

# **WORLD COMPASSION TRUST**

**REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

Charity number 270063  
PO BOX 157, 157 Parc Bryn Derwen, Pontyclun, CF72 0ER

## **WORLD COMPASSION TRUST**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021**

The trustees present their report and the financial statements of the charity for the year ended 31 December 2021

#### **CONTACT**

The charity can be reached at PO BOX 157, 157 Parc Bryn Derwen, Pontyclun, CF72 0ER or online at [www.worldcompassion.tv](http://www.worldcompassion.tv)

#### **OBJECTS OF THE CHARITY**

The objects of the charity are to advance the Christian faith globally, encourage Christian mission activities through evangelism and humanitarian outreach, relieve the poor and needy, provide help and comfort to the sick, and to raise awareness of the needs of people worldwide.

The charity particularly seeks to provide assistance to people and places where it is difficult for western organisations to give such aid.

In pursuit of these objectives the trustees expend the charity's resources on:

- (a) grants given directly to projects that are being run overseas (Grants to Overseas Projects)
- (b) touring the UK making people aware of needs overseas and distributing literature to regularly update people on needs and how these are being met (Public Education and Issue Awareness)
- (c) necessary administration incurred in the running of the charity. (Management and Administration)

The charity operates a single unrestricted general fund which can be used for any purpose that meets the charity's objectives.

#### **CONSTITUTION**

The charity is a registered charity constituted by a trust deed dated 17th July 1975.

The charity is run by trustees who make additional or replacement appointments as they deem necessary.

The trustees meet regularly but have appointed a secretary to help them run the charity on a day to day basis utilizing volunteers and paid staff where necessary. B Law was appointed to this role in December 2020.

During the year ended 31 December 2021 the following people acted as trustees:

Mr Mike Harris  
Mr Jason Law

#### **RELATED PARTIES**

The charity is actively involved in joint projects overseas with the USA organisation and jointly produces the various mission outreaches globally.

Mr J Law is a member of the board of the US organisation as well as being a trustee of this charity.

#### **REVIEW OF THE YEAR AND FUTURE DEVELOPMENTS**

The Trust's activities during the year have been in the countries of Afghanistan, China, Cuba, Iran, Iraq and Myanmar. We believe that our consistent work in these countries will help us to continue to build and develop successful outreach including training, discipleship, humanitarian efforts, church planting and distribution of Christian literature, as well as humanitarian efforts.

#### **Afghanistan**

In 2021, the Charity helped evacuate 130 Christians, as well as provide them with safe housing and food. The Charity also partnered with a local church to do a Christmas outreach that supplied over 1500 Afghan refugee

## **WORLD COMPASSION TRUST**

families with supplies and the Story of Jesus booklets. We continue to support Christian Afghan families that are still in Afghanistan, as well as those who were evacuated.

### **China**

The Charity continued its training and discipleship programmes in China throughout 2021. There were 1,500 new students enrolled and a total of 5,940 students studying in the ABC Discipleship and Leadership Training Programme. A total of 12,700 students have graduated from this 2 year program to date. We also started reaching audiences on social media platforms with devotionals from our ABC Training Programme. We enrolled just over 700 new students in the CMS Mission School Programme and graduated 928 students from CMS in 2021. The ABC and CMS programmes continue to be a major outreach of World Compassion in spreading the Gospel in China along with significant training of believers throughout the nation. In 2022, we hope to add 3,000 additional students into these programmes.

### **Cuba**

In 2021, the Charity continued to support church planting efforts in the country of Cuba. We provided support for a pastor that is renting a facility to hold church services. With three other churches needing help to build or remodel, we plan to continue to partner with the pastors in Cuba to help their church planting efforts in 2022.

### **Iran**

The Charity's work of placing Bibles into Iran continued successfully in 2021. World Compassion successfully delivered over 41,000 Bibles into Iran in 2021. To date over 206,000 Bibles have been moved into Iran through various means. We plan to continue placing Bibles into the country, creating one on one connection points between Christians, new believers, and even Muslims that are seeking the truth in God's Word. To further support the leaders and pastors of Iran, we hosted a virtual Iranian pastors conference in 2021. The Charity also distributed 1,600 relief packs of food, supplies and Bibles during Christmas as an outreach to families. In 2022, World Compassion plans to provide Christian discipleship books in Farsi for Iranians to study.

