Registered number: 04097822
Charity number: 1084767

REDEEMED CHRISTIAN CHURCH OF GOD

(A company limited by guarantee)

BOARD OF TRUSTEES ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

REDEEMED CHRISTIAN CHURCH OF GOD
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1 - 2
Board of Trustees' report	3 - 10
Independent auditors' report	11 - 13
Statement of financial activities	14
Balance sheet	15
Statement of cash flows	16
Notes to the financial statements	17 - 32

REDEEMED CHRISTIAN CHURCH OF GOD

(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2018

Board of Trustees	Pastor A Irukwu, Chair Pastor K Bamigbade Pastor A Adeleke Pastor A Sanusi Pastor F Popoola Pastor W Oladunjoye
Company registered number	04097822
Charity registered number	1084767
Registered Office	Redemption House Gunnels Wood Park, Gunnels Wood Road Stevenage Hertfordshire SG1 2TA
Company Secretary	Pastor K Bamigbade
Executive Administrator	Pastor Modupe Afolabi
Independent auditors	Stephen Michael Associates Chartered Certified Accountants Statutory Auditors 1st Floor 3 More London Riverside London SE1 2RE
Bankers	Lloyds TSB Plc 105 - 109 Station Road Edgware Middlesex HA8 7JL Barclays Bank Plc St Johns Wood and Swiss Cottage P O Box 2764 London NW3 6JD Santander Bank PLC 46 / 48 High Street North London E6 2HJ

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2018

Advisers (continued)

Solicitors	Wellers Law Group LLP 65 Leadenhall Street London EC3A 2AD

BOARD OF TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2018

The Board of Trustees (who are also directors of the charity for the purposes of the Companies Act 2006) submit their annual report and the audited financial statements of Redeemed Christian Church of God (the charitable company or RCCG) for the year ended 31st December 2018. The Board of Trustees confirm that the annual report and financial statements of the charitable company comply with the provisions and requirements of the Companies Act 2006, Charities Act 2011, the requirements of the charitable company's governing document and other current Statutory requirement.

Structure, Governance and Management

I. CONSTITUTION

The organisation is a charitable company limited by guarantee, incorporated on 27th October 2000, as revised on 5th of January 2001. The company was established under a Memorandum of Association which stipulates the objects and powers of the charitable company and is also a registered charity with the charity number 1084767.

II. METHOD OF APPOINTMENT OR ELECTION OF BOARD OF TRUSTEES

The management of the charitable company is the responsibility of the Board of Trustees who are appointed and co opted under the terms of the Articles of Association.

III. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF BOARD OF TRUSTEES

Newly appointed members of the Board of Trustees go through an induction process. The process comprises of an initial meeting with the Chair and other Trustees, followed by a series of short meetings with the Executive Administrator on the powers and duties of the Trustees. A Trustees' Induction Pack is provided to the Trustee, which includes the charitable company's governing documents, excerpts from the Charity Commission Guidelines such as Doc CC3 and C1, i.e. the Essential Trustee: what you need to Know and the Trustees Expenses and Payment. Periodically, the trustees will be registered to different training events, conferences and seminars to further enhance their governance skills. This will enable strict compliance with relevant regulations and enhance the safety of the trust bestowed on them by the public. The Trustees are constantly updated with resources containing articles written by various experts in the charity sector. These articles cover areas such as Board meetings, adequate record keeping, data protection, safeguarding children and adults at risk, and management of the charitable company's assets.

IV. ORGANISATIONAL STRUCTURE AND DECISION MAKING

Whilst the charitable company is spearheaded by the inspirational visionary Pastor E. A. Adeboye, the governing of the charitable company is independent of any external influence within or outside the UK. Its governance is solely pursuant to the provisions of its Articles of Association. Hence, the charitable company is organised so that the Board of Trustees meet periodically to manage its affairs on a regular basis. The day-to-day administration of the charity is delegated to the Executive Administrator, who reports the affairs of the charity to the trustees.

V. RISK MANAGEMENT

The Board of Trustees have implemented an evaluation approach to identify and assess the risks to which the charity is exposed. After identifying these risks, they develop strategies by which they can be managed. This default approach is tailored after an SAS matrix model, that is; Spotting the risks, Assessing the risks and Solving the risks. The Trustees are satisfied that the systems in place are sufficient to mitigate its exposure to major risks and swiftly assimilate the significance of new risks. The Trustees have therefore assessed the major risks to which the charity is exposed, in particular, those relating to the specific operational areas of the charity and its finances. The Trustees believe that by monitoring reserve levels, ensuring controls exist over key financial systems and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

VI. PERSONS WITH SIGNIFICANT CONTROL REGISTER

Further to the provisions of Part 21A of the Companies Act 2006 relating to individuals with significant control over the company and/or relevant legal entities (RLEs) with significant control, the charitable company is not aware of any registrable person or registrable legal entity in relation to the charitable company.

