

Company Number: 04112629  
Charity Number: 1085052

**New Wine International**  
**Directors' Report and Financial Statements**  
**For the Year Ended**  
**31 December 2017**

MONDAY



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A20 24/09/2018 #1  
COMPANIES HOUSE

**Augustus & Co**  
**Chartered Certified Accountants**

## **New Wine International**

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## **New Wine International**

### **Legal and Administrative Details**

Trustees	Babajide Olaleye Adekola Taiwo Elizabeth Adeyemi Philip Olusegun Adeyi
Company Secretary	Babajide Olaleye
Company Number	04112629
Charity Number	1085052
Bankers	Barclays Bank Plc 41 Woolwich New Road Woolwich London SE18 6ET
Auditors	Augustus & Co Chartered Certified Accountant 374 Ley Street Ilford Essex IG1 4AE
Registered Office	Gateway House John Wilson Street Woolwich London SE18 6QQ
Business Address	Gateway House John Wilson Street Woolwich London SE18 6QQ
Website	<a href="http://www.newwine.co.uk">www.newwine.co.uk</a>

## **New Wine International**

### **Directors' Report**

The trustees who are also the directors of the charity for the purposes of company law, are pleased to present their annual directors' report together with the financial statements of the charity for the year ended 31 December 2017 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

### **Governing Document**

The company was established as a trust in July 1993 under the name "New Wine Church (Greenwich) Trust. The charity was incorporated as a company limited by guarantee on 22<sup>nd</sup> November 2000 under the name New Wine International and all the assets of New Wine Church (Greenwich) Trust were transferred to New Wine International on 31 December 2013 and has been operating as such since that date. It was registered as a charity on 16<sup>th</sup> February 2001. The charity is also known as 'New Wine Church'.

## **OBJECTIVES AND ACTIVITIES**

### **Charitable Objectives**

- To advance the Christian faith in accordance with the statement of beliefs in the London Borough of Greenwich and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit and other such purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of New Wine International.
- To relieve persons who are in condition of need or hardship or who are aged or sick and to relieve the distress caused thereby in the said London Borough of Greenwich and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit.
- To advance education in accordance with Christian principles in the said London Borough of Greenwich and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit.
- To promote and fulfil such other charitable purposes beneficial to the community, particularly young people in the community in the said Borough of Greenwich and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit.

### **Objectives and Aims**

New Wine Church is a multi-cultural, multi-national assembly of believers in Christ with over 50 nationalities represented. Our unceasing passion is to honour God with our lives and be a blessing to humanity with our individual and collective gifts. Our worship services and other range of activities are geared towards helping all people experience God, have fun, and feel truly valued as the glorious expression of His image on earth.

## **New Wine International**

### **Our Vision**

Our dynamic vision is to help individuals discover, develop, and deploy the gifts that God has placed within them, so they can be maximally effective in what God has called them to do.

### **Our Mission**

We have a mandate from God to build men and women up in the Christian faith, equipping them with the word of God and the power of the Holy Spirit, so they can be maximally effective in what God has called them to do. We are convinced that every person has a destiny to walk in - a destiny already concluded in the mind of God. We are therefore persuaded that the greatest fulfilment in life comes when we discover our destiny and walk in it. In line with this, we disciple people to discover, develop and deploy the gifts, treasures, and potentials that God has placed within them for His own glory.

### **How our activities deliver public benefit**

Our main activities and who we try to help are as described in our objectives and activities listed above.

All our charitable activities focus on these objectives to further our charitable purposes for the public benefit.

The trustees have considered the Charity Commission's general guidance on public benefit and have complied with the duty in section 17 of the Charities Act 2011.

### **Volunteers**

The Church is dependent on its membership working as volunteers in all aspects of its activities, many of which run with little or no impact on the charity's expenditure, but nevertheless contribute substantially to the achievement of the charity's objectives.

The Trustees acknowledge and appreciate their immense contribution and would like to offer their sincere thanks and gratitude to the volunteers.

