

Company Number: 04112629
Charity Number: 1085052

New Wine International
Directors' Report and Financial Statements
For the Year Ended
31 December 2018



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	www.newwine.co.uk

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 2018 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 22nd 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 16th 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 benefits from the contribution of over 400 volunteers, although it is extremely difficult to practicably quantify the commitment and dedication of the volunteers who provide an invaluable contribution to the services of the charity. It is estimated that over 145,600 volunteer hours were provided during the year. If this is conservatively valued, the volunteer effort amounts to over £1,048,320.

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 £2,090,855 (2017: £2,452,123)

Bookshop and School £18,373 (2017:£29,248)

Interest £8,104 (2017:£10,713)

The Statement of Financial Activities shows Net Income of -£37,126, (2017:£5,069) and total Funds at the year-end of £6,720,396, (2017: £6,757,522)

New Wine International

REVIEW OF ACTIVITIES AND PERFORMANCE

Charitable activities

New Wine Church has continued to expand the frontiers of its impact locally, nationally, and globally. The church currently has 15 branches, including the French Language Speaking Church and Bulgarian language speaking 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.

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.

The trustees and the Board of Ministers (Portfolio Leaders) 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 is community-focussed. We organise events and activities that are designed to cater for various groups within the community. These activities and services are not limited to members of New Wine Church, but are open to every member of the community. **We continue to provide the following services to our local, National and International Communities**

CHILDREN AND YOUTH

In New Wine Church, we have an active **Children and Youth ministry** and use every opportunity to celebrate and embed our Christian heritage.

3 months to 12 years: Every Sunday at New Wine Church, there are vibrant, age appropriate services for **children aged 3 months to 12 years**. Trained and DBS approved volunteers manage the classes, and with a **healthy ratio of volunteers to children, they use fun, simple methods** to communicate the love of Jesus to the children. It is fun for the children, relaxing for the parents, and Jesus-centred for both.

12-14 Year Olds: There is a special service dedicated to **12 to 14 year olds** at New Wine Church, called "*Bridge Class*". The messages, worship and the interaction in this service are all designed specifically for this age group. Adolescents who regularly attend Bridge Class are **inspired, equipped and encouraged** to know Jesus for themselves, and to boldly express His love in their world.

15 to 19 Year Olds: An exciting atmosphere, uplifting music, relevant teaching, and interesting discussions... these are things that **15 to 19 year olds** will experience at **Youth Church**. These are designed to facilitate the transition from adolescence to adulthood. You will also find youth workers who really care and friends who can help sharpen your focus in life.

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Over 20s: The **Over 20's** forum brings young adults together providing discipleship and community, and propelling them towards God's purpose for their lives. It is a thriving family that focuses on learning from each other and growing together.

Other enjoyable, yet carefully planned events, include-

Sing for Joy - our yearly Christmas party;

Hallelujah night - our thrilling alternative to Halloween; and

Kids Summer Club - our Christian themed exciting holiday club held for four weeks over the long summer holiday. This provides something for kids of all ages, including a wide range of sports, arts and crafts, cooking, and educational visits, with peace of mind for the parents.

ADULTS

G-MEN: As men, we recognise that true manhood is synonymous with Christ-likeness. We therefore seek to be godly men: to be men after God's own heart; to walk with God; to live a life that pleases Him; and to know and love Him more and more each day. Helping to build relationship with people – our family, friends and the society at large. We make a commitment to be men of integrity, to live full and exceeding lives and to make a mark on our generation that cannot be erased.

GIRLFRIENDS: **Girlfriends, the women's ministry of New Wine Church, have the mandate to:** Help women realise their uniqueness and true identity as daughters of the King; thereby nurturing within them strength, confidence and a robust self-image. We create an atmosphere where women of all ages and backgrounds can let their hair down, be real, have fun and enjoy positive relationships with one another – a place where girls can be friends. We provide an environment where women are valued, refreshed, strengthened and equipped to fulfil their purposes in life.

SINGLES: We are focused on helping you to discover the real you while you are still single and sound. The aim is to help you develop great and long lasting relationships in all areas of your life. We also focus on getting you ready and prepared for marriage and allowing God to deploy His plans for your life in regards to an everlasting relationship that leads to marriage.

For Seniors:

Cedar's Club organises exercise classes, tea and coffee mornings, and interactive events for seniors in the community.

Saturday Church: This is a unique service for the homeless in the community, where they are served a full English breakfast, and simultaneously enjoy a worship service with a message of God's Word. This is run as the *Saturday Breakfast Club*.