Objectives and Activities

a. POLICIES AND OBJECTIVES

The principal objects of the Redeemed Christian Church of God as set out in the company's memorandum of association are for the advancement of the Christian faith worldwide and the relief of poverty.

b. STRATEGIES FOR ACHIEVING OBJECTIVES

The charity has adopted the following strategies for achieving the above objects:

- church planting within the UK;
- the organisation of conferences and events with relevant speakers and ministers of the faith to guide and inspire;
- administrative support for affiliated Charities and Christian events; and
- financial support for affiliated Charities and Mission Agencies in the UK and Overseas.

c. ACTIVITIES FOR ACHIEVING OBJECTIVES

We carry out various missionary activities such as:

- Provisions of resources to support approximately 840 independent RCCG Churches in the UK and Overseas.
- Organising, supporting and resourcing local and global Christian mission as well as other positive charitable initiatives, including the organisation of conferences, events, and training which are set to act as an essential catalyst to the advancement of the Christian Faith and the relief of poverty.

d. PUBLIC BENEFIT STATEMENT

The Board of Trustees have met their duties in complying with the provisions of sections 4 and 17 of the Charities Act 2011, having due regard to the Charity Commission's general guidance on public benefit. Consideration has been given to the Charity Commission's supplementary public guidance on the advancement of religion for the public benefit.

Achievements and Performance

a. REVIEW OF ACTIVITIES

The charitable company serves as an administrative and resource hub for Churches operating with the RCCG name in the UK. In addition to that, it also supports other local and global activities with a common purpose of advancing the Christian Faith and relief of poverty across the world. In the year under review, the charitable company engaged in various activities for the benefit of the public.

Some of such activities are summarised below:

RCCG Affiliated Churches

Our partnership and support for RCCG affiliated churches across the United Kingdom have ultimately driven our core objective of advancing the Christian Faith worldwide. The support we provide to RCCG Parishes significantly facilitates access to the Christian Faith and places of worship by various members of the public, families, and individuals across the United Kingdom. The support also extends to financial assistance to RCCG Parishes towards the acquisition of properties for places of worship and governance training for Trustees, Pastors and their key staff. This provision ensures that new church Leaders and Pastors who are passionate about impacting their communities positively are adequately supported to deliver the organisations' objectives. Our partnerships have proven to yield positive contributions to both the physical and spiritual life of the members and the public.

RCCG School of Missions RECSOM

RCCG continues its financial support to the RCCG School of Missions. The School of Missions trains/equips and mobilises students for Christian mission. RECSOM offers an education that is accessible to students with a wide range of educational backgrounds and professions. Its training philosophy is holistic and embraces a blended learning approach. Students of the School of Missions benefit from being taught by a seasoned team of lecturers from a variety of organisations serving as missionaries, theologians or missiologists in Europe. RCCG believes that its support or the School of Missions furthers its primary objective of advancing the Christian Faith.

House of Wells (H.O.W)

In line with our primary object of relieving poverty, we have financially supported The House of Wells, a Charity registered in the UK (charity registration number 1133474). H.O.W renders charitable support to numerous orphaned, abandoned and vulnerable children in less privileged communities in Africa. Their Vision is to establish programmes that offer God's hope, practical help and skills necessary for an independent and productive life, to children in severe poverty in Africa. H.O.W operates Enrichment Centres using programmes that offer hope, practical help and skills necessary for an independent and productive life, to children in severe poverty. It also provides excursions to places of interest, home visits, groceries, school provisions and clothing for over 1,000 children.

Christ the Redeemer College (London)

In the year under review, RCCG financially supported Christ the Redeemer's College in its drive to provide Christian education in an ever-changing environment; thereby raising effective leaders to positively influence their communities.

Christ the Redeemer, Bible College, was founded in 1998, in response to the desire of RCCG to provide a school where Christian leaders could be trained. The college currently provides a range of purely theological courses as well as Christian counselling courses (leading to a Diploma in Counselling), Business Management and Information Technology Courses. The training provided is targeted towards preparing students to become leaders in their chosen field of Christian ministry.

Nurture the Children (NTC)

RCCG continues in its campaign against poverty globally by financially supporting the UK charity Nurture the Children (charity registration number 1173351). This support provides funding for the most vulnerable children with the aim to put an end to child hunger, poverty and exploitation. 5, 000 children rely on the charity for their meal daily, and over 150,000 displaced people received medical intervention from NTC in the year under review.

Nurture the Children targets projects that improve the quality of life and break the cycle of poverty of people in the regions it operates. These projects include; crisis relief, vocational training, social intervention, community food banking, provision of recreational facilities, water projects and educational advancement.

Children Safety Education Fund (CSEF)

The beliefs of RCCG stem from the scriptures which state that Children are a gift from God, and as such, they should be protected from risks that may be detrimental to their well-being. This will create an environment in which they can aspire to reach their full God-given potential. The CSEF promotes safety education for children, young people and their parents throughout the UK. This is facilitated through the provision of the best possible resources that will help to inform and encourage knowledge and understanding, to prevent children from making wrong decisions. CSEF aims to encourage study through the written word and promote public interest in personal safety and public citizenship, which means providing the best possible resources, knowledge, understanding and information.

Child Safety Media Ltd (CSM)

RCCG continues to financially support the work of CSM. CSM is a leading provider of child safety events in the UK and delivers safety events to thousands of children and young people covering topics such as personal safety, fire and home safety, first aid, crime, drugs, bullying and anti-social behaviour. In addition, CSM works with the emergency services, community organisations, local authorities and other Government agencies to ensure that its events and resources are delivered effectively and reach the maximum audience possible.

Whilst CSM is not itself a Charity, RCCG ensure that any financial support is for wholly charitable purposes and RCCG believes that its support for the work of CSM plays an important role and creates an enabling environment for the safe and healthy upbringing of children within our communities.

