

COMPANY REGISTRATION NUMBER: 3818138
CHARITY REGISTRATION NUMBER: 1079501

The Angel Foundation
Company Limited by Guarantee
Financial Statements
31 March 2021

THOMAS WESTCOTT

Chartered accountants & statutory auditor
Plym House
3 Longbridge Road
Marsh Mills
Plymouth
PL6 8LT

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The Angel Foundation

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2021

	Page
Trustees' annual report (incorporating the directors' report)	1
Independent auditor's report to the members	15
Statement of financial activities (including income and expenditure account)	19
Statement of financial position	20
Statement of cash flows	21
Notes to the financial statements	22

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2021.

Reference and administrative details

Registered charity name	The Angel Foundation
Charity registration number	1079501
Company registration number	3818138
Principal office and registered office	27 Burrington Way Plymouth PL5 3LR
The trustees	S Beik C Cole DW Simpson R Simpson (Resigned 13 August 2020)
Secretary	PV Le Druillenec
Auditor	Thomas Westcott Chartered accountants & statutory auditor Plym House 3 Longbridge Road Marsh Mills Plymouth PL6 8LT
Bankers	Barclays 20 Lemon Street Truro Cornwall TR1 2NB
Solicitors	Geldards LLP Dumfries House Dumfries Place Cardiff CF10 3ZF

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

Strategic report

Structure, governance and management

Governing document

The Charity is registered in England as a company limited by guarantee, governed by its Memorandum and Articles of Association.

Appointment of Trustees

The Articles of Association specify that the number of Trustees shall not be fewer than three and no fixed maximum number. Trustees must be over the age of 18 and are appointed by election by the current board of Trustees.

Trustee induction and training

All new Trustees appointed undergo training to brief them on their legal obligations under Charity and company law, and the content of the Memorandum and Articles of Association. They are also introduced to key employees and other Trustees.

Organisational structure

The Angel Foundation has its head office in Plymouth. Marketing and partner services in Scandinavia are operated from a virtual office in Norway, and a different virtual office in Germany looks after the same for the rest of continental Europe.

Related Parties

The Angel Foundation co-operates with the following charities which are independent from The Angel Foundation in their operations, but which raise funds locally for the pursuit of the same objects and help fund GOD.TV.

- Angel Christian Television Trust Inc (ACTT) based in United States of America
- Angel Christian Television China Limited (ACTC) based in Hong Kong
- Angel Television Africa (ATA) based in Cape Town
- Angel Christian Television Australia Limited (ACTA) based in Melbourne
- Angel Christian Charitable Foundation India (ACCFI) based in Chennai (Madras)
- Angel Christian Television GTE (ACTN) based in Nigeria
- God TV Foundation (GTVF) based in Sri Lanka

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

The Board of Trustees and the Management

Ward Simpson

GOD TV Trustee / GOD TV CEO & Chairman

Ward is GOD TV's chairman and chief executive officer (CEO) and brings a wealth of experience in both business and ministry to GOD TV. As senior executive with the Simpson Group of companies, Ward managed an international automobile distribution corporation and as executive director of the Brownsville Revival School of Ministry (BRSM). He was part of the leadership team in Pensacola, Florida during the world-famous Brownsville Revival. Ward is a product of revival and has a passion to see revival fires spread across the globe.

Stephen (Steve) Beik

GOD TV Trustee

We report with great sadness that Steve who resigned in August 2020 died on the 24th June 2021. Quoting from his eulogy:

Steve was an extraordinary figure at GOD TV... quiet and reserved, yet passionate about the gospel and passionate to see the Lord use media to reach the lost.

But for Steve, proclaiming the gospel through media was no abstract concept...he himself had given his life to the Lord while watching Christian TV late one night at his home ("back in the early days") and from that moment on, he was a strong advocate of the power of Christian media to reach and impact nations.

"His master replied, 'Well done good and faithful servant! You have been faithful...'" Matt 25.23 NIV

Steve Beik... husband, father, grandfather, child of The King and destined for Glory. A gentle giant among us all.

Chris Cole

GOD TV Trustee

Chris is a leading figure in Christian broadcasting in the UK. He and his wife Kerry founded Cross Rhythms in the 1980s, a pioneering media ministry that collaborates with radio stations in Stoke on Trent, Plymouth and Stockton-on-Tees and 75 stations worldwide. Chris is now co-chair of Cross Rhythms and is a frequent radio host. He was a presenter on GOD TV's Dream on TV series and was GOD TV's Regional Director for the UK for six years. He has played a key role in the Christian Broadcasting Council of the UK and is the Chair of Cornerstone Vision, a marketing and publishing company and Chair of Trustees for the Gilead Foundations Charity, a rehabilitation centre in Okehampton. He has been a faithful friend of GOD TV for many years, was instrumental in the ministry moving to Plymouth and has been a trustee since 2015.

Rafael Simpson

GOD TV Trustee

Rafael Simpson is a serial entrepreneur with a passion for start-up companies, with over 10 years of experience in building and growing online e-business. Rafael has founded companies in the apparel, internet, and energy industry. Rafael also consults for global brands in the areas of strategic fundraising, digital communication, and consumer engagement.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

Our Mission

SOULS / MEDIA MISSIONARIES – “Go into all the world and preach the Gospel to every creature.” Mark 16:15 Preaching, teaching and discipling. Taking the Gospel to the ends of the earth.

ISRAEL / INTERCESSORS – “Jerusalem, I have set intercessors on your walls who shall cry to God all day and all night for the fulfilment of His promises. Take no rest, all you who pray, and give God no rest until He establishes Jerusalem and makes her respected and admired throughout the earth.” Isaiah 62:6-7 Defending Israel, praying for Israel, proclaiming the Good News of Messiah Yeshua to Israel, interceding for her and praying for the coming revival of the Jewish people.

REVIVAL / EVANGELISTS – “Repent, then, and turn to God, so that your sins may be wiped out, that times of refreshing may come from the Lord, and that He may send the Messiah Jesus” Acts 3:19-20

We are calling people around the world to repentance, broadcasting the move of God around the world, celebrating the Holy Spirit by showcasing the presence and power of God.

Basis of Faith

The Angel Foundation uses the Evangelical Alliance Basis of Faith to ensure that participating individuals, churches and groups uphold the same values.