### **Results**

The financial position of the charity at the end of the financial year is as detailed in the attached financial statements.

The present level of funding is considered adequate to support the continuation of the charity's programmes and the trustees consider the financial position of the charity to be satisfactory.

### **Principle funding sources and financial position**

The principle funding sources continue to be:

Donations and Gift Aid £2,452,123 2016: £2,373,463)

Bookshop and School £29,248 2016: £65,888)

Interest £10,713 (2016: £14,084)

The Statement of Financial Activities shows Net Income of £41,278 (2016: £210,257) and Total Funds at the year-end of £7,124,625 (2016: £7,083,347)

## **New Wine International**

### **REVIEW OF ACTIVITIES AND PERFORMANCE**

#### **Charitable activities**

The trustees consider the performance of the charity this year to be satisfactory. The trustees and the Board of Ministers (Portfolio holders) would like to express their gratitude to the employees, church members and over more than 400 volunteers for their generous financial contribution and selfless sacrifice of their time and talent towards the achievement of the objectives of the organisation.

New Wine Church has continued to expand the frontiers of its impact locally, nationally, and globally. The church currently has 16 branches (7 branches added in 2017), including the French Language Speaking Church, Bulgarian language speaking Church and New Wine Saturday Church, helping to transform the lives of thousands of people in London, Dartford, Gravesend, Maidstone, Stratford / East London and Manchester in the UK and in Johannesburg, South Africa, Bulgaria and Luxembourg in Europe, Lagos and Abuja in Nigeria, Quebec in Canada and in Kampala, Uganda.

The ministry of New Wine Church continues to make a positive and ever-increasing impact within the local community of the Royal Borough of Greenwich, the wider society of London and the United Kingdom and in over one hundred and fifty nations around the world.

The church's operations continue to expand, with the New Horizons Radio Broadcast reaching over 2 million homes in West Africa. The internet live streaming of the weekly church services reaches over 47 countries around the world and continues to expand. The Maximise Life TV Broadcast ministers to approximately 140 million homes in over one hundred and fifty nations in Africa, Australasia, Europe, North America, and the Middle East whilst the New Horizons Radio broadcast in the UK reaches an estimated 11 million homes. The church continues to reach further in the fulfilment of its divine assignment, touching many more lives with the liberating message of the Kingdom of God and the practical demonstration of God's grace in a diversity of ways all around the globe.

#### **In Furtherance of its Objectives, New Wine International continues to provide the following services to its local, National and International Communities**

**Saturday Breakfast Club:** - Every Saturday morning, we welcome the homeless and hungry across Woolwich to a full English breakfast. Up to 40 attendees come each week, bringing new people on a regular basis and they are served by our church members.

**John Wilson Pantry:** - Over the years, hundreds of marginalised and deprived people in our community have found our food bank to be a source of much needed provisions to help feed their families.

**Christmas Hamper Campaign:** - Every December, we actively seek out single parents, the elderly, the bedridden and those who have fallen on hard times and donate thousands of Christmas hampers to them. Each hamper is packed with enough food and drink to ensure that the family receives a complete Christmas dinner.

**Marriage Enrichment Programme:** - Marriage is the God-inspired framework for building families and healthy society. Our marriage enrichment ministry contributes to strengthening the marriages within the church, our local community and beyond through a broad range of workshops, events, and marriage counselling services.

## **New Wine International**

**Prison Chaplaincy Work:** - Through our work with the Prison Chaplaincy, the positive impact of New Wine Church extends to inmates at HMP Thameside who often feel forgotten or unloved but are encouraged by the regular visits and assistance that our members provide.

**G-Men:** - Thousands of men have been positively empowered over the years by our G-Men ministry to develop and maximise their uniqueness as highly gifted, great, and godly gentlemen.

