

REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021
FOR
TOWER HAMLETS MISSION CIO

S. Cobbin & Co Limited
Chartered Accountants &
Registered Auditor
15a Station Road
Epping
Essex
CM16 4HG

TOWER HAMLETS MISSION CIO

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

	Page
Treasurer's Report	1
Report of the Trustees	2 to 8
Report of the Independent Auditors	9 to 10
Statement of Financial Activities	11
Balance Sheet	12
Cash Flow Statement	13
Notes to the Cash Flow Statement	14
Notes to the Financial Statements	15 to 21
Detailed Statement of Financial Activities	22 to 23

TOWER HAMLETS MISSION CIO

TREASURER'S REPORT **FOR THE YEAR ENDED 31ST MARCH 2021**

The year has been another good one with occupancy levels remaining high for most of the year. Fund-raising for both the Sponsorship Scheme and general purposes has gone well.

We have replaced the boiler and radiators and are now planning to upgrade the kitchens as part of the ongoing refurbishment.

Having been cautious with spending, not being sure how Covid-19 might affect our finances we found our income was not particularly affected and so our current cash position is quite healthy.

We have maintained our Strategic Reserve which is our safety net to keep the work going if finances do get tight either through changes in the funding regime or a lower level of occupancy. Those funds are invested in the Ruffers Charity Asset Trust and like many investments during this time of uncertainty with both Brexit and Covid-19 they have had their ups and downs, but have never fallen below our original investment. We are also now re-investing dividends on these investments so as to make allowance for inflation on the level of reserve required, which ought to represent 4 months expenditure.

The staff is our most important resource giving the Charity the 'family' feel which the residents appreciate and value and which helps the residents achieve the results they desire. We thank the staff for their hard work, particularly during this more difficult year.

The Sponsorship Scheme supports residents where external funding cannot be found. We regard this as an important part of our activities and are pleased to report that this year £36,950 was received and £76,249 was spent. The overall result was an increase in general funds of £66,201.

We are as always looking to God in our decision making and thank Him for His past supply and look to Him for the future supply of people and finance to operate this important ministry.

TOWER HAMLETS MISSION CIO

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31ST MARCH 2021**

The trustees present their report with the financial statements of the charity for the year ended 31st March 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Tower Hamlets Mission is a Christian charity, committed to working with people suffering from alcohol and/or drug dependency, who are homeless, or in danger of becoming homeless and are receiving state benefits. Our aim is to enable them to break the cycle of chronic addiction definitively and to rebuild purposeful, stable lives through the provision of high quality, comprehensive, and long term residential therapy, rehabilitation and resettlement.

There are currently 3 part-time administrative staff, 9 full time and 3 part-time therapy staff.

Public benefit

Tower Hamlets Mission aims to help residents break from their addictions and rebuild a purposeful life free from drugs and / or alcohol.

This is achieved through a programme made up of three stages, increasing independence for the individual throughout. Each resident receives group therapy, one to one counselling, completes a written therapy programme, has peer to peer support and is also helped at a practical level with benefits and debt advice, liaison with courts / legal matters, given help with budgeting and catering and also assisted with gaining entry into education and / or voluntary work.

The benefits can be measured in many ways. Some of these include better health, a break from criminal activity, better relationships with families and children and a new sense of hope and purpose.

The benefits spread wider to the family, friends and children of the resident who have often struggled with their relationship and to society in general who are no longer burdened with carrying the weight of the resident's illness (in terms of NHS, Criminal Justice System and Welfare Benefits)

Fundraising Activities

Tower Hamlets Mission's approach to fundraising is to raise funds from Grant Making Charities and Companies to support its annual budget and to fund 'one off' capital projects wherever necessary. This is achieved by written applications detailing the work of the Mission and its Objects and stating the current financial need. The applications are accompanied by the Mission's most recent financial statements and annual report.

Tower Hamlets Mission is registered with the Fundraising Regulator and is a member of the Institute of Fundraising and complies with recognised standards.

Tower Hamlets Mission does not employ professional fundraisers and does not, under normal circumstances, approach the general public (individuals) for monetary donations. No complaints about the Mission's fundraising practices have been received.

Tower Hamlets Mission's fundraising activities are monitored by the Managing Committee in accordance with the document M21 (Charity Fundraising - Trustees Duties).

