

Christ Embassy

Trustees Report
and Consolidated Financial Statements
for the year ended 31 December 2019

Registered Charity Number 1059247

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

CHARITY INFORMATION

Trustees	Pastor Gabriel Adesina Mr Ikemefuna Oluwarotimi Nwankpele Mrs Tolulope Moradeke Osuntubo Dr Victoe Uba – appointed 27 July 2019
Principal office	45 Thames Road, Barking, London, IG11 0HQ
Registered charity number	1059247
Chairman of the board of Trustees	Pastor Gabriel Adesina
Senior Management	Pastor Elizabeth Akinwolemiwa Pastor Obi Chiemeka Pastor Tayo Ojo
Auditors	Blue Spire Limited Cawley Priory South Pallant Chichester West Sussex PO19 1SY
Bankers	HSBC Bank Plc Barclays Bank Plc Lloyds Bank Plc
Solicitors	Palmers Solicitors Ascension Chambers, Fleming Road Chafford Hundred Grays RM16 6HH

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

TRUSTEES' REPORT

The Trustees present their annual report together with the audited financial statements of Christ Embassy (the ministry and the group) for the year ended 31 December 2019. The Trustees confirm that the annual report and financial statements of the ministry and the charity comply with the current statutory requirements, the requirements of the ministry and the group's governing document and the provisions of the Charities SORP 2019 (FRS102).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

Christ Embassy was established by Trust Deed on 23rd October 1996. The ministry was registered as a Charity on 19th November 1996 with registration number 1059247.

Method of appointment or election of Trustees

New Trustees may be appointed by a resolution of the Trustees usually dependent on the skills and experience needed by the Charity. There must be a minimum of three Trustees and a minority of the Trustees may be remunerated if necessary.

Policies adopted for the induction and training of Trustees

The Trustees meet quarterly to review their legal obligations under charity law, the growth of the Ministry and its financial performance. All new Trustees receive an induction and training is provided for all Trustees on an ad hoc basis.

Organisational structure and decision making

The churches are structured into zones with a zonal Pastor heading groups of Churches. The Zones have Zonal Managers who are responsible for the administration of the churches within their Zone and executing decisions made by the Trustees. As an example, invoices are raised and recommended for approval by the pastors and coordinators in charge of each church branch of the Charity. This is then passed to the Zonal Pastors and then to The Trustees, who give final approval before payments are made.

The Board of Trustees oversees all the church chapters and their roles within the guidelines of the Trust Deed. The Board of Trustees are mandated to meet at least twice a year to review the progress of the Charity and set policies and plans for the future. In some instances, at least three of the Trustees meet to take urgent decisions necessary for the smooth running of the Charity.

Subsidiary and related party relationships

The subsidiary ceased trading in November 2016 and procedures for winding up of the company began.

Christ Embassy charity is part of Christ Embassy Worldwide International. The relationship between the two entities is spiritual for guidance purposes.

Arrangements for setting pay

Remuneration of key management personnel is proposed by zonal pastors, based on local remuneration levels for similar roles, and approved by the trustees.

Risk management

The major activities and issues of the Ministry are subject to review at the Trustees' meetings. The Ministry faces various risks to which the Trustees have systems in place to mitigate:

- There is a risk that without due governance the Ministry may not meet its charitable objectives. To mitigate this risk, we have ensured that our Trustees have the relevant experience and competence to supervise all aspects of the Ministry's work;
- There is a risk of potential conflicts of interest. To mitigate this a Conflicts of Interest Policy has been implemented enabling Trustees and staff to be aware of potential conflicts of interest and avoid situations where such a conflict might arise;
- There are various financial risks faced by the Charity. These are mitigated by the operation of stringent financial controls and procedures.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

TRUSTEES' REPORT

OBJECTIVES AND ACTIVITIES

The objectives of the Trust are:

- To advance the Christian faith in accordance with the Ministry's Statement of Faith in England and Wales and in such other parts of the United Kingdom and the world as the Trustees may from time to time think fit.
- To relieve members or others who are in conditions of need or hardship or who are aged or sick and to relieve the distress caused thereby in England and Wales and in such other parts of the United Kingdom or the world as the Trustees may from time to time think fit.
- To advance education in accordance with Christian principles in England and Wales and in such other parts of the United Kingdom and the world as the Trustees may from time to time think fit.
- To promote and fulfil such other charitable purposes beneficial to the community in England and Wales and in such other parts of the United Kingdom and the world as the Trustees may from time to time think fit.
- To establish and provide places of worship for fellowship of evangelical Christians and a base from which they can advance the Christian faith through proclaiming the good news of salvation through Jesus Christ, to their surrounding area and throughout the whole world via the support of the Loveworld Television Ministry.

The Ministry has the general aim of contributing to the quality of life of the people of the England and Wales and other parts of the United Kingdom and the rest of the world according to the Christian faith as specified in its statement of beliefs.

Strategies for achieving objectives

The strategies employed to achieve the Ministry's objectives in line with public benefit are as follows:

- Holding weekly services on Sundays and mid-week services on either Wednesday or Thursday in all church chapters. Each service is used as a medium for the spiritual development of each member and also as an avenue to reach out to members of the public for the Kingdom of God.
- Holding smaller weekly services in homes of members, restaurants and community centres ensuring that brethren are encouraged and supported. Guests are welcomed at these meetings and any member of the public can attend.
- Provide ministry materials such as books, audio tapes and DVDs which are a source of healing, encouragement and blessing to all. These are made available at tube stations, hospitals, prisons, detention centres, hotels and many other public places.
- Reach out to inmates in prisons, encouraging them with the good news of salvation and helping them to stabilize in society after their release.
- Reach out to the whole world by sponsoring the ministry's uplifting programs on satellite television where millions are being reached with the gospel of our Lord Jesus Christ.
- Reach out to the sick and needy people with the free distribution of the daily devotional 'Rhapsody of Realities'. Gift items including food and clothing are also sent to homeless units periodically churches are involved in regular projects for the homeless.

