

---

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

---

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**CONTENTS**

	Page
<b>Reference and administrative details of the Company, its Trustees and advisers</b>	<b>1</b>
<b>Trustees' report</b>	<b>2 - 7</b>
<b>Independent examiner's report</b>	<b>8</b>
<b>Statement of financial activities</b>	<b>9</b>
<b>Balance sheet</b>	<b>10</b>
<b>Notes to the financial statements</b>	<b>11 - 24</b>

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS  
FOR THE YEAR ENDED 30 JUNE 2020**

**Trustees**

Mr T Bath, Chairman  
Mr M Tetzlaff  
Mr P Refson  
Rev K Page  
Mr P Pretlove, Treasurer  
Dr M Glaser  
Mrs A Bath

**Company registered number**

04611406

**Charity registered number**

1095644

**Registered office**

32a North End Road  
Golders Green  
London  
NW11 7PT

**Company secretary**

Mrs N Cooke

**Board advisor**

Elizabeth Bentley

**Accountants**

Baldwin Scofield Accountancy LLP  
Chartered Accountants  
3 Newhouse Business Centre  
Old Crawley Road  
Horsham  
West Sussex  
RH12 4RU

**Bankers**

HSBC Plc  
897 Finchley Road  
Golders Green  
London  
NW11 7NX

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2020**

The Trustees present their annual report together with the financial statements of the Chosen People Ministries (UK) for the year 1 July 2019 to 30 June 2020. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

**Objectives and activities**

● **Policies and objectives**

The charity's objects are the advancement of the gospel of the Lord Jesus Christ primarily amongst Jews in the UK and all other parts of the world by such means as are charitable by law.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

● **Activities undertaken to achieve objectives**

Our activities include dissemination of the gospel and education in the gospel, primarily within the Jewish community. In addition to our work in the United Kingdom, one of our missionaries supports a community in Finland and Latvia.

● **Main activities undertaken to further the Company's purposes for the public benefit**

Chosen People Ministries (UK) provides benefit to the public in enabling individuals to realise their spiritual potential to have a relationship with God, through His Son, Messiah, Yeshua (Jesus Christ); thereby, enabling individuals to lead happier and more productive lives, benefiting not only themselves, but their families, communities and country.

Our outreach programme includes evangelism and discipleship, a messianic congregation, equipping local churches for Jewish evangelism through our "Isaiah 53" campaign and "I Found Shalom" videos and benevolence work.

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**Achievements and performance**

● **Review of activities**

**OUR HERITAGE - CHOSEN PEOPLE MINISTRIES HAS BEEN ESTABLISHED FOR 126 YEARS.**

In 1862, in the ghetto of the little town of Berenza in eastern Hungary, a family of orthodox Jews joyfully welcomed a new son, Leopold Cohn, whose destiny would become interwoven with the future of Jewish people across two continents. At the tender age of seven years old, Leopold lost both of his parents and he and his sister became orphans. This tragic loss combined with the loneliness and isolation of ghetto life caused Leopold to cry out to God for help and comfort. The Lord answered Leopold's prayers and guided his steps throughout the rest of his childhood and as a young adult, providing an illustrious rabbinic career.

It was during his years of rabbinic study that certain portions of Scripture leapt off the page to Rabbi Leopold, especially the passages in the book of Daniel that describe the timeline of Messiah's coming. Cohn was perplexed, but a rabbi in a distant town advised him to go to America where people knew more about the Messiah, so Cohn immediately made his preparations to leave for the United States.



*Rabbi Leopold Cohn*

In New York Rabbi Cohn walked by a church where there was a sign with Hebrew letters saying "Meetings for Jews." Too curious to turn away, Cohn entered the church, and to his utter amazement, the room was packed with 800 or so Jewish men and women. There was even a choir of Jewish girls singing "At the cross..." Cohn found this confusing but he stayed to hear some of the preaching. He was fascinated ... but as an observant Orthodox Jew he was also disgusted ... there were many cultural things that were off-putting to his traditional Jewish upbringing. Subsequently he visited the preacher at his home, and after much discussion, the preacher gave him a New Testament in Hebrew to read. As Leopold read the New Testament, he came to realize that Jesus was the true Jewish Messiah!



