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

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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

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CHOSEN PEOPLE MINISTRIES (UK)
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 JUNE 2019**

Trustees

Mr T Bath, Chairman
Mrs A Bath
Dr M Glaser
Mr P Pretlove, Treasurer
Rev K Page
Dr C Smith (resigned 5 October 2018)
Mr P Refson
Mr M Tetzlaff

Company registered number

04611406

Charity registered number

1095644

Registered office

32a North End Road
Golders Green
London
NW11 7PT

Company secretary

Mrs N Cooke

Board advisor

Elizabeth Bentley

Accountants

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

Bankers

HSBC Plc
897 Finchley Road
Golders Green
London
NW11 7NX

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

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2019

The Trustees present their Annual Report together with the financial statements of Chosen People Ministries (UK) for the year 1 July 2018 to 30 June 2019. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 is not required.

Objectives and Activities

● POLICIES AND OBJECTIVES

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the charity commission relating to public benefit and in particular to its supplementary public benefit guidance.

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

● ACTIVITIES FOR ACHIEVING OBJECTIVES

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

● MAIN ACTIVITIES UNDERTAKEN TO FURTHER THE CHARITY'S PURPOSES FOR PUBLIC BENEFIT

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

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

CHOSEN PEOPLE MINISTRIES (UK)
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

Achievements and performance

● **REVIEW OF ACTIVITIES**

Chosen People Ministries (UK) continues to participate in, encourage and enable the ministry of the Gospel primarily within London's Jewish community. The trustees of the charity have met three times during the year up to 30 June 2018. This year has seen continued activity in the following areas:

1. The sponsorship of Beit Sar Shalom, a congregation led by a member of staff of Chosen People Ministries (UK).
2. Continued sponsorship of Isaiah53.org.uk, offering a free book on the 53rd chapter of Isaiah to all who request it. As well as other online campaigns including a booklet download 'Christmas through Jewish Eyes'.
3. The publication and selling of literature to advance the Gospel.
4. Encouragement of Church communities and individuals to engage with Chosen People Ministries (UK) in its pursuit of its charitable objectives.
5. Participation in the Chosen People Ministries Global Partnership, including outreach abroad with foreign partners, particularly with our partner ministries based in Finland and USA. We continue our financial support for our partner ministry in Israel.
6. 'By His Spirit' Prayer Meetings took place throughout the year at Golders Green Parish Church.

In September 2018 we organised a Yom Kippur Day of Prayer with other UK Jewish Missions.

In October 2018, an Apologetics Conference was organised in London, with an international panel of speakers, which offered great insight to all participants and helped to raise the profile of the ministry.

In March 2019, a second conference was held in Bristol with speakers from the UK, also helped to raise the profile ministry in the South West area of the UK.

During the year, safeguarding training was provided to the team at Beit Sar Shalom, the messianic congregation led by one of our missionaries. The trainer was a qualified safeguarding officer.

The office at 32A North End continues to be helpful in enabling the charity to transact its business in an efficient and professional manner, providing an appropriate amount of space for its needs.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

THE HISTORY OF CHOSEN PEOPLE MINISTRIES UK



CHOSEN PEOPLE MINISTRIES HAS BEEN ESTABLISHED FOR 125 YEARS.

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

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



Rabbi Leopold Cohn

In New York Rabbi Cohn walked by a church where there was a sign with Hebrew letters saying "Meetings for Jews." Too curious to turn away, Cohn entered the church, and to his utter amazement, the room was packed with 800 or so Jewish men and women. There was even a choir of Jewish girls

singing "At the cross..." Cohn found this confusing but he stayed to hear some of the preaching. He was fascinated...but as an observant Orthodox Jew he was also disgusted...there were many cultural things that were off-putting to his traditional Jewish upbringing. Subsequently he visited the preacher at his home, and after much discussion, the preacher gave him a New Testament in Hebrew to read. As Leopold read the New Testament, he came to realize that Jesus was the true Jewish Messiah!

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



The New York headquarters of Chosen People Ministries, circa 1909

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

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

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

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



Dr. Daniel Nessim

After sterling service Daniel has now returned to Seattle and, in due course, the Board will appoint his replacement.

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

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

Financial review

● **GOING CONCERN**

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

● **FINANCIAL RESULTS**

The financial results for the year show a surplus of £131,908 (2018: deficit £2,265) as more fully set out on page 10 and the balance sheet as at 30 June 2019 is shown on page 11.

Funds and expenditure

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

The main areas of expenditure during the year:

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

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

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

● **RESERVES POLICY**

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

Structure, governance and management

● **CONSTITUTION**

The company is constituted under a Memorandum of Association dated 6 December 2002 and is a registered charity number 1095644.