Activities in furtherance of objectives and for public benefit

All chapters were involved in holding special outreach activities in their locations. Through these activities, more people joined the Ministry and thus the ability to enhance the work of building a better world continued to increase throughout the year. We were able to reach many more people in diverse locations through our online platforms. The Ministry continued to render help to people in diverse kinds of hardship and kept to its earlier adopted grant making policy which includes the following:

- Contributing financially towards the Ministry's missionary activities in the United Kingdom and around the world.
- Rendering assistance to members of the Charity faced with financial difficulty
- Providing Ministry Materials in public places such as underground stations and hospitals, thereby making available spiritual upliftment for members of the public.
- Supporting other sister charities who share similar objectives with the Charity.

Our short-term objectives are success in bringing enlightenment of the gospel to many, reaching more communities both in and outside of the United Kingdom, growing our established churches and providing more services/rendering help to the community with various initiatives like day of service.

Our Long-term objective to see to the Christianization of the society at large with an increased uptake of Christian values, evidenced by many more people coming to the knowledge of Christ and attending church services.

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TRUSTEES' REPORT

The Trustees confirm that they have had due regard to the guidance issued by the Charity Commission on public benefit when planning their objectives and activities.

Criteria/Measures to assess success

Some of the measures to assess our success are new contacts made, souls that received Christ, materials distributed, increased participation in all existing churches resulting in the birth of new churches.

Grant making policies

A grant making policy is in place and covers two streams (Ministry in Britain Grant Stream and Ministry Overseas Grant Stream). The Grant committee is currently made up of the Trustees and grants are reviewed by the Trustees periodically to ensure that they adequately meet the objectives of the Charity.

A number of grants payable in the year 2019 were given in support of the Ministry's missionary campaigns held around the world, and also offering pastoral care to members in various chapters within the Charity. In addition, spiritual guidance and counsel were given where such needs arose.

Volunteers

The Ministry relies heavily on unpaid voluntary workers to undertake a wide range of its activities. These activities include pastoring, church maintenance, running the book/tape stands, organising special programs, and assisting in administrative duties amongst many others. All unpaid volunteers are members of Christ Embassy. Each volunteer works an average of 10 hours per week.

ACHIEVEMENTS AND PERFORMANCE

Weekly meetings were held in all the chapters of the Charity thus providing a conducive atmosphere for members to grow spiritually whilst also offering the opportunity to invite first timers and encourage them to become members. Counselling sessions were available for members of the ministry thereby catering for members' spiritual and emotional stability. Special teaching programs were placed on air through the use of television slots on Loveworld Television. These further exposed the activities of the Charity to the general public and helped tremendously in recruiting more members for the work of the ministry. The objective of the Charity to reach maximum numbers of people within the United Kingdom and the rest of the world was hugely achieved via the television medium. The free distribution of ministry materials such as books, tapes and the daily devotional titled Rhapsody of Realities to prisons, hospitals, hotels, underground stations and communities where the Charity operates took place throughout the year under review. The Charity sponsored about 1.0 million e-copies and hard copies of Rhapsody of Realities, a daily devotional for free download and free distribution. These helped to further advance the Christian faith as enunciated in the trust deed of the Charity. Through the Inner-City Missions, visits and crusades were held in prisons to meet the needs of the inmates. Gifts of food and clothing were also sent to hostels and the homeless.

The charity planted several additional home cell groups and outreach fellowships. The planting of new home cell groups and outreach fellowships enables the charity to fulfil its objective of providing places of worship for fellowship of evangelical Christians and a base from which they can advance the Christian faith by proclaiming the good news of salvation of Jesus Christ, to their surrounding areas and beyond.

World Evangelism Conference

The Charity held a major program from Saturday 9th August to Sunday 11th August 2019 at the Wembley Arena. This was a special program designed to train, build and inspire the body of Christ to reach out to their world with the gospel.

We had hundreds of volunteers and staff working in different departments to include ushering, first aid, choir, counsellors, bookshop and others.

We had over 10,000 people in attendance each day and there were several hundreds of people who received the gospel and committed their lives to God at the program. Faith was stirred up in the hearts of many and hope was restored with the message of the gospel.

Fundraising activities/Income generation

All the funds required for the support of all the activities of the Charity were raised through the principles of prayer and direct giving of members. Fund raising was exclusively carried out by special committees who are members of the Ministry on a non-remuneration basis and no external consultant or body was employed for the purpose of fund raising throughout 2019.

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CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

TRUSTEES' REPORT

FINANCIAL REVIEW

Total incoming resources for the group, comprising Christ Embassy and Christ Embassy Limited amounted to £8,887,055. The charity's subsidiary Christ Embassy Limited did not trade during 2019. Total expenditure for the charity and group was £10,775,127.

Impact of significant events

During the year under review the charity organised a 3-day program, World Evangelism Conference at Wembley Arena to inspire and train the body of Christ. The program cost approximately £629,306.

Reserves policy

The charity's policy is to build and maintain sufficient reserves to cover 3-4 months of recurrent expenditure considered to be approximately £1.1m.

At the balance sheet date the group's reserves, having taken into account restricted funds, fixed assets and the revaluation reserve were a deficit of £2,470,475.

In order to recover the deficit on reserves the trustees are considering the use and disposal of fixed assets, in particular buildings not in current use, together with the use of restricted funds for the purposes they have been received.

