

THE PRAYER AND PROPHETIC CENTRE LTD

Charity No. 1056589

Company No. 05477337

Trustees' Report and Unaudited Accounts

31 March 2021

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The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 31 March 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. 05477337

Charity No. 1056589

Principal Office

3rd Floor
777 Old Kent Road
London
SE15 1NZ

Registered Office

3rd Floor
777 Old Kent Road
London
SE15 1NZ

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law. The following Directors and Trustees served during the year:

D. Amuah	(Resigned 31 July 2022)
W. Danso	
E. Obeng	
D. Smith	(Resigned 1 August 2020)

Accountants

Spearman
333 Edgware Road
London
NW9 6TD

Bankers

Barclays Bank Plc
Leicester
LE87 2BB

OBJECTIVES AND ACTIVITIES

The objects of the charity as set out in its governing document are: the advancement of the christian religion; Relief of hardship for the distressed, aged and sick; relief of poverty and homelessness. The objects are charitable and operate for the public benefit. In determining how best to pursue these objects the Trustees have given regard to the Charity Commission's guidance on public benefit.

The main activities undertaken in relation to those purposes are:

THE PRAYER AND PROPHETIC CENTRE LTD

Trustees Annual Report

Sunday and mid-week worship services, children's ministries, prayer and ministry training, bible studies and small group meetings

Ministering to the congregation and the local community through family life, relationship and other ministry programmes

Social programmes to provide food, clothes and shelter for the needy and care for the sick

Educate and equip the congregation and other churches in the practice of ministry through GSC based conferences

ACHIEVEMENTS AND PERFORMANCE

A summary of the main achievements of the charity, identifying the difference the charity's work has made to its beneficiaries and society as a whole is summarised below.

The church is open to both Christians and non-Christians. The community has been attracted to and enjoyed our services including weekly worship services, monthly destiny changing programmes, New Year's Eve Watch Night service and our annual music and cultural nights. The popularity of the month end programmes and the music and performing arts has often seen professional artists and speakers from home and abroad come to minister and impact lives

We continue to provide and maintain buildings for church services at Old Kent Road in Southwark. We minister to the congregation and the local community by emphasising on the virtues and importance of strong families, values of voting and social responsibility, continually advocating self-development and business enterprise through seminars, workshops and practical advice

The church also seeks new followers or adherents. The members in general and the evangelism team regularly go out to preach the gospel in different locations and areas. We aid the local community by providing career counselling, pre and post marital counselling, bereavement counselling, hospital visits, welfare provision, prayer support, men and women's meetings, supplementary school and supporting local charities

FINANCIAL REVIEW

Please refer to the annexed accounts for the details of the financial statements for the year ended 31 March 2020

PLANS FOR FUTURE PERIODS

The church would continue to seek new worshippers both in the UK and around the world to advance the Christian faith. Also it would continue to support the needy in society. The church will expand its TV and online broadcast to further propagate the gospel.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is controlled by its governing document, the constitution adopted on 23 October 1993 and amended on 22 March 2007. There are no restrictions in the governing document on the operation of the charity or on its investment powers other than those imposed by general charity law.

The church is run on a day to day basis by a leadership team that normally includes majority of trustees. The team comprises of professionals from all disciplines including business, finance and legal. New trustees undergo orientation where they are briefed on their legal obligations under charity law, the content of the constitution and the processes on decision making within the organisation. The charity encourages trustees to attend at their discretion appropriate external training events where these will be of use for the undertaking of the role.

The leadership team is responsible for the administration and management of the church, general purposes, finances and personnel. Capital projects and expenditure require the approval of the leadership team. Appointments of officers are governed by the constitution of the church. All decisions at any meeting are determined by simple majority votes cast by members present, with each member having one vote. The leadership team meet regularly to discuss and plan objectives and implementation thereof. All matters are subject to prayer and God's direction.

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The board of trustees actively review the major risks facing the charity on a regular basis and ensure measures are put in place to safeguard the charity's fund and assets. The trustees also ensure that legal advice is sought when necessary on crucial issues concerning the ministry.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

W. Danso

Trustee

27 September 2022

I report to the charity trustees on my examination of the accounts of THE PRAYER AND PROPHETIC CENTRE LTD for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and the related notes.

Responsibilities and basis of report

As the trustees of the charity (and also 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 charity 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 your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements under 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
- the accounts have not been prepared in accordance with the Charities SORP (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.