*The New York headquarters of Chosen People Ministries, circa 1909*

In 1892 Rabbi Cohn sailed to Britain to study at New College Edinburgh and had a strong desire to share this news, especially with his own people. It was notably in Scotland that an interest in this message had taken root in the churches. Godly men like Andrew Bonar and Robert Murray McCheyne were key to this.

His training completed, Leopold Cohn travelled on to New York where in 1894 he founded a mission that was to become Chosen People Ministries. The work grew steadily over the years and now operating autonomously in 17 countries of the world.

In the UK It was in 1938, on the brink of WW2, the director of CPM responded to an appeal from Jewish believers in Kishineff for emergency aid. Consequently, along with others, Leon and Marie Awerbuch escaped from Bessarabia to England and began working among the Jews of London. The CPM contribution to this work continued until 1964.

During the 1990's there was a sporadic attempt to restart this work, this time in Manchester. But it was not until 1999 that the British-born John Pretlove, Chairman of the American Board of CPM, was to realise a dream. Together with the International President, Mitch Glaser, a British Board of Trustees was set up and in 2005 they appointed their first UK Director, Daniel Nessim, who provided much of the foundation of the work in the UK today.

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 30 JUNE 2020**

After sterling service Daniel has relocated to Seattle and, in due course, the Board will appoint his replacement. While a replacement is being sort Mitch Glaser, CPM's International President has been overseeing the work in the UK.



*Dr. Daniel Nessim*

From these small beginnings has grown the outreach, social and educational work that is now based within the Jewish community of North London. Staff members are well placed to challenge anti-Semitism in the Britain of today; also, to act as advocates for the Jewish people, and especially for those who choose to follow Jesus.

## **OVERVIEW OF THE PAST YEAR FROM CPM'S ACTING DIRECTOR**

### **Introduction**

Chosen People Ministries United Kingdom exist to pray for, evangelize, disciple and serve the Jewish people and help others do the same.

The above mission statement creates a two-pronged approach to the work of our mission in the UK and throughout the globe. We primarily focus on communicating the Gospel of Jesus Christ to the Jewish people. Secondly, we resource and train the Christian community to also minister to the Jewish community through prayer, evangelism, discipleship and service.

It is important to understand that Chosen People Ministries, United Kingdom is linked in a partnership agreement, so informal but side-by-side respective boards, of 20 countries. The work as is mostly accomplished through national workers in each individual country, governed by a national Board and globally orchestrated with the other countries included within what it's called, the Chosen People Global Ministries.

### **The Work of CPM UK in Fiscal Year 2020**

The work of the mission this year must be divided into two parts. The two parts would include July 1<sup>st</sup>, 2019 through the end of February 2020. We may refer to this time period as "pre-pandemic ministries". Part two would reflect the work done between March and the end of June. Therefore, moving forward from March through the end of June and should be described as ministries accomplished during this period.

### **Activities and Achievements During Part 1**

The work of Chosen People Ministries, UK during the pre-pandemic period was fruitful. The staff included Simon Lissak, Fiona Sorbala and Emily Emanuel on the missionary side and Natalie Cooke, Suzanne Bell and a number of hourly workers on the administrative side.

The work through Beit Sar Shalom, local North London Messianic congregation, led by Fiona continued and was effective. Simon did general missionary work throughout this time focused in North London. Additionally, Emily served in both London, Israel and in the United States.

An active volunteer work operated successfully in Harrogate where two board members, Keith Page and Paul Refson worked alongside a missionary candidate, Oliver Sims, who is currently raising missionary support. Oliver was due to travel to the United States and study at the Charles Feinberg Centre for Messianic Jewish Studies in Brooklyn, but due to the pandemic was unable to move to the US. Instead, he continued raising support, speaking and teaching in churches and small groups and online once the pandemic started.