PLANS FOR THE FUTURE

As part of our objectives of advancing the Christian faith in the UK and around the world. We are planning to strengthen our existing churches and outreach fellowships. This will be done by the establishing of Home cell groups and regular trainings for leaders through seminars and conferences

We will be using various online platforms to reach many more people particularly those in locations outside of the borders of the United Kingdom. One of such platforms is to have virtual churches where people from all around the world can participate in our church services and teachings. We already established several online platforms for our churches and the pandemic of 2020 enabled us to reach even many more in their homes with the gospel.

The daily devotional, 'Rhapsody of Realities' has been of great blessings to many all around the world and we will be sponsoring both hard copies and e-copies of the Rhapsodies. The E-Copies will be made available for free download in strategic countries to aid the propagation of the gospel of Christ.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees 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).

The law applicable to charities in England & Wales 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 of the charity 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 in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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 trust deed. They

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CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

TRUSTEES' REPORT

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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report was approved by the Trustees 25 November 2021 and signed on their behalf by:



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Trustee

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF CHRIST EMBASSY

Opinion

We have audited the financial statements of Christ Embassy (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 December 2019 which comprise the consolidated and parent charity Statement of Financial Activities, Balance Sheets, Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 December 2019, and of the group's incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

Emphasis of matter

The charity has prepared these financial statements on a going concern basis. This is based on the charity's continued ability to generate income through its ongoing charitable activities and benefit from the proceeds on sale of vacant buildings as commented in the reserves policy and the accounting policies. Our opinion is not modified in this respect.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

INDEPENDENT AUDITOR'S REPORT

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of 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 group's and parent 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 group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

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 auditor's report.

Use of our report

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



Blue Spire Limited, Statutory Auditor

Date 26 November 2021

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Blue Spire Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

	Note	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	2018 Total Funds £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	1	3,155,394	1,591,324	4,746,718	4,696,506
Other trading activities	2	140,776	-	140,776	146,191
Investments	3	966	-	966	448
Charitable activities	4	79	-	79	10,011
Other - profit on sale of assets		3,998,516	-	3,998,516	-
Total		<u>7,295,731</u>	<u>1,591,324</u>	<u>8,887,055</u>	<u>4,853,156</u>
EXPENDITURE ON:					
Raising funds	5	8,549	-	8,549	15,433
Charitable activities	6	5,185,954	5,580,624	10,766,578	5,858,603
Total		<u>5,194,503</u>	<u>5,580,624</u>	<u>10,775,127</u>	<u>5,874,036</u>
Net Income/(expenditure)		2,101,228	(3,989,300)	(1,888,072)	(1,020,880)
Transfers between funds	18	(2,466,200)	2,466,200	-	-
		<u>(364,972)</u>	<u>(1,523,100)</u>	<u>(1,888,072)</u>	<u>(1,020,880)</u>
Other recognised gains/(losses)					
Gains/(losses) on revaluation of fixed assets and investment property		-	-	-	-
Net movement in funds		<u>(364,972)</u>	<u>(1,523,100)</u>	<u>(1,888,072)</u>	<u>(1,020,880)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward	18	7,470,032	2,987,418	10,457,450	11,478,330
Total funds carried forward	18	<u><u>7,105,060</u></u>	<u><u>1,464,318</u></u>	<u><u>8,569,378</u></u>	<u><u>10,457,450</u></u>

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.
All of the above results are derived from continuing activities.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

STATEMENT OF FINANCIAL ACTIVITIES

	Note	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	2018 Total Funds £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	1	3,155,394	1,591,324	4,746,718	4,696,506
Subsidiary assets released		-	-	-	927,267
Other trading activities	2	140,776	-	140,776	146,191
Investments	3	966	-	966	448
Charitable activities	4	79	-	79	10,011
Other - profit on sale of assets		3,998,516	-	3,998,516	-
Total		<u>7,295,731</u>	<u>1,591,324</u>	<u>8,887,055</u>	<u>5,780,423</u>
EXPENDITURE ON:					
Raising funds	5	8,549	-	8,549	15,433
Charitable activities	6	5,185,954	5,580,624	10,766,578	5,858,603
Total		<u>5,194,503</u>	<u>5,580,624</u>	<u>10,775,127</u>	<u>5,874,036</u>
Net Income/(expenditure)		2,101,228	(3,989,300)	(1,888,072)	(93,613)
Transfers between funds	18	(2,466,200)	2,466,200	-	-
		<u>(364,972)</u>	<u>(1,523,100)</u>	<u>(1,888,072)</u>	<u>(93,613)</u>
Other recognised gains/(losses)					
Gains/(losses) on revaluation of fixed assets and investment property		-	-	-	-
Net movement in funds		<u>(364,972)</u>	<u>(1,523,100)</u>	<u>(1,888,072)</u>	<u>(93,613)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward	18	6,736,622	2,987,418	9,724,040	9,817,653
Total funds carried forward	18	<u>6,371,650</u>	<u>1,464,318</u>	<u>7,835,968</u>	<u>9,724,040</u>

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

All of the above results are derived from continuing activities.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2019

