

NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH  
( A CHARITABLE COMPANY LIMITED BY GUARANTEE)

COMPANY REGISTERED NUMBER 06765744  
&  
CHARITY REGISTERED NUMBER : 1130858

REPORTS AND AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31ST DECEMBER 2021



**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Report and accounts**  
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**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH  
( A CHARITABLE COMPANY LIMITED BY GUARANTEE)  
Company Information**

**Trustees**

Mrs Oluwatoyin Falese ( Chairman)  
Mr Adeleke Johnson (Vice Chairman)  
Mr Tolulope Adebawale Oyewole (Secretary)  
Special Apostle Alfred Oladipo Jegede ( Church Pastor)  
Mr Michael Ajibola Adekunle Akande (Member)  
Mrs Bosede Adebola Ijelu (Member)  
Mrs Omolola Deborah Okutubo (Member)

**Secretary**

Mr Tolulope Adebawale Oyewole (Secretary)

**Auditors**

SM Harman Limited T/As Harman & Co  
Chartered Certified Accountants & Registered Auditors  
261 Green Lanes  
Palmers Green  
London  
N13 4XE

**Registered office**

333 High Road, Wood Green, London N22 8JA

**Registered number**

06765744

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**

Registered Number: 06765744

Charity Registered Number: 1130858

**Trustees' Report**

The trustees who are also directors of the charity for the purposes of the Companies Act, present their report and financial statements for the year ended 31 December 2021.

**Structure, Governance and Management**

New Covenant Cherubim & Seraphim Movement Church is a charitable company which was established for charitable purpose and for public benefit in England and Wales, was registered with Companies House on 4th December 2008 as a private company limited by guarantee, and with Charity Commission on 30th July 2009 as an incorporated charity.

**Governing Document**

The incorporated charity is governed by the Memorandum and Article of Association adopted on 7th July 2013. The charitable company has no share capital, but in the event of being wound up, members' guarantee is limited to Ten pounds (£10).

**Trustees Selection Methods Including Details of any Constitutional Provisions**

The governing document provides for a maximum of nine (9) Director/Trustees who have a life span of three terms of two years each after which that are not eligible for the Board until two years have elapsed.

The Directors/Trustees are selected by Selection Committee set up for that purpose. The Committee would screen and interview the candidates recommended to them by the members of the charity who must not be under 25 years of age. The candidates were also subject to spiritual screening after which they are presented to the members at an Annual General Meeting or a Special General Meeting for ratification.

**Trustee Induction and Training**

Directors and Trustees are actively involved in training programmes that are run by the Church and offered professional advice and assistance by external consultants for the execution of their duties as Directors and Trustees of the charitable company.

Additionally, new Trustees are invited and encouraged to attend a series of short training sessions to familiarise themselves with Charitable Company and the context within which it operates. These are jointly led by the Church Pastor and Chair of the Board of Directors and Trustees, and facilitated by the training department.

**Governance**

The Board of Directors and Trustees meet regularly and are responsible for the strategic direction and policy of the charity. The operational responsibility for the running of the charity lies with the Directors and Trustees. The Board of Directors and Trustees is responsible for ensuring that the charity achieves its principal aim.

The Elders-in-Council were appointed to manage the operational affairs of the Church in line with the doctrine and principles of our faith.

The 24-member Elders-in-Council led by the Church Pastor who also doubles as the Chairman of the District continue to function as required to manage the Church effectively as directed by the Trustees and led by the Spirit of God.

The Church is a part of a worldwide religious organisation i.e. The Cherubim and Seraphim Movement Church. The structure of this organisation has a framework for branch creation and management under Districts.

The New Covenant Church has been running as part of our District and uses the structure to create and manage branches. This root and branch structure relate only to the Church and does not include the management of the limited or company or registered charity.

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**

Registered Number: 06765744

Charity Registered Number: 1130858

**Trustees' Report**

**Communication**

We make it a point of duty to update members of key decisions of the Board. The Board holds meetings with stakeholders to consult on, or communicate important issues the Charity.