**Girlfriends:** - Our distinctive ministry for women undertakes a wonderful array of programmes that help unlock the sparkle, colour and the inner beauty that exists within every woman. Through workshops, retreats, conferences, and other events, we serve women of all ages and backgrounds, enabling them to be valued, refreshed, strengthened, and equipped to fulfil their unique purpose in life.

**Children's Summer Club:** - Our Children's Summer Club helps to educate children in the community and provides wholesome activities that keep them occupied including free movies, arts and crafts playgroups and tours.

**Cedars' Club:** - This is a club for over 55s where they enjoy weekly fitness classes, social events, and warm friendships. It is open to all senior citizens interested in maintaining an active and refreshing social life.

**Salsa Club:** - Develop Aerobics and Salsa Dancing classes to support community health

**Careers builders:** - This aspect of our work focuses on the economic empowerment of the community. We help individuals to identify their ideal career, refine their unique capabilities and equip them with the knowledge, tools, and skills to excel in their chosen career. We also support small business owners in developing more successful businesses that provide the income and fulfilment they desire.

Some of our activities include:

- Job search guidance and help with writing CVs and application letters
- Support with interview skills
- Assist with improving presentational, interpersonal and leadership skills

We deliver workshops to small business owners that provide knowledge and tools related to core aspects of running your business successfully such as:

- Effective financing
- Legal matters
- Marketing
- Administration

We offer access to excellent quality business mentoring & coaching services

Additional community services include:

- Chaplaincy Service at Queen Elizabeth Hospital
- The Carer's Award, celebrating outstanding local carers
- Collaboration with other Christian groups via the Ecumenical Borough Deans

**Radio Broadcast:** - Our 'New Horizons' Radio Broadcast offers practical, biblically centred, spiritual refreshing and intellectual enrichment to approximately 11.7 Million people within the United Kingdom, equipping them to win in the game of life.

## **New Wine International**

**Conferences:** - We undertake seminars and conferences such as 'Maximise Life' that attract delegates from around the United Kingdom and beyond, equipping them with life-transforming tools and strategies to positively impact their own spheres of influence.

**Television Broadcast:** - Over 140 Million households in 150 countries around the world enjoy life-enriching 'Maximise Life' television broadcasts on the inspiration TV Network (Europe, Africa, North America, and Middle East) and DOVE TV Network (Nigeria). Our 'New Horizons' Radio Broadcast also reaches over 2 million people in the nation of Ghana. Our weekly Sunday services are streamed live from Gateway House and have reached audiences in 47 countries as far afield as Indonesia, Pakistan, Finland, Jamaica, Argentina, Morocco, USA, South Africa, India, Australia, Qatar, and Ghana amongst others.

**Shalom Nagar Lepers Colony:** - New Wine Church continue to provide a residential estate housing for 55 lepers and their families in Chennai, India, offering them a life of dignity, self-empowerment and the opportunity for a better future often denied to them by the general society that treats them as outcasts.

**Miracle Garden Orphanage:** - We established a Sponsor-a-Child programme for children resident in the Miracle Garden Orphanage in Chennai, India. The programme caters for some of the most deprived children within the community, providing them with clothing, accommodation, and good quality education.

## **STRUCTURE, GOVERNANCE, AND MANAGEMENT**

The trustees are members of the charitable company and guarantee to contribute an amount not exceeding £10 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31st December 2017 was 4 (2016 - 4).

### **Recruitment and appointment of new trustees**

The trustees are appointed by invitation as and when required depending on their expertise and the requirements of the charity.

### **Induction and training of new trustees**

The charity arranges appropriate training both internally and through other voluntary sector training providers. The trustees and all involved in running the charity including volunteers are always encouraged to attain the necessary skills required to achieve the objectives of the charity.

### **Organisational structure**

The Trustees who served during the period and up to the date of the report are set out above. The day to day operations of the charitable company are controlled by the chief executive officer appointed by Trustees, but the responsibility for all decisions rest with the Board of Trustees.