TOWER HAMLETS MISSION CIO

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2021

ACHIEVEMENT AND PERFORMANCE

Sponsorship Scheme:

This scheme pays for the therapy of those men who cannot get funding for this.

Outcomes

On 1st April 2020, there were 3 residents on the Primary Programme and 10 new residents throughout the year.

1 resident was discharged by Charis

2 residents discharged themselves

4 moved onto the Second Stage

There were 6 residents left on group on 31st March 2021

This represents an 57.1% completion rate and an 75% positive outcome

On 1st April 2020, there were 10 residents on the Second Stage Programme and 4 new arrivals throughout the year.

2 residents were discharged by Charis

1 resident moved into their own accomodation

0 residents self-discharged

3 moved into the Terrace

8 residents were in Second Stage on 31st March 2021

This represents a 66.7% completion rate and a 85.7% positive outcome.

Combined occupancy for primary and second stage was 95.36%

On 1st April 2020, there were 12 residents living in The Terrace and 3 new residents throughout the year.

0 residents were discharged by Charis

3 moved into their own accommodation

12 residents were in The Terrace on 31st March 2021

This represents a 100% completion rate and a 100% positive outcome

Occupancy for The Terrace was 97.43%

Summary

The overall occupancy rate for all stages at Charis was 96.31%. We had 35 residents at Charis this year, with 3 residents discharged by Charis, 2 residents who self-discharged and 4 who successfully moved on to their own accomodation. This represents a 86.1% positive outcome across all programmes.

Completion rate measures only those residents who move internally from one programme to the next or leave Charis in a planned move on maintaining abstinence.

Positive outcomes measure the outcome for all residents including those that are still at Charis at the end of the financial year.

FINANCIAL REVIEW

Investment policy and objectives

Under the CIO Foundation Model, the charity has the power to make any investment which the trustees think fit, taking into account advice from their stockbrokers.

The trustees have considered the most appropriate policy for investing funds and have found that a selection of wider range UK listed investments meets their requirements to generate both income and capital growth. The trustees consider the returns on investments to be satisfactory.

TOWER HAMLETS MISSION CIO

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2021

FINANCIAL REVIEW

Reserves policy

The charity determines to maintain reserves, invested as appropriate, that will enable the work of the charity to continue with sufficient funds to maintain its level of activity without being disturbed by temporary shortfalls in funding. In particular, funds will be maintained as follows:

Restricted funds:

These will be treated as reserves that cannot be touched except to be spent on the purposes for which the funds are raised.

Capital Asset Fund:

This will be invested in the premises and plant used for charitable purposes. It will be augmented by the receipt of donations or grants that have been raised to fund capital projects, or by transfers from other reserves if that seems prudent or necessary, and it will be reduced by reason of depreciation or disposal of assets.

General Fund:

This will be invested in net current assets and will consist of two elements:

- a) Strategic Reserve: the charity's policy on reserves is designed to maintain or achieve adequate funds to cover the net book value of fixed assets, and to hold restricted funds. In addition it seeks to achieve a general reserve to cover working capital requirements and three months average costs.
- b) General Reserve: the balance of reserves that will be taken forward to the future as additional funding for charitable activity.

Review of funds

The statement of financial activities shows an increase in net assets for the year of £66,201. The charity's net assets currently stand at £2,702,386. Movements in individual funds are shown in the body of the accounts.

The charity's policy on reserves is designed to maintain or achieve adequate funds to cover the net book value of fixed assets, and to hold restricted funds. In addition it seeks to achieve a general reserve to cover working capital requirements and three months average costs.

At the end of March 2021 a grant of £20,145 was received from the Marie Celeste Samaritan Society. This amount is included in cash at bank but was specifically designated by the donor to be used for works in 2021/22 and has therefore been categorised as deferred income in these accounts.

FUTURE PLANS

During the past few years Tower Hamlets mission has carried out a major refurbishment of the Charis Alcohol and Drug Therapy Unit building which included the renewal of the roof and installation of a new skylight, replacement of boilers, radiators, sinks and other necessary renewal throughout the building. There had been plans to continue with other outstanding works throughout 2020/2021 but the pandemic precluded this. Funds have been set aside to complete these works as soon as possible.

In addition, plans were in place to refurbish all of the kitchens in the Terrace block flats (9 in number) and to carry out necessary internal and external works throughout the buildings during 2020/2021. The pandemic made it impossible to carry out this work. Therefore, funds have been set aside to complete the work as soon as possible.