	Note	2019		2018	
		£	£	£	£
FIXED ASSETS					
Tangible assets	11	8,500,535		10,814,897	
Investment property	12	<u>2,500,000</u>		<u>2,500,000</u>	
			11,000,535		13,314,897
CURRENT ASSETS					
Assets held for sale	13	733,410		733,410	
Debtors	14	14,476		24,921	
Cash at hand and in bank		<u>610,856</u>		<u>583,874</u>	
Total current assets		<u>1,358,742</u>		<u>1,342,205</u>	
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	15	<u>2,175,796</u>		<u>2,109,079</u>	
Net current assets/(liabilities)			(817,054)		(766,874)
Total assets less current liabilities			<u>10,183,481</u>		<u>12,548,023</u>
Creditors: amounts falling due after more than one year	16		(1,614,103)		(2,090,573)
Net assets/(liabilities)			<u><u>8,569,378</u></u>		<u><u>10,457,450</u></u>
THE FUNDS OF THE CHARITY					
Restricted funds	18		1,464,318		2,987,418
Unrestricted funds	18		7,105,060		7,470,032
Total charity funds			<u><u>8,569,378</u></u>		<u><u>10,457,450</u></u>

The financial statements on pages 18 to 27 were approved and authorised for issue by the trustees on 25 November 2021 and signed on their behalf by:



Trustee

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

CHARITY BALANCE SHEET AS AT 31 DECEMBER 2019

		2019		2018	
	Note	£	£	£	£
FIXED ASSETS					
Tangible assets	11	8,500,535		10,814,897	
Investment property	12	<u>2,500,000</u>		<u>2,500,000</u>	
			11,000,535		13,314,897
CURRENT ASSETS					
Assets held for sale	13	-		-	
Debtors	14	14,476		24,921	
Cash at hand and in bank		<u>610,856</u>		<u>583,874</u>	
Total current assets		<u>625,332</u>		<u>608,795</u>	
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	15	<u>2,175,796</u>		<u>2,109,079</u>	
Net current assets/(liabilities)			(1,550,464)		(1,500,284)
Total assets less current liabilities			<u>9,450,071</u>		<u>11,814,613</u>
Creditors: amounts falling due after more than one year	16		(1,614,103)		(2,090,573)
Net assets/(liabilities)			<u><u>7,835,968</u></u>		<u><u>9,724,040</u></u>
THE FUNDS OF THE CHARITY					
Restricted funds	18		1,464,318		2,987,418
Unrestricted funds	18		6,371,650		6,736,622
Total charity funds			<u><u>7,835,968</u></u>		<u><u>9,724,040</u></u>

The financial statements on pages 18 to 27 were approved and authorised for issue by the trustees on 25 November 2021 and signed on their behalf by:



Trustee

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	2019 £	2018 £
Net cash flow from operating activities (see below)		(5,525,132)	(547,107)
Cash flow from investing activities			
Interest received		966	448
Proceeds from sale of fixed assets		6,112,161	-
Proceeds from sale of assets held for sale		-	-
Purchase of fixed assets		(19,988)	-
Net cash flow from investing activities		6,093,139	448
Cash flows from financing activities			
Repayment of borrowings		(541,025)	(167,425)
Net increase/(decrease) in cash and cash equivalents		26,982	(714,084)
Cash and cash equivalents at 31 December 2018		583,874	1,297,958
Cash and cash equivalents at 31 December 2019		<u>610,856</u>	<u>583,874</u>
Cash and cash equivalents consist of:			
Cash at bank and in hand		610,856	583,874
Cash and cash equivalents at 31 December 2019		<u>610,856</u>	<u>583,874</u>
Reconciliation of net income to net cash flow from operating activities			
		2019 £	2018 £
Net income for the year		(1,888,072)	(1,020,880)
Adjusted for:			
Interest and dividends		(966)	(448)
Depreciation and impairment of tangible fixed assets		220,705	278,126
Loss/(Profit) on disposal of fixed assets		(3,998,516)	12,166
Decrease/(increase) in debtors		10,445	1,539
Increase/(decrease) in creditors		131,272	182,390
		(3,637,060)	473,773
		<u>(5,525,132)</u>	<u>(547,107)</u>

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

CHARITY STATEMENT OF CASH FLOWS

	Note	2019 £	2018 £
Net cash flow from operating activities (see below)		(5,525,132)	(538,367)
Cash flow from investing activities			
Interest received		966	448
Proceeds from sale of fixed assets		6,112,161	-
Proceeds from sale of assets held for sale		-	-
Purchase of fixed assets		(19,988)	
Net cash flow from investing activities		6,093,139	448
Cash flows from financing activities			
Repayment of borrowings		(541,025)	(167,425)
		(541,025)	(167,425)
Net increase/(decrease) in cash and cash equivalents		26,982	(705,344)
Cash and cash equivalents at 31 December 2018		583,874	1,289,218
Cash and cash equivalents at 31 December 2019		610,856	583,874
Cash and cash equivalents consist of:			
Cash at bank and in hand		610,856	583,874
Cash and cash equivalents at 31 December 2019		610,856	583,874
Reconciliation of net income to net cash flow from operating activities			
		2019 £	2018 £
Net income for the year		(1,888,072)	(93,613)
Adjusted for:			
Interest and dividends		(966)	(448)
Depreciation and impairment of tangible fixed assets		220,705	278,126
Profit on disposal of fixed assets		(3,998,516)	-
Decrease/(increase) in debtors		10,445	1,539
Increase/(decrease) in creditors		131,272	(723,971)
		(3,637,060)	(444,754)
		(5,525,132)	(538,367)

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

ACCOUNTING POLICIES

General information, scope and basis of the financial statements

Christ Embassy is an unincorporated charity, registered in England, and established under a Trust Deed. The address of the principal office is given in the reference and administrative details section and the nature of the charity's operations and principal activities are given in the trustees' report.

The charity constitutes a public benefit entity as defined by FRS 102. 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) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Consolidation

Throughout the year under review the charity had a subsidiary undertaking, Christ Embassy Limited (incorporated in England with company number 05862298). Control exists through the holding 100% of the voting power. The results of the charity's subsidiary are consolidated on a line by line basis with any intragroup balances and transactions eliminated in full.