OTHER COMMUNITY FOCUSED ACTIVITIES AND EVENTS

CELL GROUP is a place where you can relate with people on a personal level, and your individual needs can be met. At cell group, your burning questions can be answered, and views and opinions can be freely shared.

It takes place in the comfort of a home where you relax and have fun in the company of others. You will also hear testimonies of what God is doing in people's lives and what He can do in yours.

Cell group is for anyone looking to identify with like-minded groups of people, young and old alike.

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EDUCATION AND TRAINING

New Wine Church has established several educational training programmes in order to serve members of the community as well as Church members.

Marriage Empowerment: The Marriage Enrichment Ministry (MEM) regularly runs seminars and exciting events for married couples that will help you step away from your routine, so you can have fun, receive encouragement and insight that will rejuvenate your marriage.

Financial Empowerment Workshop: The Financial Services Team (FST) is very passionately committed to training members of the community to understand money and get in control of their finances. There are periodic seminars organized by New Wine Church.

Career Builders Service: The Career Builders team was set up to help you navigate your career concerns, and organises workshops and prayer meetings to help you achieve career success.

Arts and Music: New Wine Church has various arts and music event teams. The Word in Motion team is a drama and performing arts team for stage enthusiasts of all ages, while the Music Ministry team consists of various sub-teams - youth choir, worship team, mass choir, instrumentalists, sound engineering team, and stage management team. All these sub-teams enable children to develop their talents and grow into confident young men and women. They also provide outlets for young and mature adults to hone and express their gifts.

PROJECTS

SHALOM NAGAR: New Wine Church set up and manages the **Shalom Nagar Lepers Colony in Chennai, India**, which is rated by the Indian authorities as one of the best leper care facilities in all of India. It is a residential estate housing 55 lepers and about 100 other members of their families, offering them a life of dignity, self-empowerment and the opportunity for a better future often denied them by the general society that treats them as outcasts.

The facility provides free feeding, accommodation and health care to the residents and offers a safe environment to develop their skills, become economically fruitful and produce items for sale to the wider community. Second-generation family members in Shalom Nagar have had the opportunity to pursue and achieve their university degrees.

FOOD PROGRAMMES: John Wilson's Pantry has been in existence for over ten years. It is a unique service in the heart of Woolwich that provides dry food to members of the community who are in need, or on low incomes. The initiative for the Saturday Breakfast Club was born from this programme. The service is run entirely by volunteers and supported by New Wine Church,

CHRISTMAS HAMPER CAMPAIGN: Our **Christmas Hamper Campaign** is one of our most far-reaching programmes in supporting the disadvantaged within our local community. We actively serve single parents, the elderly, the home-bound and those who have fallen on hard times through the donations of the hampers, funded by New Wine Church members. The hampers are distributed with the assistance of dignitaries such as the Mayor of Royal Greenwich, Members of Parliament, the Deputy Lieutenant (representative of HM The Queen) and other local dignitaries, helping to reinforce the high regard we have for the recipients.

New Wine Church also works with community initiatives to produce behavioural and attitude changes with regard to lifestyles among adults who are at the risks of heart disease and stroke. This is done through a series of activities: interactive exercises, rehabilitation interventions combined with godly and educative teachings, as well as various workshops, all provided by trained facilitators.

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Radio and Television 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. **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).

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.

Music Album: In 2018 we launched a Music Album titled "*The Siege is Over.*" A single titled "*God of the Impossible*" was also released. Inspiring, refreshing, life transforming are words that have been used to describe the beautiful, melodious song, This song is making waves in the gospel music scene and has touched many lives in over 43 countries. It is the first music single released by the *Sounds of New Wine*, the New Wine Church Music ministry and a track on the album,

SPACE HIRE:

We also provide opportunities for members of the community to hire our venue that offers ultra-modern facilities, state-of-the-art equipment and exceptional customer service – all at an affordable. Our venues offer a superb range of audio and visual equipment, which make for spectacular events, involving all the aesthetic elements you can ask for. These services are available for use at both social and corporate events.

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 2018 was 4 (2017 - 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.

New Wine International

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.

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:

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- 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.

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 2018 there were free unrestricted reserves of £3,876,935 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 Vista Hospitality Limited and New Wine Central Ltd.