Lance Kadiri
ACCA
Spearmans
333 Edgware Road
London

NW9 6TD
27 September 2022

THE PRAYER AND PROPHETIC CENTRE LTD

Statement of Financial Activities

for the year ended 31 March 2021

	Notes	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income and endowments from:				
Donations and legacies	3	39,230	39,230	205,683
Investments	4	5	5	82
Other	5	33,175	33,175	-
Total		72,410	72,410	205,765
Expenditure on:				
Raising funds	6	3,238	3,238	20,336
Other	7	131,760	131,760	198,422
Total		134,998	134,998	218,758
Net gains on investments		-	-	-
Net expenditure	8	(62,588)	(62,588)	(12,993)
Transfers between funds		-	-	-
Net expenditure before other gains/(losses)		(62,588)	(62,588)	(12,993)
Other gains and losses				
Net movement in funds		(62,588)	(62,588)	(12,993)
Reconciliation of funds:				
Total funds brought forward		22,658	22,658	35,651
Total funds carried forward		(39,930)	(39,930)	22,658

THE PRAYER AND PROPHETIC CENTRE LTD
 Summary Income and Expenditure Account
 for the year ended 31 March 2021

	2021 £	2020 £
Income	72,405	205,683
Interest and investment income	5	82
Gross income for the year	<u>72,410</u>	<u>205,765</u>
Expenditure	127,537	208,807
Interest payable	-	1
Depreciation and charges for impairment of fixed assets	7,461	9,950
Total expenditure for the year	<u>134,998</u>	<u>218,758</u>
Net expenditure before tax for the year	(62,588)	(12,993)
Net expenditure for the year	<u><u>(62,588)</u></u>	<u><u>(12,993)</u></u>

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Balance Sheet

at 31 March 2021

Company No. 05477337	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	11	27,210	29,847
		<u>27,210</u>	<u>29,847</u>
Current assets			
Debtors	12	6,290	6,290
Cash at bank and in hand		367	1,775
		<u>6,657</u>	<u>8,065</u>
Creditors: Amount falling due within one year	13	(23,797)	(15,254)
Net current liabilities		<u>(17,140)</u>	<u>(7,189)</u>
Total assets less current liabilities		10,070	22,658
Creditors: Amounts falling due after more than one year	14	(50,000)	-
Net (liabilities)/assets excluding pension asset or liability		<u>(39,930)</u>	<u>22,658</u>
Total net (liabilities)/assets		<u><u>(39,930)</u></u>	<u><u>22,658</u></u>
The funds of the charity			
Restricted funds	15		
Unrestricted funds	15		
General funds		(39,930)	22,658
		<u>(39,930)</u>	<u>22,658</u>
Reserves	15		
Total funds		<u><u>(39,930)</u></u>	<u><u>22,658</u></u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 31 March 2021 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

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

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

Approved by the board on 27 September 2022

And signed on its behalf by:

W. Danso

Trustee

27 September 2022

THE PRAYER AND PROPHETIC CENTRE LTD

Statement of Cash flows

for the year ended 31 March 2021

	2021 £	2020 £
Cash flows from operating activities		
Net expenditure per Statement of Financial Activities	(62,588)	(12,993)
Adjustments for:		
Depreciation of property, plant and equipment	7,461	9,950
Dividends, interest and rents from investments	(33,180)	(82)
Increase in trade and other receivables	-	(6,290)
Increase in trade and other payables	8,543	12,855
Net cash (used in)/provided by operating activities	<u>(79,764)</u>	<u>3,440</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(4,824)	(7,400)
Dividends, interest and rents from investments	33,180	82
Net cash from/(used in) investing activities	<u>28,356</u>	<u>(7,318)</u>
Cash flows from financing activities		
Repayment of borrowings	50,000	-
Net cash from financing activities	<u>50,000</u>	<u>-</u>
Net decrease in cash and cash equivalents	(1,408)	(3,878)
Cash and cash equivalents at the beginning of the year	1,775	5,653
Cash and cash equivalents at the end of the year	<u>367</u>	<u>1,775</u>
Components of cash and cash equivalents		
Cash and bank balances	367	1,775
	<u>367</u>	<u>1,775</u>

for the year ended 31 March 2021

1 Accounting policies

Basis of preparation

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

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income
Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.

Income with related expenditure
Where income has related expenditure the income and related expenditure is reported gross in the SoFA.

Donations and legacies
Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.

Tax reclaims on donations and gifts
Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.

Donated services and facilities
These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.

Volunteer help
The value of any volunteer help received is not included in the accounts.

Investment income
This is included in the accounts when receivable.

Gains/(losses) on revaluation of fixed assets
This includes any gain or loss resulting from revaluing investments to market value at the end of the year.

Gains/(losses) on investment assets
This includes any gain or loss on the sale of investments.

Notes to the Accounts

Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

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

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term.

