basement for St Mark's Church in Kensington to provide space for Sunday Schools and other activities of the church, as well as utilizing it during the week as a nursery. The project is expected to be completed by June 2022 and will cost about £4.2 million.

**Description of charity's trusts**

The charity was formed on 22 December 1971 as an incorporated trust, registered with the Charity Commission, registration number 265418, and is governed by the Charities Act 2011 and its Trust deed dated the 22 December 1971.

**Controlling party**

The Coptic Orthodox Church Foundation is managed by the trustees. No individual trustee has overall control.

**Trustee selection methods**

The trustees are chosen by members of the Council and appointed by His Eminence the Archbishop of The Coptic Church in London.

**Names of the charity trustees who manage the charity**

The Trustees who served during the year were as stated below:

Mr M Neoman	Dr M G Mikhail
Dr I H Tadros	Mr M George
Dr O K Morris	Dr G Hanna
Dr M Samak Mr N Boutros	Dr N Raphael

**Name of trustees holding title to property belonging to the charity**

Dr I H Tadros  
Mr M George  
Mr N Boutros

**FOR YEAR ENDED 5 APRIL 2021**

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**Policies and procedures adopted for the induction and training of trustees**

The trustees are members of the church and as such are familiar with the practical work of the charity. New trustees are given training by existing trustees on:

- The Church Constitution,
- The current financial position as set out in the published accounts.
- Future plans and objectives.

**The charity's organisational structure and any wider network with which the charity works**

The Foundation is an indivisible part of the Coptic Orthodox Church in Egypt which has as its Supreme Head, the Pope of Alexandria and derives its spiritual authority to function from the Holy Council of the Coptic Orthodox Patriarchate in Cairo, Egypt, such authority cannot be changed, altered, modified or revoked.

The Coptic Orthodox Archbishop of London is appointed by the Holy Synod of the Coptic Orthodox Church by written decree over the area known as the Diocese of London which includes this charity.

**Decision making**

The Council of the Coptic Orthodox Church Foundation (which is made up of all the trustees) holds meetings at least four times in the year to take decisions on all matters concerning the administration of the charity. Decisions on the church spiritual services to the congregation are taken by His Eminence the Archbishop of London and the priests of the church.

**Funds held as custodian trustees on behalf of others**

The charity holds an account with HSBC Bank on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt, which has as one of its objects to offer aid to the poor in Egypt and worldwide. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions on any payment from the account are only given by His Holiness the Pope of Alexandria.

The charity also holds an account with HSBC on behalf of Saint Mary and Pope Kyrillos VI Coptic Orthodox Church, a charity registered in England and Wales whose objects are to advance the religion of the Coptic Orthodox Church. The funds are kept in a separate bank account from the charity's own bank accounts. Instructions for the bank account are received from the trustees of SMPK.

**Statement of trustees' responsibilities in relation to financial statements**

The trustees are responsible for preparing a trustees' annual report and 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 and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 and the provisions of the trust deed.

**COPTIC ORTHODOX CHURCH FOUNDATION**  
**REPORT OF THE TRUSTEES - CONTINUED**

Page 6

**FOR YEAR ENDED 5 APRIL 2021**

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The trustees are 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 the Board of Trustees and signed on behalf of the board on 31 January 2022.



Nabeel Boutros  
Trustee

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Opinion**

We have audited the financial statements of Coptic Orthodox Church Foundation (the 'charity') for the year ended 5 April 2021 which comprise Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 1443 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework.

We understood how the charity is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures. We corroborated our enquiries through review of board minutes and discussions with those charged with governance.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE COPTIC ORTHODOX CHURCH FOUNDATION**

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We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by discussion with management from various parts of the business to understand where they considered there was a susceptibility to fraud. We considered the procedures and controls that the charity has established to prevent and detect fraud, and how these are monitored by management, and also any enhanced risk factors such as performance targets.

Based on our understanding, we designed our audit procedures to identify any non-compliance with laws and regulations identified in the paragraphs above.