Other projects that were put on hold due to Covid-19 that we hope to complete soon are:

- Air Conditioning Unit for the Duty Staff Bedsit
- Replacement of Large Window in Charis Stairwell
- Replacement of 2 Stannah Stairlifts
- Tarmacking of side passage at rear of Charis
- Replacing wooden security gate to the side passage with a metal one.

It has been decided that we should put aside £30,000 under Designated Funds

TOWER HAMLETS MISSION CIO

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, Charitable Incorporated Organisation Foundation Model dated 22nd October 2013.

TOWER HAMLETS MISSION CIO

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Associates

Peter R Coster
Giles Topping
Christopher Abbess
Yvonne Abbess

Patrons

The Viscount of Falkland
Mr Charles Miller Smith
The Rt Rev Christopher Chessun (Bishop of Southwark)
The Most Hon the Marquess of Reading

Staff

Andrew R Bannell Director & Registered Manager	BA Hons (Law) BA Hons (Phil/Theo) Dip Soc Wk CQSW, Cert MHSC NVQ Level 4 Management, Registered Managers Award
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Stephen H Holness
Part-time Charity Secretary

Natalie A Bannell Part time Administrator	CSS
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Melanie J O'Reilly Part-time Senior Counsellor/Key Worker	BSc Hons (Soc Sci) (Psy) DASS CQSW
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William A O'Reilly Senior Counsellor/ Key Worker	Counselling Theory & Skills (CSCT) Diploma in Counselling (CSCT)
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Geoffrey B White Senior Counsellor/ Key Worker/ Deputy Manager	BSc Hons, Certificate in Counselling Theory (CSCT) Certificate in Alcohol & Drug Counselling Skills (CSCT) Registered Managers Award NVQ Level 4 Management
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Simon P Sanders Keyworker / Counsellor	BA Hons, Certificate in Counselling
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Jonathan K Mabbutt
Part-time Deputy
Administrator

Rosamond H White Part-time Project Worker	BSc (Hons), Diploma in Counselling (CSCT)
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Christina Pilkington Part-time Project Worker	MA, Birkbeck University HE Cert in Counselling Skills
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Stephen C Dodd Project Worker	BSc, PGCE
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TOWER HAMLETS MISSION CIO

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Susanne C Lynch Part-time Project Worker	BDC (Pharm), NVQ Level 3 Professional Cookery
Akik Miah Project Worker	City & Guilds NVQ Care Level 2
Reuben Fromow Project Worker	BA Hons
Gaetana Vitale Project Worker	IBTI Diploma in Applied Theology

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1154842

Principal address

31 Mile End Road
London
E1 4TP

Trustees

G E Featherstone MBE, BA, Dip Civ Eng
The Rev His Hon A N Hitching, MA BCL (resigned 10.11.20)
T G Malton MBA
Dr T W Robson OBE, BSc, MBBS
R I Smith, ACA
Mrs A J Dawson BA Dip Counselling
D J Richter MA BA (Hons) Dip Mgt MCMI FRSA'
G Roach BA (Hons)
Mrs E Lamont BA (Hons)
Mr D K D Owusu-Yianoma LLB (Hons) BL Barrister-at-law (appointed 30.3.21)

Auditors

S. Cobbin & Co Limited
Chartered Accountants &
Registered Auditor
15a Station Road
Epping
Essex
CM16 4HG

Bankers

HSBC Bank Plc
London Commercial Banking Centre
Level 6
71 Queen Victoria Street
London
EC4V 4AY

Solicitors

Monro Wright & Wasbrough LLP
7-8 Great James Street
London
WC1N 3DF

TOWER HAMLETS MISSION CIO

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31ST MARCH 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

Stockbrokers

Ruffer AIFM Ltd
P O Box 371
Darlington
DL1 9RN

TRUSTEES' RESPONSIBILITY STATEMENT

The trustees are responsible for preparing the 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, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the CIO Foundation Model dated 22nd October 2013. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 13th July 2021 and signed on its behalf by:

Dr T W Robson OBE, BSc, MBBS - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
TOWER HAMLETS MISSION CIO**

Opinion

We have audited the financial statements of Tower Hamlets Mission CIO (the 'charity') for the year ended 31st March 2021 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 (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 31st March 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 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 Auditors' 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 Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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 Report of the Trustees is inconsistent in any material respect with the financial statements; 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
TOWER HAMLETS MISSION CIO**

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, 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 a Report of the Independent Auditors 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 extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

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.