In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

3 Income from donations and legacies

	Unrestricted	Total 2021	Total 2020
	£	£	£
Tithes, offering and voluntary income	39,230	39,230	205,683
	<u>39,230</u>	<u>39,230</u>	<u>205,683</u>

4 Income from investments

	Unrestricted	Total 2021	Total 2020
	£	£	£
Bank interest	5	5	82
	<u>5</u>	<u>5</u>	<u>82</u>

5 Other income

	Unrestricted	Total 2021	Total 2020
	£	£	£
Sundry income	33,175	33,175	-
	<u>33,175</u>	<u>33,175</u>	<u>-</u>

6 Expenditure on raising funds

Costs of generating voluntary income

Tithes, offering and voluntary income

	Unrestricted	Total 2021	Total 2020
	£	£	£
Tithes, offering and voluntary income	1,150	1,150	8,958
	<u>2,088</u>	<u>2,088</u>	<u>11,378</u>
	<u>3,238</u>	<u>3,238</u>	<u>20,336</u>

7 Other expenditure

	Unrestricted	Total	Total
		2021	2020
	£	£	£
Bank loan and overdraft interest payable	-	-	1
Employee costs	52,809	52,809	60,477
Motor and travel costs	12,937	12,937	23,877
Premises costs	37,557	37,557	84,465
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	7,461	7,461	9,950
General administrative costs	18,531	18,531	17,752
Legal and professional costs	2,465	2,465	1,900
	<u>131,760</u>	<u>131,760</u>	<u>198,422</u>

8 Net expenditure before transfers

	2021	2020
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	-	(849)
Depreciation of assets held under finance leases and hire purchase contracts	7,461	10,799

9 Trustee remuneration and expenses

One or more of the trustees has been paid expenses in the current or prior periods.

	2021	2020
	Number	Number
Number of trustees paid expenses	3	3
The nature of the reimbursed expenses	Travel and professional fees were paid to Trustees	
	£	£
Total expenses reimbursed to trustees	3,000	8,840

10 Staff costs

Salaries and wages	35,324	52,298
Social security costs	418	2,885
Pension costs	4,774	6,608
	<u>40,516</u>	<u>61,791</u>

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

11 Tangible fixed assets

	£	£	£
Cost or revaluation			
At 1 April 2020	78,818	25,941	104,759
Additions	4,824	-	4,824
At 31 March 2021	<u>83,642</u>	<u>25,941</u>	<u>109,583</u>
Depreciation and impairment			
At 1 April 2020	54,037	20,875	74,912
Depreciation charge for the year	6,195	1,266	7,461
At 31 March 2021	<u>60,232</u>	<u>22,141</u>	<u>82,373</u>
Net book values			
At 31 March 2021	<u>23,410</u>	<u>3,800</u>	<u>27,210</u>
At 31 March 2020	<u>24,781</u>	<u>5,066</u>	<u>29,847</u>
12 Debtors			
	2021		2020
	£		£
Other debtors	6,290		6,290
	<u>6,290</u>		<u>6,290</u>
13 Creditors:			
amounts falling due within one year			
	2021		2020
	£		£
Other taxes and social security	4,710		4,067
Other creditors	19,087		11,187
	<u>23,797</u>		<u>15,254</u>
14 Creditors:			
amounts falling due after more than one year			
	2021		2020
	£		£
Bank loans and overdrafts	50,000		-
	<u>50,000</u>		<u>-</u>

15 Movement in funds

	At 1 April 2020	Incoming resources (including other gains/losses) £	Resources expended £	At 31 March 2021 £
Restricted funds:				
Unrestricted funds:				
General funds	22,658	72,410	(134,998)	(39,930)
Revaluation Reserves:				
Total funds	<u>22,658</u>	<u>72,410</u>	<u>(134,998)</u>	<u>(39,930)</u>

16 Analysis of net assets between funds

	Unrestricted funds £	Total £
Fixed assets	27,210	27,210
Net current assets	(17,140)	(17,140)
Creditors due in more than one year and provisions	(50,000)	(50,000)
	<u>(39,930)</u>	<u>(39,930)</u>

17 Reconciliation of net debt

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash and cash equivalents	1,775	(1,408)	367
	<u>1,775</u>	<u>(1,408)</u>	<u>367</u>
Bank loans	-	(50,000)	(50,000)
	<u>-</u>	<u>(50,000)</u>	<u>(50,000)</u>
Net debt	<u>1,775</u>	<u>(51,408)</u>	<u>(49,633)</u>

18 Commitments

Operating lease commitments

Annual commitments under non-cancellable operating leases are as follows:

	2021	2021	2020	2020
	Land and buildings	Other	Land and buildings	Other
	£	£	£	£
Operating leases with expiry date:				

Pension commitments

	2021	2020
	£	£
The pension cost charge to the company amounted to:	<u>2,387</u>	<u>875</u>

19 Related party disclosures

<i>Name of related party</i>	A Danso
<i>Description of relationship between the parties</i>	Family
<i>Description of transaction and general amounts involved</i>	Payments for consultancy services
<i>Controlling party</i>	

The company is limited by guarantee and has no share capital; thus no single party controls the company.