We Believe:

- The one true God who lives eternally in three persons – the Father, the Son and the Holy Spirit.
 - The incarnation of God's eternal Son, the Lord Jesus Christ – born of the virgin Mary; truly divine and truly human, yet without sin.
 - The love, grace and sovereignty of God in creating, sustaining, ruling, redeeming and judging the world.
 - The atoning sacrifice of Christ on the cross: dying in our place, paying the price of sin and defeating evil, so reconciling us with God.
 - The divine inspiration and supreme authority of the Old and New Testament Scriptures, which are the written Word of God – fully trustworthy for faith and conduct.
 - The bodily resurrection of Christ, the first fruits of our resurrection; his ascension to the Father, and his reign and mediation as the only Saviour of the world.
 - The dignity of all people, made male and female in God's image to love, be holy and care for creation, yet corrupted by sin, which incurs divine wrath and judgement.
 - The justification of sinners solely by the grace of God through faith in Christ.
 - The ministry of God the Holy Spirit, who leads us to repentance, unites us with Christ through new birth, empowers our discipleship and enables our witness.
 - The church, the body of Christ both local and universal, the priesthood of all believers — given life by the Spirit and endowed with the Spirit's gifts to worship God and proclaim the gospel, promoting justice and love.
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The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

- The personal and visible return of Jesus Christ to fulfil the purposes of God, who will raise all people to judgement, bring eternal life to the redeemed and eternal condemnation to the lost, and establish a new heaven and new earth

Objectives and activities

Objects of the Charity

The objects of the Charity are the advancement of the Christian religion and education, and the relief of poverty, distress and sickness. The key objective and activity area of the Charity is the advancement of the Christian religion through all forms of media.

The principal manner in which The Angel Foundation achieves its objects is through the worldwide television Ministry, GOD TV. Further information can be found on the Ministry's website, www.god.tv.

History

GOD TV started broadcasting in October 1995 as The Christian Channel Europe through a company later renamed The Dream Family Network Ltd. Since 2002, the UK and European activities of God TV have been in the care of The Angel Foundation. God TV aspires to reach people with the Good News of Jesus Christ through media thus fulfilling the great commission.

"Go into all the world and preach the gospel to every creature." Mark 16:15

With a vision of Souls, Israel & Revival, GOD TV is constantly exploring increased distribution opportunities across all multimedia platforms as well as its main stay of traditional TV Broadcast.

With several separate feeds, carried on a multi satellite platform, the GOD Channel is currently broadcast around the world 24-hours-a-day, reaching 310 million connected homes – a figure which translates into over a billion people - in more than 200 nations & territories - who can watch the GOD Channel by a click of their remote control. GOD TV broadcasts into over 50% of UK TV households via Sky satellite, Freesat or Virgin Cable, and it is these viewers who provide the great majority of the donations received by The Angel Foundation.

The powerful free-to-air satellite signal is also pulled down and re-distributed by various cable networks in India, Nepal, Hong Kong, Nigeria, Cameroon, Europe and various Nordic countries. Additionally, the GOD Channel signal is re-broadcast through a number of terrestrial transmitters, for example in Africa, where the ministry presently has four transmitters in Kenya, covering a population of 13 million people.

Where the GOD Channel is not easily available through satellite, cable or terrestrial transmission, viewers can watch via web streaming on Apple TV and Roku while working on the other streaming platforms. Every day we receive feedback from viewers in countries from South America to the Middle East who are watching through the internet. This now also includes new media content and channels such as special interest related Facebook Groups, Instagram stories, Twitter, LinkedIn etc whilst continuing to explore partnerships with ministries to advance the gospel on Tik Tok and other youth focused platforms.

In 25 years, GOD TV has grown, from broadcasting two hours each day in 1995 to now cover the entire planet 24 hours a day. With the right technology you can now access GOD TV from anywhere on earth.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

Notable achievements and future developments

April 2020 was the start of what turned out to be a very different year than we could ever have imagined. With the emergence of COVID-19 the world, and indeed the GOD TV team, had a choice; do we choose fear or faith? Of course, the team chose faith and pivoted and reorganised to take up the opportunity in front of them. The team pressed on with the ever-important mission to share the Good News of Jesus Christ with all the nations. The message of hope, eternal life and forgiveness had never been more urgent or relevant. The team remained faithful and came together to support all of our partners and viewers around the world. God really delivered. We ended the year with more testimonies of His goodness and answered prayer, such as this one from Bernadette:

Bernadette has suffered from a lot of depression in her life. 3 years ago she had a mastectomy and said GOD TV helped her through such a difficult time. It was through watching the testimonies and hearing the messages on GOD TV that God changed her life and brought darkness into light. She says she was never taught the Bible but since watching she has learnt so much. She told us 'without GOD TV I don't know how I would have survived.' She would have felt so completely alone. She is facing another possible procedure but is very comforted by the fact that we can stand with her in prayer.

What follows are just some of the operational highlights from throughout the year.

April 2020

New programming included:

- A new series of Today with Ward.
- King of Shadows series starts airing
- Jonathan and Melissa Helser (Bethel Music) sent special programming to be used for COVID-19 programmes
- A Tale of two Cities airs
- We aired a Special Easter programme – J John, GOD TV Easter Communion, Luis Palau and an Easter Sunday Sunrise Service from Jerusalem.

Creatively, we completed assets for It's All Greek to Me - Series 4, J. John on Sunday, COVID-19 daily programme, Equipping the Saints, Word on Fire and GOD TV Presents "Special Easter Communion."

What really stood out about our daily programme was the speed at which God used the format to minister to the audience. We were also creating more unique, timely and relevant content with a smaller team than ever before. We simply couldn't have done this without God and it was truly changing lives.

We also started a relentless campaign of support calls, redeploying our call centre resources to stand with our partners in prayer and fellowship at a time when many felt isolated, alone or fearful. The Partnerships team were swift in delivering a message of hope and praying with our partners, mirroring the on-air message perfectly.