### **Activities and Achievements During Part 2: "The Pandemic"**

In accordance with Government guidelines, the office in Golders Green remained closed and but we continued to be fully operational as the Office Manager and Administration Assistant set up at home and ran operations throughout the Pandemic. We already had a strong social media presence in the UK and the pandemic enabled our team to expand this work with special programming throughout.

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 30 JUNE 2020**

The missionaries and administration assistant were placed on furlough towards the end of April and continued this status throughout September.

Donor relations and communications work continued. As well as online through social media and web-based activities. Oliver also taught a number of online Bible studies on the Missions behalf.

**Church Meetings, Conferences and Special Meetings in Person**

We were able to speak in a number of churches in Part 1 of the year and conducted some excellent conferences as well.

**Fundraising, Communications and Development**

We are incredibly grateful to God for the faithfulness and generosity of our Chosen People Ministries, UK donors. They have supported us throughout the pandemic. We have been unable to continue our ministry in person at local churches since March.

**Chosen People Ministries (UK) Trustees Activities**

The CPM UK trustees met on a regular basis according to schedule during the pre-pandemic period.

The board also met via Zoom during the pandemic, with some additional crisis intervention meetings as well. The staff is grateful for the guidance and support of the Trustees.

**Trustee Training**

Following our policy of continually training Trustees, they attended relevant courses and webinars during the period. This included Safeguarding and the various employment aspects of furlough during lockdown.

**Future Plans**

Ministry during the pandemic from July until today is mostly online. Natalie Cooke serves as Office Manager for CPM UK. Her responsibilities include office management, donor communications and general oversight of administration, communications and financial issues. One of the major changes during the last has been the shift of our accounting from in-house management to an outsource company, DH Business Support. This transition has gone well and the system is working smoothly.

Once again, we are grateful to God that donations continued at pre-pandemic rates in July. We are currently seeking new avenues of online donor acquisition that we hope will offset the losses of losing new contacts through our ministry at local churches. Contributions from the United States have also continued which has been a significant help to the work of CPM UK.

We anticipate that our missionary staff will move off furlough in October and resume their ministry duties as restrictions allow. We still expect that quite a bit of these activities will be implemented digitally. As the impact of the virus in the UK continues to be addressed and as government regulations allow, we will cautiously and safely try to implement more normative types of in person ministries in the months ahead.

**Conclusion**

We are grateful to God for our staff, supporters and Trustees for continuing the vision and mission of Chosen People Ministries, UK during dark and difficult times. We will continue to pray that the impact of the virus is countered in the UK and that the country will be restored to health, that the economy will thrive and the opportunities for CPM UK to reinstate more normative ministries will come soon. We will also glean the wonderful lessons in digital communications we learned during the pandemic which has led to greater productivity during this period. We do not know, when Part 2 will conclude, but we expect the transition will be incremental and no matter how long it takes, our staff will continue to fulfil the mission of bringing the Gospel to the Jewish people in every way possible.

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**Financial review**

• **Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

• **Reserves policy**

As previously reported, the charity carries out a variety of both long-term and short-term projects. During the year, the trustees examined the requirement for free reserves, which are those unrestricted funds not invested in fixed assets, designated for specific purposes or otherwise committed. The trustees consider that currently, given the nature of their work, a minimum of 3 months operating costs should be kept as a reserve (not including outreach worker's salaries). This would currently be a minimum of £40,000. This figure is subject to annual review.

• **Financial results**

The principal sources of funds for the charity are donations from individuals, trusts and partner organisations.

The main areas of expenditure during the year:

- Remuneration of staff and their expenses incurred pursuing their charitable activities
- Governance, administration and the communication with donors.

The Trustees would like to thank The Fulmer Charitable Trust, The Jerusalem Trust, The Souter Charitable Trust, Stobart Newlands Charitable Trust and all other Trusts, members and friends who have supported our community activities during the year.

None of our Trustees receive remuneration from their work with the charity.

**Structure, governance and management**

• **Constitution**

Chosen People Ministries (UK) is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association.

• **Methods of appointment or election of Trustees**

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum of Association.

• **Organisational structure and decision-making policies**

The company secretary administers the charity on a daily basis having delegated authority from the Board of Trustees to deal with operational matters. The Board meets three times a year.



