

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2018
FOR
DEEPER CHRISTIAN LIFE MINISTRY

Leroy Reid & Co
Chartered Certified Accountants
and Statutory Auditors
299 Northborough Road
Norbury
London
SW16 4TR

DEEPER CHRISTIAN LIFE MINISTRY
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FOR THE YEAR ENDED 31ST DECEMBER 2018

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DEEPER CHRISTIAN LIFE MINISTRY
REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31ST DECEMBER 2018

TRUSTEES

Dr W F Kumuyi
Pastor S P Akowe
Mrs E F A Kumuyi
Mrs M A Okenwa
Mrs M M Akinsanya

REGISTERED OFFICE

Transformation House
66 St John's Hill
Clapham Junction
London
SW11 1AD

**REGISTERED COMPANY
NUMBER**

08134602 (England and Wales)

**REGISTERED CHARITY
NUMBER**

1150036

INDEPENDENT AUDITORS

Leroy Reid & Co
Chartered Certified Accountants
and Statutory Auditors
299 Northborough Road
Norbury
London
SW16 4TR

SOLICITORS

Clive Hindle
8 Northumberland Square
North Shields
NE30 1QQ

DEEPER CHRISTIAN LIFE MINISTRY
REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31ST DECEMBER 2018

BANKERS

CAF Bank Limited
25 Kings Hill Avenue, Kings Hill
West Mailling
Kent ME19 4JQ

National Westminster Bank PLC
2a Princess Road
Liverpool L8 1JT

Barclays Bank PLC
5th Floor, Corinthian House
17 Lansdowne Road
Croydon CR0 2BX

HSBC Bank PLC
28 Borough High Street
London SE1 1YB

Lloyds Bank PLC
Level 3
150 Fountainbridge
Edinburgh EH3 9PE

DEEPER CHRISTIAN LIFE MINISTRY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st December 2018. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Purpose, aims, objectives and activities

The Purpose and aims of the charity are:

1. Benefit the public through the advancement of the ideals of the christian faith
2. Benefit the individual through the development of their potentials in order to be the best they can be
3. Active engagement with the community for the overall enhancement of the community experience

Our objectives and activities are:

1. Fulfilling the Great Commission given by our Lord and Saviour Jesus to every Believer to:-
 - 1.1 Go into all the world and teach all nations, people and races the word of God, teaching them to observe every jot and tittle of it and making disciples of them.
 - 1.2 Preaching the word to every creature and covering the earth with righteousness.
2. Reaching out to the churches and the unchurched people of the world.
3. To lead believers into deeper and richer experiences with the Lord Jesus Christ, teaching and getting them to be acquainted with the gracious means of holy, healthy and happy and prosperous balanced and fruitful Christian life. This prepare them for heaven.
4. Organising regular training for both full time staff and volunteers with the aim of making them more effective in the attainment of the Charity goals.
5. Develop our networking efforts at working with local charity organisations and government departments.
6. Effectively play our part in the life of our communities through community based projects.

Public benefit

The Trustees are aware of the Charity Commission of England, Wales and Scotland guidance on public benefit. The work of the Charity and the funds it raises are wholly directed towards furthering the religious aims and objectives of the Charity. The Trustees are therefore of the view that the Charity satisfies the criteria laid down for meeting the public benefit test.

Grantmaking

The Charity does not make significant grants to individuals or other institutions. The Charity does however, assist other Deeper Christian Life Ministry organisations throughout the world. The Charity also supports members who are in difficulty either financially or providing other means as required. Assistance may be made to other non-deeper life charitable organisations from time to time at the discretion of the Trustees. Some bereaved families in the Church were supported during the year.

Volunteers

The Charity relies on the use of Volunteers to deliver its objectives and the day to day running of the organisation. The

contributions made by the volunteers is significant and no monetary value can be placed on the services that they provide.