### **Iraq**

In 2021, World Compassion continued the skills training program for refugee women. 216 women completed this program that will help develop a new livelihood for their families. While attending the skills training program, childcare is provided and the Gospel is shared. In addition, we launched a medical mission team in 2021. Over 15,000 people were provided basic medical care and an opportunity for the prayer and the Gospel to be shared. World Compassion also launched a video ministry project with a local Iraqi pastor that reached between 40,000-70,000 people every month. In 2022, we hope to help Christian families start up small business in Iraq in order to build their influence and have the opportunity to share the Gospel.

### **Myanmar**

During 2021 World Compassion continued to successfully operate the Children's Home with 30 children, which provides clothing, toiletries, nutritious meals, education, health care, Christian education and housing. The church and pastor in Twante oversee the operation of the facility and care of the children. Using the ABC curriculum, we continued to train and disciple students and leaders through local churches and pastors, with a total of 775 students graduating from the ABC curriculum in 2021. Over 500 new students started studying ABC, bringing the total number of current ABC students to just over 1,000. The Ministry Training Centre(MTC) for mission students served 25 students for a nine month training session (August through April), and an additional 22 students enrolled for the next nine months of training. A total of 89 students have graduated from MTC. During the military coup in Myanmar, the Charity provided 1,166 relief packs to families through local churches, providing the opportunity to pray and share the Gospel. In 2022, we plan to add 1,500 new ABC students and have a conference for around 300 ABC leaders.

## **WORLD COMPASSION TRUST**

### **Donor Education and Issue Awareness**

The Charity was unable to meet in person with donors and pastors in the United Kingdom in 2021 due to the pandemic and travel restrictions. As a means to further communicate the mission and financial needs of the Charity, we sent monthly newsletters that presented updates on the accomplishments and goals for the continued missions work of the Charity. Donor and church meetings will be planned for 2022.

### **FINANCIAL REVIEW**

The Trustees are pleased to report that over £158,000 in support of projects overseas was distributed in 2021. The Trustees are confident in the management of resources and work towards the continued growth in number of donors, legacy gifts, church and business relationships, as well as new ministry opportunities.

The Charity maintains a cash reserve as a means to address possible fluctuations in the monthly revenues and to insure the ongoing operations of the Charity in the UK. The financial stability and integrity of the organisation is very important to the trustees in order to continue to fulfil the mission of the Charity globally.

### **RISK REVIEW**

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen those risks.

### **RESERVES POLICY**

It is the policy of the Charity to maintain unrestricted funds at a level that will enable the charity to continue its day to day activities and to plan ahead.

### **RESPONSIBILITIES OF THE TRUSTEES**


Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure for the financial year.

In preparing those financial statements the trustees should follow best practice and

- select suitable accounting policies and apply them consistently
- make judgments and estimates that are reasonable and prudent and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue on that basis.

The trustees are responsible for maintaining proper accounting records which disclose at any time the financial position of the charity and to enable them to ensure that the financial statements comply with charity legislation. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees on 12 September 2022 and signed on their behalf

  
.....  
Mr Jason Law  
Trustee

**WORLD COMPASSION TRUST**  
**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES ON THE UNAUDITED FINANCIAL**  
**STATEMENTS OF WORLD COMPASSION TRUST FOR THE YEAR ENDED 31 DECEMBER 2021**

I report on the accounts of World Compassion Trust for the year ended 31 December 2021 set out on pages 2 to 9.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND INDEPENDENT EXAMINER**

As the charity's trustees you are responsible for the preparation of the accounts, you consider that the audit requirement of section 144(2) of the Charities Act 2011 (the Act) does not apply and that an independent examination is needed. It is my responsibility to examine the accounts under section 145 of the Act, to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the Act, and to state whether particular matters have come to my attention.

**BASIS OF INDEPENDENT EXAMINER'S STATEMENT**

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

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

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



.....  
Mr Ian Wheeler  
Your Business Hub Services Ltd  
Independent Examiner  
Ty Menter  
Navigation House  
Abercynon  
CF45 4SN