Compassion UK

RCCG continues to partner with Compassion UK (charity registration number 1077216). Compassion UK is one of the leading children's charity with a passion to empower children who are vulnerable to poverty. The charity has a strong belief that every child deserves to be safe, fed and educated.

Compassion UK works in partnership with local churches in developing countries. RCCG's financial support goes towards giving children access to education, health checks, and an opportunity to hear about Jesus; age-appropriate Bible and Biblical teaching, literacy and life skills training, and vocational training such as bead-making or carpentry.

Our partnership with this organisation has had a transformative effect on so many children, families and by extension communities and whole nations. The work of Compassion greatly increases the chances of the children to be employed and be community leaders when they grow up. RCCG believes that its partnership with Compassion UK furthers its primary objective of relieving poverty.

Feast of Esther (FoE)

The Feast of Esther serves as a strategic resource for the Christian woman in the place of leadership in Church.

The purpose of the Feast of Esther is to empower female Leaders of Christian Ministries, their female assistants, and female heads of ministries, especially within the Evangelical Community. In addition, FoE empowers female leaders to be better examples of believers as instructed in I Timothy 4:12: "Let no man despise thy youth; but be thou an example of the believers, in word, in conversation, in charity, in spirit, in faith, in purity". This initiative encourages women to impact their homes, ministries and communities with the gospel as well as to be effective helpers of their spouses. This initiative helps these women provide mentorship and support to other women in their ministries. This is done by coaching the women on how to develop excellent ministry skills that will impact the Church of God. RCCG continues to support this initiative financially for their annual events. The theme for the year under review was 'The Anointing that Endures'.

HOPE Together UK

RCCG continues to partner with Hope Together UK (registered charity number 1116005) with the objective of bringing churches together to transform communities. They aim to demonstrate God's love through meeting needs, serving and engaging in different activities in the communities such as food banks, night shelters, clubs for senior citizens, and so on.

Working in partnership with HOPE Together UK has yielded remarkable impact nationwide, via local initiatives of RCCG affiliated Churches and Churches in general across the UK. The partnership has ensured that the charitable activities of these Churches are increased within their communities, thereby resulting in significant positive impacts. In the year under review, Hope Together UK engaged in a peace project called 'Remembrance 100' in remembrance of the War. This project aims to bring peace and togetherness to communities. Silent Night Carols took place in more than 600 stadiums, cathedrals and churches nationwide as Communities across the UK gathered to mark the centenary of the 1914 Christmas Truce singing carols and reflecting on the outbreak of peace in the First World War. RCCG believes that the activities of HOPE Together UK promotes community cohesion; celebrating diversity and demonstrating unity.

Pastors, Trustees & Key Staff Legal Compliance Resourcing

Further to the support given to RCCG affiliated churches, these churches require on-going governance training and resources that will ensure robust compliance. As a result, RCCG has continued in the discharge of various projects under its STAR (Strategic Training on Awareness of Regulations) initiative. This initiative includes a series of conferences, webinars, and training toolkits in order to provide governance support and resources to the Pastors, Trustees and Key Staff of RCCG affiliated churches. The Trustees understand that the support staff and volunteers of RCCG affiliated churches play an important role in the operations of their individual churches. As a result, the training makes provisions for key staff within affiliated Churches, to ensure that they are abreast of developments relating to their day to day operations as charities.

This training has had an impact amongst our affiliated churches, and it continues to reduce governance risk, thereby ensuring that the resources of these charities are properly managed and used for the benefit of the public.

Through the Roof (TTR)

RCCG financially supports the work of 'Through the Roof' (charity registration number 1087788) a Christian Charity showing the love of Christ through its work changing the lives of disabled people. TTR aims to provide a safe place where people can find acceptance and belonging, enabling people with disabilities to reach their potential and bring positive and lasting change. TTR's vision is to change the lives of people with disabilities through providing life changing opportunities for them and equipping churches and Christian communities to fully engage disabled people.

We believe that the vision of TTR, i.e. people enjoying life together, mutually giving and receiving, as God intended and transforming lives through Jesus is linked with RCCG's primary objectives of advancing the Christian Faith in the UK and Worldwide.

INVESTMENT POLICY AND PERFORMANCE

As far as possible, funds will be retained in interest bearing accounts. The Board of Trustees continues to explore other safe investment strategies to ensure better returns. Previous dialogues with the Charity Investment managers have not evolved to a stage where the trustees felt that the decision would be in the best interest of the charity.

In addition, the Trustees are looking at investment options based on the requisite legal and financial advice/guidance and an informed decision will be made in due course.

FACTORS RELEVANT TO ACHIEVE OBJECTIVES

Key factors in achieving our objectives are the perpetual spiritual inspiration and financial responsibility. This is because the support of all the necessary activities needed to achieve our objectives can mostly be done by godly inspiration and sufficient finance and accountability.

I. Financial Review

The immediate financial position of the charitable company is good, and the long-term position is stable.

II. Reserve Policy

The Board of Trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charitable company should be six (6) months of annual expenditure. At this level, the Board of Trustees holds the view that they would be able to continue the current activities of the charitable company in the event of a significant drop in funding. The free reserve for the year is £2,636,562.

The Board of Trustees periodically reviews its reserves policy to be in the light of the wider strategic plans. This is to ensure that the level of the reserve we hold is not only appropriate to our current position and annual expenditure but also taking into full cognisance what our future strategic plans are.

III. Principal Funding

This is provided mainly through contributions and donations from RCCG affiliated Churches.