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FUTURE DEVELOPMENTS AND GOALS

Our Future

In 2019, we plan to establish a project called **BULGARIA LEGACY PROJECT**. New Wine is actively involved in bringing transformation to the lives of thousands of people in the nation of Bulgaria. We have established three church families in **Sofia, Burgas** and **Pernik** that provides spiritual edification and practical support to hundreds of Bulgarians. We have also undertaken humanitarian projects to assist members of the deprived Roma communities in parts of the nation.

We plan to initiate the Michael Olawore Legacy project that encompasses the following in the country of Bulgaria

- **Skills Training Centre** – To provide a source of economic empowerment for the people, equipping them with skills in different trades and helping to facilitate a “different way of thinking” that unleashes their great potential and positions them to reach greater heights of success and fulfilment.
- **Primary School** – A school to serve the children in some of the most deprived communities in Bulgaria. It will offer exceptional standards of education and create a solid foundation in the lives of the children, helping them to break free of the shackles of poverty and deprivation around them.
- **Feeding Programme** – A programme designed to provide nutritious, good quality meals for the homeless and severely underprivileged people in the community. It will also offer the recipients the opportunity of an environment for personal empowerment and spiritual uplifting.
- **New Wine Church Branches** – These will serve as the catalysts throughout Bulgaria for spiritual renewal that would be the bedrock upon which a truly fulfilling and God-glorifying life would be built.
- **Bible Training Centre** – A centre established to train New Wine Church members in Bulgaria and others, deepen their knowledge of the Bible and equip them to be more effective in reaching their world for Christ.

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 25 September 2019 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 2018 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 2018 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.

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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 8 and 9 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 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 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 Bofo - 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: 26 September 2019

New Wine International

**Consolidated Statement of Financial Activities (Including Income & Expenditure Accounts)
for the year ended 31 December 2018**

	Note	Unrest- ricted Fund £	Desig- nated Fund £	Restricted Fund £	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Income and Expenditure								
Incoming Resources								
Incoming resources from generated funds:								
Voluntary income:								
Donations and legacies	2	2,090,855			2,090,855	2,452,123	2,090,855	2,452,123
		<u>2,090,855</u>			<u>2,090,855</u>	<u>2,452,123</u>	<u>2,090,855</u>	<u>2,452,123</u>
Incoming resources from charitable activities:								
Book shop	3	16,097			16,097	22,502	16,097	22,502
Saturday school	4	2,275			2,275	6,746	2,275	6,746
Investment income	5	8,104			8,104	10,713	8,104	10,713
Total Incoming Resources		<u>2,117,331</u>			<u>2,117,331</u>	<u>2,492,084</u>	<u>2,117,331</u>	<u>2,492,084</u>
Expenditure								
Raising funds	9	20,152			20,152	26,280	20,152	26,280
Trading Expenses	6	34,957			34,957	36,209		
Charitable activities	7	2,099,348			2,099,348	2,424,526	2,099,348	2,424,526
Total Expenditure		<u>2,154,457</u>			<u>2,154,457</u>	<u>2,487,015</u>	<u>2,119,500</u>	<u>2,450,806</u>
Net Income/(expenditure) and net movements in funds for the year		-37,126			-37,126	5,069	-2,169	41,278
Corporation tax								
Reconciliation of funds								
Total Funds Brought Forward at 01/01/18		6,757,522			0 6,757,522	6,752,453	7,124,625	7,083,347
Gains and losses on revaluation of fixed assets for the charity's own use								
Movement on revaluation reserves								
Total Funds Carried Forward at 31/12/2018		<u>6,720,396</u>			<u>6,720,396</u>	<u>6,757,522</u>	<u>7,122,456</u>	<u>7,124,625</u>

The notes on pages 16 to 23 form part of these financial statements

New Wine International
Consolidated and Charity Balance Sheet
as at 31 December 2018