Date: 7 September 2022

**WORLD COMPASSION TRUST**  
**STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021**


	Notes	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
<b>Incoming resources</b>					
General Donations and Gifts		110,026	42,886	152,912	72,829
Gift Aid Reclaimed		9,546	1,265	10,811	5,173
<b>Total incoming resources</b>		<b>119,572</b>	<b>44,151</b>	<b>163,723</b>	<b>78,001</b>
<b>Resources expended</b>					
Grants to Overseas Projects	2	113,933	44,151	158,084	61,778
Public Education and Issue Awareness					
Freight and Postage		321	0	321	497
Staff Costs		1,512	0	1,512	6,239
Consultancy		0	0	0	0
Telephone		68	0	68	64
Management and Administration					
Bank Charges		565	0	565	390
Accountancy Fees		2,610	0	2,610	2,454
<b>Total resources expended</b>		<b>119,009</b>	<b>44,151</b>	<b>163,160</b>	<b>71,421</b>
<b>Net incoming/(outgoing) resources before transfers</b>		<b>563</b>	<b>0</b>	<b>563</b>	<b>6,580</b>
Transfer between funds		0	0	0	0
<b>Net incoming/(outgoing) resources for the year</b>		<b>563</b>	<b>0</b>	<b>563</b>	<b>6,580</b>
Total funds brought forward		14,333	0	14,333	7,753
<b>Total funds carried forward</b>		<b>14,896</b>	<b>0</b>	<b>14,896</b>	<b>14,333</b>

**WORLD COMPASSION TRUST**  
**BALANCE SHEET AS AT 31 DECEMBER 2021**

	Notes	31 December 21 £	31 December 20 £
<b>Current Assets</b>			
Cash at bank and in hand		14,896	14,333
<b>Current Liabilities</b>			
Creditor amounts falling due within one year		0	0
<b>Net Current Assets</b>		<u>14,896</u>	<u>14,333</u>
<b>Fixed Assets</b>			
Tangible Assets		0	0
<b>Total Assets less Current Liabilities</b>		<u>14,896</u>	<u>14,333</u>
<b>Non-Current Liabilities</b>			
Creditor amounts falling due after more than one year		0	0
<b>Net assets</b>		<u><u>14,896</u></u>	<u><u>14,333</u></u>
<b>Funds</b>			
Restricted Funds	3	0	0
Unrestricted Funds	4	<u>14,896</u>	<u>14,333</u>
<b>Total funds</b>		<u>14,896</u>	<u>14,333</u>

Notes in pages 8 to 9 form part of these accounts

Approved by the Trustees on 12 September 2022 and signed on their behalf

  
 .....  
 Mr Jason Law  
 Trustee

**WORLD COMPASSION TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021**

**1. Accounting Policies**

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year.

**1.1. Basis of Preparation**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102); and the Charities Act 2011.

The accounts have been prepared on a receipts and payments basis

**1.2. Cashflow**

The charity has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small charity

**1.3. Fund Accounting**

Funds held by the charity are either:

1. **Unrestricted Funds** - these are funds which can be used in accordance with the charity's objectives, at the discretion of the trustees.
2. **Designated Funds** - these are funds set aside by the trustees out of unrestricted general funds for a specific future purpose or projects
3. **Restricted Funds** - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

**1.4. Incoming resources**

All income is included in the accounts when actually received by the Charity.

Voluntary help provided by friends of the charity is not included in a quantified way within the accounts.

**1.5. Resources expended**

Resources expended are recognised when paid by the Charity.

Expenditure includes any VAT which cannot be fully recovered is reported as part of the expenditure to which it relates.

**2. Grants to Overseas Projects**

	Unrestricted Funds	Restricted Funds	2021 Total	2020 Total
	£	£	£	£
Afghanistan	2,810	29,149	31,960	0
China	14,208	100	14,308	10,237
Cuba	8,219	10	8,229	4,602
Iran	39,849	9,496	49,345	20,281
Iraq	14,636	0	14,636	7,889
Myanmar	34,211	5,396	39,607	18,768
<b>Total</b>	<b>113,933</b>	<b>44,151</b>	<b>158,084</b>	<b>61,777</b>



## WORLD COMPASSION TRUST

### 3. Restricted Funds

	At 1st January 2021	Incoming resources	Outgoing resources	Transfers	At 31st December 2021
	£	£	£	£	£
Restricted Funds	0	44,151	(44,151)	0	0
<b>Total</b>	<b>0</b>	<b>44,151</b>	<b>(44,151)</b>	<b>0</b>	<b>0</b>

### 4. Unrestricted Funds

	At 1st January 2021	Incoming resources	Outgoing resources	Transfers	At 31st December 2021
	£	£	£	£	£
Unrestricted Funds	14,333	163,723	(163,160)	0	14,896
<b>Total</b>	<b>14,333</b>	<b>163,723</b>	<b>(163,160)</b>	<b>0</b>	<b>14,896</b>

### 5. Transactions with Trustees

There were no transactions with the Trustees during the year