PLANS FOR THE FUTURE

I. FUTURE DEVELOPMENTS

The Charity continues to look towards the establishment of more churches in the UK, a wider spread of Christianity in the UK in an effective and efficient manner. The fulcrum of our strategy is primarily hinged on the growth of the RCCG affiliated Churches. Hence, our future plans are still hinged on the Vision 1000. As the name implies, we are keen on ensuring that the number of RCCG affiliated churches are increased to 1000. The increased support in terms of resources and access to relevant training to already existing RCCG affiliated Churches will create an environment for exponential Church growth.

The Charity will continue to explore other ways of advancing the Christian faith in an effective manner.

Furthermore, the Charity will remain ready to provide financial and administrative support to like-minded initiatives, whether churches, non-governmental organisations, events, festivals or conferences from diverse groups from the UK and around the world, which are inspired by the ultimate vision of advancing the Christian Faith and its tenets around the world.

The Charity's development of a UK residential facility in the RCCG Camp ground in Lagos, Nigeria is on-going. The project is a viable project that will provide training and resources for RCCG UK pastors, workers and ministry staff as well as serve other Charities with whom we have a common purpose. Funding is provided from the Charity's reserves for this purpose.

II. MEMBER'S LIABILITY

The Board of Trustees of the charitable company guarantees to contribute an amount not exceeding £1 to the assets of the church in the event of winding up.

BOARD OF TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2018

Board of Trustees' Responsibilities Statement

The Board of Trustees (who are also directors of Redeemed Christian Church of God for the purposes of Company law) are responsible for preparing the Board of Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (The United Kingdom Generally Accepted Accounting Practice).

Company law requires the Board of Trustees to prepare financial statements for each financial year. Under Company law the Board of Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company for that period.
In preparing these financial statements, the Board of Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is appropriate to presume that the charitable company will continue operating.

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

Disclosure of Information to Auditor

So far as the Board of Trustees are aware at the time the report is approved:

- there is no relevant audit information of which the charitable company or RCCG's auditors are unaware, and;
- the Board of 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 auditor is aware of that information.

AUDITORS

The charitable company's auditors, Stephen Michael Associates, have indicated their willingness to continue in office and offer themselves for re-appointment at the next Annual General Meeting.

In preparing this report, the Board of Trustees have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Board of Trustees on 27 September 2019 and signed on its behalf, by:

Pastor A Irukwu, Chair

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REDEEMED CHRISTIAN CHURCH OF GOD

OPINION

We have audited the financial statements of Redeemed Christian Church of God (the 'charitable company') for the year ended 31 December 2018 which comprise the Statement of financial activities incorporating income and expenditure account, 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 charitable company'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; 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 United Kingdom, including the Financial Reporting Council'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.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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 Board of Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Board of 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REDEEMED CHRISTIAN CHURCH OF GOD

OTHER INFORMATION

The Board of 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 Auditors' 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.

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 Board of Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Board of Trustees' report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our 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 Board of 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 Board 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 Board of 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 Board of Trustees' report and from the requirement to prepare a Strategic report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Board of Trustees' responsibilities statement, the Board of 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 Board of 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 Board of 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 Board of Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

AUDITORS' 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 Auditors' 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: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' 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 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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Stephen Oladapo Odeleye (Senior statutory auditor)

for and on behalf of

Stephen Michael Associates

Chartered Certified Accountants
Statutory Auditors

1st Floor
3 More London Riverside
London
SE1 2RE
30 September 2019

REDEEMED CHRISTIAN CHURCH OF GOD

(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	*Total funds 2017 £*
INCOME FROM:					
Donations and legacies	2	**298,566**	**3,531,052**	**3,829,618**	*4,433,949*
Charitable activities	3	**-**	**449,903**	**449,903**	*437,346*
Investments	4	**-**	**27,950**	**27,950**	*18,897*
TOTAL INCOME		**298,566**	**4,008,905**	**4,307,471**	*4,890,192*
EXPENDITURE ON:					
Charitable activities		**-**	**5,223,364**	**5,223,364**	*5,785,004*
TOTAL EXPENDITURE	8	**-**	**5,223,364**	**5,223,364**	*5,785,004*
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES		**298,566**	**(1,214,459)**	**(915,893)**	*(894,812)*
NET MOVEMENT IN FUNDS		**298,566**	**(1,214,459)**	**(915,893)**	*(894,812)*
RECONCILIATION OF FUNDS:					
Total funds brought forward		**1,234,084**	**10,666,566**	**11,900,650**	*12,795,462*
TOTAL FUNDS CARRIED FORWARD		**1,532,650**	**9,452,107**	**10,984,757**	*11,900,650*

The notes on pages 17 to 32 form part of these financial statements.