We again reviewed all of our costs to ensure we could tighten our belt if required, as we recognised the financial and operational risks of the coming lockdowns. This included a Gift Aid Review, appointment of new auditors, working from home policies and implementing COVID-19 control measures. We also worked hard to support staff through the government furlough scheme, which at the time was a moving target as the government made adjustments to the parameters of the scheme.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

May 2020

New programming this month included:

- Content from Parent Compass, Vineyard and Westpoint
- We aired a newly acquired documentary – celebrating Israel's Magna Carta
- The National Day of Prayer broadcast live from US
- Special programming for the Pentecost weekend (Night of Promise, GO 2020, Unite 714, The Fire and Rain of the Spirit, Empowered 21, Sound from Heaven)
- We aired the National Day of Prayer from the UK and a special event from Angus Buchan LIVE in South Africa

Creatively we created the Standing Together brand, studio and webpages to take over from the Covid-19 response programme. We also took part in helping to deliver and broadcast the National Day to pray with Betty King, this included on-air branding and styling, programme creation and digital promotion of the event.

A key feature of this month was our Israel Breaking News fundraising programming. We took the opportunity to update our partners by letter and a handful of programmes about the good work the team in Israel was and is doing to share the gospel in Hebrew in the land of Israel through Shelanu TV, in partnership with local ministries on the ground.

June 2020

As tensions around the world rose around racism and inequality, Ward Simpson bravely led us in a month of special programming focusing on racial justice. This included special episodes of Standing Together with key leaders who ministered to us to supply clarity, insight, wisdom, and a biblical perspective. Guests included Bishop John Francis, TD Jakes, Harry Jackson and Mark Chironna. We also aired a special series of Prophetic Voices on Racial Healing and continued our Israel Breaking News updates in new airtime slots.

As the pandemic continued to ravage the globe, we hired new staff in our Partnerships team, both in the US and UK, to support the need and ensure we could continue to pray with our partners around the world.

July 2020

In response to HOT TV revoking the broadcast license for Shelanu TV in Israel, Ward Simpson and other key Messianic leaders including Scott Volk, Dr Michael Brown and Barry and Batyah Segal, hosted programming entitled Israel Breaking News. We also looked to acquire new, nourishing programming for viewers who were isolated in their homes, including Vineyard Legacy and Equipping the Saints.

As July would normally be festival season in the Christian world, several Christian events and festivals reached out to us to partner with them to broadcast their "virtual events." New Wine, Creation Fest and the ONE Event were all interested in how they could work with us to share their content with a larger viewer base worldwide and strong relationships were formed.

Throughout this time, we continued to pray with partners who were struggling mentally, financially and spiritually.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

August 2020

In continuation of airing summer events as live broadcasts, we established a collaboration with Daniel Chand and Walking Like Jesus Ministries. We produced a series of delayed live programmes whereby the source material was uploaded to the Plymouth studio facility each night for the team to post-produce. Over the course of the weekend, 20 hours of programme content was recorded and mastered for distribution across both our on-air and YouTube channel.

We produced a new series of fundraising programmes titled 'Media Missionary' with a focus on GOD TV's vision and work within the regions. The team recorded 11 programmes in the studio as well as remote calling guests in.

Not to shy away from the cultural issues in the press, GOD TV aired our third co-production with Rev. Betty King International Ministries, and a continuation of the series on Racial Healing and Reconciliation. These programmes were hosted by Rev. Betty King and featured discussions with leaders Melinda Richardson and Bishop Jackie McCullough.

September 2020

We redesigned the Plymouth Studio set for Standing Together. This enabled the team to implement a revised broader plan for the Plymouth facility. This new plan would allow the main studio area to house 3 separate active sets.

This season of collaboration and building key partnerships with leading UK-based ministries started with the submission by New Wine of their online 2020 conference series: 6x 1-hour sessions, which we had exclusive rights to broadcast.

We also filmed some special programming in honour of the 400th anniversary of the Mayflower.

As the team had changed a great deal due to the pandemic, we initiated a time of corporate prayer on Wednesday afternoons to gather as a worldwide team to pray for the ministry and our partners.

Further preparations were made to make the move to our new Customer Relationship Management (CRM) system including a Q&A with the Give Clarity team.

Perhaps the best aspect of an otherwise difficult year of lockdown is how many new partnerships we established among leading UK ministries. Online & on-air media became everyone's focus in the last year, and GOD TV is now seen as a key partner providing ministries with access to a global audience.

October 2020

GOD TV turned 25! The UK team produced 2x 30-min programmes and 3x 1-hour programmes, along with in-programme VT inserts and campaign Ask sequences for the By His Hand campaign (the third fundraising event of the year). This campaign gave the team the ability to employ a new studio technique which laid the foundations for the creation of Set C. Set C was implemented as a 'Green Screen' installation.

Our branded 25th anniversary promo design, including the mailer, was implemented across all communication channels.

Many friends joined us this month including Ward Simpson, Ron Cantor, the GOD TV Regional Directors, Glyn Barrett, Jean Luc Trachsel, Mike Bickle, Ken & Lois Gott, Bo Sander, Simon Jacobsen, Andy Hawthorne, Canon J John, Mattheus van der Steen and Lydia Marrow etc.

After a detailed review of Set A, the decision was given to increase the first budget for the team to undertake a full redesign for Standing Together. The existing assets from the September redesign were then utilised to create a Set B installation in the main studio facility.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

In the fourth co-production of the year, this time with Robert Stearns and Eagles Wings Ministries, Day to Pray for Jerusalem was aired. The recorded event was post-produced and mastered into a 1-hour package for broadcast.

Work also started on evangelistic programming 'The Invitation.'

November 2020

'Go Deeper' Christmas Specials were filmed in the US studio and the Bless Israel campaign was created for promotion in December across our online and digital platforms.

Thorough training for the entire Partnerships team was started for our new CRM and phone systems. The team moved back to making care calls as lockdown number 2 hit the UK and some very desperate prayer requests were made, including a mother who had just lost her son to suicide because of loneliness in lockdown.

'How to Connect' cards were produced for each region to further engage partners in the ways they can connect with us.

December 2020

The December mailer with specially designed Christmas cards, including a poem from Ward and bookmarks, were sent out to reach partners by 1st December.