**Pastorate**

The pastorate continues to bring on board leaders covering departments and units across the Church in a bid to strengthen pastoral services in the organisation.

**Administration**

The Church's Administration office remains an effective clearing house for the Church and its various organs.

**Principal activities**

The company's principal activity during the year continued to be a charitable company. Main objective of which are those of a religious organisation for the advancement of Christian beliefs. This includes worship and the involvement of various ministries and ministries of religion propagating Christian tenets to both members and non-members of the Church at various meetings, and providing support and services that address the needs of our members and local community. The board of trustees consider that in doing so the charitable company is acting for the public benefit.

**Trustees**

The following persons served as Trustees during the year:

Mrs Oluwatoyin Falese ( Chairman)  
Mr Adeleke Johnson (Vice Chairman)  
Mr Tolulope Adebawale Oyewole (Secretary)  
Special Apostle Alfred Oladipo Jegede ( Church Pastor)  
Mr Michael Ajibola Adekunle Akande (Member)  
Mrs Bosede Adebola Ijelu (Member)  
Mrs Omolola Deborah Okutubo (Member)

**Trustees' responsibilities**

The trustees are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (Financial Reporting Standard 102 and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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 company will continue in business.

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**

Registered Number: 06765744

Charity Registered Number: 1130858

**Trustees' Report**

**Trustees' Report**

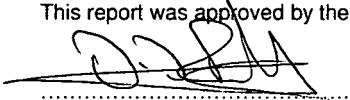
The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies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

**Disclosure of information to auditors**


Each person who was a trustee at the time this report was approved confirms that:

- so far as he/she is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he/she has taken all the steps that he/she ought to have taken as a trustee in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 8 September 2022 and signed on its behalf.



Mrs Oluwatoyin Falese  
Trustee



Mr Adeleke Johnson  
Trustee

## **NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**

### **Strategic Report**

Exodus 8:22

I will set apart in that day the land of Goshen, in which my people dwell, that no swarms of flies shall be there; to the end, you may know that I am the LORD in the midst of the earth.

We give all glory, honour and adoration to our King, our maker and our Master, the one who sitteth in heavens and made the earth His footstool, without who we will not exist.. We know that if the Lord had not been on our side the waters would have overwhelmed us, and the stream gone over our soul!

The year 2021 was a year of reflection for us all, full of mixed emotions, a year when covid came in the form of another spread of the Delta variant of COVID-19. A year when we were allowed to worship together under stringent guidelines, a year when we had to worship in bubbles, with masks, where hand sanitization and temperature taking before entering the sanctuary was a must.

A lot of our brethren lost their income or their businesses, some were sick, and, sadly, some of our loved ones passed unto Glory.

Still, we thank God for His faithfulness, for the Bible says 'For our light and momentary troubles are achieving for us an eternal glory that far outweighs them all. 18 So we fix our eyes not on what is seen, but on what is unseen since what is seen is temporary, but what is unseen is eternal. 2 Corinthians 4:17-18

God has truly been faithful and showed himself mightily in our church. We take this time to appreciate all our Church workers, especially the protocol and contingency team who had to be innovative, patient and cautious.

#### **SOME OF OUR ACHIEVEMENTS INCLUDE:**

1. Putting systems in place to ensure easy processing, transparency, and accountability
2. 24/7 AYONI radio station was launched as part of our vision - this year  
This has also brought more people to engage with us digitally and increase our members physically with God adding more members to us.
3. providing payment cards to departments, and having tighter financial controls
4. 24/7 Digital Church started with us currently running daily 9am Morning Devotion and Oluwa gbami - this year (currently we have over 100 people engaging daily)
5. In compliance to our policy of 4 year term of every HOD, some of our department heads were changed successfully
6. In compliance with government and charity regulatory we continue to submit our financial accounts and reports before the regulatory due dates going forward to give the board time to concentrate on other projects.
7. We continue to create virtual communities and egroups, helping in connecting our members and captivating new ones to fellowship.
8. Our Sunday school Children, teen, youth and young adults were given platforms to engage, inspire and grow
9. Our elder community were taught to move over to virtual platforms, and engage in various programmes to encourage and motivate
10. We continue to perfect all our Church policies into a central depository for easy reference