The Trustees meet regularly to manage the affairs of the charity. There are now 16 full time employees engaged in the administration and the organisation of the activities overseen by the chief executive officer. In addition, the charity is assisted by the services of approximately 400 volunteers.

For effectiveness, New Wine International is administered through a number of structured portfolios with specific responsibilities.



## **New Wine International**

### **Risk management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The trustees where appropriate, enlist the help of professional advisors to manage those risks. Special attention is also focused on non-financial risks arising from fire, health and safety and food hygiene.

### **Trustees**

The following served as directors during the year covered by these accounts:

Babajide Olaleye  
Adekola Taiwo  
Elizabeth Adeyemi  
Philip Olusegun Adeyi

The directors at the time the financial statements were approved are as follows:

Babajide Olaleye  
Adekola Taiwo  
Elizabeth Adeyemi  
Philip Olusegun Adeyi

### **Trustees' Responsibilities**

The charity trustees (who are also the directors for the purposes of company law) are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the directors to prepare financial statements for each financial period. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- 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 to provide services.

The directors 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 to enable them to ensure that the Financial Statements comply with the Company Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for prevention and detection of fraud and other irregularities.

## **New Wine International**

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

In so far as the directors are aware:

- there is no relevant audit information (information needed by the company's auditors in connection with preparing their report ) of which the company's auditors are unaware, and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

### **Reserves Policy**

The charity has no endowment funding and is at present entirely dependent on income from donors from year to year which inevitably is subject to fluctuation. It is therefore the policy of the charity to maintain unrestricted funds at a level which equates to at least twelve months' unrestricted expenditure. This provides sufficient funding to cover the charitable expenditure, management, administration, and support costs and to respond to emergencies which may arise from time to time.

As at 31 December 2017 there were free unrestricted reserves of £ 3,575,248 which will be used to support the organisation's future activities.

### **Investment Policy and Objectives**

Under the Memorandum and Articles of Association, the charity has the power to make such investments as the trustees deem appropriate. In addition to the short-term bank deposits during the period, the charity has a 100% interest in subsidiary companies namely Gateway Incorporated Limited and Vista Hospitality Limited.

## **FUTURE DEVELOPMENTS AND GOALS**

### **Our Future**

New Wine Church will be celebrating its 25<sup>th</sup> year anniversary in 2018. The Church is committed to expanding the frontiers of our work in enriching many more lives within the Royal Borough of Greenwich, United Kingdom and around the world.

### **To this end, our current plans continue to embrace:**

- Launch of new church branches in the United Kingdom and other parts of the World
- Institute a Mentoring Programme for the youth, enriching them with life skills that position them for all-round success
- Deliver professionally accredited Counselling Services encompassing Marital, Bereavement and Crisis counselling to help hurting people through difficult times
- Strengthen our outreach work in Haiti, Nigeria, South Africa, and India and help lift many more people out of spiritual and economic poverty.
- Establish New Wine International School of Ministries

## **New Wine International**

### **Auditors**

Augustus & Co are deemed to be reappointed in accordance with the Section 487(2) of the Companies Act 2006.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

This report was approved by the board on 21 September 2018 and signed on its behalf by:



**Babajide Olaleye**  
**(Secretary)**

**New Wine International**  
**Independent auditors' report to the Members of New Wine International**

**Opinion**

We have audited the financial statements of New Wine International, the charitable company for the year ended 31 December 2017 which comprise the Statement of Financial Activity, the Balance Sheet, the 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 Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group and charity's affairs as at 31 December 2017 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 charitable 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**

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

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

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the director's report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**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, which includes the directors' report prepared for company law purposes, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

## **New Wine International**

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

In the light of the knowledge and understanding of the charitable company 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; or
- the trustees' were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on pages 7 and 8 the trustees (who are also the directors of the charitable company 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 charitable 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 trustees either intend to liquidate the charitable 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://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 charitable 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 charitable company's members those matters we are required to state 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