This month, we aired Christmas programming including:

- Thanksgiving Standing Together Special
- Standing Together Christmas Daily Specials featuring guest hosts Carrie Lloyd and Noel Robinson
- GOD TV Christmas Day Special featuring the Birmingham City Gospel Choir
- GOD TV Christmas Carol Service hosted from Rivers Church in Cape Town
- GOD TV Standing Together New Year's Eve Special
- A Call for Prayer New Year's Special hosted by Ward Simpson and Ben & Jodie Hughes

We also launched the Shelanu TV fundraising campaign with a series of 6x 30-min programmes, recorded with Ward Simpson and key Christian and Messianic leaders.

The flexibility of our new broadcast software meant we could create many new programme formats and streamline our internal processes to generate maximum original viewer content.

Highlights from the Partnerships end of year summary include:

- UK Ops team made and received over 55,000 calls this year, almost 3x as many as 2 years ago
- Received over 150,000 prayer requests from partners all over the world via email, letter and phone
- Sent around 360,000 letters to our partners around the world this year, bringing them important ministry news and personal encouragement

We enjoyed an online Christmas party as a team.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

January 2021

To welcome in the new year, we highlighted that God is still at work through this bleak season with Standing Together specials highlighting Holocaust Memorial Day and Church in the Community, a key theme behind the Standing Together programme brand and original content.

A fresh look for GOD TV's key programme, Call for Prayer, was created. This project not only focused on new branding and on-air creative for the programme, but also included redesigning and refreshing the god.tv/prayer and god.tv/testimony online pages. The rebrand of the programme allowed Call for Prayer to have a permanent new home in the Plymouth Studio, utilising 'Set C' - the Green Screen installation, as part of the broader three set plan for the Plymouth facility.

This fell in line with a new monthly Call for Prayer programme to support partners through the pandemic. It proved to be very popular, with lots of new people calling us for prayer too.

We got plenty of new acquisitions this month including the Road Trip to Truth series, Leading the Way with Michael Youssef & Fulturn Church and began building relationship with Werner Nachtigal and GO Movement to build up towards the big evangelistic month in May.

February 2021

Excitingly, this month our new evangelistic series 'The Invitation' began. Additionally, in order to increase the visibility and regional representation of our global offices, the new Call for Prayer programme saw the introduction of regional co-hosts, linking to the main Plymouth content hub. These co-hosts included Priya Matthews, Stephen Mondal and Christy Jennifer (GOD TV India) and Sarah Crockett and Kate Muguira (GOD TV US).

We also continued with themed Standing Together programmes, including a Marriage and Relationship Special with Nicky and Sila Lee. 'Get Real' was aired – a new weekly programme series hosted by Shelanu TV President, Ron Cantor. These programmes centred around frank, open and honest conversations and featured guests Dr. Michael Brown, Bishop Mark Chironna, Robby Dawkins & Troy Brewer.

Due to its success, we began work on The Invitation Season 2. Additionally, one of the ways we've invited key ministries to contribute to GOD TV is through our ongoing Word of Encouragement pieces. These short exhortations are used throughout the GOD TV schedule and as a featured part of our regular Standing Together broadcasts.

March 2021

Resulting from our partnership with the GO Movement, March's programming centred around Easter and Evangelism. This included World Prayer Together Day. This programme was the first time we streamed as-live to the GOD TV Prayer Channel on YouTube. The stream featured live comments and offered prayer to the online viewership, which GOD TV had grown directly from streaming the daily Standing Together programmes on YouTube.

Easter arrived! The team oversaw the design and implementation across all platforms of the 'Easter on GOD TV' branding and aired special programmes including Good Friday World Broadcast: A 90-min special programme with Nick Hall of Pulse Ministries and Passover Message by Ward Simpson.

New acquisitions for the Easter season also included special programming from Voices of Virtue Choir plus some shorter content.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

In Summary

GOD TV continues to fulfil its mandate to reach the nations with the Good News of Jesus through media. We continue to steward our resources for maximum impact and partner with other ministries to lift up the name of Jesus in evermore creative and exciting ways.

As ever, we as a management team are proud of our faithful and determined team who work tirelessly to seek and share Jesus through media. We simply could not do what we do without the support of our team, viewers, donors, ministry partners and, of course, God. We say a huge 'thank you' to all involved and continue to celebrate all that God is doing in and through the ministry of GOD TV.

I hope you will agree that, while the last year could have been devastating as it has been for so many charities, what we have seen is the amazing opportunity to share His hope and love with many millions around the world.

So, we say 'thank you' and 'God bless' as we continue to seek His face as we plan for the next year knowing that the best is indeed yet to come.

Financial review

In the year ended 31 March 2021, the Angel Foundation made a surplus of £257k on ordinary activities compared with a surplus of £843k in the previous financial year. Year on year comparison highlights the following main differences:

- Donation income fell by 27% or £1.14m - £840k of this difference is due to a large one-off donation received in the previous year, and following the Covid 19 crisis, regular donations fell by £300k.
- Income from charitable activities fell by 64% or £510k – following the sale of the programme library and the Indian subsidiary in the previous year, licence fees of £348k and broadcasting income of £150k were no longer received.
- Staff costs fell by 32% or £584k due to redundancies and furlough payments received.
- Freelance fees fell by 48% or £136k as production of TV programmes was severely impacted by pandemic precautions.
- Travel expenses stopped nearly entirely (spent over £200k less) for the same reason.
- Other expenses fell by 47% or £143k – main differences for this category are from more favourable exchange rates (£114k), no events held and reduced spending on advertising and marketing (£72k), miscellaneous other costs reduced (£65k), but £105k increase in redundancy costs.
- Following the sale of the library, a reduction of £190k on depreciation and amortisation costs.
- Governance costs rose significantly by £176k: mainly because of £193k of fees incurred in the VAT dispute with HMRC (see below) partially mitigated by a decrease in audit fees of £17k after we changed our auditors.

The biggest impact on the financial results for the year was losing a VAT dispute with HMRC. This resulted in a charge of £2.1m for VAT due and interest, shown as an extraordinary item in the Statement of Financial Activities. No penalties were charged.

Charities are usually in the position that they are only allowed to reclaim a portion of the VAT they suffer on expenses. In 2006 Angel Foundation agreed with HMRC a percentage reclaim of VAT suffered. In 2018 following a VAT inspection, the percentage reclaim figure was sharply reduced and the reduced claim was retrospectively applied over the four previous years.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

In June 2021 a payment plan was agreed with HMRC and Angel Foundation's appeal against the HMRC assessment was dropped. The plan agreed was that there should be an initial payment of £1 million and then monthly payments of £35,000 until the debt was paid off. The initial payment (made with the assistance of a related party) and the first monthly instalment were both paid in June. The Trustees believe that the resources of Angel Foundation should be sufficient to meet the VAT payments in full as they fall due.