We also performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is provided on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Fortus Audit LLP*

Fortus Audit LLP, Statutory Auditor  
Hamilton Office Park  
31 High View Close  
Leicester  
LE4 9LJ

Date: 31 January 2022

Eligible to act as an auditor in Terms of Section 1212 of the Companies Act 2006

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2021

	Note	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £	Total 2020 £
<b>Income</b>	3				
Donations		220,280	327,483	547,763	670,227
Charitable activities		80	-	80	31,847
Investment income		227,182		227,182	245,398
		<u>447,542</u>	<u>327,483</u>	<u>775,025</u>	<u>947,472</u>
<b>Expenditure</b>	4				
Raising funds		51,032	-	51,032	81,231
Charitable activities		329,170	-	329,170	449,672
Other		36,632	-	36,632	22,132
		<u>416,834</u>	<u>-</u>	<u>416,834</u>	<u>553,035</u>
<b>Net income</b>		30,708	327,483	358,191	394,437
		-	-	-	
Other gains		(11,124)	-	(11,124)	60
<b>Net movements in funds</b>		19,584	327,483	347,067	394,497
Transfer between funds		327,483	(327,483)	-	-
Total funds brought forward		6,858,065	110,122	6,968,187	6,573,690
Total funds carried forward		<u>7,205,132</u>	<u>110,122</u>	<u>7,315,254</u>	<u>6,968,187</u>

## BALANCE SHEET AT 5 APRIL 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	9	2,949,598	2,252,986
Investments	10	3,650,000	3,650,000
<b>Total fixed assets</b>		<b>6,599,598</b>	<b>5,902,986</b>
<b>Current assets</b>			
Debtors	11	457,227	444,501
Cash at bank and in hand	12	1,649,174	11,534,876
<b>Total current assets</b>		<b>2,106,401</b>	<b>1,979,377</b>
Creditors: Amounts falling due within one year	13.1	(135,866)	(269,152)
<b>Net current assets</b>		<b>1,970,535</b>	<b>1,710,225</b>
<b>Total assets less current liabilities</b>		<b>8,570,133</b>	<b>7,613,211</b>
Creditors: Amounts falling due after one year	13.2	(1,254,879)	(645,024)
<b>Total net assets</b>		<b>7,315,254</b>	<b>6,968,187</b>
<b>Funds of the Charity</b>			
Restricted funds	18	110,122	110,122
Unrestricted funds	17	7,205,132	6,858,065
<b>Total funds</b>		<b>7,315,254</b>	<b>6,968,187</b>

The financial statements were approved and authorised for issue by the Board on 31 January 2022 and signed on behalf of the board by:

  
 Mohamed Boutros  
 Trustee

The notes on pages 12 to 22 form part of these financial statements.

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5 APRIL 2021**

	Note	£	2021 £	£	2020 £
<b>Cash flows from operating activities</b>					
	21		25,305		395,651
<b>Cash flows from investing activities</b>					
Income from property investment		227,182		245,398	
Expenses of property investments		(51,032)		(81,231)	
Purchase of fixed assets		(710,315)		(1,349,508)	
<b>Net cash provided by investing activities</b>			(534,165)		(1,185,341)
<b>Cash flows from financing activities</b>					
Proceeds of bank loans		696,872		192,169	
Proceeds of other borrowings		-		-	
Repayment of bank loans		(62,590)		(37,934)	
Repayment of other borrowings		-		-	
			634,282		154,235
<b>Change in cash in the year</b>			125,422		(635,455)
<b>Cash at 6 April 2020</b>			1,534,876		2,170,271
Change in cash due to exchange rate movements			(11,124)		60
<b>Cash at 5 April 2021</b>			1,649,174		1,534,876

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5 APRIL 2021**

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**Basis of preparation****1.1 Basis of accounting**

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.

**1.2 Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. They are of the opinion that donation from the church's large congregation and the income from the investment properties will cover any future liabilities.

**1.3 Change of accounting policy and change of accounting estimates**

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 1.1 and no changes to the accounting estimates have occurred in the year.

**1.4 Material prior year errors**

No material prior year errors have been identified in the reporting period.

**2. Accounting policy****2.1 Income****Recognition of income**

Income is recognised in the period in which the charity is entitled to receive and the amount can be measured with reasonable certainty. All voluntary income which comprises of donations, collection and church boxes is included in income on a receivable basis. Investment income, derived from fixed asset investments, is accounted for on amounts receivable in the year.

**Tax reclaim on donations and gifts**

Gift Aid receivable is included in income when there is a valid declaration from the donor.

**Income from membership subscriptions**

Membership contributions received in the nature of a gift are recognised in Donations.