For the years ending 31 December 2018 and 31 December 2019 the subsidiary was not audited due to the cessation of trade during 2016. The subsidiary company is currently subject to a voluntary members' liquidation.

The charity and its subsidiary have a uniform reporting date and reporting period. Where necessary, appropriate adjustments are made to the subsidiary's financial statements for differences in accounting policies as part of the consolidation process.

The subsidiary's registered office is Bridge House, London Bridge, London, SE1 9QR. The subsidiary is a company limited by guarantee with Christ Embassy having dominant influence over Christ Embassy Limited.

Incoming resources

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Income from grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends, interest and rent. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend and rent income is recognised as the charity's right to receive payment is established.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

ACCOUNTING POLICIES

Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds includes staff and other costs of raising the charity's profile and investment management fees; and
- Expenditure on charitable activities includes staff and other costs of delivery the charity's objects together with support and governance

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

Fixed assets

Tangible fixed assets are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Freehold property	2% straight line
Leasehold improvements	2% straight line
Office equipment	33.3% straight line
Computer equipment	20% straight line
Motor vehicles	25% straight line

At each balance sheet date the charity's management and trustees consider whether there is any indications the assets are impaired. Where indications of impairment exist the assets is written down to its recoverable amount.

Fixed asset investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably.

Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition.

Debtors receivable and creditors payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Assets held for sale

Assets held for sale comprise assets available for immediate sale, which are being actively marketed at a market rate. These assets are reported at net present value less costs to sell.

Cash and cash equivalents

Cash and cash equivalents includes cash at bank and in hand and cash balances within the investment portfolio available for investment transaction purposes.

Leases

Rentals payable and receivable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

ACCOUNTING POLICIES

Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable and allocated to funds on a basis in line with the allocation of expenditure.

Redundancy and termination payments are recorded as an expense in the financial statements as they fall due with any amounts unpaid at the balance sheet date accrued.

VAT

The Charity is not registered for VAT and cannot recover VAT incurred on costs. These are therefore stated inclusive of any VAT element.

Tax

The charity is considered to pass the tests set out in sections 521 to 536 Income Tax Act 2007 (ITA 2007), as such no income tax is payable on the charity's activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost 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.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern and can be supplemented through the sale of vacant buildings.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

1. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Tithes and offerings	3,155,394	1,591,324	4,746,718	3,638,052	1,058,454	4,696,506
	<u>3,155,394</u>	<u>1,591,324</u>	<u>4,746,718</u>	<u>3,638,052</u>	<u>1,058,454</u>	<u>4,696,506</u>

2. Other trading activities

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Rental income	140,776	-	140,776	146,191	-	146,191
Charity other trading activities	140,776	-	140,776	146,191	-	146,191
Income from Christ Embassy Limited	-	-	-	-	-	-
Group other trading activities	140,776	-	140,776	146,191	-	146,191
	<u>140,776</u>	<u>-</u>	<u>140,776</u>	<u>146,191</u>	<u>-</u>	<u>146,191</u>

3. Investments

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Bank interest	966	-	966	448	-	448
	<u>966</u>	<u>-</u>	<u>966</u>	<u>448</u>	<u>-</u>	<u>448</u>

4. Charitable activities

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Ministry bookshop	79	-	79	10,011	-	10,011
	<u>79</u>	<u>-</u>	<u>79</u>	<u>10,011</u>	<u>-</u>	<u>10,011</u>

5. Raising funds

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Voluntary income staff costs - security	8,549	-	8,549	15,433	-	15,433
Charity only costs of raising funds	8,549	-	8,549	15,433	-	15,433
Christ Embassy Limited costs (note 20)	-	-	-	-	-	-
Consolidated costs of raising funds	8,549	-	8,549	15,433	-	15,433
	<u>8,549</u>	<u>-</u>	<u>8,549</u>	<u>15,433</u>	<u>-</u>	<u>15,433</u>

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Grants to institutions (see note 6a.)		265,086	265,086	-	124,768	124,768
Grants to individuals	8,792	871,184	879,976	15,735	704,959	720,694
Missionary work	-	3,264	3,264	-	5,291	5,291
Rent and rates	884,831	-	884,831	804,493	-	804,493
Event costs	741,640	11,084	752,724	855,226	12,029	867,255
Television programme	585,386	406,771	992,157	28,022	464,059	492,081
Advertising	9,117	23,614	32,731	33,975	-	33,975
Motor and travel expenses	97,712	406,830	504,542	315,920	129,398	445,318
Repairs and maintenance	20,165	-	20,165	68,049	-	68,049
Wages and salaries	1,014,303	-	1,014,303	1,055,275	-	1,055,275
Books, music and audio	1,100,111	3,592,791	4,692,902	24,453	513,864	538,317
Depreciation	220,704	-	220,704	278,126	-	278,126
Impairment of asset held for sale	-	-	-	-	-	-
Support and governance costs (note 7)	503,193	-	503,193	424,961	-	424,961
	<u>5,185,954</u>	<u>5,580,624</u>	<u>10,766,578</u>	<u>3,904,235</u>	<u>1,954,368</u>	<u>5,858,603</u>

6a. Grants to institutions

	2019 £	2018 £
Healing School - Canada	250,086	51,000
Healing School - South Africa	-	67,268
Trauma Care International - Nigeria	15,000	6,500
	<u>265,086</u>	<u>124,768</u>