DEEPER CHRISTIAN LIFE MINISTRY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018

STRATEGIC REPORT

Achievement and performance

Charitable activities

Looking back at the year under review we achieved our aims and objectives. The outcome of our work in the past year has been enhanced by the following which we engaged in;

1. There was a Level 3 first aid training for some pastors and volunteer staff of the Charity.
2. The internal controls within the charity were reviewed and updated in the year. This was to ensure that our policies and procedures meet the present operational realities of the charity.
3. Children, teachers and other volunteers who are engaged with vulnerable users of the Charity's service were trained on the current safeguarding measures in the year as required by the government.
4. In all the Regions, the Charity has continued to actively encourage engagement with the community through our community based programmes like summer schools, feeding the homeless, youth camps, barbecue afternoons and after school clubs etc.
5. As a Charity we have had outreaches to the prisons and care homes.
6. Towards attaining the ten year plan of integrating the younger generation of the Charity in the Charity, there was a national youth conference which was very well attended.
7. We held nationwide national conference where various themes and aspects of the community life were addressed.
8. New satellite churches were started in some of our Regions across the nation.
9. The Charity reached out to the community through community based activities like picnics, children play groups and financial training programmes.
10. As can be seen from the financial report, the Charity has kept down the cost of running the Charity's activities in line with its last year future objectives

Total incoming resources for the Charity and the gains on investments exceeded resources expended. The attendance in all our locations have increased with new branches being established to meet identified needs for local congregations.

On the whole the Trustees are confident that the Charity is fulfilling the objectives for which it was established.

Statement of compliance with charity commission guidance

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake. The Charity has had to review its data protection policy to keep i line with the recent changes to the General Data Protection Rule (GDPR). The Charity is registered with the Information Commissioner's Officer (ICO).

Financial review

Financial position

Total incoming resources for the year was £3,277,113 (2017 - £3,545,242) and total resources expended on charitable activities of £2,646,862 (2017 - £2,578,539). Gains on investments amounted to £641 compared to losses of £1,901 in 2017. The net surplus for the year under review was £630,892 (2017 - £964,802).

DEEPER CHRISTIAN LIFE MINISTRY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018

STRATEGIC REPORT

Financial review

Investment policy and objectives

The Trustees through the power vested in them by the governing constitution to invest and deal with any monies of the Charity, not immediately required, in any company or organisation or enter into joint ventures with them provided that the aims and objectives of such companies or organisations do not conflict with the principles and provisions of the Holy Scriptures and tenets of the faith and declarations of belief held by the Charity. The policy of the Trustees is to invest funds not immediately required by the Charity in a combination of cash deposits and quoted investments. The market value of investments held at the year ended 31 December 2018 was £77,633 (2017 - £76,992).

The Charity investments are managed by independent investment advisers under discretionary power. The investment portfolio is managed by taking into account the Board's attitude to risk.

The investment performance is considered satisfactory when compared to major market indices.

Reserves policy

It is the policy of the Board to maintain a balance on unrestricted funds, which is equal to six months of unrestricted payments. This is reviewed through the management report every quarter to ensure that it is relevant to the Charity's financial state. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in income, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The Charity's reserves as at the year-end was £11,555,698 (2017 - £10,924,806), of which £92,475 is shown as restricted fund. The restricted fund is earmarked to be used in the furtherance of the charity's objectives to acquire buildings to be used for places of worship. The net book value of tangible fixed assets were £12,211,959 (2017 - £12,198,732) before long term loans of £2,509,980 (2017 - £3,124,810)

The remaining reserves is held to provide working capital for the Charity, and to provide support for any unforeseen contingencies, to provide financial incentives for the local assemblies as we strive to acquire our own places of worship and improvement of existing facilities to further the work of the Charity in the future.

Going concern

As the Charity's Trustees after making enquiries appropriate enquiries have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason we continue to adopt the going concern basis in preparing the financial statements.

Future plans

The Board in the coming year is looking to broaden the activities of the Charity to reach areas where it currently does not reach. The Board is determined to see that more local assemblies are established within the United Kingdom. There are plans to acquire more buildings for local assemblies. There will be pastoral training put in place to up-skill the current volunteer pastoral staff

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Charity is constituted by a Trust Deed. The Trust was registered with the Charity Commission on the 5th August 1987 and the most recent constitution was adopted and approved on the 13th December 2010.