**A A Boaf - Brewu (senior statutory auditor)**

**For and on behalf of Augustus & Co  
Chartered Certified Accountants and  
Statutory Auditor**

**374 Ley Street  
Ilford  
Essex IG1 4AE**

**Dated: 22 September 2018**

**New Wine International**

**Statement of Financial Activities (Including Income & Expenditure Accounts)  
for the year ended 31 December 2017**

	Note	2017 Unrestricted fund £	2016 Unrestricted fund £
<b>Income and endowments from</b>			
Voluntary income:			
Donations and legacies	2	2,452,123	2,373,463
Income from charitable activities:			
Book shop	3	22,502	63,316
Saturday school	4	6,746	2,572
Investment income	5	10,713	14,084
<b>Total Income</b>		<u>2,492,084</u>	<u>2,453,435</u>
<b>Expenditure On</b>			
Charitable activities		2,424,526	2,175,555
Raising funds		26,280	67,623
<b>Total Expenditure</b>		<u>2,450,806</u>	<u>2,243,178</u>
<b>Net Income/(expenditure) and net movements in funds for the year</b>		41,278	210,257
<b>Reconciliation of funds</b>			
Total Funds Brought Forward at 01/01/17		7,083,347	6,873,090
Total Funds Carried Forward at 31/12/2017		<u>7,124,625</u>	<u>7,083,347</u>

The notes on pages 15 to 22 form part of these financial statements

**New Wine International**

**Balance Sheet  
as at 31 December 2017**

	Note	2017 £	2016 £
<b>Fixed Assets</b>			
Tangible Assets	12	5,006,947	5,175,556
Investments	13	200	200
		<u>5,007,147</u>	<u>5,175,756</u>
<b>Current Assets</b>			
Stocks	14	3,955	7,149
Debtors	15	1,944,637	1,897,505
Cash at Bank and in Hand		<u>2,087,484</u>	<u>2,388,261</u>
		4,036,076	4,292,915
<b>Creditors: Amounts falling due within one year</b>	16	<u>460,828</u>	<u>567,836</u>
<b>Net Current Assets</b>		3,575,248	3,725,079
<b>Total Assets Less Current Liabilities</b>		8,582,395	8,900,835
<b>Creditors: Amounts falling due over one year</b>	17	1,457,770	1,817,488
<b>Net Assets</b>		<u><u>7,124,625</u></u>	<u><u>7,083,347</u></u>
<b>Represented By:</b>			
Unrestricted Funds:			
General fund		7,124,625	7,083,347
		<u><u>7,124,625</u></u>	<u><u>7,083,347</u></u>

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

The financial statements were approved by the board on 21 September 2018 and signed on its behalf by



**Mr Babajide Olaleye  
(Trustee)**

**Registration number: 04112629**

The notes on pages 15 to 22 form part of these financial statements.

**New Wine International**  
**Statement of Cash Flows**  
**Year ended 31 December 2017**

	2017	2016
	£	£
<b>Cash used in operating activities</b>		
Net movement in funds	41,278	210,257
Add back depreciation	189,139	184,482
Deduct interest income		
in investing activities	- 10,713	- 14,084
Add interest paid	63,028	142,171
(Increase) decrease in stocks	3,194	- 1,803
(Increase) Decrease in debtors	- 47,132	- 187,852
Increase (decrease) in creditors	- 107,008	78,621
	<u>131,786</u>	<u>411,792</u>
<b>Cash flows from investing activities</b>		
Purchase of tangible fixed assets	- 20,530	- 8,342
Interest income	10,713	14,084
Interest paid	- 63,028	- 142,171
<b>Cash provided by (used in) investing activities</b>	<u>- 72,845</u>	<u>- 136,429</u>
<b>Cash flows from financing activities</b>		
New loans in year		
Repayment of borrowing	- 359,718	- 346,458
<b>Cash used in financing activities</b>	<u>- 359,718</u>	<u>- 346,458</u>
Increase (decrease) in cash and cash equivalents in the year	<u>- 300,777</u>	<u>- 71,095</u>
Cash and cash equivalents at the beginning of the year	2,388,261	2,459,356
<b>Total cash and cash equivalents at the end of the year</b>	<u>2,087,484</u>	<u>2,388,261</u>



**New Wine International**  
**Notes to Accounts**  
**for the year ended 31 December 2017**

**1. Accounting Policies**

**1.1 Basis of preparing the financial statements**

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

The charity meets the definition of a public benefit entity under FRS 102. The financial statements have been prepared under the historical cost basis.