Finally

As Apostle wrote to the Galatians 6:9-10 'Let us not become weary in doing good, for at the proper time we will reap a harvest if we do not give up. 10 Therefore, as we have the opportunity, let us do good to all people, especially to those who belong to the family of believers.

I take this time to encourage us not to grow tired of doing Gods work but be encouraged in the Lord that He see's us and will reward us accordingly, in due season.

I'm so excited about the future of New Covenant C&S Church, and I can't wait to see all that God is going to do in and through us 2022 and further IJN.

I challenge you all today to take up the mantle God has given you and take your position in our CHURCH and God's kingdom.

AyoNi O!

Pastor Angel Falese  
BOT Chairman

This report was approved by the board on 8 September 2022 and signed by its order.

A handwritten signature in black ink, appearing to be 'Mrs Oluwatoyin Falese', written over a horizontal dotted line.

Mrs Oluwatoyin Falese  
Trustee



**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Independent auditor's report**  
**to the members of NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**

**Opinion**

We have audited the financial statements of NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH (the 'company') for the year ended 31 December 2021 which comprise the Income Statement, the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity 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 FRS 102 'The Financial Reporting Standard applicable in the UK and the 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 company's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

**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 company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

**Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. 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. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Independent auditor's report**  
**to the members of NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of directors**

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

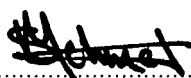
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

A further description of our responsibilities for the audit of the financial statements is available on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://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 company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

  
.....  
(Senior Statutory Auditor)  
for and on behalf of  
SM Harman Limited T/As Harman & Co  
Statutory Auditor  
8 September 2022

261 Green Lanes  
Palmers Green  
London  
N13 4XE

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Income Statement**  
**for the year ended 31 December 2021**

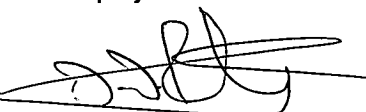
	Notes	2021 £	2020 £
<b>Income</b>	2	373,294	302,594
<b>Gross Income</b>		<u>373,294</u>	<u>302,594</u>
Administrative expenses		(190,525)	(245,087)
<b>Operating income</b>	3	<u>182,769</u>	<u>57,507</u>
Interest receivable		515	2,242
Interest payable	5	(16,366)	(17,874)
<b>Income on ordinary activities before taxation</b>		<u>166,918</u>	<u>41,875</u>
Tax on income on ordinary activities		-	-
<b>Income for the financial year</b>		<u>166,918</u>	<u>41,875</u>

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Statement of Comprehensive Income**  
**for the year ended 31 December 2021**

	Notes	2021 £	2020 £
Income for the financial year		166,918	41,875
Other comprehensive income		-	-
Total comprehensive income for the year		<u>166,918</u>	<u>41,875</u>

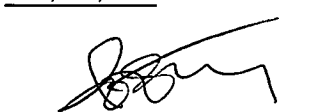
**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Statement of Financial Position**  
**as at 31 December 2021**

	Notes	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	6	2,102,384	2,141,104
<b>Current assets</b>			
Stocks	7	2,166	2,166
Debtors	8	42,624	38,655
Cash at bank and in hand		583,810	412,484
		<u>628,600</u>	<u>453,305</u>
<b>Creditors: amounts falling due within one year</b>	9	(114,460)	(109,653)
<b>Net current assets</b>		<u>514,140</u>	<u>343,652</u>
<b>Total assets less current liabilities</b>		<u>2,616,524</u>	<u>2,484,756</u>
<b>Creditors: amounts falling due after more than one year</b>	10	(490,179)	(526,181)
<b>Net assets</b>		<u>2,126,345</u>	<u>1,958,575</u>
<b>Capital and reserves</b>			
Unrestricted Funds: General Reserves	11	1,780,365	1,613,447
Restricted Funds: Building Maintenance Fund	12	345,980	345,128
<b>Total equity</b>		<u>2,126,345</u>	<u>1,958,575</u>