The Trustees who serve during the year were:-

Pastor Dr. William Kumuyi (Chairman)

Pastor Paul Akowe

Mrs Moni Akinsanya

Mrs Esther Kumuyi (Secretary)

Mrs Mary Okenwa

DEEPER CHRISTIAN LIFE MINISTRY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

Trustees are appointed and approved by the General Superintendent. The Trustees have established processes for the induction and training of new and existing Trustees

The Trustees of the Charity have the responsibility of cooperating with the Chairman of the Board- who is also the General Superintendent of the Charity worldwide, in the fulfilment of the Pastoral, evangelistic, social and ecumenical mission of the Charity. The Trustees are also responsible for the management and maintenance of the church physical assets within the United Kingdom.

Organisational structure

The Charity carries out its activities across the United Kingdom through the Regional networks of churches. For management purposes the Charity is currently divided into thirteen regions across the United Kingdom. Each Region is headed by a Regional Overseer who has supervisory as well as pastoral oversight over groups of churches within his region. Regional Overseers and their wives are members of the National Representative Council (NRC). The NRC reports directly to the General Superintendent through the Board of the Charity chaired by him. There is a management board that meets on a regular basis to address issues relating to the daily management of the Charity. The Charity is currently in the process of transferring all assets and liabilities into the newly registered Charitable Limited by Guarantee Company.

The Charity had a registered trading company- Transformation House Events Limited (THEL). The Charity is in the process of winding up this company.

Induction and training of new trustees

Most of our trustees are conversant with the daily work of the charity. There is an on-going structure in place for the regular training of trustees and management staff to keep them abreast with developments in the Charity world.

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 Board engaged a professional risk Assessor to conduct a review of major risks to which the Charity is exposed. Following the report of the Risk Assessor, the Board has put in place adequate guidelines and procedures for identifying, monitoring and management of key risks to which the Charity is exposed. This is updated annually. The Board has taken necessary steps to mitigate the potential impact of such identified risks. There is on going risk training for both full time and volunteer staff of the Charity.

DEEPER CHRISTIAN LIFE MINISTRY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2018

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Deeper Christian Life Ministry for the purposes of company law) are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Leroy Reid & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 12th September 2019 and signed on the board's behalf by:

Dr W F Kumuyi - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
DEEPER CHRISTIAN LIFE MINISTRY**

Opinion

We have audited the financial statements of Deeper Christian Life Ministry (the 'charitable company') for the year ended 31st December 2018 which comprise the Statement of financial activities, the Statement of financial position, the Statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- 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 Auditors 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 charitable 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 annual report, other than the financial statements and our Report of the independent auditors 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.

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
DEEPER CHRISTIAN LIFE MINISTRY**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

As explained more fully in the Statement of trustees responsibilities, 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.

Our 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 a Report of the independent auditors 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 www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the independent auditors.

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 auditors' 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.

Mr Ebenezer Okai, (BSc), FCCA (Senior Statutory Auditor)
for and on behalf of Leroy Reid & Co
Chartered Certified Accountants
and Statutory Auditors
299 Northborough Road
Norbury
London
SW16 4TR

DEEPER CHRISTIAN LIFE MINISTRY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2018

	Notes	Unrestricted fund £	Restricted fund £	2018 Total funds £	2017 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	2,711,752	-	2,711,752	2,985,214
Charitable activities	4				
Church		334,204	-	334,204	332,818
Investment income	3	141,022	-	141,022	145,143
Other income		90,135	-	90,135	82,067
Total		<u>3,277,113</u>	<u>-</u>	<u>3,277,113</u>	<u>3,545,242</u>
EXPENDITURE ON					
Charitable activities	5				
Church		2,646,862	-	2,646,862	2,574,646
Overseas building project		-	-	-	3,893
Total		<u>2,646,862</u>	<u>-</u>	<u>2,646,862</u>	<u>2,578,539</u>
Net gains/(losses) on investments		641	-	641	(1,901)
NET INCOME		<u>630,892</u>	<u>-</u>	<u>630,892</u>	<u>964,802</u>
Transfers between funds	17	<u>394,374</u>	<u>(394,374)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>1,025,266</u>	<u>(394,374)</u>	<u>630,892</u>	<u>964,802</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>10,437,957</u>	<u>486,849</u>	<u>10,924,806</u>	<u>9,960,004</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>11,463,223</u></u>	<u><u>92,475</u></u>	<u><u>11,555,698</u></u>	<u><u>10,924,806</u></u>