REDEEMED CHRISTIAN CHURCH OF GOD

(A company limited by guarantee)
REGISTERED NUMBER: 04097822

BALANCE SHEET
AS AT 31 DECEMBER 2018

	Note	£	2018 £	£	*2017* *£*
FIXED ASSETS					
Tangible assets	11		**5,937,860**		*5,842,858*
CURRENT ASSETS					
Stocks	12	**44,349**		*112,989*	
Debtors	13	**766,935**		*769,552*	
Investments	14	**1,897,441**		*1,897,410*	
Cash at bank and in hand		**2,567,689**		*3,615,032*	
		5,276,414		*6,394,983*	
CREDITORS: amounts falling due within one year	15	**(207,202)**		*(337,191)*	
NET CURRENT ASSETS			**5,069,212**		*6,057,792*
TOTAL ASSETS LESS CURRENT LIABILITIES			**11,007,072**		*11,900,650*
CREDITORS: amounts falling due after more than one year	16		**(22,315)**		-
NET ASSETS			**10,984,757**		*11,900,650*
CHARITY FUNDS					
Restricted funds	17		**1,532,650**		*1,234,084*
Unrestricted funds	17		**9,452,107**		*10,666,566*
TOTAL FUNDS			**10,984,757**		*11,900,650*

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

The financial statements were approved and authorised for issue by the Board of Trustees on 27 September 2019 and signed on their behalf, by:

Pastor A Irukwu, Chair

The notes on pages 17 to 32 form part of these financial statements.

REDEEMED CHRISTIAN CHURCH OF GOD

(A company limited by guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 £	*2017 £*
Cash flows from operating activities			
Net cash used in operating activities	19	**(800,097)**	*(1,009,769)*
Cash flows from investing activities:			
Dividends, interest and rents from investments		**1,105**	*8,206*
Purchase of tangible fixed assets		**(235,769)**	*(1,236,658)*
Net cash used in investing activities		**(234,664)**	*(1,228,452)*
Cash flows from financing activities:			
Repayments of borrowings		**-**	*(6,921)*
Net cash used in financing activities		**-**	*(6,921)*
Change in cash and cash equivalents in the year		**(1,034,761)**	*(2,245,142)*
Cash and cash equivalents brought forward		**5,495,313**	*7,740,455*
Cash and cash equivalents carried forward	20	**4,460,552**	*5,495,313*

The notes on pages 17 to 32 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES

1.1 Basis of preparation of 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.

Redeemed Christian Church of God meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Company status

The charitable company is a company limited by guarantee. The members of the company are the Board of Trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

1.3 Income

All income is recognised once the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the charitable company and compliance with constitutional and statutory requirements.

1. ACCOUNTING POLICIES (continued)

1.5 Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is not charged on freehold land. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	2% straight line
L/Term Leasehold Property	-	2% straight line
Motor vehicles	-	25% reducing balance
Fixtures & fittings	-	10% straight line
Office equipment	-	33.33% straight line
Computer equipment	-	33.33% straight line

1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid or payable by the Bank.

1.7 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the charitable company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Statement of financial activities incorporating income and expenditure account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1. ACCOUNTING POLICIES (continued)

1.10 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.12 Financial instruments

The charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 Pensions

The charitable company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charitable company to the fund in respect of the year.

1.14 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Board of Trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Board of Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.15 Statutory Information

Redeemed Christian Church of God is a company limited by guarantee incorporated and registered with the Charity Commission in England & Wales. The registered address is Redemption House Gunnels Wood Park, Gunnels Wood Road, Stevenage, Hertfordshire, England, SG1 2TA.

2. INCOME FROM DONATIONS AND LEGACIES

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	*Total funds 2017 £*
Donations	**298,566**	**3,531,052**	**3,829,618**	*4,433,949*
Total 2017	*2,310*	*4,431,639*	*4,433,949*	

	2018 £	*2017 £*
Donations		
Donations and contributions from RCCG Parishes	**3,152,146**	**3,865,439**
Donations - Individuals	**38,950**	**10,854**
Offering - Evangelism and Special Events	**305,835**	**200,592**
School of Prayer - Seminars Registration fees	**34,121**	**59,743**
Covenant partners donations	**295,952**	**295,011**
New Auditorium donations	**2,614**	**2,310**
Total	**3,829,618**	**4,433,949**

3. INCOME FROM CHARITABLE ACTIVITIES

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	*Total funds 2017 £*
Sales of books, tapes, etc	**-**	**126,954**	**126,954**	*100,050*
Ministers' conference fees	**-**	**253,153**	**253,153**	*295,468*
Advertising income	**-**	**7,175**	**7,175**	*3,800*
Ordination income	**-**	**36,074**	**36,074**	*34,850*
Sundry income	**-**	**26,547**	**26,547**	*3,178*
	-	**449,903**	**449,903**	*437,346*
Total 2017	*-*	*437,346*	*437,346*	

4. INVESTMENT INCOME

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	*Total funds 2017 £*
Investment income - local investment properties	-	**25,747**	**25,747**	*10,691*
Interest receivable	-	**2,203**	**2,203**	*8,206*
	-	**27,950**	**27,950**	*18,897*
Total 2017	*-*	*18,897*	*18,897*	

5. Missionary and charitable donations

Territory	Donation description	2018 £	*2017 £*
United Kingdom	Advancement of christian faith	**614,703**	*1,346,755*
Europe	Advancement of christian faith	**110,000**	*54,224*
Rest of the World	Advancement of christian faith	**-**	*84,332*
		724,703	*1,485,311*

6. DIRECT COSTS

	Basis of Allocation	Conferences and Events £	Parish Liaison £	Total 2018 £	*Total 2017 £*
Conferences and events	Actual	**1,356,737**	**-**	**1,356,737**	*1,441,021*
Documentary production and broadcast fees	Actual	**919**	**-**	**919**	*1,463*
Ministry expenses	Actual	**-**	**322,273**	**322,273**	*170,216*
Wages and salaries	Staff cost	**55,501**	**280,868**	**336,369**	*359,402*
National insurance	Staff cost	**4,756**	**24,067**	**28,823**	*30,949*
Pension cost	Staff cost	**3,005**	**15,207**	**18,212**	*7,457*
		1,420,918	**642,415**	**2,063,333**	*2,010,508*
Total 2017		*1,508,122*	*502,386*	*2,010,508*	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