Mrs Oluwatoyin Falese  
Trustee

Approved by the board on 8 September 2022



Mr Adeleke Johnson  
Trustee

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Statement of Changes in Equity**  
**for the year ended 31 December 2021**

	Unrestricted Funds	Restricted Funds	Other reserves	Profit and loss account	Total
	£	£	£	£	£
<b>At 1 January 2020</b>	1,571,572	344,917	-	-	1,916,489
Total Received During the Year		16,211			16,211
Total Expensed During the Year		(16,000)	-		(16,000)
Net income for the financial year	41,875			-	41,875
<b>At 31 December 2020</b>	<u>1,613,447</u>	<u>345,128</u>	<u>-</u>	<u>-</u>	<u>1,958,575</u>
 <b>At 1 January 2021</b>	 1,613,447	 345,128	 -	 -	 1,958,575
Total Received During the Year		3,870			3,870
Total Expensed During the Year		(3,018)			(3,018)
Net income for the financial year	166,918			-	166,918
 <b>At 31 December 2021</b>	 <u>1,780,365</u>	 <u>345,980</u>	 <u>-</u>	 <u>-</u>	 <u>2,126,345</u>

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Notes to the Accounts**  
**for the year ended 31 December 2021**

**1 Summary of significant accounting policies**

***Basis of preparation***

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

***Income***

Income is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Income includes revenue earned from the sale of goods and from the rendering of services. Income from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Income from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

***Intangible fixed assets***

Intangible fixed assets are measured at cost less accumulative amortisation and any accumulative impairment losses.

***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years straight line
Leasehold land and buildings	over 50 years straight line
Motor vehicles	15% per annum on a reducing balance basis
Fixtures, fittings, tools and equipment	20% per annum on a reducing balance basis

***Investment property***

Investment property is initially recognised at cost and then subsequently measured at fair value. Changes in value are recognised in profit or loss.

***Investments***

Investments in subsidiaries, associates and joint ventures are measured at cost less any accumulated impairment losses. Listed investments are measured at fair value. Unlisted investments are measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

***Stocks***

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Notes to the Accounts**  
**for the year ended 31 December 2021**

***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

***Creditors***

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

***Provisions***

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

***Foreign currency translation***

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction.

At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.



**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
**( A CHARITABLE COMPANY LIMITED BY GUARANTEE)**  
**Notes to the Accounts**  
**for the year ended 31 December 2021**

***Leased assets***

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

***Pensions***

Contributions to defined contribution plans are expensed in the period to which they relate.

<b>2 Analysis of income</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Tithes, Offerings, Donations & Sundry Income	331,246	229,440
Building maintenance funds	3,018	16,000
Canteen & other trading income	30	18,154
Rental Income	39,000	39,000
	<u>373,294</u>	<u>302,594</u>

By geographical market:

UK	<u>373,294</u>	<u>302,594</u>
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<b>3 Operating income</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Depreciation of owned fixed assets	<u>70,973</u>	<u>74,277</u>

<b>4 Staff costs</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<u>24,706</u>	<u>24,727</u>
	<u>24,706</u>	<u>24,727</u>

**Director's and Trustee's Remuneration, Benefits and Expenses**

<b>2021</b>	<b>2020</b>
<b>£</b>	<b>£</b>
<u>23,103</u>	<u>21,696</u>

The telephone and internet bills amounting to £812.73 (2020 £758.75 ) of one of the trustees was paid.