DEEPER CHRISTIAN LIFE MINISTRY
STATEMENT OF FINANCIAL POSITION
AT 31ST DECEMBER 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	10	12,211,959	12,198,732
Investments	11	<u>77,633</u>	<u>76,992</u>
		<u>12,289,592</u>	<u>12,275,724</u>
CURRENT ASSETS			
Debtors	12	168,533	336,648
Cash at bank		<u>1,712,080</u>	<u>1,548,715</u>
		<u>1,880,613</u>	<u>1,885,363</u>
CREDITORS			
Amounts falling due within one year	13	(104,527)	(111,471)
NET CURRENT ASSETS		<u>1,776,086</u>	<u>1,773,892</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		14,065,678	14,049,616
CREDITORS			
Amounts falling due after more than one year	14	(2,509,980)	(3,124,810)
NET ASSETS		<u>11,555,698</u>	<u>10,924,806</u>
FUNDS	17		
Unrestricted funds:			
General fund		11,463,223	10,437,957
Restricted funds:			
Building Fund		<u>92,475</u>	<u>486,849</u>
TOTAL FUNDS		<u>11,555,698</u>	<u>10,924,806</u>

The financial statements were approved by the Board of Trustees on 12th September 2019 and were signed on its behalf by:

Dr W F Kumuyi -Trustee

DEEPER CHRISTIAN LIFE MINISTRY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2018

	Notes	2018 £	2017 £
Cash flows from operating activities:			
Cash generated from operations	19	<u>1,017,860</u>	<u>961,058</u>
Net cash provided by (used in) operating activities		<u>1,017,860</u>	<u>961,058</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(241,837)	(289,371)
Sale of fixed asset investments		641	6,225
Revaluation		(641)	1,901
Interest received		<u>2,172</u>	<u>209</u>
Net cash provided by (used in) investing activities		<u>(239,665)</u>	<u>(281,036)</u>
Cash flows from financing activities:			
Loan repayments in year		<u>(614,830)</u>	<u>(278,067)</u>
Net cash provided by (used in) financing activities		<u>(614,830)</u>	<u>(278,067)</u>
Change in cash and cash equivalents in the reporting period		<u>163,365</u>	<u>401,955</u>
Cash and cash equivalents at the beginning of the reporting period		<u>1,548,715</u>	<u>1,146,760</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,712,080</u></u>	<u><u>1,548,715</u></u>

DEEPER CHRISTIAN LIFE MINISTRY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

INCOME

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.

EXPENDITURE

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.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Land and buildings	- in accordance with the property
Plant and machinery	- 33% on cost
Motor vehicles	- 25% on cost

TAXATION

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

FUND ACCOUNTING

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

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

STATUTORY INFORMATION

Deeper Christian Life Ministry is a private limited company Limited by guarantee without share capital, registered in England and Wales. The company's registered number is 08134602 and its registered address is Transformation House, 58 St John's Hill, Clapham Junction, London SW11 1AD.

The company is a registered charity with the following regulators:

The Charity Commission in England and Wales with charity number 1150036 under its governing document, the memorandum and articles incorporated on the 9th July 2012. The charity operates as a church throughout England and Wales.

The Office of Scottish Charity Regulator in Scotland with charity number SC040673 on the 17th July 2009. The charity operates in Scotland, England and Wales and overseas.