**Investment gains and losses**

The value of the investment properties is kept the same as the previous year, as it is in the trustees' views that there has not been significant change in the market value of similar properties from the previous year (in 2020 no change).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS – CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**2.2 Expenditure and liabilities**

**Liability recognition**

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of obligation can be measured with reasonable certainty.

**Resources expended**

Resources expended are included in the Statement of Financial Activities on an accrual's basis inclusive of any irrecoverable VAT.

**Charitable activities**

Direct charitable expenditure includes all staff costs, property and other expenditure directly related to the charitable activities of the Foundation.

**Governance and support cost**

Support costs have not been allocated between governance costs and other costs.

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions.

**Creditors**

The charity has creditors which are measured at settlement amounts less any trade discounts.

**Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to Statement of Financial Activities.

**Taxation**

The charity is a registered charity and as such its income and gains falling within the Income Tax Act 2007 are exempt from corporation tax to the extent that they are applied to its charitable objectives.

**Realised gains**

Realised gains are included in the Statement of Financial Activities in the year of disposal.

**Fund accounting**

**Restricted Funds**

The restricted funds wholly relate to donations made specifically towards the cost of the church's basement project.

**2.3 Assets**

**Tangible fixed assets for use by the charity**

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Freehold buildings	- 2% straight line
Office equipment	- 15% reducing balance
Fixtures, alterations, fittings & equipment	- 10% reducing balance for church - 20% straight line for office and flats
Building under construction	- Not depreciated

## COPTIC ORTHODOX CHURCH FOUNDATION

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**Fixed asset investments**

Investment properties are included in the balance sheet at their open market value. No depreciation is provided on the properties. Net gains and losses on disposal and revaluation of investments are charged or credited to the SOFA.

**Critical accounting judgement and key sources of estimation uncertainty**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

**Valuation of Investment Property**

The investment properties are carried in the financial statements at their market value. Each year the Trustees review the valuation of the assets and use market values to determine if a revaluation is required.

**3. Analysis of income**

	Unrestricted income funds £	Restricted income funds £	Total funds 2021 £	Total funds 2020 £
<b>Donations and legacies</b>				
Donation and gifts	187,902	270,017	457,919	580,383
Gift Aid	32,378	57,466	89,844	89,844
<b>Total</b>	<u>220,280</u>	<u>327,483</u>	<u>547,763</u>	<u>670,227</u>
<b>Charitable activities</b>				
Canteen sales	-	-	-	19,529
Charity shop sales	-	-	-	9,125
Book shop sales	80	-	80	3,193
<b>Total</b>	<u>80</u>	<u>-</u>	<u>80</u>	<u>31,847</u>
<b>Investment income</b>				
Interest income	1,196	-	1,196	5,133
Rental and leasing income	225,986	-	225,986	240,265
<b>Total</b>	<u>227,182</u>	<u>-</u>	<u>227,182</u>	<u>245,398</u>
<b>Other incoming resources</b>				
Other	-	-	-	-
<b>Total</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total income</b>	<u>447,542</u>	<u>327,483</u>	<u>775,025</u>	<u>947,472</u>

In 2020 £289,437 of the total income was attributable to restricted funds with the balance of £380,790 attributable to non-restricted funds.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

4. Analysis of expenditure

	Unrestricted income funds £	Restricted income funds £	Total funds 2021 £	Total funds 2020 £
<b>Expenditure on raising funds</b>				
Rent collection, property repairs and maintenance charges	51,032	-	51,032	81,231
<b>Total expenditure on raising funds</b>	<u>51,032</u>	<u>-</u>	<u>51,032</u>	<u>81,231</u>
<b>Expenditure on charitable activities</b>				
Church and community services	71,339	-	71,339	224,647
Staff costs	210,037	-	210,037	160,155
Property expenses	34,091	-	34,091	50,924
Depreciation of tangible assets	13,703	-	13,703	13,946
<b>Total expenditure on charitable activities</b>	<u>329,170</u>	<u>-</u>	<u>329,170</u>	<u>449,672</u>
<b>Other expenditure</b>				
Secured loan interest	24,437	-	24,437	10,419
Governance costs	12,195	-	12,195	11,713
<b>Total other expenditure</b>	<u>36,632</u>	<u>-</u>	<u>36,632</u>	<u>22,132</u>
<b>Total expenditure</b>	<u>416,834</u>	<u>-</u>	<u>416,834</u>	<u>553,035</u>