7. SUPPORT COSTS

	Basis of Allocation	Governance £	Conferences and Events £	Parish Liaison £	Total 2018 £	*Total 2017 £*
Premises costs	Actual	**-**	**-**	**161,213**	**161,213**	*66,408*
Communication costs	Actual	**-**	**-**	**186,369**	**186,369**	*162,455*
Equipment Hire	Actual	**-**	**-**	**12,418**	**12,418**	*9,031*
Auditors' remuneration - non audit	Actual	**2,539**	**-**	**-**	**2,539**	*12,316*
Printing and reproduction	Actual	**-**	**82,857**	**-**	**82,857**	*80,018*
Travelling expenses	Staff cost	**-**	**26,445**	**133,829**	**160,274**	*166,023*
Vehicle running expenses	Staff cost	**-**	**3,446**	**17,441**	**20,887**	*18,356*
Insurance	Actual	**-**	**-**	**121,074**	**121,074**	*118,141*
Staff training	Actual	**-**	**-**	**70,154**	**70,154**	*77,793*
Consultancy	Actual	**-**	**-**	**60,799**	**60,799**	*99,321*
Sundry expenses	Actual	**-**	**-**	**1,149**	**1,149**	*973*
Bank charges	Actual	**-**	**-**	**4,023**	**4,023**	*4,691*
Computer costs	Actual	**-**	**-**	**42,726**	**42,726**	*42,291*
Volunteer expenses	Staff cost	**-**	**1,790**	**9,060**	**10,850**	*7,086*
Subscriptions	Staff cost	**-**	**160**	**810**	**970**	*1,228*
Welfare	Actual	**-**	**-**	**59,884**	**59,884**	*51,071*
Repairs and maintenance	Actual	**-**	**-**	**33,811**	**33,811**	*20,182*
Recruitment expenses	Actual	**-**	**-**	**-**	**-**	*201*
Audtitors' remuneration	Actual	**5,550**	**-**	**-**	**5,550**	*5,550*
Interest payable	Actual	**-**	**523**	**-**	**523**	*698*
Corporation tax payable	Actual	**-**	**25,893**	**-**	**25,893**	*26,351*
AGM expenses	Actual	**4,150**	**-**	**-**	**4,150**	*4,415*
Books and tapes	Actual	**-**	**-**	**112,353**	**112,353**	*29,905*
Wages and salaries	Staff cost	**93,188**	**149,567**	**756,900**	**999,655**	*1,028,560*
National insurance	Staff cost	**11,085**	**13,491**	**68,270**	**92,846**	*99,448*
Pension cost	Staff cost	**2,896**	**3,085**	**15,613**	**21,594**	*22,405*
Depreciation	Staff cost	**-**	**23,227**	**117,540**	**140,767**	*134,268*
		119,408	**330,484**	**1,985,436**	**2,435,328**	*2,289,185*
Total 2017		*133,477*	*332,688*	*1,823,020*	*2,289,185*	

8. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2018 £	Depreciation 2018 £	Other costs 2018 £	Total 2018 £	*Total 2017 £*
Charitable giving	**-**	**-**	**724,703**	**724,703**	*1,485,311*
Conferences and Events	**229,405**	**23,227**	**1,498,770**	**1,751,402**	*1,840,810*
Parish Liaison	**1,160,925**	**117,540**	**1,349,386**	**2,627,851**	*2,325,406*
Charitable activities	**1,390,330**	**140,767**	**3,572,859**	**5,103,956**	*5,651,527*
Expenditure on governance	**107,169**	**-**	**12,239**	**119,408**	*133,477*
	1,497,499	**140,767**	**3,585,098**	**5,223,364**	*5,785,004*
Total 2017	*1,548,221*	*134,268*	*4,102,515*	*5,785,004*	

9. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2018 £	*2017 £*
Depreciation of tangible fixed assets:		
- owned by the charity	**140,767**	*134,269*
Amortisation of intangible fixed assets	**4,573**	*6,097*
Auditors' remuneration	**5,550**	*5,550*
Auditors' remuneration - other services	**2,539**	*12,316*

During the year, no Board of Trustees received any remuneration (2017 - £NIL).
During the year, no Board of Trustees received any benefits in kind (2017 - £NIL).
During the year, no Board of Trustees received any reimbursement of expenses (2017 - £NIL).

10. STAFF COSTS

Staff costs were as follows:

Wages and salaries	**1,336,024**	*1,387,962*
Social security costs	**121,669**	*130,397*
Other pension costs	**39,806**	*29,862*
	1,497,499	*1,548,221*

The average number of persons employed by the charitable company during the year was as follows:

	No.	*No.*
Management	**1**	*1*
Administration	**30**	*33*
Provincial pastors	**15**	*13*
	46	*47*

The number of higher paid employees was:

	No.	*No.*
In the band £80,001 - £90,000	**1**	*0*
In the band £90,001 - £100,000	**0**	*1*