● **METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES**

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

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

● **POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES**

New Trustees are given an induction pack including a copy of the Charity Commission's 'The Essential Trustee Pack' that they acknowledge and accept their responsibilities as Trustees which they must sign and return. They are also encouraged to attend Trustee training courses and allocated a mentor from the existing Trustees.

In October 2018, the Trustees were privileged to have an instructive training session on the wider operational aspects of their duties and responsibilities from a very knowledgeable and insightful instructor from the Charity Commission.

● **ORGANISATIONAL STRUCTURE AND DECISION MAKING**

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

● **CONNECTED CHARITY**

The charity is connected to Chosen People Ministries Global Partnership whose head office is in New York, USA. One of the Trustees, Dr M Glaser is the President of Chosen People Ministries Global Partnership.

● **RISK MANAGEMENT**

The Trustees have a risk management strategy which comprises:

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

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

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

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

Plans for future periods

● **FUTURE DEVELOPMENTS**

Conferences are getting planned for October with International speakers and we are looking to do a UK Anti-Semitism online campaign and Anti-Semitism March in London.

Another Yom Kippur day of prayer is planned for October. As well as regular 'By His Spirit monthly prayer meetings'.

We hope that a second tour to Israel for donors will take place in Summer 2020.

CHOSEN PEOPLE MINISTRIES (UK)
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

TRUSTEES' RESPONSIBILITIES STATEMENT

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

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

This report was approved by the Trustees, on 5 October 2019 and signed on their behalf by:

Mr T Bath, Chairman

CHOSEN PEOPLE MINISTRIES (UK)
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INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 30 JUNE 2019

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CHOSEN PEOPLE MINISTRIES (UK) (the 'company')

I report to the charity Trustees on my examination of the accounts of the company for the year ended 30 June 2019.

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

RESPONSIBILITIES AND BASIS OF REPORT

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

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

INDEPENDENT EXAMINER'S STATEMENT

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

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

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

Signed:

Dated: 5 October 2019

Nicholas M Baldwin BA(Econ) FCA DChA

BALDWIN SCOFIELD ACCOUNTANCY LLP
Chartered Accountants

CHOSEN PEOPLE MINISTRIES (UK)
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**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2019**

	Note	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	<i>Total funds 2018 £</i>
INCOME FROM:					
Donations and legacies	2	279,921	151,545	431,466	252,420
Other trading activities	3	4,548	-	4,548	3,603
Investments	4	250	-	250	142
TOTAL INCOME		284,719	151,545	436,264	256,165
EXPENDITURE ON:					
Raising funds	3,5	31,272	-	31,272	35,517
Charitable activities	9,10	133,028	140,056	273,084	222,913
TOTAL EXPENDITURE	10	164,300	140,056	304,356	258,430
NET INCOME / (EXPENDITURE) BEFORE TRANSFERS					
Transfers between Funds	16	120,419 (7,299)	11,489 7,299	131,908 -	(2,265) -
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES					
		113,120	18,788	131,908	(2,265)
NET MOVEMENT IN FUNDS					
		113,120	18,788	131,908	(2,265)
RECONCILIATION OF FUNDS:					
Total funds brought forward		8,048	36,240	44,288	46,553
TOTAL FUNDS CARRIED FORWARD		121,168	55,028	176,196	44,288

The notes on pages 12 to 23 form part of these financial statements.

CHOSEN PEOPLE MINISTRIES (UK)
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REGISTERED NUMBER: 04611406

BALANCE SHEET
AS AT 30 JUNE 2019

	Note	£	2019 £	£	2018 £
CURRENT ASSETS					
Debtors	14	16,041		25,277	
Cash at bank and in hand		167,168		25,827	
		183,209		51,104	
CREDITORS: amounts falling due within one year	15	(7,013)		(6,816)	
NET CURRENT ASSETS			176,196		44,288
NET ASSETS			176,196		44,288
CHARITY FUNDS					
Restricted funds	16		55,028		36,240
Unrestricted funds	16		121,168		8,048
TOTAL FUNDS			176,196		44,288

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

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 5 October 2019 and signed on their behalf, by:

Mr T Bath, Chairman

The notes on pages 12 to 23 form part of these financial statements.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

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

1.2 Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £5 per member of the company.

1.3 Income

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

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the company which is the amount the company would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

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

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

CHOSEN PEOPLE MINISTRIES (UK)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

1. ACCOUNTING POLICIES (continued)

1.4 Expenditure

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

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out centrally. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

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

1.5 Tangible fixed assets and depreciation

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	33% on cost
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1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the Bank.