**1.2 Consolidated financial statements**

As the company is a parent of a small group it has taken advantage of the exemption under Section 399 sub paragraph 2A of the Companies Act not to consolidate.

**1.3 Incoming Resources**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**1.4 Tangible fixed assets**

Depreciation is provided at rates calculated to write off the cost or valuation, less estimated residual value of each asset over the expected useful life as follows:

Freehold property	2% on cost
Plant and Machinery	25% on cost
Fixtures and Fittings	25% on cost

Items of expenditure are capitalised when purchase price exceeds £500

**1.5 Resources Expended**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

**1.6 Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**1.7 Fund accounting**

Restricted funds can only be used for particular restricted purposes within the the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Unrestricted Funds can be used in accordance with the charitable objectives at the discretion of the trustees.

**1.8 Pension costs and other post- retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

## **New Wine International**

### **Notes to Accounts for the year ended 31 December 2017**

#### **1.9 Foreign Currencies**

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

The functional currency is £ sterling.

#### **1.10 Debtors**

Basic financial assets, including trade and other debtors, and debts from related parties are initially recognised at transaction price, unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised costs using the effective interest method, less any impairment.

#### **1.11 Cash and Cash Equivalents**

Cash and cash equivalents are represented by cash in hand and deposits held at call with financial institutions.

#### **1.12 Creditors**

Basic financial liabilities, including trade, related parties and other creditors, loans from third parties and loans from related parties are initially recognised at transaction price, unless the arrangement constitutes a financial transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

#### **1.13 Interest Income**

Interest income is recognised in profit or loss using the effective interest method.

**New Wine International**  
**Notes To Accounts**  
**for the year ended 31 December 2017**

	2017	2016
	Unrestricted	
	£	£
<b>2. Donations and Legacies</b>		
Donations	2,119,280	2,066,023
Gift Aid	332,843	307,440
	<u>2,452,123</u>	<u>2,373,463</u>

	2017	2016
	Unrestricted	Unrestricted
	£	£
<b>3. Shop income</b>		
Shop income	22,502	63,316
	<u>22,502</u>	<u>0      63,316</u>

	2017	2016
	Unrestricted	Unrestricted
	£	£
<b>4. Saturday School</b>		
Fees Gateway Saturday School	6,746	2,572
	<u>6,746</u>	<u>2,572</u>

	2017	2016
	Unrestricted	Unrestricted
	£	£
<b>5. Investment Income</b>		
Deposit account interest	10,713	14,084
	<u>10,713</u>	<u>0      14,084</u>

**New Wine International**

**Notes To Accounts  
for the year ended 31 December 2017**

**6. Cost of charitable activities**

	2017	2016
	£	£
Staff Costs	450,409	469,001
Social Security cost	38343	46,080
Employer's pension cost	36408	37,146
Rent and rates	10,324	10,666
Insurance	16708	16,282
Staff medical and life insurance	16765	15,193
Light and heat	22,914	22,080
Telephone	12,710	10,854
Post, stationery and software	38,721	29,854
Mission and ministry gifts	181,538	128,344
Christmas celebration	67,830	76,104
Ministry expenses	147,959	55,810
Training expenses	90,292	90,917
Service charges	15,505	15,328
Building security and portering	24,458	25,815
Repairs and maintenance	26,648	27,727
Books and library		129
TV and radio broadcast	132,420	148,591
Outreach events	470,646	321,026
Easter celebration	4,219	4,362
New year celebration	15,852	59,321
Music production cost	42,500	-
Convention	261,429	201,703
Subscriptions	5525	5,313
Depreciation - fixtures & fittings	49,996	48,991
Depreciation - freehold property	133,653	133,653
Depreciation - plant & machinery	5,490	1,838
Mortgage interest	63,028	142,171
Governance cost (note 7)	42,236	31,256
	<u>2,424,526</u>	<u>2,175,555</u>

All the £2,175,555 in 2016 was charged to unrestricted funds.