During the year, The Angel Foundation continued to work closely together with its sister charity in the US, Angel Christian Television Trust Inc., with funds being transferred between the charities and accounted for in an intercompany account in their respective balance sheets. The balance owed to The Angel Foundation decreased in the year from £218k to £172k.

The 93% trading subsidiary, Dream Family Network Ltd, was dissolved on 9th May 2021. In the year it made a loss of £58k (2020: loss of £48k). All trading activities of the charity are now being undertaken by its 100% subsidiary God TV Ltd which made a profit of £0 (2020: £0).

In the opinion of the Trustees, the Charity's assets are sufficient to fulfil the obligations of the Charity.

The movement in the Statement of Financial Activities of unrestricted funds amounted to a net outflow of £1.8m (2020: inflow of £0.84m). Restricted funds were reduced by £36.6k (2020 no change).

Reserves and working capital policy

The Trustees have established the level of reserves (that is those funds that are freely available) that the Charity ought to have. Reserves are needed to bridge the funding gaps between spending on programme production, transmission costs and the continuing contributions to the growth and enhancement of GOD TV and receiving resources through appeals, sales of airtime and regular donations. Reserves are also held to cover possible emergency costs and other expenditure. In addition, short term reserves will also be needed to sustain operations over the period when it is expected that donations will be low and there is a period of months until the next planned appeal. The Trustees therefore consider that the ideal level of reserves at 31st March 2021 would be £600,000.

The actual free reserves at 31 March 2021 were £1.4m negative, although excluding the extraordinary charge of £2.1m for VAT, reserves would have been £676k as compared to £419k in the previous year. This level would have been sufficient to cover the level of reserves as stipulated above.

Risk policy

The Trustees have a risk management strategy which comprises:

- The Trustees periodically review the risks the Charity might face;
- The establishment of systems and procedures to mitigate those risks identified in the plan and
- The implementation of procedures designed to minimise any potential impact on the Charity should these risks materialise.

A key element in the management of financial risk is the setting of the reserves and working capital policy and its regular review by Trustees.

The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

Anti-bribery policy

The Trustees are aware of the recent legislation and consider that the charity had not made any payments that could be considered as bribes. Payments to overseas bodies are monitored regularly and protocols adopted to govern such payments ensure that any potential bribes would be identified as such and steps be taken to recover these amounts. The Trustees have also adopted a Financial Crimes and a Whistleblowing policy to assist them with ensuring that the charity continues to operate within the guidelines of the Charity Commission of England and Wales.

Public benefit statement

When planning the charity's activities for the year, the Trustees have considered the Commission's guidance on public benefit and in particular the specific guidance for advancement of religion. The following benefits were achieved during the year:

- Increased coverage and viewership of GOD TV which enabled the gospel to be spread further
- Expansion of the web page, www.god.tv, which gave access to more partners and through web streaming allowed an alternative method to broadcasting on GOD TV for advancing the Christian religion
- Developing and nurturing partners through individual and corporate prayer
- Filming of Christian conferences and events which spreads the word of a living faith and impacts on the life of many viewers

The ministry of the charity has benefitted many people during the year, including the following:

- Viewers of GOD TV and visitors to the web page who are provided with worship, prayer and Christian education opportunities in addition or as an alternative to fellowship in local churches
- Partners who have benefitted from prayers for themselves and loved ones

Trustees' responsibilities statement

The trustees, who are also directors 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, 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 applicable Charities SORP;
 - make judgments and accounting estimates that are reasonable and prudent;
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The Angel Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2021

- 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 charity will continue in business.

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

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on 22nd October 2021 and signed on behalf of the board of trustees by:



PV Le Druillenec
Secretary

The Angel Foundation

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Angel Foundation

Year ended 31 March 2021

Opinion

We have audited the financial statements of The Angel Foundation (the 'charity') for the year ended 31 March 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 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 charity's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

The Angel Foundation

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Angel Foundation *(continued)*

Year ended 31 March 2021

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 trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' 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 trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

The Angel Foundation

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Angel Foundation *(continued)*

Year ended 31 March 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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 trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

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:

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
 - Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
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The Angel Foundation

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Angel Foundation *(continued)*

Year ended 31 March 2021

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity'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 charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Adam Croney ACA (Senior Statutory Auditor)

For and on behalf of
Thomas Westcott
Chartered accountants & statutory auditor
Plym House
3 Longbridge Road
Marsh Mills
Plymouth
PL6 8LT

27 October 2021

The Angel Foundation

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account) (continued)

Year ended 31 March 2021

		2021					2020
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total from continuing operations £	Discontinued operations £	Total funds £
Income and endowments							
Donations and legacies	5	3,076,377	–	3,076,377	4,222,699	–	4,222,699
Charitable activities	6	289,299	–	289,299	647,393	150,407	797,800
Investment income	7	12,921	–	12,921	920	–	920
Other income	8	35	–	35	–	–	–
Total income		<u>3,378,632</u>	<u>–</u>	<u>3,378,632</u>	<u>4,871,012</u>	<u>150,407</u>	<u>5,021,419</u>
Expenditure							
Expenditure on charitable activities	9,10	3,091,476	36,575	3,128,051	4,013,273	279,985	4,293,258
Other expenditure	12	(6,318)	–	(6,318)	–	–	–
Total expenditure		<u>3,085,158</u>	<u>36,575</u>	<u>3,121,733</u>	<u>4,013,273</u>	<u>279,985</u>	<u>4,293,258</u>
Net gains on investments	13	–	–	–	121,232	–	121,232
Gains/(losses) on foreign exchange		–	–	–	–	(6,255)	(6,255)
Transfers between funds		–	–	–	101,958	(101,958)	–
Net income		<u>293,474</u>	<u>(36,575)</u>	<u>256,899</u>	<u>1,080,929</u>	<u>(237,791)</u>	<u>843,138</u>
Extraordinary items	18	(2,103,141)	–	(2,103,141)	–	–	–
Net movement in funds		<u>(1,809,667)</u>	<u>(36,575)</u>	<u>(1,846,242)</u>	<u>1,080,929</u>	<u>(237,791)</u>	<u>843,138</u>
Reconciliation of funds							
Total funds brought forward		377,486	41,845	419,331	(661,598)	(237,791)	(423,807)
Total funds carried forward		<u>(1,432,181)</u>	<u>5,270</u>	<u>(1,426,911)</u>	<u>419,331</u>	<u>–</u>	<u>419,331</u>

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 22 to 36 form part of these financial statements.