**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**Structure, governance and management (continued)**

• **Risk management**

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties that the charity faces;
- the establishment of policies, systems and procedures to mitigate those risks identified in the annual review; and
- the implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.

The Risk Register is reviewed annually and updated by one of the Trustees. This register sets out the major risks to which the charity is exposed and systems which have been established to mitigate those risks.

Attention has also been focussed on non financial risks arising from child protection, adult safeguarding in relation to congregational meetings as well as fire, health and safety, security in the office. Disclosure & Barring Service checks are made as required.

During the year, a sub-committee was formed and action taken to ensure that the charity became GDPR compliant.

**Statement of Trustees' responsibilities**

The Trustees (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102)
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on 29 September 2020 and signed on their behalf by:

**Mr T Bath**

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**INDEPENDENT EXAMINER'S REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**Independent examiner's report to the Trustees of Chosen People Ministries (UK) ('the Company')**

I report to the charity Trustees on my examination of the accounts of the Company for the year ended 30 June 2020.

**Responsibilities and basis of report**

As the Trustees of the Company (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Company's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

This report is made solely to the Company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Trustees as a body, for my work or for this report.

Signed:

Nicholas M Baldwin

Dated: 29 September 2020

BA(Econ) FCA DChA

**Baldwin Scofield Accountancy LLP**  
Chartered Accountants

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 30 JUNE 2020**

	<b>Note</b>	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>	<i>Total funds 2019 £</i>
<b>Income from:</b>					
Donations and legacies	2	<b>160,246</b>	<b>124,187</b>	<b>284,433</b>	431,465
Other trading activities	3	-	<b>3,665</b>	<b>3,665</b>	4,548
Investments	4	-	<b>257</b>	<b>257</b>	250
<b>Total income</b>		<b>160,246</b>	<b>128,109</b>	<b>288,355</b>	436,263
<b>Expenditure on:</b>					
Raising funds	5	<b>1,095</b>	<b>29,912</b>	<b>31,007</b>	31,272
Charitable activities	7	<b>137,299</b>	<b>117,216</b>	<b>254,515</b>	273,083
<b>Total expenditure</b>		<b>138,394</b>	<b>147,128</b>	<b>285,522</b>	304,355
<b>Net income/(expenditure)</b>		<b>21,852</b>	<b>(19,019)</b>	<b>2,833</b>	131,908
Transfers between funds	13	<b>11</b>	<b>(11)</b>	-	-
<b>Net movement in funds</b>		<b>21,863</b>	<b>(19,030)</b>	<b>2,833</b>	131,908
<b>Reconciliation of funds:</b>					
Total funds brought forward		<b>55,028</b>	<b>121,168</b>	<b>176,196</b>	44,288
Net movement in funds		<b>21,863</b>	<b>(19,030)</b>	<b>2,833</b>	131,908
<b>Total funds carried forward</b>		<b>76,891</b>	<b>102,138</b>	<b>179,029</b>	176,196

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 11 to 24 form part of these financial statements.

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**  
**REGISTERED NUMBER: 04611406**

**BALANCE SHEET**  
**AS AT 30 JUNE 2020**

	Note	2020 £	2019 £
<b>Current assets</b>			
Debtors	11	20,952	16,041
Cash at bank and in hand		166,212	167,168
		<u>187,164</u>	<u>183,209</u>
Creditors: amounts falling due within one year	12	(8,135)	(7,013)
<b>Net current assets</b>		<u>179,029</u>	<u>176,196</u>
<b>Total assets less current liabilities</b>		<u>179,029</u>	<u>176,196</u>
<b>Total net assets</b>		<u><u>179,029</u></u>	<u><u>176,196</u></u>
<b>Charity funds</b>			
Restricted funds	13	76,891	55,028
Unrestricted funds	13	102,138	121,168
<b>Total funds</b>		<u><u>179,029</u></u>	<u><u>176,196</u></u>

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 29 September 2020 and signed on their behalf by:

**Mr T Bath**

The notes on pages 11 to 24 form part of these financial statements.