7. Support and governance costs

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Light and heat	82,880	-	82,880	99,750	-	99,750
Printing postage and stationery	31,006	-	31,006	51,926	-	51,926
Telephone and internet	35,300	-	35,300	26,625	-	26,625
Sundry expenses	139,657	-	139,657	71,047	-	71,047
Insurance	32,430	-	32,430	30,776	-	30,776
Bank interest payable	100,888	-	100,888	93,231	-	93,231
Bank charges	18,307	-	18,307	9,743	-	9,743
Legal and professional fees	43,110	-	43,110	22,775	-	22,775
Accountancy fees	5,215	-	5,215	6,788	-	6,788
Auditors remuneration	14,400	-	14,400	12,300	-	12,300
Loss/(profit) on disposal of fixed assets	-	-	-	-	-	-
	<u>503,193</u>	<u>-</u>	<u>503,193</u>	<u>424,961</u>	<u>-</u>	<u>424,961</u>

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

8. Auditors remuneration

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Auditors remuneration - audit	11,400	-	11,400	12,300	-	12,300
Auditors remuneration - accountancy	3,000	-	3,000	1,800	-	1,800

9. Wages and salary cost

	2019 Total Funds £	2018 Total Funds £
Gross wages	891,904	926,730
Employer's national insurance costs	88,284	91,037
Employer's pension contributions	29,542	13,302
	<u>1,009,730</u>	<u>1,031,069</u>

	2019	2018
Staff numbers:		
Average head count	<u>30</u>	<u>30</u>

The number of employees who received total employee benefits (excluding employer pension costs of more than £60,000 is as follows:

	2019	2018
£60,001 - £70,000	<u>2</u>	<u>1</u>

The charity operated a defined contribution pension scheme for its employees. The contributions shown above are recorded as an expense within the Statement of Financial Activities with no amounts outstanding at the balance sheet date.

10. Related party transactions

The following trustees were remunerated for their full time roles as Pastors, being a minority of the total number of trustees and thus allowed under the Trust Deed. The amounts payable during the for the period in which they were trustees was as follows:

	2019 £	2018 £
Pastor Gabriel Adesina		
Gross pay	55,000	58,020
Employer's NIC	6,406	6,853
Employer's pension	2,878	703
	<u>64,284</u>	<u>65,576</u>

Inclusive of Pastor Adesina the charity's three (2018: four) members of key management personnel received employee benefits totalling £123,784 (2018: 193,528).

None of the trustees, listed on page 1, were reimbursed or had expenses paid on their behalf during the year under review or the comparative year.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

11. Tangible fixed assets - group

	Freehold property £	Leasehold improvements £	Office equipment £	Church equipment £	Motor vehicles £	Total £
Cost						
At 1 January 2019	11,751,131	658,618	751,397	2,645,228	15,145	15,821,519
Additions	19,988	-	-	-	-	19,988
Disposals	(2,242,279)	-	-	-	-	(2,242,279)
At 31 December 2019	<u>9,528,840</u>	<u>658,618</u>	<u>751,397</u>	<u>2,645,228</u>	<u>15,145</u>	<u>13,599,228</u>
Depreciation						
Accumulated at 1 January 2019	1,512,630	104,242	732,763	2,641,842	15,145	5,006,622
Charge for the year	190,238	14,279	14,113	2,075	-	220,705
On disposals	(128,634)	-	-	-	-	(128,634)
At 31 December 2019	<u>1,574,234</u>	<u>118,521</u>	<u>746,876</u>	<u>2,643,917</u>	<u>15,145</u>	<u>5,098,693</u>
Net book value at 31 December 2019	<u>7,954,606</u>	<u>540,097</u>	<u>4,521</u>	<u>1,311</u>	<u>-</u>	<u>8,500,535</u>
Net book value at 31 December 2018	<u>10,238,501</u>	<u>554,376</u>	<u>18,634</u>	<u>3,386</u>	<u>-</u>	<u>10,814,897</u>

11. Tangible fixed assets - charity

	Freehold property £	Leasehold improvements £	Office equipment £	Church equipment £	Motor vehicles £	Total £
Cost						
At 1 January 2019	11,751,131	658,618	751,397	2,645,228	15,145	15,821,519
Additions	19,988	-	-	-	-	19,988
Disposals	(2,242,279)	-	-	-	-	(2,242,279)
At 31 December 2019	<u>9,528,840</u>	<u>658,618</u>	<u>751,397</u>	<u>2,645,228</u>	<u>15,145</u>	<u>13,599,228</u>
Depreciation						
Accumulated at 1 January 2019	1,512,630	104,242	732,763	2,641,842	15,145	5,006,622
Charge for the year	190,238	14,279	14,113	2,075	-	220,705
On disposals	(128,634)	-	-	-	-	(128,634)
At 31 December 2019	<u>1,574,234</u>	<u>118,521</u>	<u>746,876</u>	<u>2,643,917</u>	<u>15,145</u>	<u>5,098,693</u>
Net book value at 31 December 2019	<u>7,954,606</u>	<u>540,097</u>	<u>4,521</u>	<u>1,311</u>	<u>-</u>	<u>8,500,535</u>
Net book value at 31 December 2018	<u>10,238,501</u>	<u>554,376</u>	<u>18,634</u>	<u>3,386</u>	<u>-</u>	<u>10,814,897</u>

12. Investment property

	Group		Charity	
	2019 Total Funds £	2018 Total Funds £	2019 Total Funds £	2018 Total Funds £
Carrying (market) value brought forward	2,500,000	2,500,000	2,500,000	2,500,000
Transfers to assets held for sale	-	-	-	-
Revaluation adjustments	-	-	-	-
Carrying (market) value carried forward	<u>2,500,000</u>	<u>2,500,000</u>	<u>2,500,000</u>	<u>2,500,000</u>

The property was valued in 2017 by Glenny LLP, Chartered Surveyors, on an open market value for existing use basis.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