The Angel Foundation

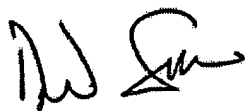
Company Limited by Guarantee

Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	20	–	627,756
Tangible fixed assets	21	41,531	50,109
Investments	22	2	–
		<u>41,533</u>	<u>677,865</u>
Current assets			
Debtors	23	521,549	504,793
Cash at bank and in hand		<u>489,061</u>	<u>349,050</u>
		1,010,610	853,843
Creditors: amounts falling due within one year	24	1,725,913	1,112,377
Net current liabilities		<u>715,301</u>	<u>258,534</u>
Total assets less current liabilities		(673,770)	419,331
Creditors: amounts falling due after more than one year	25	753,141	–
Net liabilities		<u>(1,426,911)</u>	<u>419,331</u>
Funds of the charity			
Restricted funds		5,270	41,845
Unrestricted funds		<u>(1,432,181)</u>	<u>377,486</u>
Total charity funds	28	<u>(1,426,911)</u>	<u>419,331</u>

These financial statements were approved by the board of trustees and authorised for issue on 22nd October 2021, and are signed on behalf of the board by:



DW Simpson
Trustee

The notes on pages 22 to 36 form part of these financial statements.

The Angel Foundation
Company Limited by Guarantee
Statement of Cash Flows
Year ended 31 March 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income	256,899	843,138
<i>Adjustments for:</i>		
Depreciation, amortisation and impairment	22,785	216,457
Interest payable and similar charges	–	37,798
Loss on disposal of intangible assets	627,756	34,965
<i>Changes in:</i>		
Trade and other debtors	(16,758)	215,497
Trade and other creditors	10,132	(872,921)
Net cash from operating activities	<u>900,814</u>	<u>474,934</u>
Cash flows from investing activities		
Purchase of tangible assets	(14,207)	(12,973)
Capitalised intangible fixed asset expenditure	–	(224,210)
Net cash used in investing activities	<u>(14,207)</u>	<u>(237,183)</u>
Cash flows from financing activities		
Interest paid	(21,065)	(37,798)
Repayments of loans	(725,531)	(19,809)
Repayment of finance lease	–	(1,576)
Net cash used in financing activities	<u>(746,596)</u>	<u>(59,183)</u>
Net increase in cash and cash equivalents	140,011	178,568
Cash and cash equivalents at beginning of year	349,050	170,482
Cash and cash equivalents at end of year	<u>489,061</u>	<u>349,050</u>

The notes on pages 22 to 36 form part of these financial statements.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 27 Burrington Way, Plymouth, PL5 3LR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities measured at fair value through income or expenditure.

Going concern

The financial statements have been prepared on the going concern basis. Despite the statement of financial position being insolvent at the reporting date, the charity retains support from the trustees and its related party, Angel Christian Television Trust Inc. A payment plan is in place to meet the charity's liabilities and the parties stated will ensure that the liabilities are met for a period of at least 12 months following the date that the financial statements are signed.

Please also see note 'Events after the reporting period' detailing the potential uncertainties relating to the going concern of the charity following the COVID-19 global pandemic.

Exceptional items

Exceptional items are disclosed separately in the financial statements in order to provide further understanding of the financial performance of the entity. They are material items of income or expense that have been shown separately because of their nature or amount.

Prior Year Adjustment

The Statement of Financial Activities has been restated for the comparative year. There has been a movement between income and expenditure, increasing both by £1,189,831. This relates to recharges now being recognised within income instead of expenditure. There has been no impact to the funds held.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome.

Taxation

The Angel Foundation is considered to pass the tests set out in Chapter 13 Schedule 6, Part 1 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 Corporation Tax Act 2018 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes

Foreign currencies

Transactions in foreign currencies are translated to the charity's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of transaction. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are retranslated to the functional currency at foreign exchange rates ruling at the dates the fair value was determined. Foreign exchange differences arising on translation are recognised in the statement of financial activities.

The assets and liabilities of foreign operations, including goodwill and fair value adjustments are translated to the charity's presentational currency, Sterling, at foreign exchange rates ruling at the balance sheet date. The revenues and expenses of foreign operations are translated at an average rate for the year where this rate approximates to the foreign exchange rates ruling at the dates of transactions. Foreign exchange differences arising on retranslation are recognised in other comprehensive income.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

Incoming resources

Voluntary income

Voluntary income is accounted for as received by the charity and comprises regular monthly giving by supporters and viewers of the channel, as well as one off donations in response to on air appeals. Tax recoverable on donations is accrued in the year of those donations.

Broadcast of Christian television programmes

Income from the broadcast of Christian television programmes represents net invoiced services, excluding value added tax.

Income received in advance for air space is deferred and released to the Statement of Financial Activity in the period to which the broadcast relates.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates: - expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities. All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Intangible assets

Intangible assets comprise investment in a library of programmes of Christian film footage. These comprise both programming created by the charity and programmes purchased. These programmes are licenced to other broadcasters.

These intangible assets are recorded at cost, after writing off the costs of programming that are considered to be irrecoverable, less accumulated amortisation. Cost includes all direct costs of production or in the case of purchased programmes, cost of purchase.

Amortisation is charged to the income and expenditure account over the estimated marketable life of the programme which is typically 10 years but which is reviewed annually and if no sale or broadcast has taken place, this is revised downwards during the year.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Programme library - 10% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

Tangible assets

Tangible fixed assets costing more than £2,000 are capitalised and included at cost including any incidental expenses of acquisition. Depreciation is provided to write off the cost or valuation less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset; less its residual value, over the useful economic life of that asset as follows:

Leasehold property improvements	-	25% straight line
Office furniture and equipment	-	25% straight line
Motor vehicles	-	25% straight line
Studio equipment	-	25% straight line
Computer equipment	-	25% straight line

Investments

Investments are stated at historic cost less provision for impairment.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Investments are measured at cost less impairment.