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**1. Accounting policies**

**1.1 Basis of preparation of financial statements**

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Chosen People Ministries (UK) meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

**1.2 Income**

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Company, can be reliably measured.

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

**1.3 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Company to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**1. Accounting policies (continued)**

**1.3 Expenditure (continued)**

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

**1.4 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

**1.5 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**1.6 Cash at bank and in hand**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**1.7 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

**1.8 Financial instruments**

The Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**1.9 Pensions**

The Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the year.

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**1. Accounting policies (continued)**

**1.10 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

**2. Income from donations and legacies**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Donations	145,953	111,507	<b>257,460</b>
Legacies	-	-	-
Grants	14,231	650	<b>14,881</b>
Similar incoming resources	62	12,030	<b>12,092</b>
	<u>160,246</u>	<u>124,187</u>	<u><b>284,433</b></u>

	<i>Restricted funds 2019 £</i>	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Donations	151,091	95,554	246,645
Legacies	-	165,448	165,448
Similar incoming resources	454	18,918	19,372
	<u>151,545</u>	<u>279,920</u>	<u>431,465</u>

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**3. Income from other trading activities**

**Income from non charitable trading activities**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Sales of literature	3,665	<b>3,665</b>

	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Sales of literature	4,548	4,548

**4. Investment income**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Bank interest	257	<b>257</b>

	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Bank interest	233	233



**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**5. Expenditure on raising funds**

**Costs of raising voluntary income**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Mailshots	1,095	28,109	<b>29,204</b>

	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Mailshots	29,471	29,471

**Other trading expenses**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Literature purchases	1,803	<b>1,803</b>

	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Literature purchases	1,801	1,801

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**6. Analysis of grants**

	<b>Grants to Institutions 2020 £</b>	<b>Total funds 2020 £</b>
<b>Total 2020</b>	-	-
	<i>Grants to Institutions 2019 £</i>	<i>Total funds 2019 £</i>
Beit Sar Shalom	14,145	14,145
<i>Total 2019</i>	14,145	14,145

**7. Analysis of expenditure on charitable activities**

**Summary by fund type**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Costs of charitable activities	137,299	117,216	<b>254,515</b>
	<i>Restricted funds 2019 £</i>	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Costs of charitable activities	140,056	133,027	273,083

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**8. Analysis of expenditure by activities**

	<b>Activities undertaken directly 2020 £</b>	<b>Support costs 2020 £</b>	<b>Total funds 2020 £</b>
Costs of charitable activities	186,811	67,704	<b>254,515</b>

	<i>Activities undertaken directly 2019 £</i>	<i>Grant funding of activities 2019 £</i>	<i>Support costs 2019 £</i>	<i>Total funds 2019 £</i>
Costs of charitable activities	184,804	14,145	74,134	273,083

**Analysis of direct costs**

	<b>Total funds 2020 £</b>	<i>Total funds 2019 £</i>
Staff costs	<b>136,687</b>	129,731
Administration costs	<b>8,706</b>	12,315
Travel and subsistence	<b>6,749</b>	15,024
Outreach and events	<b>15,604</b>	10,891
Miscellaneous expenses	<b>860</b>	-
Church calling costs	<b>3,276</b>	8,689
Missionary support costs	<b>14,929</b>	8,154
	<b>186,811</b>	184,804

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**8. Analysis of expenditure by activities (continued)**

**Analysis of support costs**

	<b>Total funds 2020 £</b>	<i>Total funds 2019 £</i>
Rent, rates and insurance	<b>16,614</b>	19,078
Light and heat	<b>1,582</b>	773
Postage	<b>4,049</b>	3,961
Equipment	<b>525</b>	862
IT service and software	<b>4,455</b>	5,812
Printing and stationery	<b>1,510</b>	1,312
Advertising	<b>2,498</b>	125
Professional services	<b>31,576</b>	30,883
Bank charges	<b>1,114</b>	391
Independent examination	<b>1,280</b>	1,240
Governance costs	<b>2,501</b>	9,697
	<b>67,704</b>	74,134

**9. Staff costs**

	<b>2020 £</b>	<i>2019 £</i>
Wages and salaries	<b>124,439</b>	117,581
Social security costs	<b>8,591</b>	8,332
Contribution to defined contribution pension schemes	<b>3,657</b>	3,819
	<b>136,687</b>	129,732

The average number of persons employed by the Company during the year was as follows:

	<b>2020 No.</b>	<i>2019 No.</i>
Staff	<b>5</b>	5

No employee received remuneration amounting to more than £60,000 in either year.