S. Cobbin & Co Limited
Chartered Accountants &
Registered Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
15a Station Road
Epping
Essex
CM16 4HG

13th July 2021

TOWER HAMLETS MISSION CIO

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	34,721	36,950	71,671	117,335
Charitable activities					
Residential services	4	581,508	-	581,508	579,152
Investment income	3	13,415	-	13,415	11,874
Other income		<u>33,417</u>	<u>-</u>	<u>33,417</u>	<u>9,011</u>
Total		663,061	36,950	700,011	717,372
 EXPENDITURE ON					
Raising funds	5	8,799	-	8,799	7,440
Charitable activities					
Residential services	6	548,762	76,249	625,011	545,233
Other		<u>-</u>	<u>-</u>	<u>-</u>	<u>50,616</u>
Total		557,561	76,249	633,810	603,289
 NET INCOME/(EXPENDITURE)					
		105,500	(39,299)	66,201	114,083
Transfers between funds	15	<u>(39,299)</u>	<u>39,299</u>	<u>-</u>	<u>-</u>
Net movement in funds		66,201	-	66,201	114,083
 RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,636,185</u>	<u>-</u>	<u>2,636,185</u>	<u>2,522,102</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,702,386</u></u>	<u><u>-</u></u>	<u><u>2,702,386</u></u>	<u><u>2,636,185</u></u>

The notes form part of these financial statements

TOWER HAMLETS MISSION CIO

BALANCE SHEET
31ST MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	11	2,375,310	-	2,375,310	2,397,373
Investments	12	188,817	-	188,817	155,194
		2,564,127	-	2,564,127	2,552,567
CURRENT ASSETS					
Debtors	13	1,083	-	1,083	42,154
Cash at bank and in hand		176,136	-	176,136	50,925
		177,219	-	177,219	93,079
CREDITORS					
Amounts falling due within one year	14	(38,960)	-	(38,960)	(9,461)
NET CURRENT ASSETS		138,259	-	138,259	83,618
TOTAL ASSETS LESS CURRENT LIABILITIES		2,702,386	-	2,702,386	2,636,185
NET ASSETS		2,702,386	-	2,702,386	2,636,185
FUNDS	15				
Unrestricted funds				2,702,386	2,636,185
TOTAL FUNDS				2,702,386	2,636,185

The financial statements were approved by the Board of Trustees and authorised for issue on 13th July 2021 and were signed on its behalf by:

Dr T W Robson OBE, BSc, MBBS - Trustee

R I Smith, ~~ACA~~ - Trustee

The notes form part of these financial statements

TOWER HAMLETS MISSION CIO

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2021

Notes	2021 £	2020 £
Cash flows from operating activities		
Cash generated from operations	177,462	108,648
Interest paid	<u>-</u>	<u>(2,930)</u>
Net cash provided by operating activities	<u>177,462</u>	<u>105,718</u>
Cash flows from investing activities		
Purchase of tangible fixed assets	(20,943)	(33,919)
Sale of intangible fixed assets	-	2,672
Sale of tangible fixed assets	-	3,000
Interest received	35	121
Dividends received	2,280	815
Unrealised gain on investments	<u>(33,623)</u>	<u>(5,713)</u>
Net cash used in investing activities	<u>(52,251)</u>	<u>(33,024)</u>
Cash flows from financing activities		
Loan repayments in year	<u>-</u>	<u>(116,137)</u>
Net cash provided by/(used in) financing activities	<u>-</u>	<u>(116,137)</u>
<hr/>		
Change in cash and cash equivalents in the reporting period	125,211	(43,443)
Cash and cash equivalents at the beginning of the reporting period	<u>50,925</u>	<u>94,368</u>
Cash and cash equivalents at the end of the reporting period	<u>176,136</u>	<u>50,925</u>

The notes form part of these financial statements

TOWER HAMLETS MISSION CIO

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	66,201	114,083
Adjustments for:		
Depreciation charges	43,006	42,146
Profit on disposal of fixed assets	-	(5,671)
Interest received	(35)	(121)
Interest paid	-	2,930
Dividends received	(2,280)	(815)
Decrease/(increase) in debtors	41,071	(34,258)
Increase/(decrease) in creditors	<u>29,499</u>	<u>(9,646)</u>
Net cash provided by operations	<u>177,462</u>	<u>108,648</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.20 £	Cash flow £	At 31.3.21 £
Net cash			
Cash at bank and in hand	<u>50,925</u>	<u>125,211</u>	<u>176,136</u>
	<u>50,925</u>	<u>125,211</u>	<u>176,136</u>
Total	<u>50,925</u>	<u>125,211</u>	<u>176,136</u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (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, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 1% on cost
Fixtures and fittings	- 33% on cost
Motor vehicles	- 20% on cost