13. Assets held for sale

	Group		Charity	
	2019 Total Funds £	2018 Total Funds £	2019 Total Funds £	2018 Total Funds £
Carrying value brought forward	733,410	733,410	-	-
Transfers to fixed assets	-	-	-	-
Receipts	-	-	-	-
	<u>733,410</u>	<u>733,410</u>	<u>-</u>	<u>-</u>

14. Debtors

	Group		Charity	
	2019 Total Funds £	2018 Total Funds £	2019 Total Funds £	2018 Total Funds £
Prepayments and accrued income	14,476	24,921	14,476	24,921
	<u>14,476</u>	<u>24,921</u>	<u>14,476</u>	<u>24,921</u>

15. Creditors: amounts falling due within one year

	Group		Charity	
	2019 Total Funds £	2018 Total Funds £	2019 Total Funds £	2018 Total Funds £
Bank loans and overdrafts	124,425	188,979	124,425	188,979
Other loans	232,203	232,203	232,203	232,203
Trade creditors	782,012	547,007	782,012	547,007
Other creditors	1,022,756	1,125,770	1,022,756	1,125,770
Accruals and deferred income	14,400	15,120	14,400	15,120
	<u>2,175,796</u>	<u>2,109,079</u>	<u>2,175,796</u>	<u>2,109,079</u>

16. Creditors: due after more than one year

	Group		Charity	
	2019 Total Funds £	2018 Total Funds £	2019 Total Funds £	2018 Total Funds £
Bank loans payable between one and two years	129,515	195,544	129,515	195,544
Bank loans payable between two and five years	457,872	717,726	457,872	717,726
Bank loans payable in more than five years	1,026,716	1,177,303	1,026,716	1,177,303
	<u>1,614,103</u>	<u>2,090,573</u>	<u>1,614,103</u>	<u>2,090,573</u>

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

17. Analysis of net assets between funds - Group

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Tangible fixed assets	8,500,535	-	8,500,535	10,814,897	-	10,814,897
Investment property	2,500,000	-	2,500,000	2,500,000	-	2,500,000
Current assets	(105,576)	1,464,318	1,358,742	(1,645,213)	2,987,418	1,342,205
Current liabilities	(2,175,796)	-	(2,175,796)	(2,109,079)	-	(2,109,079)
Non-current liabilities	(1,614,103)	-	(1,614,103)	(2,090,573)	-	(2,090,573)
	<u>7,105,060</u>	<u>1,464,318</u>	<u>8,569,378</u>	<u>7,470,032</u>	<u>2,987,418</u>	<u>10,457,450</u>

17. Analysis of net assets between funds - Charity

	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
Tangible fixed assets	8,500,535	-	8,500,535	10,814,897	-	10,814,897
Investment property	2,500,000	-	2,500,000	2,500,000	-	2,500,000
Current assets	(838,986)	1,464,318	625,332	(2,378,623)	2,987,418	608,795
Current liabilities	(2,175,796)	-	(2,175,796)	(2,109,079)	-	(2,109,079)
Non-current liabilities	(1,614,103)	-	(1,614,103)	(2,090,573)	-	(2,090,573)
	<u>6,371,650</u>	<u>1,464,318</u>	<u>7,835,968</u>	<u>6,736,622</u>	<u>2,987,418</u>	<u>9,724,040</u>

18. Analysis of net movement in funds - Group and Charity

	Year ended 31 December 2019					
	Total funds brought forward £	Total incoming resources £	Total resources expended £	Transfers between funds £	Gains/(losses) on fixed assets & investments £	Total funds carried forward £
<i>Restricted funds</i>						
Partnership	1,896,198	1,218,226	(5,580,624)	2,466,200	-	-
Ministry	348,181	363,690	-	-	-	711,871
Pastoral	52,593	-	-	-	-	52,593
Building	690,446	9,408	-	-	-	699,854
<i>Total restricted funds</i>	<u>2,987,418</u>	<u>1,591,324</u>	<u>(5,580,624)</u>	<u>2,466,200</u>	<u>-</u>	<u>1,464,318</u>
<i>Unrestricted funds</i>						
Designated funds						
Fixed asset reserve	10,814,897	19,988	(220,705)	(2,113,645)	-	8,500,535
Revaluation reserve	1,075,000	-	-	-	-	1,075,000
Total designated funds	11,889,897	19,988	(220,705)	(2,113,645)	-	9,575,535
General fund	<u>(5,153,275)</u>	<u>7,275,743</u>	<u>(4,973,798)</u>	<u>(352,555)</u>	<u>-</u>	<u>(3,203,885)</u>
Total charity unrestricted funds	6,736,622	7,295,731	(5,194,503)	(2,466,200)	-	6,371,650
Christ Embassy Limited	733,410	-	-	-	-	733,410
<i>Total group unrestricted funds</i>	<u>7,470,032</u>	<u>7,295,731</u>	<u>(5,194,503)</u>	<u>(2,466,200)</u>	<u>-</u>	<u>7,105,060</u>
Total funds	<u>10,457,450</u>	<u>8,887,055</u>	<u>(10,775,127)</u>	<u>-</u>	<u>-</u>	<u>8,569,378</u>