	Note	Group 2018 £	Group 2017	Charity 2018 £	Charity 2017 £
Fixed Assets					
Tangible Assets	13	6,496,735	5,994,800	5,533,242	5,006,947
Investments	14	<u>6,496,735</u>	<u>5,994,800</u>	<u>300</u>	<u>200</u>
				<u>5,533,542</u>	<u>5,007,147</u>
Current Assets					
Stock		2,500	3,955	2,500	3,955
Debtors	16	822,698	589,551	2,189,895	1,944,637
Cash at Bank and in Hand		<u>2,054,929</u>	<u>2,089,252</u>	<u>2,051,459</u>	<u>2,087,484</u>
		<u>2,880,127</u>	<u>2,682,758</u>	<u>4,243,854</u>	<u>4,036,076</u>
Creditors: Amounts falling due within one year	17	<u>368,445</u>	<u>462,266</u>	<u>366,919</u>	<u>460,828</u>
Net Current Assets		<u>2,511,682</u>	<u>2,220,492</u>	<u>3,876,935</u>	<u>3,575,248</u>
Total Assets Less Current Liabilities		<u>9,008,417</u>	<u>8,215,292</u>	<u>9,410,477</u>	<u>8,582,395</u>
Creditors: Amounts falling due over one year	18	<u>2,288,021</u>	<u>1,457,770</u>	<u>2,288,021</u>	<u>1,457,770</u>
Net Assets		<u><u>6,720,396</u></u>	<u><u>6,757,522</u></u>	<u><u>7,122,456</u></u>	<u><u>7,124,625</u></u>
Represented By:					
Restricted Funds	20				
Non-Charitable Trading Funds	20	-402,060	-367,103		
Unrestricted Funds	20	7,122,456	7,124,625	7,122,456	7,124,625
Designated Fund	20	<u>6,720,396</u>	<u>6,757,522</u>	<u>7,122,456</u>	<u>7,124,625</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 25 September 2019 and signed on its behalf by

Mr Babajide Olaleye

(Trustee)



Registration number:04112629

The notes on pages 16 to 23 form part of these financial statements.

New Wine International
Statement of Cash Flows
Year ended 31 December 2018

	2018	2017
	£	£
Cash used in operating activities		
Net movement in funds	- 37,126	5,069
Add back depreciation	212,695	213,498
Deduct interest income		
in investing activities	- 8,104	- 10,713
Add interest paid	67,952	63,028
(Increase) decrease in stocks	1,455	3,194
(Increase) Decrease in debtors	- 233,147	- 34,375
Increase (decrease) in creditors	- 93,821	- 108,058
	<u>- 90,096</u>	<u>131,643</u>
Cash flows from investing activities		
Purchase of tangible fixed assets	- 714,631	- 20,530
Interest income	8,104	10,713
Interest paid	- 67,952	- 63,028
Cash provided by (used in) investing activities	<u>- 774,479</u>	<u>- 72,845</u>
Cash flows from financing activities		
New loans in year	2,250,000	
Repayment of borrowing	- 1,419,749	- 359,718
Cash used in financing activities	<u>830,251</u>	<u>- 359,718</u>
Increase (decrease) in cash and cash equivalents in the year	<u>- 34,324</u>	<u>- 300,920</u>
Cash and cash equivalents at the beginning of the year	2,089,253	2,390,173
Total cash and cash equivalents at the end of the year	<u>2,054,929</u>	<u>2,089,253</u>

New Wine International
Notes to Accounts
for the year ended 31 December 2018

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

The statement of financial activities (SOFA) and balance sheet consolidate the financial statements of the charity and its subsidiaries. The results of the subsidiaries are consolidated on a line by line basis.

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 Fittings & Equipment	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 2018

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 2018

	Group 2018	Charity 2018	Group 2017	Charity 2017
	Unrestricted	Unrestricted	Unrestricted	Unrestricted
	£	£	£	£
2. Donations and Legacies				
Donations	1,815,739	1,815,739	2,119,280	2,119,280
Gift Aid	275,116	275,116	332,843	332,843
	<u>2,090,855</u>	<u>2,090,855</u>	<u>2,452,123</u>	<u>2,452,123</u>

	Group 2018	Charity 2018	Group 2017	Charity 2017
	Unrestricted	Unrestricted	Unrestricted	Unrestricted
	£	£	£	£
3. Shop income				
Shop income	16,097	16,097	22,502	22,502
	<u>16,097</u>	<u>16,097</u>	<u>22,502</u>	<u>22,502</u>

	Group 2018	Charity 2018	Group 2017	Charity 2017
	Unrestricted	Unrestricted	Unrestricted	Unrestricted
	£	£	£	£
4. Saturday School				
Fees Gateway Saturday School	2,275	2,275	6,746	6,746
	<u>2,275</u>	<u>2,275</u>	<u>6,746</u>	<u>6,746</u>

	Group 2018	Charity 2018	Group 2017	Charity 2017
	Unrestricted	Unrestricted	Unrestricted	Unrestricted
	£	£	£	£
5. Investment Income				
Deposit account interest	8,104	8,104	10,713	10,713
	<u>8,104</u>	<u>8,104</u>	<u>10,713</u>	<u>10,713</u>