<b>Average number of employees during the year</b>	<b>Number</b>	<b>Number</b>
Pastoral	1	1
Administrative and operations	1	1
	<u>2</u>	<u>2</u>

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<b>5 Interest payable</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Mortgage interest	16,366	17,874

**6 Tangible fixed assets**

	<b>Leasehold Land At cost £</b>	<b>Freehold Land and buildings At cost £</b>	<b>Motor Vehicle At cost £</b>	<b>Fixtures, fittings, tools and equipment At cost £</b>	<b>Total £</b>
<b>Cost or valuation</b>					
At 1 January 2021	111,747	2,425,956	40,000	252,918	2,830,621
Additions	29,471	-	-	2,782	32,253
At 31 December 2021	141,218	2,425,956	40,000	255,700	2,862,874
<b>Depreciation</b>					
At 1 January 2021	4,455	494,734	11,100	179,228	689,517
Charge for the year	2,824	48,519	4,335	15,295	70,973
At 31 December 2021	7,279	543,253	15,435	194,523	760,490
<b>Carrying amount</b>					
At 31 December 2021	133,939	1,882,703	24,565	61,177	2,102,384
At 31 December 2020	107,292	1,931,222	28,900	73,690	2,141,104

<b>7 Stocks</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Finished goods and goods for resale	2,166	2,166

<b>8 Debtors</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Advanced payment to a supplier	470	-
Other debtors	7,285	7,285
Prepayments	6,144	4,744
Accrued income	28,725	26,626
	42,624	38,655

<b>9 Creditors: amounts falling due within one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank loans	51,904	48,439
Amounts Held on behalf of Church Bands	51,609	45,196
Trade creditors	-	5,563
Advanced rental income deferred	3,250	3,250
Other taxes and social security costs	711	150
Accruals	6,986	7,055
	114,460	109,653

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<b>10 Creditors: amounts falling due after one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank loans	480,429	516,431
Licensee's deposit held	9,750	9,750
	<u>490,179</u>	<u>526,181</u>

Bank loan is secured by a legal charge over a freehold property known as 333 High Road, Wood Green N22 8GZ.

<b>11 Unrestricted Funds</b>	<b>2021</b>	<b>2020</b>
<b>Unrestricted Funds</b>	<b>£</b>	<b>£</b>
At 1 January	1,613,447	1,571,572
Profit for the financial year	166,918	41,875
At 31 December	<u>1,780,365</u>	<u>1,613,447</u>

<b>12 Restricted Fund: Building Maintenance Fund</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
At 1 January	345,128	344,917
Total Received During The Year	3,870	16,211
Total Expensed During The Year	(3,018)	(16,000)
At 31 December	<u>345,980</u>	<u>345,128</u>

**13 Events after the reporting date**

The World Health Organisation declared outbreak of the coronavirus a pandemic in March 2020. Many of the charity's services involving face to face delivery was suspended in March due to the pandemic; Sunday services were delivered by zoom. Continued support has been available to beneficiaries with regular phone calls and individual support. The loss of income has been mitigated by the Government CJRS 'furlough' scheme and reduction in expenses. Income from contracts and services for the year ended 31st December 2021 is improved with the easing of Covid restrictions.

The Charity's strong financial position means that, even at high levels of uncertainty, it is well placed to adapt to the changing circumstances.

**14 Related party transactions**

There were no related party transactions to disclose for 2021. ( 2020 none )

**NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH**  
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**for the year ended 31 December 2021**

**15 Presentation currency**

The financial statements are presented in Sterling.

**16 Legal form of entity and country of incorporation**

NEW COVENANT CHERUBIM & SERAPHIM MOVEMENT CHURCH is a private company limited by guarantee and incorporated in England.

The company is a registered charity under a Charity Registered Number : 1130858

**17 Principal place of business**

The address of the company's principal place of business and registered office is:

333 High Road, Wood Green, London N22 8JA