DEEPER CHRISTIAN LIFE MINISTRY
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST DECEMBER 2018

2. DONATIONS AND LEGACIES

	2018 £	2017 £
Tithes and offerings	2,427,561	2,597,299
Gift aid	248,955	383,673
Missions ICC	35,236	4,242
	<u>2,711,752</u>	<u>2,985,214</u>

3. INVESTMENT INCOME

	2018 £	2017 £
Rents received	138,850	144,934
Deposit account interest	2,172	209
	<u>141,022</u>	<u>145,143</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2018 £	2017 £
Books and Cd's sales	20,235	17,803
Conference and retreat income	313,969	315,015
	<u>334,204</u>	<u>332,818</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 6) £	Totals £
Church	<u>2,646,862</u>	<u>2,646,862</u>

DEEPER CHRISTIAN LIFE MINISTRY
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST DECEMBER 2018

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2018 £	2017 £
Staff costs	313,461	312,562
Telephone	28,015	29,418
Postage and stationery	37,332	21,709
Advertising and tracts	8,101	6,225
Church refreshments	71,887	50,047
Missions, grants & donations	151,063	217,943
Satellite church expenses	154,442	81,802
Gbagada HQ cost	72,806	3,893
Properties and facilities cost	585,906	593,052
Conferences and retreats	526,934	558,351
Books and CD's expenses	15,729	17,636
Other expenses	10,268	7,621
Service charges	139,357	107,486
Subscriptions	7,240	12,634
Training and courses	8,607	12,684
Transport and travel	118,766	137,175
Audit fees	22,030	22,030
Legal and professional fees	17,713	27,219
Bank charges & interest	128,595	141,472
Depreciation	<u>228,610</u>	<u>217,580</u>
	<u><u>2,646,862</u></u>	<u><u>2,578,539</u></u>

7. NET INCOME/(EXPENDITURE)

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

	2018 £	2017 £
Depreciation - owned assets	<u><u>228,610</u></u>	<u><u>217,580</u></u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2018 nor for the year ended 31st December 2017.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31st December 2018 nor for the year ended 31st December 2017.

DEEPER CHRISTIAN LIFE MINISTRY
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST DECEMBER 2018

9. STAFF COSTS

	2018 £	2017 £
Wages and salaries	<u>313,461</u>	<u>312,562</u>

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

	2018	2017
Direct charitable	9	9
Management and administration	<u>3</u>	<u>3</u>
	<u>12</u>	<u>12</u>

There were no employees whose annual remuneration was £60,000 or more.

10. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1st January 2018	13,594,494	1,317,105	188,033	15,099,632
Additions	156,156	64,941	20,740	241,837
Reclassification	5,964	(5,964)	-	-
At 31st December 2018	<u>13,756,614</u>	<u>1,376,082</u>	<u>208,773</u>	<u>15,341,469</u>
DEPRECIATION				
At 1st January 2018	1,523,335	1,237,386	140,179	2,900,900
Charge for year	139,669	51,427	37,514	228,610
At 31st December 2018	<u>1,663,004</u>	<u>1,288,813</u>	<u>177,693</u>	<u>3,129,510</u>
NET BOOK VALUE				
At 31st December 2018	<u>12,093,610</u>	<u>87,269</u>	<u>31,080</u>	<u>12,211,959</u>
At 31st December 2017	<u>12,071,159</u>	<u>79,719</u>	<u>47,854</u>	<u>12,198,732</u>

11. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st January 2018	76,992
Revaluations	641
At 31st December 2018	<u>77,633</u>
NET BOOK VALUE	
At 31st December 2018	<u>77,633</u>
At 31st December 2017	<u>76,992</u>

DEEPER CHRISTIAN LIFE MINISTRY
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST DECEMBER 2018

11. FIXED ASSET INVESTMENTS - continued

There were no investment assets outside the UK.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Other receivables	18,188	286,720
Staff loan	11,913	13,290
Prepayments and accrued income	<u>138,432</u>	<u>36,638</u>
	<u>168,533</u>	<u>336,648</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Rent	-	240
Accruals and deferred income	<u>104,527</u>	<u>111,231</u>
	<u>104,527</u>	<u>111,471</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Bank loans (see note 15)	<u>2,509,980</u>	<u>3,124,810</u>

15. LOANS

The bank loan totalling £2,509,980 (2017 - £3,124,810) comprises loans to the charity from Barclays Bank plc and the Kingdom Bank.