In 2020 all expenditure was attributable to unrestricted funds

5. Funds received as agent

The charity has agreed to administer a bank account on behalf of the Patriarchate of the Coptic Orthodox Church in Egypt. At the balance sheet date funds of £1,404,132 (2020: £1,424,382) were held in the account. No funds were received into the account during the year (2020: £Nil) and £20,250 were paid out (2020: £30,030).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**6. Paid employees**

<b>6.1 Staff costs</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Salaries and wages	188,932	144,216
Social security costs	17,526	13,329
Pension costs	3,579	2,610
	-	
	<u>          </u>	<u>          </u>
<b>Total staff costs</b>	<b>210,037</b>	<b>160,155</b>
	<u>          </u>	<u>          </u>

No employee earned more than £60,000 during the year (2019: none).

<b>6.2 Average head count in the year</b>	<b>2021</b>	<b>2020</b>
	<b>Number</b>	<b>Number</b>
Priests	4	3
	<u>          </u>	<u>          </u>

**7. Volunteers**

The charity has a number of unpaid volunteers, who help in the various needs of the church, including administration, cleaning and preparing the churches before and after the services.

**8. Auditor's remuneration**

The audit fees for the year is £7,800 inclusive of VAT (2020: £7,800).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

9. Tangible fixed assets

	Land and Buildings Freehold £	Office Equipment £	Fixtures Fittings Church £	Fixtures Fittings & Equipment £	Buildings under Construction £	Total £
<b>Cost</b>						
At 6 April 2020	915,920	50,844	125,810	216,097	1,572,171	2,880,842
Additions	-	-	-	-	710,315	710,315
At 5 April 2021	915,920	50,844	125,810	216,097	2,282,486	3,591,157
<b>Depreciation</b>						
Basis	Straight Line	Reducing balance	Reducing balance	Reducing balance	No Depreciation	
Rate	2%	15%	10%	20%		
At 6 April 2020	244,305	41,644	125,810	216,097	-	627,856
Charge for the year	12,323	1,380	-	-	-	13,703
At 5 April 2021	256,628	43,024	125,810	216,097	-	641,559
<b>Net book value</b>						
At 5 April 2021	659,292	7,820	-	-	2,282,486	2,949,598
At 5 April 2020	671,615	9,200	-	-	1,572,171	2,252,986

The carrying value of Freehold Land and Buildings pledged as security for bank loans as disclosed in note 13 is £722,711.

10. Fixed assets investments

	Freehold Property £	Long Leasehold Properties £	Total £
<b>Fair value:</b>			
At 6 April 2020	1,850,000	1,800,000	3,650,000
At 5 April 2021	1,850,000	1,800,000	3,650,000

The properties are valued by the Trustees, based on the advertised prices of similar properties on the market in the same area and the current condition of the properties. In the opinion of the Trustees, the cost of professionally valuing the assets to include a value in the accounts outweighs the benefits to the user of the accounts.

There are no restrictions on the ability to realise investment property.

There are no contractual obligations for the purchase, construction or development of investment property or for repairs, maintenance or enhancements.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**
**11. Debtors**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Prepayments and accrued income	9,327	30,088
St Mary & Pope Kyrillos Coptic Church	181,253	236,869
Other debtors	191,647	102,544
Security for expenses re basement party wall	75,000	75,000
	<u>457,227</u>	<u>444,501</u>
	<u><u>          </u></u>	<u><u>          </u></u>

**12. Cash at bank and in hand**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Cash at bank	1,649,174	1,534,876
	<u><u>          </u></u>	<u><u>          </u></u>

**13. Creditors and accruals****13.1 Amounts falling due within one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Secured bank loan	73,777	49,352
Taxation and social security	6,292	3,776
Accruals and deferred income	50,182	38,920
Other creditors	5,615	177,104
	<u>135,866</u>	<u>269,152</u>
	<u><u>          </u></u>	<u><u>          </u></u>