**7. Governance costs**

Auditors' remuneration	5,000	5,000
Legal and professional fees	19,461	13,829
Bank charges	17,775	12,427
	<u>42,236</u>	<u>31,256</u>

**8. Cost of raising funds**

**8.1 Book Shop**

Opening stock	7149	5346
Purchases	16828	65199
Closing Stock	<u>-3955</u>	<u>-7149</u>
	<u>20022</u>	<u>63396</u>

**8.2 Saturday School**

Gateway Saturday school	<u>6,258</u>	<u>4,227</u>
	<u>6,258</u>	<u>4,227</u>

Total	<u>26,280</u>	<u>67,623</u>
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All the £67,623 in 2016 was charged to unrestricted funds.

**New Wine International**

**Notes to Accounts  
for the year ended 31 December 2017**

**9. Net income/(expenditure)**

Net income/(expenditure) is stated after charging/(crediting):

	2017	2016
	£	£
Auditors' remuneration	5,000	5,000
Depreciation	<u>188,889</u>	<u>184,482</u>

**10. Trustees' Remuneration and Benefits**

There were no trustees' remuneration or other benefits for the year ended 31 December 2017 nor for the year ended 31 December 2016.

There were no trustees' expenses paid for the year ended 31 December 2017 nor for the year ended 31 December 2016.

**11. Staff Costs**

	2017	2016
	£	£
Salaries	450,409	469,001
Employer's National Insurance	38,343	46,080
Pension costs	<u>36,408</u>	<u>37,146</u>
	<u>525,160</u>	<u>552,227</u>

The average monthly number of employees during the year was as follows:

2017	2016
<u>16</u>	<u>16</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

2017	2016
<u>1</u>	<u>1</u>

The amount paid to key management personnel included in salaries was £63,000. The trustees are considered as key management personnel but none of them receives a salary.

**New Wine International**  
**Notes to Accounts**  
**For the Year Ended 31 December 2017**

**12. Tangible Fixed Assets**

	Freehold Property	Plant and Machinery	Fixtures and Fittings	Motor Vehicle	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 January 2017	6,678,725	405,424	753,561	23,658	7,861,368
Addition		16,509	4,021		20,530
At 31 December 2017	<u>6,678,725</u>	<u>421,933</u>	<u>757,582</u>	<u>23,658</u>	<u>7,881,898</u>
<b>Depreciation:</b>					
At 1 January 2017	1,565,472	401,594	695,088	23,658	2,685,812
Charge for the year	133,653	5,490	49,996		189,139
At 31 December 2017	<u>1,699,125</u>	<u>407,084</u>	<u>745,084</u>	<u>23,658</u>	<u>2,874,951</u>
<b>Net Book Value:</b>					
At 31 December 2017	<u>4,979,600</u>	<u>14,849</u>	<u>12,498</u>	<u>0</u>	<u>5,006,947</u>
At 31 December 2016	<u>5,113,253</u>	<u>3,830</u>	<u>58,473</u>	<u>0</u>	<u>5,175,556</u>

**13. Fixed Asset Investment**

	Subsidiary Undertaking Shares	Total
	£	£
<b>Cost</b>		
At 31 December 2017	<u>200</u>	<u>200</u>
At 31 December 2016	<u>200</u>	<u>200</u>

There were no investment assets outside the UK.

The company's investments represent 100% share holdings in both Gateway Incorporated Ltd and Vista Hospitality Ltd companies which are incorporated in the United Kingdom.