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

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

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2021

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	6,921	7,486
Gift aid	-	749
Legacies	-	51,100
Grants	<u>64,750</u>	<u>58,000</u>
	<u>71,671</u>	<u>117,335</u>

Grants received, included in the above, are as follows:

	2021	2020
	£	£
Other grants	<u>64,750</u>	<u>58,000</u>

3. INVESTMENT INCOME

	2021	2020
	£	£
Rents received	11,100	10,938
Dividends received	2,280	815
Bank interest received	<u>35</u>	<u>121</u>
	<u>13,415</u>	<u>11,874</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2021	2020
	£	£
Residential service income	573,852	574,255
Therapy income	<u>7,656</u>	<u>4,897</u>
	<u>581,508</u>	<u>579,152</u>

5. RAISING FUNDS

Raising donations and legacies

	2021	2020
	£	£
Staff costs	8,675	7,265
Direct fundraising costs	<u>124</u>	<u>175</u>
	<u>8,799</u>	<u>7,440</u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2021

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Residential services	<u>574,710</u>	<u>50,301</u>	<u>625,011</u>

7. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Residential services	<u>476</u>	<u>49,825</u>	<u>50,301</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2021 nor for the year ended 31st March 2020.

Trustees' expenses

	2021 £	2020 £
Trustees' expenses	<u>-</u>	<u>506</u>

9. STAFF COSTS

	2021 £	2020 £
Wages and salaries	400,505	353,577
Social security costs	36,307	33,083
Other pension costs	<u>17,107</u>	<u>16,011</u>
	<u>453,919</u>	<u>402,671</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Therapy staff	12	12
Administrative staff	<u>3</u>	<u>3</u>
	<u>15</u>	<u>15</u>

No employees received emoluments in excess of £60,000.

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2021

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	90,435	26,900	117,335
Charitable activities			
Residential services	579,152	-	579,152
Investment income	11,874	-	11,874
Other income	<u>9,011</u>	<u>-</u>	<u>9,011</u>
Total	690,472	26,900	717,372
EXPENDITURE ON			
Raising funds	7,440	-	7,440
Charitable activities			
Residential services	467,069	78,164	545,233
Other	<u>50,616</u>	<u>-</u>	<u>50,616</u>
Total	525,125	78,164	603,289
NET INCOME/(EXPENDITURE)	165,347	(51,264)	114,083
Transfers between funds	<u>(51,264)</u>	<u>51,264</u>	<u>-</u>
Net movement in funds	114,083	-	114,083
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>2,522,102</u>	<u>-</u>	<u>2,522,102</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>2,636,185</u></u>	<u><u>-</u></u>	<u><u>2,636,185</u></u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2021

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1st April 2020	2,557,699	57,396	30,228	2,645,323
Additions	<u>20,943</u>	<u>-</u>	<u>-</u>	<u>20,943</u>
At 31st March 2021	<u>2,578,642</u>	<u>57,396</u>	<u>30,228</u>	<u>2,666,266</u>
DEPRECIATION				
At 1st April 2020	187,528	54,375	6,047	247,950
Charge for year	<u>35,184</u>	<u>1,777</u>	<u>6,045</u>	<u>43,006</u>
At 31st March 2021	<u>222,712</u>	<u>56,152</u>	<u>12,092</u>	<u>290,956</u>
NET BOOK VALUE				
At 31st March 2021	<u>2,355,930</u>	<u>1,244</u>	<u>18,136</u>	<u>2,375,310</u>
At 31st March 2020	<u>2,370,171</u>	<u>3,021</u>	<u>24,181</u>	<u>2,397,373</u>

12. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2020	155,194
Gain on investment	<u>33,623</u>
At 31st March 2021	<u>188,817</u>
NET BOOK VALUE	
At 31st March 2021	<u>188,817</u>
At 31st March 2020	<u>155,194</u>

There were no investment assets outside the UK.