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

18. Analysis of net movement in funds - Group and Charity (continued)

	Year ended 31 December 2018					
	Total funds brought forward £	Total incoming resources £	Total resources expended £	Transfers between funds £	Gains/(losses) on fixed assets & investments £	Total funds carried forward £
<i>Restricted funds</i>						
Partnership	2,844,961	1,005,605	(1,954,368)	-	-	1,896,198
Ministry	304,527	43,654	-	-	-	348,181
Pastoral	52,593	-	-	-	-	52,593
Building	681,251	9,195	-	-	-	690,446
<i>Total restricted funds</i>	<u>3,883,332</u>	<u>1,058,454</u>	<u>(1,954,368)</u>	<u>-</u>	<u>-</u>	<u>2,987,418</u>
<i>Unrestricted funds</i>						
Designated funds						
Fixed asset reserve	11,093,023	-	(278,126)	-	-	10,814,897
Revaluation reserve	1,075,000	-	-	-	-	1,075,000
Total designated funds	12,168,023	-	(278,126)	-	-	11,889,897
General fund	(6,233,702)	4,721,969	(3,641,542)	-	-	(5,153,275)
Total charity unrestricted funds	5,934,321	4,721,969	(3,919,668)	-	-	6,736,622
Christ Embassy Limited	1,660,677	-	(927,267)	-	-	733,410
<i>Total group unrestricted funds</i>	<u>7,594,998</u>	<u>4,721,969</u>	<u>(4,846,935)</u>	<u>-</u>	<u>-</u>	<u>7,470,032</u>
Total funds	<u><u>11,478,330</u></u>	<u><u>5,780,423</u></u>	<u><u>(6,801,303)</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>10,457,450</u></u>

Included in the General fund income of the charity and expenditure of Christ Embassy Limited in the note above is the amount £927,267 in respect of assets and balances paid over to the charity. Whilst they are shown gross in the note above they have been eliminated in the consolidated Statement of Financial Activities.

19. Description of restricted funds

Partnership	Funds for other arms of the Ministry; namely Rhapsody of Realities, Healing School, Loveworld Television, Innercity Mission, Cyber Ministry and International School of Ministry.
Ministry	Funds to support missionary projects.
Pastoral	Funds to assist a small group of fellowship within the ministry congregation
Building	Funds for the acquisition of a bigger venue or expansion of existing venues to accommodate the fast growing membership of the Church.

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

20. Christ Embassy Limited

	2019 Total Funds £	2018 Total Funds £
Turnover	-	-
Cost of Sales	-	-
Gross profit	-	-
Administrative expenses	-	-
Operating profit(loss)	-	-
Interest receivable and similar income	-	-
Interest payable and similar expenses	-	-
Net profit/(loss) before gift aid and taxation	-	-
Corporation tax	-	-
transfer of assets to parent charity		(927,267)
Net profit/(loss) after gift aid	-	(927,267)
Reserves brought forward	733,410	1,660,677
Reserves carried forward	733,410	733,410
Total capital and reserves	733,410	733,410

21. Contingent asset

At the balance sheet date gift aid recoverable on donations received amounted to £240,000 (2017: £530,000).

22. Financial instruments

The carrying amounts of the charity's financial instruments are as follows:

	Group		Charity	
	2019 Total Funds £	2018 Total Funds £	2019 Total Funds £	2018 Total Funds £
<i>Financial liabilities</i>				
Measured at amortised cost:				
Trade creditors (note 15)	782,012	547,007	782,012	547,007
Bank loan (notes 15 and 16)	1,738,528	2,279,552	1,738,528	2,279,552
Other loans (note 15)	232,203	232,203	232,203	232,203
Other creditors (note 15)	1,022,756	1,125,770	1,022,756	1,125,770
	<u>3,775,499</u>	<u>4,184,532</u>	<u>3,775,499</u>	<u>4,184,532</u>

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

23. Comparative consolidated statement of financial activities

	Note	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	1	3,638,052	1,058,454	4,696,506
Other trading activities	2	146,191	-	146,191
Investments	3	448	-	448
Charitable activities	4	10,011	-	10,011
Other - profit on sale of assets		-	-	-
Total		3,794,702	1,058,454	4,853,156
EXPENDITURE ON:				
Raising funds	5	15,433	-	15,433
Charitable activities	6	3,904,235	1,954,368	5,858,603
Total		3,919,668	1,954,368	5,874,036
Net Income/(expenditure)		(124,966)	(895,914)	(1,020,880)
Transfers between funds	18	-	-	-
		(124,966)	(895,914)	(1,020,880)
Other recognised gains/(losses)				
Gains/(losses) on revaluation of fixed assets and investment property		-	-	-
Net movement in funds		(124,966)	(895,914)	(1,020,880)
RECONCILIATION OF FUNDS				
Total funds brought forward	18	7,594,998	3,883,332	11,478,330
Total funds carried forward	18	7,470,032	2,987,418	10,457,450

CHRIST EMBASSY

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

23. Comparative charity statement of financial activities

	Note	Unrestricted Funds £	Restricted Funds £	2018 Total Funds £
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	1	3,638,052	1,058,454	4,696,506
Subsidiary assets released		927,267	-	927,267
Other trading activities	2	146,191	-	146,191
Investments	3	448	-	448
Charitable activities	4	10,011	-	10,011
Other - profit on sale of assets		-	-	-
Total		4,721,969	1,058,454	5,780,423
EXPENDITURE ON:				
Raising funds	5	15,433	-	15,433
Charitable activities	6	3,904,235	1,954,368	5,858,603
Total		3,919,668	1,954,368	5,874,036
Net Income/(expenditure)		802,301	(895,914)	(93,613)
Transfers between funds	18	-	-	-
		802,301	(895,914)	(93,613)
Other recognised gains/(losses)				
Gains/(losses) on revaluation of fixed assets and investment property		-	-	-
Net movement in funds		802,301	(895,914)	(93,613)
RECONCILIATION OF FUNDS				
Total funds brought forward	18	5,934,321	3,883,332	9,817,653
Total funds carried forward	18	6,736,622	2,987,418	9,724,040