

Charity registration number 1190375

WORD OF LIFE MINISTRIES EUROPE
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

WORD OF LIFE MINISTRIES EUROPE

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G M Cabral Mr L Jourdel
Charity number	1190375
Independent examiner	Nicholas M Baldwin BA(Econ) FCA DChA Baldwin Scofield Accountancy LLP 3 Newhouse Business Centre Old Crawley Road Horsham West Sussex RH12 4RU

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TRUSSTEEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's constitution, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

- To advance the Christian faith in accordance with the Statement by, but not exclusively by, proclaiming the truths contained in the Holy Bible, gathering in public or at other times for teaching the Word of God through the Holy Bible, worship and praise, evangelism, study, prayer, child and youth work and community service;
- To relieve poverty both in the UK and overseas by any means such as gifts, donations, contributions, loans and advances with or without interest;
- To fulfil such other purposes which are exclusively charitable according to the law of England and Wales and are connected to the charitable work of the Charity as the Trustees from time to time may think fit.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

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TRUSSTEEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Achievements and performance

In 2022, Word of Life Ministries Europe achieved significant milestones and demonstrated exceptional growth, consolidating its position in the United Kingdom and Europe. Our steadfast commitment to spreading the Word of Faith to the nations, while promoting our core values such as the Life of Faith, Unity, Love, Integrity, Joy, Peace, Sound Doctrine, Zeal, Service, Building People, Excellence, and Abundant Life, is being expressed uniquely through numerous local churches and Bible schools.

Following the near-complete lifting of COVID-19 pandemic restrictions, we have chosen to maintain a strong online presence through our internet-based campus, Verbo Connect. This newly launched project has allowed us to connect with individuals worldwide, delivering the message of faith and inspiration to those who may lack access to a physical church. It has now become our primary growth strategy, presenting the life of Christ in a more relevant and contemporary manner.

Throughout 2022, Word of Life Ministries Europe expanded its presence across multiple nations, now counting 25 churches across 16 European countries. These new congregations are thriving and have become centres of faith, offering hope, inspiration, and a sense of belonging to individuals from diverse backgrounds.

Our Bible schools have played a crucial role in preparing and empowering students to become effective ambassadors of the Word. In 2022, we celebrated the graduation of over 250 dedicated and passionate students from our Bible schools. These graduates are now equipped with the knowledge, wisdom, and faith to serve their communities and spread the Gospel, focusing on relationships rather than religion.

Pastor Gleison and Marina Cabral continue to oversee the activities in the United Kingdom and Europe, having established a European office in Portugal, in addition to the existing one in the United Kingdom.

Through our churches and Bible school graduates, we continue to have a positive impact on the communities we serve. Through the preaching and teaching of the Word, various outreach programs, charity initiatives, and community engagement, we have demonstrated our commitment to being a source of love and support for those in need. Our church members have generously volunteered their time and resources to make a difference in the lives of others, embodying our core values.

The Trustees and Pastors are deeply grateful for the ongoing support of the partners and team members of Word of Life Ministries Europe, as they have remained faithful to the ministry by providing financial and volunteer support. Without their assistance, Word of Life Ministries Europe would be unable to fulfil its mission.

In 2023, we anticipate a year of expansion and outreach as our focus remains on raising and training new leaders to establish churches, both online and in person. Expect an exciting journey ahead!

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, 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.

Structure, governance and management

The charity is a charitable incorporated organisation (CIO).

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr G M Cabral

Mr L Jourdel

Mr S J L Potter

(Resigned 17 November 2022)

Mrs M D Macieira

(Resigned 17 November 2022)

Mr A R Bandeira

(Resigned 17 November 2022)

Mr A De Melo Matos

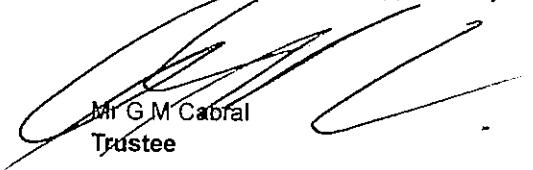
(Resigned 17 November 2022)

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TRUSSTEEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees' report was approved by the Board of Trustees.