**13.2 Amounts falling due after one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
NatWest Bank loan re basement	843,924	191,284
Loan taken on 7 August 2012 with HSBC for the purchase of house number 66 Broadwalk, Hounslow secured by the property and all existing securities and any future security held by the Bank.	75,567	106,710
Loan taken on 6 October 2017 with NatWest to refinance the loan from HSBC Bank plc taken in 2008 secured by a first legal charge over 36 Cromwell Road	325,388	337,030
Funds from church members repayable within 5 years	10,000	10,000
	<u>1,254,879</u>	<u>645,024</u>
	<u><u>          </u></u>	<u><u>          </u></u>
Total	<u><u>1,254,879</u></u>	<u><u>645,024</u></u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**14. Financial Instruments**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Carrying amount of financial assets</b>		
Debt instruments measured at amortised cost	372,900	339,413
	<u>          </u>	<u>          </u>
<b>Carrying amount of financial liabilities</b>		
Financial liabilities measured at amortised cost	1,384,453	910,400
	<u>          </u>	<u>          </u>

**15. Operating Lease Commitments**

**As lessor:**

At the year end, the charity had contracted with tenants, under non-cancellable operating leases, for the following future minimum lease payments:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Amounts receivable; per annum		
Less than one year	146,707	100,634
Between one and five years	90,672	165,329
	<u>          </u>	<u>          </u>
	<u>237,379</u>	<u>265,963</u>

**16. Trustees and related parties**

**16.1 Transactions with trustees**

The charity does not have any transactions with the trustees (2020: Nil).

**16.2 Trustees' remuneration and benefits**

The trustees did not receive any remuneration or benefits in the year (2020: Nil).

**16.3 Trustees expenses**

The trustees were not reimbursed for any expenses during the year (2020: Nil).

**16.4 Related Party Transaction disclosure**

During the year there the following transactions with Saint Mary and Pope Kyrillos VI Coptic Orthodox Church (SMPK), a charity over which there is significant influence by virtue of persons on the board of Coptic Orthodox Church Foundation having more than one-fifth of the voting power of SMPK.

1. Interest of £6,663 was reimbursed by SMPK to Foundation (2020 £8,385)
2. Repayment of the loan to purchase the property £55,616 (2020 £53,894)

At the balance sheet date, £181,253 (2020: £236,869) was owed by SMPK which has been included in Debtors.

**16.5 Key Management Personnel**

The charity considers its Trustees to be its Key Management Personnel who are not remunerated for their services.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

## 17. Unrestricted Funds

	Balance at 6 April 2020	Incoming Resources	Expenditure	Investment Gains/(losses)	Transfer between funds	Balance at 5 April 2021
	£	£	£	£	£	£
General reserve funds	6,858,065	447,542	(416,834)	(11,124)	327,483	7,205,132
	<u>6,858,065</u>	<u>447,542</u>	<u>(416,834)</u>	<u>(11,124)</u>	<u>327,483</u>	<u>7,205,132</u>
	Balance at 6 April 2019	Incoming Resources	Expenditure	Investment Gains/(losses)	Transfer between funds	Balance at 5 April 2020
	£	£	£	£	£	£
General reserve funds	6,150,928	648,910	(553,035)	60	611,202	6,858,065
	<u>6,150,928</u>	<u>648,910</u>	<u>(553,035)</u>	<u>60</u>	<u>611,202</u>	<u>6,858,065</u>

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

## 18. Restricted Funds

	Balance at 6 April 2020	Income	Expenditure	Transfer between funds	Balance at 5 April 2021
	£	£	£	£	£
Restricted reserve funds	110,122	327,483	-	(327,483)	110,122
	<u>110,122</u>	<u>327,483</u>	<u>-</u>	<u>(327,483)</u>	<u>110,122</u>
	Balance at 6 April 2019	Income	Expenditure	Transfer between funds	Balance at 5 April 2020
	£	£	£	£	£
Restricted reserve funds	422,762	298,562	-	(611,202)	110,122
	<u>422,762</u>	<u>298,562</u>	<u>-</u>	<u>(611,202)</u>	<u>110,122</u>

## 19. Analysis of net assets between funds

2021	Fixed assets	Net current assets	Non-current liabilities	Total 2021
	£	£	£	£
Unrestricted fund	6,599,598	1,808,689	(1,254,879)	7,153,408
Restricted fund	-	161,846	-	161,846
	<u>6,599,598</u>	<u>1,970,535</u>	<u>(1,254,879)</u>	<u>7,315,254</u>
2020	Fixed assets	Net current assets	Non-current liabilities	Total 2020
	£	£	£	£
Unrestricted fund	5,902,986	1,600,103	(645,024)	6,858,065
Restricted fund	-	110,122	-	110,122
	<u>5,902,986</u>	<u>1,710,225</u>	<u>(645,024)</u>	<u>6,968,187</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021**

**20. Post Balance Sheet Events**

There were no post balance events.