Cost or valuation at 31st March 2021 is represented by:

	Listed investments £
Valuation in 2020	5,194
Valuation in 2021	33,623
Cost	<u>150,000</u>
	<u>188,817</u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2021

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	2,758	2,367
Prepayments and accrued income	<u>(1,675)</u>	<u>39,787</u>
	<u>1,083</u>	<u>42,154</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other creditors	<u>38,960</u>	<u>9,461</u>

15. MOVEMENT IN FUNDS

	At 1.4.20	Net movement in funds	Transfers between funds	At 31.3.21
	£	£	£	£
Unrestricted funds				
General fund	2,636,185	105,500	(69,299)	2,672,386
Designated funds	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>30,000</u>
	2,636,185	105,500	(39,299)	2,702,386
Restricted funds				
Sponsorship scheme	<u>-</u>	<u>(39,299)</u>	<u>39,299</u>	<u>-</u>
TOTAL FUNDS	<u>2,636,185</u>	<u>66,201</u>	<u>-</u>	<u>2,702,386</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	663,061	(557,561)	105,500
Restricted funds			
Sponsorship scheme	<u>36,950</u>	<u>(76,249)</u>	<u>(39,299)</u>
TOTAL FUNDS	<u>700,011</u>	<u>(633,810)</u>	<u>66,201</u>

TOWER HAMLETS MISSION CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2021

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
Unrestricted funds				
General fund	2,522,102	165,347	(51,264)	2,636,185
Restricted funds				
Sponsorship scheme	-	(51,264)	51,264	-
TOTAL FUNDS	<u>2,522,102</u>	<u>114,083</u>	<u>-</u>	<u>2,636,185</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	690,472	(525,125)	165,347
Restricted funds			
Sponsorship scheme	26,900	(78,164)	(51,264)
TOTAL FUNDS	<u>717,372</u>	<u>(603,289)</u>	<u>114,083</u>

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2021.

17. DONORS DURING THE YEAR

Marie Celeste Samaritan Society
Mrs L D Rope Third Charitable Settlement
Inner London Magistrates' Court's Poor Box Charity & Feeder Charity
Marsh Christian Trust
The Sir James Roll Charitable Trust
The Vandervell Foundation
The Worshipful Company of Coopers
The Invesco Cares Foundation
Build & Create Construction Ltd
The Sydney Black Charitable Trust
The Worshipful Company of Gold and Silver Wyre Drawers
The Leigh Trust
The Innholders' Charity Foundation
The Alexis Trust
The Horners Charity Fund
The Lord Faringdon Charitable Trust

TOWER HAMLETS MISSION CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	6,921	7,486
Gift aid	-	749
Legacies	-	51,100
Grants	<u>64,750</u>	<u>58,000</u>
	71,671	117,335
Investment income		
Rents received	11,100	10,938
Dividends received	2,280	815
Bank interest received	<u>35</u>	<u>121</u>
	13,415	11,874
Charitable activities		
Residential service income	573,852	574,255
Therapy income	<u>7,656</u>	<u>4,897</u>
	581,508	579,152
Other income		
Gain on sale of shares	-	2,672
Gain on sale of tangible fixed assets	-	2,999
Sundry income	12	299
Unrealised gain on investment	31,343	3,041
Government grants	<u>2,062</u>	<u>-</u>
	<u>33,417</u>	<u>9,011</u>
Total incoming resources	700,011	717,372
EXPENDITURE		
Raising donations and legacies		
Wages	7,889	6,645
Social security	786	620
Direct fundraising costs	<u>124</u>	<u>175</u>
	8,799	7,440
Charitable activities		
Wages	354,249	313,757
Social security	31,863	29,489
Pensions	17,107	16,011
Carried forward	<u>403,219</u>	<u>359,257</u>

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TOWER HAMLETS MISSION CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2021

	2021 £	2020 £
Charitable activities		
Brought forward	403,219	359,257
Direct costs	115,212	130,513
Insurance	11,445	11,371
Sundries	1,828	1,946
Freehold property	35,184	33,142
Fixtures and fittings	1,777	2,957
Motor vehicles	6,045	6,047
	574,710	545,233
Support costs		
Finance		
Bank charges	476	579
Bank loan interest	-	2,930
	476	3,509
Governance costs		
Trustees' expenses	-	506
Wages	38,367	33,175
Social security	3,658	2,974
Auditors' remuneration	7,800	10,452
	49,825	47,107
Total resources expended	633,810	603,289
Net income	66,201	114,083

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