**14. Stock**

	2017	2016
	£	£
Books, tapes etc	<u>3955</u>	<u>7,149</u>

**15. Debtors**

	2017	2016
	£	£
Amounts owed by group undertakings	1,355,399	1,343,522
Other debtors	585,625	539,286
Prepayments	<u>3,613</u>	<u>14,697</u>
	<u>1,944,637</u>	<u>1,897,505</u>

**16. Creditors: Amounts falling due within one year**

	2017	2016
	£	£
Bank loans and overdrafts	267,619	267,619
Trade creditors	58,953	76,519
Other Taxes & Social Security	16,721	18,720
Other creditors	3,810	3,934
Deferred income	94,280	117,860
Accrued expenses	<u>19,446</u>	<u>83,184</u>
	<u>460,829</u>	<u>567,836</u>

**New Wine International**

**Notes to Accounts  
for the year ended 31 December 2017**

**17. Creditors: Amounts falling due over one year**

	2017	2016
	£	£
Bank Loans	<u>1,457,770</u>	<u>1,817,488</u>

The bank loans are secured by way of a charge over two of the charity's freehold properties at Gateway House, John Wilson Street, London SE18 6QQ and Shawfield, 67 Court Road, Eltham, London SE9 5AF.

**18. Movement in Funds**

	Balance At 01/01/2017 £	Incoming Resources	Resources Expended	Balance At 31/12/2017 £
<b>Unrestricted funds</b>				
General fund	7,083,347	2,492,084	2,450,806	7,124,625
<b>Total funds</b>	<u>7,083,347</u>	<u>2,492,084</u>	<u>2,450,806</u>	<u>7,124,625</u>

**19. Analysis of Net Assets Between Funds**

	Unrestricted	Total
	£	£
Current Assets	3,575,248	3,575,248
Fixed Assets	5,006,947	5,006,947
Loan	-1,457,770	-1,457,770
Investment	200	200
	<u>7,124,625</u>	<u>7,124,625</u>

**Unrestricted Fund**

The unrestricted fund of £7,124,625 is made up of £3,575,248 in current assets and £3,549,177 in fixed assets and £200 investments. The £3,549,177 is fixed and not readily realisable.

**20. Subsidiary Companies**

The company owns the whole of the issued ordinary share capital of Gateway Incorporated Ltd, a company incorporated in UK on 26 June 2008. The subsidiary is used for commercial activities. It also owns the whole of the issued ordinary shares of another company, Vista Hospitality Ltd, a company incorporated in UK on 13 April 2009. This subsidiary is also used for commercial activities.

A summary of the results of the subsidiaries are shown below:

	Gateway Incorporated Ltd 2017	Vista Hospitality Ltd 2017	Gateway Incorporated Ltd 2016	Vista Hospitality Ltd 2016
Trading Income	0	0	0	0
Administration	36,209	0	35,553	0
	<u>36,209</u>	<u>0</u>	<u>35,553</u>	<u>0</u>
Operating Profit/(Loss)	-36,209	0	-35,553	0
Surplus	<u>-36,209</u>	<u>0</u>	<u>-35,553</u>	<u>0</u>
The aggregate of the assets, liabilities and funds were:				
Assets	989,833	100	1,015,216	100
Liabilities	-1,356,836	0	-1,346,010	0
Shareholder Funds	<u>-367,003</u>	<u>100</u>	<u>-330,794</u>	<u>100</u>

**New Wine International**  
**Notes to Accounts**  
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**21. Related party disclosures**

New Wine International is a 100% holding parent of Gateway Incorporated Limited a property holding company. At the end of the year Gateway Incorporated limited owed New Wine International £1,355,399 (2016 : £1,343,522).

**22. Taxation**

As a charity, New Wine International is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

**23. General Information**

New Wine International Registered number 04112629 is limited by guarantee incorporated in England & Wales. The registered office is Gateway House, John Wilson Street, London SE18 6QQ