**21. Reconciliation of net income to net cash flow from operating activities**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Net income</b> <b>(as per statement of financial activities)</b>	347,065	394,497
<b>Adjustments for:</b>		
Depreciation charges	13,703	13,946
Income from investments	(227,182)	(245,398)
Investment costs	51,032	81,231
Loss/(Profit) on foreign exchange	11,124	(60)
Increase in debtors	(12,726)	(21,532)
Increase/(decrease) in creditors	(157,711)	172,967
	<hr/>	<hr/>
<b>Net cash provided by operating activities</b>	<b>25,305</b>	<b>395,651</b>
	<hr/>	<hr/>

**COPTIC ORTHODOX CHURCH FOUNDATION**

**The following pages are for the information of the trustees only and do not form part of the statutory financial statements.**

**COPTIC ORTHODOX CHURCH FOUNDATION**

**DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 5 APRIL 2021**

	£	2021 £	£	2020 £
<b>INCOMING RESOURCES</b>				
Donations and incoming resources				
Membership contributions	118,409		154,220	
Collection and church boxes	69,669		159,782	
Donations	359,685	547,763	356,225	670,227
Church activities				
Church canteen	-		19,529	
Charity shop	-		9,125	
Church bookshop	80	80	3,193	31,847
Investment income				
Income from rented property	225,986		240,265	
Bank interest	1,196	227,182	5,133	245,398
<b>Total incoming resources</b>		<u>775,025</u>		<u>947,472</u>
<b>RESOURCES EXPENDED</b>				
<b>Expenditure on raising funds</b>				
<b>Investment property expenses</b>				
Property management fees	22,424		24,775	
Property services charges	19,064		29,880	
Repairs and maintenance	8,794		20,982	
Insurance	750		5,046	
Council Tax	-		385	
Utilities	-		163	
		<u>51,032</u>		<u>81,231</u>
<b>Charitable activities</b>				
<b>Church and community services</b>				
London Diocese	34,698		60,300	
Donations to other churches	14,600		53,600	
Social Services	14,400		38,500	
Sunday school and education	6,274		40,497	
Church candles, and oil	1,208		4,130	
Canteen and bookshop	159		7,299	
Visiting bishops' expenses	-	71,339	20,321	224,647
<b>Staff costs</b>				
Salaries	188,932		144,216	
Social security costs	17,526		13,329	
Stake holder pension	3,579		2,610	
Other costs	-	210,037	-	160,155
<b>Property expenses</b>				
Rates and water	118		1,397	
Light and heat	13,088		13,376	
Insurance	11,852		10,346	
Repairs and maintenance	3,813		18,252	
Cleaning	4,380		4,591	
Miscellaneous	840	34,091	2,962	50,924
<b>Depreciation of tangible assets</b>		<u>13,703</u>		<u>13,946</u>
<b>Total expenditure on charitable activities</b>		329,170		449,672

COPTIC ORTHODOX CHURCH FOUNDATION

DETAILED INCOME AND EXPENDITURE ACCOUNT - CONTINUED  
FOR THE YEAR ENDED 5 APRIL 2021

	£	2021 £	£	2020 £
<b>Other expenditure</b>				
Secured loan interest		24,437		10,419
<b>Governance costs</b>				
Accountancy fees and auditor's remuneration	7,800		7,800	
Legal and professional	2,190		1,440	
Office costs	2,205	12,195	2,473	11,713
		<u>36,632</u>		<u>22,132</u>
Total other expenditure				
		36,632		22,132
<b>Total expenditure</b>		<u>416,834</u>		<u>553,035</u>
<b>Net income/(expenditure)</b>		358,192		394,437
Exchange difference gain/(loss)		(11,124)		60
		<u>347,066</u>		<u>394,497</u>
<b>Net movement in funds for the year</b>		347,066		394,497
<b>Funds balances brought forward at 6 April 2020</b>		6,968,187		6,573,690
		<u>7,315,253</u>		<u>6,968,187</u>
<b>Funds balances carried forward at 5 April 2021</b>		<u>7,315,253</u>		<u>6,968,187</u>