11. TANGIBLE FIXED ASSETS

	Freehold property £	**L/Term Leasehold Property £**	**Other fixed assets £**	**Total £**
Cost				
At 1 January 2018	**3,908,212**	**2,344,131**	**438,856**	**6,691,199**
Additions	**14,988**	**116,503**	**104,278**	**235,769**
At 31 December 2018	**3,923,200**	**2,460,634**	**543,134**	**6,926,968**
Depreciation				
At 1 January 2018	**439,406**	**52,889**	**356,046**	**848,341**
Charge for the year	**45,264**	**49,212**	**46,291**	**140,767**
At 31 December 2018	**484,670**	**102,101**	**402,337**	**989,108**
Net book value				
At 31 December 2018	**3,438,530**	**2,358,533**	**140,797**	**5,937,860**
At 31 December 2017	*3,468,806*	*2,291,242*	*82,810*	*5,842,858*

11. TANGIBLE FIXED ASSETS (continued)

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2018	2017
	£	£
Motor vehicles	**57,192**	*18,292*

Included in land and buildings is freehold lands at cost of £1,660,000 (*2017* - £1,660,000), which is not depreciated.

12. STOCKS

	2018	2017
	£	£
Finished goods and goods for resale	**44,349**	*112,989*

13. DEBTORS

	2018	2017
	£	£
Trade debtors	**27,118**	*11,142*
Other debtors	**652,882**	*676,919*
Prepayments and accrued income	**86,935**	*81,491*
	766,935	*769,552*

14. CURRENT ASSET INVESTMENTS

	2018	2017
	£	£
Unlisted investments	**1,897,441**	*1,897,410*

SHORT TERM INVESTMENTS - UNLISTED

	2018	2017
	£	£
Cash - Money market	**1,897,441**	*1,897,410*

15. CREDITORS: Amounts falling due within one year

	2018	*2017*
	£	*£*
Bank loans and overdrafts	**4,578**	*17,129*
Net obligations under finance leases and hire purchase contracts	**20,158**	*6,921*
Trade creditors	**97,638**	*182,096*
Corporation tax	**25,893**	*-*
Other taxation and social security	**37,926**	*106,728*
Pension fund payable	**6,321**	*5,612*
Other creditors	**6,708**	*8,577*
Accruals and deferred income	**7,980**	*10,128*
	207,202	*337,191*

16. CREDITORS: Amounts falling due after more than one year

	2018	*2017*
	£	*£*
Net obligations under finance leases and hire purchase contracts	**22,315**	*-*

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

	2018	*2017*
	£	*£*
Between one and five years	**22,315**	*-*

17. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 January 2018 £	Income £	Expenditure £	Transfers in/(out) £	Balance at 31 December 2018 £
Designated funds					
Vision 1000	**1,002,678**	**-**	**(1,002,678)**	**-**	**-**
Training and Resourcing	**5,425,701**	**-**	**-**	**(5,425,701)**	**-**
Feasibility Study	**1,233,041**	**-**	**-**	**(333,041)**	**900,000**
	7,661,420	**-**	**(1,002,678)**	**(5,758,742)**	**900,000**
General funds					
General Funds	**3,005,146**	**4,008,905**	**(4,220,686)**	**5,758,742**	**8,552,107**
Total Unrestricted funds	**10,666,566**	**4,008,905**	**(5,223,364)**	**-**	**9,452,107**
Restricted funds					
Tsunami Relief Contribution	**2,410**	**-**	**-**	**-**	**2,410**
Haiti Appeal	**21,917**	**-**	**-**	**-**	**21,917**
Camp Ground Building	**170,327**	**-**	**-**	**-**	**170,327**
Benevolence Offering	**908,613**	**295,952**	**-**	**-**	**1,204,565**
New Auditorium	**108,998**	**2,614**	**-**	**-**	**111,612**
Lloyds Philippines Appeal	**21,819**	**-**	**-**	**-**	**21,819**
	1,234,084	**298,566**	**-**	**-**	**1,532,650**
Total of funds	**11,900,650**	**4,307,471**	**(5,223,364)**	**-**	**10,984,757**

The designated funds are unrestricted general reserves which the trustees have earmarked for specific purposes as follows:

- The Training and Resourcing fund is to assist in the training and resourcing of RCCG UK pastors, workers and ministry staff as well as serving other Charities with whom we have a common purpose.

After reviewing the level of free reserve available to the charitable company, the trustees decided to adjust the level of designated fund by transferring funds between general fund and designated fund.

Tsunami Relief Contribution fund balance is the unexpended part of donation brought forward for the Tsunami disaster.

Haiti Appeal are donations collected towards helping charitable organisations currently working in Haiti.

Camp Ground Building fund is donation received for building an arena in future for conferences, etc in

17. STATEMENT OF FUNDS (continued)

place of hiring venues.

Covenant Partners (Benevolence Offering) fund is the balance of donations received from individuals who have pledged to support the charitable company.

The New Auditorium fund are donations received directly from individuals, specifically as personal contributions toward the completion of the Main Auditorium for Worship at the RCCG Camp Ground.

The Lloyds Philippines Appeal Fund are donations received toward helping charitable organisations working in the Philippines.

The charitable company's resources are enough to finance these funds.