(a) Barclays Bank Plc loan balance was £2,422,295 (2017 - £2,988,961) on which interest is charged at 4.1% per annum. There are a number of properties owned by the Charity have been used as security.

(b) The Kingdom Bank loan balance was £87,685 (2017 - £135,849) on which interest is charged at 7.50% and the property at 18 Shannon Street, Leeds used to secure this loan.

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Restricted fund	2018 Total funds	2017 Total funds
	£	£	£	£
Fixed assets	12,211,959	-	12,211,959	12,198,732
Investments	77,633	-	77,633	76,992
Current assets	1,788,138	92,475	1,880,613	1,885,363
Current liabilities	(104,527)	-	(104,527)	(111,471)
Long term liabilities	<u>(2,509,980)</u>	<u>-</u>	<u>(2,509,980)</u>	<u>(3,124,810)</u>
	<u>11,463,223</u>	<u>92,475</u>	<u>11,555,698</u>	<u>10,924,806</u>

DEEPER CHRISTIAN LIFE MINISTRY
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST DECEMBER 2018

17. MOVEMENT IN FUNDS

	At 1.1.18 £	Net movement in funds £	Transfers between funds £	At 31.12.18 £
Unrestricted funds				
General fund	10,437,957	630,892	394,374	11,463,223
Restricted funds				
Building Fund	486,849	-	(394,374)	92,475
TOTAL FUNDS	<u>10,924,806</u>	<u>630,892</u>	<u>-</u>	<u>11,555,698</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	3,277,113	(2,646,862)	641	630,892
TOTAL FUNDS	<u>3,277,113</u>	<u>(2,646,862)</u>	<u>641</u>	<u>630,892</u>

Comparatives for movement in funds

	At 1.1.17 £	Net movement in funds £	Transfers between funds £	At 31.12.17 £
Unrestricted Funds				
General fund	9,479,238	732,013	226,706	10,437,957
Restricted Funds				
Building Fund	480,766	232,789	(226,706)	486,849
TOTAL FUNDS	<u>9,960,004</u>	<u>964,802</u>	<u>-</u>	<u>10,924,806</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	3,312,453	(2,578,539)	(1,901)	732,013
Restricted funds				
Building Fund	232,789	-	-	232,789
TOTAL FUNDS	<u>3,545,242</u>	<u>(2,578,539)</u>	<u>(1,901)</u>	<u>964,802</u>

DEEPER CHRISTIAN LIFE MINISTRY
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST DECEMBER 2018

17. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.17 £	Net movement in funds £	Transfers between funds £	At 31.12.18 £
Unrestricted funds				
General fund	9,479,238	1,362,905	621,080	11,463,223
Restricted funds				
Building Fund	480,766	232,789	(621,080)	92,475
TOTAL FUNDS	<u>9,960,004</u>	<u>1,595,694</u>	<u>-</u>	<u>11,555,698</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	6,589,566	(5,225,401)	(1,260)	1,362,905
Restricted funds				
Building Fund	232,789	-	-	232,789
TOTAL FUNDS	<u>6,822,355</u>	<u>(5,225,401)</u>	<u>(1,260)</u>	<u>1,595,694</u>

18. RELATED PARTY DISCLOSURES

During the year the charity raised donations to support the building project being undertaken at the Head Quarters in Gbagada, Lagos, Nigeria. The total donations as at the year end was £72,806 (2017 - £52,207 and disbursement was £3,893. The balance of donations held as at 31 December 2018 - £Nil (2017 - £48,314).

19. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2018 £	2017 £
Net income for the reporting period (as per the statement of financial activities)	630,892	964,802
Adjustments for:		
Depreciation charges	228,610	217,580
(Gain)/losses on investments	(641)	1,901
Interest received	(2,172)	(209)
Decrease/(increase) in debtors	168,115	(249,282)
(Decrease)/increase in creditors	(6,944)	26,266
Net cash provided by (used in) operating activities	<u>1,017,860</u>	<u>961,058</u>