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**10. Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 30 June 2020, expenses totalling £544 were reimbursed or paid directly to 5 Trustees (2019 - £1,732 to 5 Trustees) for travel and governance expenses.

**11. Debtors**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Trade debtors	<b>931</b>	<b>4,045</b>
Other debtors	<b>20,021</b>	<b>11,996</b>
	<b>20,952</b>	<b>16,041</b>

**12. Creditors: Amounts falling due within one year**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>4,278</b>	<b>5,543</b>
Other creditors	<b>1,500</b>	<b>1,470</b>
Accruals and deferred income	<b>2,357</b>	<b>-</b>
	<b>8,135</b>	<b>7,013</b>

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**13. Statement of funds**

**Statement of funds - current year**

	Balance at 1 July 2019 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 June 2020 £
<b>Unrestricted funds</b>					
<b>Designated funds</b>					
Olive Tree fund	909	25	(934)	-	-
Oliver Sims fund	2,034	10,282	(3,648)	-	8,668
	<u>2,943</u>	<u>10,307</u>	<u>(4,582)</u>	<u>-</u>	<u>8,668</u>
<b>General funds</b>					
General Funds	118,225	117,802	(142,546)	(11)	93,470
	<u>118,225</u>	<u>117,802</u>	<u>(142,546)</u>	<u>(11)</u>	<u>93,470</u>
<b>Total Unrestricted funds</b>	<u>121,168</u>	<u>128,109</u>	<u>(147,128)</u>	<u>(11)</u>	<u>102,138</u>
<b>Restricted funds</b>					
Israel fund	3,827	2,833	(6,635)	-	25
Greg Hagg fund	-	1,150	(173)	-	977
Daniel Nessim fund	2,405	6,462	(8,248)	-	619
Simon Lissak fund	24,875	62,798	(51,356)	-	36,317
Barry Buirsky fund	460	358	(801)	-	17
Beit Sar Shalom fund	21,493	28,879	(13,605)	(13,500)	23,267
Emily Emanuel fund	1,934	32,514	(29,330)	-	5,118
Vladimir Pikman fund	34	-	(45)	11	-
Fiona Sorbala fund	-	25,252	(28,201)	13,500	10,551
	<u>55,028</u>	<u>160,246</u>	<u>(138,394)</u>	<u>11</u>	<u>76,891</u>
<b>Total of funds</b>	<u>176,196</u>	<u>288,355</u>	<u>(285,522)</u>	<u>-</u>	<u>179,029</u>

**CHOSEN PEOPLE MINISTRIES (UK)**  
**(A company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**13. Statement of funds (continued)**

**Restricted funds**

**Israel fund** was established by Chosen Peoples Ministries Global Partnership to support the work of missionaries in Israel. Donations into this fund are forwarded by this charity to this fund, after expenses managing this fund have been deducted.

The following funds represent the donations received by currently employed missionaries of this charity. The donations are used for the work of each individual missionary. The expenses incurred relate to travel, subsistence and other directly related expenses:

**Fiona Sorbala fund**  
**Simon Lissak fund**  
**Emily Emanuel fund**

Donations received by former missionaries of this charity or missionaries who are employed by Chosen People Ministries Global Partnership. The donations are used for the work of each missionary. The expenses incurred are directly relates expenses, Surplus funds collected on their behalf are remitted to each missionary on a regular basis:

**Daniel Nessim fund**  
**Barry Buirsky fund**  
**Vladimir Pikman fund**  
**Gregg Hagg fund**

**Beit Sar Shalom fund** represents the donations collected at meetings and other events and expenses incurred by a messianic congregation, led by one of our missionaries.