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 January 2017 £	*Income* £	*Expenditure* £	*Transfers in/(out)* £	*Balance at 31 December 2017* £
Designated funds					
Vision 1000	*1,002,678*	-	-	-	*1,002,678*
Feasibility Study	*1,233,041*	-	-	-	*1,233,041*
Training and Resourcing	*5,425,701*	-	-	-	*5,425,701*
	7,661,420	-	-	-	*7,661,420*
General funds					
General Funds	*4,469,992*	*4,590,889*	*(5,785,004)*	*(270,731)*	*3,005,146*
Total Unrestricted funds	*12,131,412*	*4,590,889*	*(5,785,004)*	*(270,731)*	*10,666,566*
Restricted funds					
Tsunami Relief Contribution	*2,410*	-	-	-	*2,410*
Haiti Appeal	*21,917*	-	-	-	*21,917*
Camp Ground Building	*168,345*	*1,982*	-	-	*170,327*
Benevolence Offering	*342,871*	*295,011*	-	*270,731*	*908,613*
New Auditorium	*106,688*	*2,310*	-	-	*108,998*
Lloyds Philippines Appeal	*21,819*	-	-	-	*21,819*
	664,050	*299,303*	-	*270,731*	*1,234,084*
Total of funds	*12,795,462*	*4,890,192*	*(5,785,004)*	-	*11,900,650*

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 January 2018 £	Income £	Expenditure £	Transfers in/(out) £	Balance at 31 December 2018 £
Designated funds	**7,661,420**	**-**	**(1,002,678)**	**(5,758,742)**	**900,000**
General funds	**3,005,146**	**4,008,905**	**(4,220,686)**	**5,758,742**	**8,552,107**
	10,666,566	**4,008,905**	**(5,223,364)**	**-**	**9,452,107**
Restricted funds	**1,234,084**	**298,566**	**-**	**-**	**1,532,650**
	11,900,650	**4,307,471**	**(5,223,364)**	**-**	**10,984,757**

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 January 2017 £	*Income £*	*Expenditure £*	*Transfers in/(out) £*	*Balance at 31 December 2017 £*
Designated funds	*7,661,420*	*-*	*-*	*-*	*7,661,420*
General funds	*4,469,992*	*4,590,889*	*(5,785,004)*	*(270,731)*	*3,005,146*
	12,131,412	*4,590,889*	*(5,785,004)*	*(270,731)*	*10,666,566*
Restricted funds	*664,050*	*299,303*	*-*	*270,731*	*1,234,084*
	12,795,462	*4,890,192*	*(5,785,004)*	*-*	*11,900,650*

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	**-**	**5,937,860**	**5,937,860**
Current assets	**1,532,650**	**3,743,764**	**5,276,414**
Creditors due within one year	**-**	**(207,202)**	**(207,202)**
Creditors due in more than one year	**-**	**(22,315)**	**(22,315)**
	1,532,650	**9,452,107**	**10,984,757**

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Restricted funds 2017 £	*Unrestricted funds 2017 £*	*Total funds 2017 £*
Tangible fixed assets	*-*	*5,842,858*	*5,842,858*
Current assets	*1,234,084*	*5,160,899*	*6,394,983*
Creditors due within one year	*-*	*(337,191)*	*(337,191)*
	1,234,084	*10,666,566*	*11,900,650*

19. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2018 £	*2017 £*
Net expenditure for the year (as per Statement of Financial Activities)	**(915,893)**	*(894,812)*
Adjustment for:		
Depreciation charges	**140,767**	*134,269*
Dividends, interest and rents from investments	**(1,105)**	*(8,206)*
Decrease/(increase) in stocks	**68,640**	*(20,277)*
Decrease/(increase) in debtors	**2,617**	*(359,156)*
(Decrease)/increase in creditors	**(95,123)**	*138,413*
Net cash used in operating activities	**(800,097)**	*(1,009,769)*

20. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2018	*2017*
	£	*£*
Cash in hand	**2,567,689**	*3,615,032*
Notice deposits (less than 3 months)	**1,897,441**	*1,897,410*
Overdraft facility repayable on demand	**(4,578)**	*(17,129)*
Total	**4,460,552**	*5,495,313*

21. PENSION COMMITMENTS

The charitable company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £39,806 (2017 - £29,862).

22. RELATED PARTY TRANSACTIONS

The charitable company received income from churches in which the trustees are Minister In Charge - see below.

DONATIONS AND OTHER INCOME RECEIVED FROM CHURCHES PASTORED BY THE TRUSTEES

	2018	*2017*
	£	*£*
Pastor A Irukwu - Jesus House	**333,204**	*329,260*
Pastor K Bamigbade - Inspiration House	**47,111**	*68,718*
Pastor A Sanusi - RCCG Victory House	**20,600**	*51,749*
Pastor A Adeleke - House of Praise Trust	**44,400**	*79,947*
Pastor F Popoola - Praise Tabernacle	**17,200**	*23,200*
Pastor W Oladunjoye - Holy Ghost Zone London	**20,400**	*18,012*
Total	**482,915**	*570,886*

In addition, during the year the charitable company purchased boxes of holy communion amounting to £3,960 (2017 - £3,060) from RCCG Living Waters Parish where the Administrator is the Minister in charge.

23. FUNDS HELD AS INTERMEDIARY

	2018	*2017*
	£	*£*
RCCG Unchangeable God Parish Bournemouth	**25,970**	*25,970*

The above amount is held in a bank account in Central Office's name:

1. RCCG Unchangeable God Parish Bournemouth represents the proceeds of sale of land at the RCCG Redemption Camp in Nigeria which belongs to RCCG Unchangeable God Parish Bournemouth. The funds were transferred to the Central Office for onward transfer to RCCG Unchangeable God Parish Bournemouth.

Thise bank balance is therefore not included in these financial statements.