1.7 Debtors

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

1. ACCOUNTING POLICIES (continued)

1.8 Cash at Bank and in hand

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

1.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the year end date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.10 Financial instruments

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

1.11 Pensions

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

1.12 Fund accounting

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

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

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

CHOSEN PEOPLE MINISTRIES (UK)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Donations	95,554	151,091	246,645	252,104
Legacies	165,448	-	165,448	-
Similar incoming resources	18,919	454	19,373	316
	<u>279,921</u>	<u>151,545</u>	<u>431,466</u>	<u>252,420</u>
<i>Total 2018</i>	<u>116,223</u>	<u>136,197</u>	<u>252,420</u>	

3. TRADING ACTIVITIES

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Charity trading income				
Sales of literature	4,548	-	4,548	3,603
	<u>4,548</u>	<u>-</u>	<u>4,548</u>	<u>3,603</u>
Less: Fundraising trading expenses				
Literature purchases	1,801	-	1,801	188
	<u>1,801</u>	<u>-</u>	<u>1,801</u>	<u>188</u>
Net income from trading activities	<u>2,747</u>	<u>-</u>	<u>2,747</u>	<u>3,415</u>

4. INVESTMENT INCOME

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Sundry interest	17	-	17	132
Bank interest	233	-	233	10
	<u>250</u>	<u>-</u>	<u>250</u>	<u>142</u>
<i>Total 2018</i>	<u>142</u>	<u>-</u>	<u>142</u>	

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

5. COSTS OF RAISING FUNDS

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	<i>Total funds 2018 £</i>
Mailshots	29,471	-	29,471	35,329
<i>Total 2018</i>	32,094	3,235	35,329	

6. EXPENSES INCURRED ON BEHALF OF MINISTRY

	Grants to Institutions 2019 £	Total 2019 £	<i>Total 2018 £</i>
Beit Sar Shalom	14,145	14,145	14,582
<i>Total 2018</i>	14,582	14,582	

7. DIRECT COSTS

	Total 2019 £	<i>Total 2018 £</i>
Administration costs	12,315	11,036
Travel and subsistence	15,024	8,314
Outreach and events	10,891	55
Church calling costs	8,689	7,063
Missionary support costs	8,154	11,720
Wages and salaries	117,581	105,161
National insurance	8,332	6,235
Pension cost	3,819	3,130
	184,805	152,714
<i>Total 2018</i>	152,714	

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8. SUPPORT COSTS

	Total 2019 £	Total 2018 £
Rent, rates and insurance	19,078	16,321
Light and heat	773	1,869
Postage	3,960	4,243
Equipment	862	1,591
IT service and software	5,812	3,095
Printing and stationery	1,312	2,856
Advertising	125	11
Professional services	30,883	20,683
Bank charges	392	789
	63,197	51,458
	63,197	51,458
<i>Total 2018</i>	<i>51,458</i>	<i>51,458</i>
	<i>51,458</i>	<i>51,458</i>

9. GOVERNANCE COSTS

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Independent examination	1,240	-	1,240	1,200
General governance costs	9,697	-	9,697	2,959
	10,937	-	10,937	4,159
	10,937	-	10,937	4,159

10. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2019 £	Other costs 2019 £	Total 2019 £	Total 2018 £
Expenditure on raising voluntary income	-	29,471	29,471	35,329
Expenditure on fundraising trading	-	1,801	1,801	188
Costs of raising funds	-	31,272	31,272	35,517
Direct costs - Charitable activities	129,732	132,415	262,147	218,754
Expenditure on governance	-	10,937	10,937	4,159
	129,732	174,624	304,356	258,430
	129,732	174,624	304,356	258,430
<i>Total 2018</i>	<i>114,526</i>	<i>143,904</i>	<i>258,430</i>	<i>258,430</i>
	<i>114,526</i>	<i>143,904</i>	<i>258,430</i>	<i>258,430</i>

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**NOTES TO THE FINANCIAL STATEMENTS
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11. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2019	<i>2018</i>
	£	<i>£</i>
Independent examination	1,240	<i>1,200</i>
	<u>1,240</u>	<u><i>1,200</i></u>

During the year, no Trustees received any remuneration (2018 - £NIL).

During the year, no Trustees received any benefits in kind (2018 - £NIL).