	2018	2017
	£	£
6. Trading Income and Costs		
Trading Income	<u>0</u>	<u>0</u>
Administration	<u>34,957</u>	<u>36,209</u>
	<u>34,957</u>	<u>36,209</u>
Operating Profit/(Loss)	-34,957	-36,209
Surplus	<u>-34,957</u>	<u>-36,209</u>

New Wine International
Notes To Accounts
for the year ended 31 December 2018

7. Cost of charitable activities

	Unrest- icted	Designated	Restricted	Total	Total
				2018	2017
	£		£	£	£
Staff Costs	418,512			418,512	450,409
Social Security cost	32,869			32,869	38,343
Employer's pension cost	31,638			31,638	36,408
Rent and rates	19,728			19,728	10,324
Insurance	19,443			19,443	16,708
Staff medical and life insurance	30,573			30,573	16,765
Light and heat	29,497			29,497	22,914
Telephone	7,531			7,531	12,710
Post, stationery and software	10,274			10,274	38,721
Mission and ministry gifts	172,966			172,966	181,538
Christmas celebration	33,650			33,650	67,830
Ministry expenses	181,501			181,501	147,959
Training expenses	113,050			113,050	90,292
Service charges	17,337			17,337	15,505
Building security and portering					24,458
Repairs and maintenance	25,152			25,152	26,648
TV and radio broadcast	116,621			116,621	132,420
Outreach events	349,215			349,215	470,646
Easter celebration	3,290			3,290	4,219
New year celebration	18,323			18,323	15,852
Music production cost	24,792			24,792	42,500
Convention	111,660			111,660	261,429
Subscriptions	8,955			8,955	5,525
Depreciation - fixtures & fittings	31,520			31,520	49,996
Depreciation - freehold property	146,110			146,110	133,653
Depreciation - plant & machinery	10,706			10,706	5,490
Mortgage interest	67,592			67,592	63,028
Governance cost (note 7)	66,843			66,843	42,236
	<u>2,099,348</u>			<u>2,099,348</u>	<u>2,424,526</u>

All the £2,424,526 in 2017 was charged to unrestricted funds.
unrestricted funds.

	Unrest- icted	Designated	Restricted	Total	Total
				2018	2017
	£		£	£	£
8. Governance costs					
Auditor's remuneration	5,000			5,000	5,000
Legal and professional	28,249			28,249	19,461
Bank charges	33,594			33,594	17,775
Accountancy	66,843			66,843	42,236

New Wine International

**Notes to Accounts
for the year ended 31 March 2018**

9. Cost of raising funds	Unrest- icted	Designated	Restricted	Total 2018	Total 2017
9.1 Book Shop	£		£	£	£
Opening stock	3,955			3,955	7149
Purchases	16702			16,702	16828
Closing Stock	-2500			-2,500	-3955
	<u>18,157</u>		<u>0</u>	<u>18,157</u>	<u>20,022</u>
9.2 Saturday School	£		£	£	£
Gateway Saturday school	1,995			1,995	6,258
	<u>1,995</u>			<u>1,995</u>	<u>6,258</u>
Total	<u>20,152</u>	<u>0</u>	<u>0</u>	<u>20,152</u>	<u>26,280</u>

All the £26,280 in 2017 was charged to unrestricted funds.

10. Net income/(expenditure)

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

	2018	2017
	£	£
Auditors' remuneration	5,000	5,000
Depreciation	<u>188,889</u>	<u>184,482</u>

11. Trustees' Remuneration and Benefits

One trustee was paid a salary of £10,000 in the year

12. Staff Costs	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Salaries	418,512	450,409	418,512	450,409
Employer's National Insurance	32,869	38,343	32,869	38,343
Pension costs	<u>31,638</u>	<u>36,408</u>	<u>31,638</u>	<u>36,408</u>
	<u>483,019</u>	<u>525,160</u>	<u>483,019</u>	<u>525,160</u>

The average number of employees analysed by function was:

	2018	2017
Charity	15	16
Subsidiary Undertakings	<u>15</u>	<u>16</u>

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

	2018	2017
	<u>0</u>	<u>1</u>

The amount paid to key management personnel included in salaries was £41,500. The trustees are considered as key management personnel and included in this amount is £10,000 which was the salary paid to one trustee who was employed as the chief executive officer.