Mr G M Cabral
Trustee

31 January 2023

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INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF WORD OF LIFE MINISTRIES EUROPE

I report to the trustees on my examination of the financial statements of Word of Life Ministries Europe (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Nicholas M Baldwin BA(Econ) FCA DChA
Baldwin Scofield Accountancy LLP

3 Newhouse Business Centre
Old Crawley Road
Horsham
West Sussex
RH12 4RU

Dated: 31 October 2023

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STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Income from:			
Donations and legacies	3	10,234	68,905
Charitable activities	4	289	-
Total income		<u>10,523</u>	<u>68,905</u>
Charitable activities	5	<u>16,455</u>	<u>52,185</u>
Net Income/(expenditure) and movement in funds		(5,932)	16,720
Reconciliation of funds:			
Fund balances at 1 January 2022		<u>16,719</u>	<u>-</u>
Fund balances at 31 December 2022		<u><u>10,787</u></u>	<u><u>16,720</u></u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

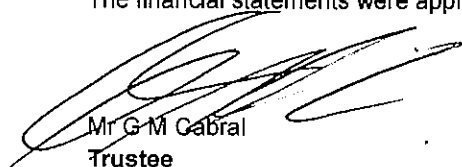
WORD OF LIFE MINISTRIES EUROPE

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	11		2,309		-
Current assets					
Cash at bank and in hand		9,558		17,800	
Creditors: amounts falling due within one year	12	<u>1,080</u>		<u>1,080</u>	
Net current assets			<u>8,478</u>		<u>16,720</u>
Total assets less current liabilities			<u>10,787</u>		<u>16,720</u>
The funds of the charity					
Unrestricted funds			<u>10,787</u>		<u>16,720</u>
			<u>10,787</u>		<u>16,720</u>

The financial statements were approved by the trustees on 31 October 2023



Mr G M Cabral
Trustee

WORD OF LIFE MINISTRIES EUROPE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Word of Life Ministries Europe is a charitable incorporated organisation (CIO) registered as of the 13 July 2020.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitution, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 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 are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	25% on cost
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Donations and gifts	10,234	68,905

4 Income from charitable activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Bible School		
Sale of goods	-	-
Bible School fees	289	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Expenditure on charitable activities

	Charitable expenditure 2022 £	Charitable expenditure 2021 £
Direct costs		
Depreciation and impairment	302	-
Ministry expenses	1,057	15,588
Travel & other associated expenses	2,596	-
Phone & Broadband	216	-
Office, IT & consumables	16	-
Web, hosting & Domains	641	1,234
Marketing & Advertising	-	24
Bank charges	169	400
Sundry expenses	967	-
	<u>5,964</u>	<u>17,246</u>
Grant funding of activities (see note 6)	9,067	33,695
Share of support and governance costs (see note 7)		
Support	344	164
Governance	1,080	1,080
	<u>16,455</u>	<u>52,185</u>
Analysis by fund		
Unrestricted funds	<u>16,455</u>	<u>52,185</u>

6 Grants payable

	Charitable expenditure 2022 £	Charitable expenditure 2022 £
Grants to institutions:		
Other	7,264	17,611
Grants to individuals	<u>1,803</u>	<u>16,084</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

7 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Exchange Losses	344	-	344	164	-	164
independent examination fees	-	1,080	1,080	-	1,080	1,080
	<u>344</u>	<u>1,080</u>	<u>1,424</u>	<u>164</u>	<u>1,080</u>	<u>1,244</u>
Analysed between Charitable activities	<u>344</u>	<u>1,080</u>	<u>1,424</u>	<u>164</u>	<u>1,080</u>	<u>1,244</u>

Governance costs includes payments to the independent examiners of £1,080 for the independent examination fee.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year. One of the Trustees was reimbursed expenses totaling £7,863 during the year, that were all incurred on behalf of the charity.

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Total	-	-

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

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

11 Tangible fixed assets

	Computers £
Cost	
Additions	2,611
At 31 December 2022	<u>2,611</u>
Depreciation and impairment	
Depreciation charged in the year	302
At 31 December 2022	<u>302</u>
Carrying amount	
At 31 December 2022	<u><u>2,309</u></u>

12 Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	<u>1,080</u>	<u>1,080</u>

13 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2022 £	Incoming resources £	Resources expended £	At 31 December 2022 £
General funds	<u>16,719</u>	<u>10,523</u>	<u>(16,455)</u>	<u>10,787</u>
Previous year:	At 1 January 2021 £	Incoming resources £	Resources expended £	At 31 December 2021 £
General funds	<u>-</u>	<u>68,905</u>	<u>(52,185)</u>	<u>16,720</u>

14 Related party transactions

There were no disclosable related party transactions during the year.