Other financial instruments are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Interest-bearing borrowings are recognised initially at the present value of future payments discounted at a market rate of interest. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

4. Limited by guarantee

The charity is a company limited by guarantee. The members of the company are Ward Simpson, Rafael Simpson and Nathan Simpson. Ward Simpson and Rafael Simpson are also trustees. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	3,076,377	3,076,377	4,222,699	4,222,699

6. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Sale of airtime	289,299	289,299	418,702	418,702
Royalties	—	—	348,000	348,000
Advertisement	—	—	31,098	31,098
	<u>289,299</u>	<u>289,299</u>	<u>797,800</u>	<u>797,800</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Other interest	2,221	2,221	920	920
Rental income	10,700	10,700	—	—
	<u>12,921</u>	<u>12,921</u>	<u>920</u>	<u>920</u>

8. Other income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Other income	35	35	—	—
	<u>35</u>	<u>35</u>	<u>—</u>	<u>—</u>

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Charitable expenditure	3,091,476	36,575	3,128,051
	<u>3,091,476</u>	<u>36,575</u>	<u>3,128,051</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Charitable expenditure	4,293,258	—	4,293,258
	<u>4,293,258</u>	<u>—</u>	<u>4,293,258</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Production of Christian programmes	2,849,666	—	2,849,666	4,190,885
Governance costs	—	278,385	278,385	102,373
	<u>2,849,666</u>	<u>278,385</u>	<u>3,128,051</u>	<u>4,293,258</u>

11. Analysis of production of Christian programmes costs

	Analysis of costs £	Total 2021 £	Total 2020 £
Staff costs	1,237,769	1,237,769	1,821,910
Transmission costs	861,409	861,409	876,507
Freelance fees	148,761	148,761	285,190
Bank charges	48,191	48,191	39,840
Interest	21,065	21,065	37,798
Travelling and subsistence	3,227	3,227	205,617
Telephone, postage and stationery	194,990	194,990	202,252
Establishment costs	147,886	147,886	192,512
Tithe donations	1,000	1,000	7,497
Other (including exchange gains/losses)	162,583	162,583	305,306
Impairment of intangible assets	—	—	115,987
Amortisation of intangible assets	—	—	74,939
Depreciation of tangible assets	22,785	22,785	25,530
	<u>2,849,666</u>	<u>2,849,666</u>	<u>4,190,885</u>

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

12. Analysis of governance costs

	Total 2021 £	Total 2020 £
Audit	19,794	36,369
Legal and professional	258,591	66,004
	<u>278,385</u>	<u>102,373</u>

13. Net gains on investments

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gains on investments in group undertakings	—	—	121,232	121,232

14. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Amortisation of intangible assets	—	74,939
Depreciation of tangible fixed assets	22,785	25,531
Gains on disposal of tangible fixed assets	(6,318)	—
Loss on disposal of intangible assets	—	28,635
Impairment of intangible assets	—	115,987

15. Auditors remuneration

	2021 £	2020 £
Fees payable for the audit of the financial statements	<u>23,500</u>	<u>18,000</u>

16. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
Wages and salaries	1,077,900	1,608,001
Social security costs	137,383	181,587
Employer contributions to pension plans	22,486	32,322
	<u>1,237,769</u>	<u>1,821,910</u>

The average head count of employees during the year was 35 (2020: 53).

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

16. Staff costs *(continued)*

The number of employees whose remuneration for the year fell within the following bands, were:

	2021 No.	2020 No.
£60,000 to £69,999	3	3
£70,000 to £79,999	—	1
	<u>3</u>	<u>4</u>

17. Trustee remuneration and expenses

No remuneration, other benefits from employment or reimbursing of expenses with the charity were received by the trustees (2020: £nil).

18. Extraordinary items

	2021 £	2020 £
Extraordinary charges	(2,103,141)	—

The Charity lost a VAT assessment case with HMRC after the reporting period. A contingent liability had previously been recognised where the trustees believed that they would not have to settle the value with HMRC. The charity is liable for VAT and interest totalling £2.1m. A payment plan is in place to repay the liability.

19. Other loans

The charity had a loan agreement with D and M Willett with regard to the loan balance of £746,596 outstanding at 31 March 2020. Within the reporting period the loan balance was transferred to the related party Angel Christian Television Trust Inc in exchange for the transfer of the Programmer Library – see note 20.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

20. Intangible assets

	Programme Library £
Cost	
At 1 April 2020	8,203,891
Additions	–
Disposals	(8,203,891)
At 31 March 2021	–
Amortisation	
At 1 April 2020	7,576,135
Charge for the year	–
Disposals	(7,576,135)
At 31 March 2021	–
Carrying amount	
At 31 March 2021	–
At 31 March 2020	627,756

21. Tangible fixed assets

	Long leasehold property £	Office equipment £	Motor vehicles £	Equipment £	Computer equipment £	Total £
Cost						
At 1 Apr 2020	28,364	54,535	10,194	743,799	1,184,494	2,021,386
Additions	–	–	–	1,198	13,009	14,207
Disposals	–	–	(10,194)	–	–	(10,194)
At 31 Mar 2021	28,364	54,535	–	744,997	1,197,503	2,025,399
Depreciation						
At 1 Apr 2020	27,186	48,138	10,194	740,979	1,144,780	1,971,277
Charge for the year	1,178	2,121	–	2,845	16,641	22,785
Disposals	–	–	(10,194)	–	–	(10,194)
At 31 Mar 2021	28,364	50,259	–	743,824	1,161,421	1,983,868
Carrying amount						
At 31 Mar 2021	–	4,276	–	1,173	36,082	41,531
At 31 Mar 2020	1,178	6,397	–	2,820	39,714	50,109

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

22. Investments

	Other investments £
Cost or valuation	
At 1 April 2020	–
Additions	2
Disposals	–
At 31 March 2021	<u>–</u>
Impairment	
At 1 April 2020	–
Disposals	–
At 31 March 2021	<u>–</u>
Carrying amount	
At 31 March 2021	<u>2</u>
At 31 March 2020	<u>–</u>

The above subsidiary investment represents a 100% shareholding in God TV Ltd, a limited company registered in the UK (registration number: 03288154, registered address: 27 Burrington Way, Plymouth, PL5 3LR). The financial statements for God TV Ltd have not been consolidated within these financial statements on the basis that they are immaterial.