New WineInternational
Notes to Accounts
For the Year Ended 31 December 2018

13. Fixed Assets

	Furniture Fixtures & Equipment £	Freehold Property	Motor Vehicles	Machinery £	Total £
Cost					
At 1 January 2018	757,582	7,896,663	23,658	428,437	9,106,335
Addition	88,063	622,844		3,724	714,631
Revaluation					
At 31 December 2018	<u>845,645</u>	<u>8,519,507</u>	<u>23,658</u>	<u>432,156</u>	<u>9,820,966</u>
Depreciation:					
At 1 January 2018	745,084	1,929,211	23,658	413,583	3,111,536
Charge for the year	31,520	170,469		10,706	212,695
At 31 March 2018	<u>776,604</u>	<u>2,099,680</u>	<u>23,658</u>	<u>424,289</u>	<u>3,324,231</u>
Net Book Value:					
At 31 December 2018	<u>69,041</u>	<u>6,419,827</u>		<u>7,867</u>	<u>6,496,735</u>
At 31 December 2017	<u>12,498</u>	<u>5,967,452</u>		<u>14,849</u>	<u>5,994,800</u>

14. Fixed Asset Investment

	Subsidiary Undertaking Shares £	Total £
Cost		
At 31 March 2018	<u>300</u>	<u>300</u>
At 31 March 2017	<u>200</u>	<u>200</u>

There were no investment assets outside the UK.

The company's investments represent 100% share holdings in Gateway Incorporated Ltd, Vista Hospitality Ltd and New Wine Central Ltd all of which are incorporated in the United Kingdom.

15. Stock

	2018 £	2017 £
Books, tapes etc	<u>2500</u>	<u>3955</u>

16. Debtors

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Amounts owed by group undertakings			1,367,899	1,355,399
Other debtors	815,430	585,938	815,430	585,625
Prepayments	<u>7,268</u>	<u>3,613</u>	<u>6,566</u>	<u>3,613</u>
	<u>822,698</u>	<u>589,551</u>	<u>2,189,895</u>	<u>1,944,637</u>

17. Creditors: Amounts falling due within one year

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Bank loans and overdrafts	290,161	267,619	290,161	267,619
Trade creditors	17,765	59,190	17,439	58,953
Other Taxes & Social Security	11,820	16,721	11,820	16,721
Other creditors	3,614	3,810	3,614	3,810
Deferred income	22,195	94,280	22,195	94,280
Accrued expenses	<u>22,890</u>	<u>20,646</u>	<u>21,690</u>	<u>19,445</u>
	<u>368,445</u>	<u>462,266</u>	<u>366,919</u>	<u>460,828</u>

New Wine International

**Notes to Accounts
for the year ended 31 March 2018**

18. Creditors: Amounts falling due over one year

	Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
Bank Loans	2,288,021	1,457,770	2,299,021	1,457,770

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.

19. Movement in Funds

	Balance At 01/01/2018 £	Incoming Resources	Resources Expended	Balance At 31/12/2018 £
Unrestricted funds				
General fund	7,124,625	2,117,331	2,119,500	7,122,456
Total funds	7,124,625	2,117,331	2,119,500	7,122,456

20. Analysis of Net Assets Between Funds

	Restricted	Unrestricted	Non-Charitable Trading Funds	Designated	Revaluation	Total
	£	£	£	£	£	£
Current Assets	0	3,876,935	-1,365,253	0		2,511,682
Fixed Assets	0	5,533,242	963,493		0	6,496,735
Loan		-2,288,021				-2,288,021
Investment		300	-300			0
	0	7,122,456	-402,060	0	0	6,720,396

Unrestricted Fund

The unrestricted fund of £7,122,456 is made up of £3,876,935 in current assets and £5,533,242 in fixed assets and £300 investments. The £5,533,242 is fixed and not readily realisable.

New Wine International

Notes to Accounts for the year ended December 2018

21. 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 third company, New Wine Central Ltd incorporated on 20 August 2018 in the UK is also wholly owned. The subsidiary is used for commercial activities.

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

	Gateway Incorporated Ltd	Vista Hospitality Ltd	New Wine Central Ltd	Gateway Incorporated Ltd	Vista Hospitality Ltd	New Wine Central Ltd
	2018	2018	2018	2017	2017	2017
Trading Income	0	0		0	0	0
Administration	34,957	0		36,209	0	0
	34,957	0		36,209	0	0
Operating Profit/(Loss)	-34,957	0		-36,209	0	0
Surplus	-34,957	0		-36,209	0	0
The aggregate of the assets, liabilities and funds were:						
Assets	967,465	100	100	989,833	100	100
Liabilities	-1,369,425	0		-1,356,836	0	0
Shareholder Funds	-401,960	100	100	-367,003	100	100

22. 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 £1,367,899 (2017 : £1,355,399).

23. 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.

24. 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