5 Trustees received reimbursement of expenses amounting to £1,732 in the current year, (2018 - 3 Trustees - £792).

12. STAFF COSTS

Staff costs were as follows:

	2019	<i>2018</i>
	£	<i>£</i>
Wages and salaries	117,581	<i>105,161</i>
Social security costs	8,332	<i>6,235</i>
Other pension costs	3,819	<i>3,130</i>
	<u>129,732</u>	<u><i>114,526</i></u>

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

	2019	<i>2018</i>
	No.	<i>No.</i>
	5	<i>4</i>

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

13. TANGIBLE FIXED ASSETS

	Plant and machinery £
Cost	
At 1 July 2018 and 30 June 2019	16,220
Depreciation	
At 1 July 2018 and 30 June 2019	16,220
Net book value	
At 30 June 2019	-
<i>At 30 June 2018</i>	<i>-</i>

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14. DEBTORS

	2019	<i>2018</i>
	£	£
Trade debtors	4,045	<i>25,277</i>
Other debtors	11,996	<i>-</i>
	<hr/> 16,041 <hr/>	<hr/> <i>25,277</i> <hr/>

15. CREDITORS: Amounts falling due within one year

	2019	<i>2018</i>
	£	£
Trade creditors	5,543	<i>5,900</i>
Other creditors	1,470	<i>916</i>
	<hr/> 7,013 <hr/>	<hr/> <i>6,816</i> <hr/>

CHOSEN PEOPLE MINISTRIES (UK)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

16. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

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

Restricted funds

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

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

Fiona Sorbala fund
Simon Lissak fund
Emily Emanuel fund

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

16. STATEMENT OF FUNDS (continued)

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

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

Designated funds

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

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

STATEMENT OF FUNDS - PRIOR YEAR

	<i>Balance at</i> <i>1 July 2017</i> £	<i>Income</i> £	<i>Expenditure</i> £	<i>Transfers</i> <i>in/out</i> £	<i>Balance at</i> <i>30 June</i> <i>2018</i> £
Designated funds					
Olive Tree fund	363	300	(101)	-	562
Oliver Sims fund	-	2,375	(1,105)	-	1,270
	<u>363</u>	<u>2,675</u>	<u>(1,206)</u>	<u>-</u>	<u>1,832</u>
General funds					
General fund	(380)	117,293	(122,875)	12,178	6,216
Total Unrestricted funds	<u>(17)</u>	<u>119,968</u>	<u>(124,081)</u>	<u>12,178</u>	<u>8,048</u>
Restricted funds					
Israel fund	4,420	1,825	(3,680)	-	2,565
Daniel Nessim fund	3,300	7,569	(7,194)	-	3,675
Fiona Sorbala fund	-	27,437	(31,287)	3,850	-
Simon Lissak fund	28,825	59,925	(54,368)	(16,028)	18,354
Barry Buirsky fund	457	510	(372)	-	595
Kate Guillermo fund	555	-	(555)	-	-
Beit Sar Shalom fund	9,013	19,216	(17,522)	-	10,707
Greg Hagg fund	-	2,000	(2,000)	-	-
Emily Emanuel fund	-	17,695	(17,369)	-	326
Vladimir Pikman fund	-	20	(2)	-	18
Total Restricted funds	<u>46,570</u>	<u>136,197</u>	<u>(134,349)</u>	<u>(12,178)</u>	<u>36,240</u>
Total of funds	<u><u>46,553</u></u>	<u><u>256,165</u></u>	<u><u>(258,430)</u></u>	<u><u>-</u></u>	<u><u>44,288</u></u>

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FOR THE YEAR ENDED 30 JUNE 2019

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 July 2018 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 June 2019 £
Designated funds	1,832	3,316	(2,205)	-	2,943
General funds	6,216	281,403	(162,095)	(7,299)	118,225
	<u>8,048</u>	<u>284,719</u>	<u>(164,300)</u>	<u>(7,299)</u>	<u>121,168</u>
Restricted funds	36,240	151,545	(140,056)	7,299	55,028
	<u>44,288</u>	<u>436,264</u>	<u>(304,356)</u>	<u>-</u>	<u>176,196</u>

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 July 2017 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 June 2018 £
Designated funds	363	2,675	(1,206)	-	1,832
General funds	(380)	117,293	(122,875)	12,178	6,216
	<u>(17)</u>	<u>119,968</u>	<u>(124,081)</u>	<u>12,178</u>	<u>8,048</u>
Restricted funds	46,570	136,197	(134,349)	(12,178)	36,240
	<u>46,553</u>	<u>256,165</u>	<u>(258,430)</u>	<u>-</u>	<u>44,288</u>

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

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

CHOSEN PEOPLE MINISTRIES (UK)
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NOTES TO THE FINANCIAL STATEMENTS
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17. ANALYSIS OF NET ASSETS BETWEEN FUNDS (continued)

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	<i>Unrestricted funds 2018 £</i>	<i>Restricted funds 2018 £</i>	<i>Total funds 2018 £</i>
Current assets	14,864	36,240	51,104
Creditors due within one year	(6,816)	-	(6,816)
	<u>8,048</u>	<u>36,240</u>	<u>44,288</u>

18. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £3,819 (2018 - £3,130).