Investments shown above are held at valuation.

23. Debtors

	2021 £	2020 £
Trade debtors	128,730	55,137
Amounts owed by group undertakings	822	500
Amounts owed by related parties	171,893	218,419
Prepayments and accrued income	195,354	186,429
Other debtors	24,750	44,308
	<u>521,549</u>	<u>504,793</u>

24. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	–	746,596
Trade creditors	169,760	191,512
Accruals and deferred income	155,097	131,681
Social security and other taxes	1,401,056	42,391
Sundry creditors	–	197
	<u>1,725,913</u>	<u>1,112,377</u>

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

25. Creditors: amounts falling due after more than one year

	2021 £	2020 £
Social security and other taxes	<u>753,141</u>	<u>—</u>

26. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2021 £	2020 £
Not later than 1 year	2,316	2,316
Later than 1 year and not later than 5 years	9,264	11,580
	<u>11,580</u>	<u>13,896</u>

27. Deferred income

	2021 £	2020 £
At 1 April 2020	45,839	—
Amount released to income	(45,839)	—
Amount deferred in year	53,354	45,839
At 31 March 2021	<u>53,354</u>	<u>45,839</u>

Income deferred relates to the sale of airtime where income is received in advance of the period to which it relates.

28. Pensions and other post-retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £22,486 (2020: £32,206).

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

29. Analysis of charitable funds

Unrestricted funds

	At 1 April 20	Income	Expenditure	Gains/losses and transfers	At 31 March 21
	£	£	£	£	£
Unrestricted funds	377,486	3,378,632	(5,188,299)	–	(1,432,181)

	At 1 April 19	Income	Expenditure	Gain/losses and transfers	At 31 March 20
	£	£	£	£	£
Unrestricted funds	(415,378)	3,829,411	(3,097,882)	61,335	377,486
Foreign exchange reserve	(54,456)	–	–	54,456	–
Minority interest	4,182	2,177	(5,545)	(814)	–
	<u>(465,652)</u>	<u>3,831,588</u>	<u>(3,103,427)</u>	<u>(3,103,427)</u>	<u>377,486</u>

Restricted funds

	At 1 April 20	Income	Expenditure	At 31 March 21
	£	£	£	£
Tsunami appeal	35,652	–	(36,652)	–
Sudan appeal	5,270	–	–	5,270
Kenya appeal	712	–	(923)	–
Haiti appeal	211	–	(211)	–
	<u>41,845</u>	<u>–</u>	<u>(36,575)</u>	<u>5,270</u>

	At 1 April 19	Income	Expenditure	At 31 March 20
	£	£	£	£
Tsunami appea	35,652	–	–	35,652
Sudan appeal	5,270	–	–	5,270
Kenya appeal	712	–	–	712
Haiti appeal	211	–	–	211
	<u>41,845</u>	<u>–</u>	<u>–</u>	<u>41,845</u>

The unrestricted general reserve represents the free funds of the charity which are not designated for particular purposes.

The Tsunami appeal fund represented funds raised specifically to helping the clean up and survivors of the disaster. This fund was fully utilised in the year.

The Sudan appeal fund represents funds raised specifically to hold conferences with Todd Bentley.

The Kenya appeal fund represented funds raised for humanitarian assistance such as drilling water wells. This fund was fully utilised in the year.

The Haiti appeal fund represented funds raised specifically to provide relief for earthquake victims. This fund was fully utilised in the year.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

30. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Intangible assets	–	–	–
Fixed assets	41,533	–	41,531
Current assets	1,005,340	5,270	1,010,610
Creditors less than 1 year	(1,725,913)	–	(1,725,913)
Creditors greater than 1 year	(753,141)	–	(753,141)
Net liabilities	(1,432,181)	5,270	(1,426,911)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Intangible assets	627,756	–	627,756
Fixed assets	50,109	–	50,109
Current assets	811,998	41,845	853,843
Creditors less than 1 year	(1,112,377)	–	(1,112,377)
Creditors greater than 1 year	–	–	–
Net liabilities	377,486	41,845	419,331

31. Ultimate controlling party

The Board of Trustees are the ultimate controlling party of the Charity.

32. Related parties

	Balance receivable by the charity 2021 £	Balance receivable by the charity 2020 £
Angel Christian Television Trust Inc	171,893	218,419
God TV Ltd	822	500
	<u>172,715</u>	<u>218,919</u>

Angel Christian Television Trust Inc (ACTT) replicates the functions of The Angel Foundation in other geographical locations whilst remaining independent in operation. Within the year the loan balance outstanding at 31 March 2020 of £746,596 was transferred from The Angel Foundation to ACTT. ACTT also purchased the Programme Library from the Angel Foundation in the year for £627,756. This balance is included in debtors and attracts interest at 2.5% above base rate.

God TV Ltd, the wholly owned subsidiary of The Angel Foundation, has a balance of £822 (2020: £500) which is owed to The Angel Foundation. This balance is included in debtors.

The Angel Foundation

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

33. Events after the end of the reporting period

The Charity lost a VAT assessment case with HMRC after the reporting period. A contingent liability had previously been recognised where the trustees believed that they would not have to settle the value with HMRC. The charity is liable for VAT and interest totalling £2.1m which has been recognised in these financial statements.

A payment plan is in place to repay the liability with £1.35m being paid over the next reporting period and the balance being paid within 3 years. Funds have been supplied from related parties to support the charity.

At the reporting date, the country was still responding to the COVID-19 global pandemic. There remained uncertainty around the full impact and the country remained in lockdown.

Whilst we do not feel that these events and the lockdowns trigger any adjustments to the financial statements either based upon the position at the year-end or due to events that have transpired since, it is not possible to exclude significant impacts on the international and UK economy, which could impact the future performance of the charity.

The Angel Foundation has and will continue to evaluate the management actions to mitigate the impact on the charity. The charity has adopted initiatives to safeguard the health of its people and actions aimed at maintaining operational activity.