**Designated funds**

**Olive Tree fund** represents the donations received by a new mission set up in Leeds. The donations are used for the work of each individual missionary. The expenses incurred relate to travel, subsistence and other directly relate expenses.

**Oliver Sims fund** represents the donations received by trainee missionary of this charity. The donations are used for the work of this missionary. The expenses incurred relate to travel, subsistence and other directly related expenses.

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**13. Statement of funds (continued)**

**Statement of funds - prior year**

	<i>Balance at 1 July 2018 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Balance at 30 June 2019 £</i>
<b>Unrestricted funds</b>					
<b>Designated funds</b>					
Olive Tree fund	562	384	(37)	-	909
Oliver Sims fund	1,270	2,932	(2,168)	-	2,034
	<u>1,832</u>	<u>3,316</u>	<u>(2,205)</u>	<u>-</u>	<u>2,943</u>
<b>General funds</b>					
General Funds	<u>6,216</u>	<u>281,403</u>	<u>(162,095)</u>	<u>(7,299)</u>	<u>118,225</u>
<b>Total Unrestricted funds</b>	<u>8,048</u>	<u>284,719</u>	<u>(164,300)</u>	<u>(7,299)</u>	<u>121,168</u>
<b>Restricted funds</b>					
Israel fund	2,565	1,440	(178)	-	3,827
Greg Hagg fund	-	1,100	(1,100)	-	-
Daniel Nessim fund	3,675	7,221	(8,491)	-	2,405
Simon Lissak fund	18,354	59,652	(53,131)	-	24,875
Barry Buirsky fund	595	350	(485)	-	460
Beit Sar Shalom fund	10,707	29,258	(18,472)	-	21,493
Emily Emanuel fund	326	29,689	(28,081)	-	1,934
Vladimir Pikman fund	18	25	(9)	-	34
Fiona Sorbala fund	-	22,810	(30,109)	7,299	-
	<u>36,240</u>	<u>151,545</u>	<u>(140,056)</u>	<u>7,299</u>	<u>55,028</u>
<b>Total of funds</b>	<u><u>44,288</u></u>	<u><u>436,264</u></u>	<u><u>(304,356)</u></u>	<u><u>-</u></u>	<u><u>176,196</u></u>



**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

**14. Summary of funds**

**Summary of funds - current year**

	<b>Balance at 1 July 2019 £</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>Transfers in/out £</b>	<b>Balance at 30 June 2020 £</b>
Designated funds	2,943	10,307	(4,582)	-	8,668
General funds	118,225	117,802	(142,546)	(11)	93,470
Restricted funds	55,028	160,246	(138,394)	11	76,891
	<u>176,196</u>	<u>288,355</u>	<u>(285,522)</u>	<u>-</u>	<u>179,029</u>

**Summary of funds - prior year**

	<i>Balance at 1 July 2018 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Balance at 30 June 2019 £</i>
Designated funds	1,832	3,316	(2,205)	-	2,943
General funds	6,216	281,403	(162,095)	(7,299)	118,225
Restricted funds	36,240	151,545	(140,056)	7,299	55,028
	<u>44,288</u>	<u>436,264</u>	<u>(304,356)</u>	<u>-</u>	<u>176,196</u>

**CHOSEN PEOPLE MINISTRIES (UK)**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2020**

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

**Analysis of net assets between funds - current period**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Current assets	76,891	110,273	<b>187,164</b>
Creditors due within one year	-	(8,135)	<b>(8,135)</b>
<b>Total</b>	<u>76,891</u>	<u>102,138</u>	<u><b>179,029</b></u>

**Analysis of net assets between funds - prior period**

	<i>Restricted funds 2019 £</i>	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Current assets	55,028	128,181	183,209
Creditors due within one year	-	(7,013)	(7,013)
<b>Total</b>	<u>55,028</u>	<u>121,168</u>	<u>176,196</u>

**16. Pension commitments**

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £3,657 (2019 - £3,819).