



**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED  
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 OCTOBER 2018**

**Charity Registration No. 1129983  
Company Registration No. 06731535 (England and Wales)**

# **NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

## **CONTENTS**

	<b>Page</b>
General Information	1
Trustees' Report	2
Statement of Financial Activities	5
Balance Sheet	6
Notes to Statements of Financial Activities	7
Independent Examiner's Report	11

**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

**GENERAL INFORMATION**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**TRUSTEES (Also Directors):** Rev John Harrison Chair  
Richard Morrison  
Brian Mahan  
Leslie Saunders  
William Symons

**COMPANY NUMBER:** 06731535

**CHARITY REGISTERED NUMBER:** 1129983

**ADDRESS:** 4 Gladstone Street  
Bourne  
Lincolnshire  
PE10 9AX

**INDEPENDENT EXAMINERS:** GreenStones Whittlesey Limited  
Chartered Certified Accountants  
17-19 Queen Street  
Whittlesey  
Peterborough  
Cambridgeshire  
PE7 1AY

**BANKERS:** Lloyds Bank PLC  
Wisbech  
PO Box 1000  
BX1 1LT

# **NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

## **TRUSTEES' REPORT** **FOR THE YEAR ENDED 31 OCTOBER 2018**

The trustees present their report and financial statements for the year ended 31 October 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting Charities", issued in March 2005.

### **Structure, Governance and Management**

#### **Governing Document**

The Charity is a company limited by guarantee and was incorporated on 23 October 2008 and therefore its governing document is its Memorandum and Articles of Association. The charity was then registered with the Charity Commission.

#### **Trustees**

The trustees, for the purposes of company law, are also the company directors, who served during the year were:

Rev John Harrison	Chair
Richard Morrison	
Brian Mahan	
Leslie Saunders	
William Symons	

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

#### **Recruitment and Appointment of Trustees**

The trustees were recruited to ensure a balanced and comprehensive range of professional skills and experience. They share a common vision which is as set out below. Trustees will approve the appointment of any new members at board meetings.

#### **Objectives and Activities**

The Charity's objects are:

- To relieve sickness and poverty and promote good health by developing and enhancing facilities and amenities in communities, in particular but not exclusively by providing or assisting in the provision of water supply and sanitation in areas of the world in need as the trustees determine.
- To promote the Christian Gospel.

The Charity has the following vision:

- To equip and mobilise teams of committed individuals who are willing to assist widows and orphans in the developing world, whether by providing clean water, renovating or constructing multipurpose facilities.

## **NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

### **TRUSTEES' REPORT - CONTINUED** **FOR THE YEAR ENDED 31 OCTOBER 2018**

#### **Activities**

The three major areas of activity are:

- Outreach
- Kenya Trips
- Maintaining the drilling rig and support vehicle
- Drilling boreholes.

#### **Achievements and Performance**

##### **Principal activities**

The charitable company's principal activity during the period was that of fundraising, to enable the maintenance of a drilling rig, support vehicle and associated equipment. As well as to support its work and workers in Kenya.

Due to Political unrest in Kenya in the early part of the year, the vehicles and associated equipment was moved to the remote north of the country for safety reasons. Drilling activity was therefore minimal. This afforded the opportunity to carry out major repairs and maintenance on the Drilling Rig and vehicles.

##### **Activities during the year**

Individual trustees have spoken to individuals, community groups and church groups on a regular basis throughout the year. Nehemiah Construction Ministries UK is a registered charity and has its own website at [www.nehemiahconstruction.org.uk](http://www.nehemiahconstruction.org.uk) which is updated on a regular basis.

The Trustees held seven board meetings. One of the Trustees, Mr Les Saunders voluntarily spends a large part of his time in Kenya, helping with the administration and organisation of the charity's work. He is the Operation's Manager in Kenya. Mr John Harrison, the Chair of the Trustees, along with Will Symons (Trustee) visited Kenya in April 2018 and spent three weeks assessing the charity's work with Les Saunders. The Trustees are deeply grateful to people of all ages who continue to support the charity with their finances and time and their help is invaluable. In September, a major fundraising event was held at Blaby Baptist Church in Leicestershire. The two Trustees involved in this event were Richard Morrison and Les Saunders. The Trustees freely give of their time to administration and promotion of the charity. The Charity now complies with the new GDPR legislation.

##### **Financial Review**

This is the tenth year of the charitable company and net incoming resources have increased to £15,251. Restricted reserves are now being used for drilling boreholes. The funding of the personal support and repairs costs continues to take place.

##### **Reserves Policy**

The trustees have examined the Charity's requirements for reserves and are currently looking to build reserves to meet the costs of maintaining the rotary drilling rig and support vehicle. The trustees will monitor reserves to ensure there are adequate reserves held to meet the needs of the Charity. Reserves are currently a deficit of £14,303 (being the fund value of £124,504, which if ignoring fixed assets of the 2 drilling rigs and a Pajero 4 x 4, amounts spent to date £138,807 would leave a deficit of £14,303) due to payments made towards the drilling rigs.

**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

**TRUSTEES' REPORT (Continued)**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**Plans for Future Periods**

The Trustees are committed to their ongoing programme of providing, clean, safe water in the remote areas of Pokot and Turkana in North West Kenya. People with specific expertise in engineering, administration, evangelism and organisation will be encouraged to join the charity.

**Statement of Trustees' Responsibilities**

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charitable company's state of affairs as at the balance sheet and of its income and expenditure for the financial year.

In preparing those financial statements, the trustees should follow best practice and:

- i) Select suitable accounting policies and apply them consistently
- ii) Make judgements and estimates that are reasonable and prudent
- iii) Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue to operate

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 accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

For the year ended 31 October 2018, the charitable company was entitled to exemption from audit under section 477 of The Companies Act 2006, and no member has requested the company to obtain an audit in accordance with section 476 of The Companies Act 2006.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005) and in accordance with the special provisions relating to small entities within Part 15 of the Companies Act 2006.

On behalf of the board of trustees

  
.....  
Rev J Harrison  
Chair

Date:

**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

**STATEMENT OF INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	Notes	Unrestricted Funds	Restricted Funds	Total 2018	Total 2017
<b><u>Incoming resources</u></b>					
Incoming resources form generated funds:					
Voluntary income	2	29,694	7,340	37,034	33,908
Grants received		-	-	-	-
<b>Total incoming resources</b>		----- 29,694 -----	----- 7,340 -----	----- 37,034 -----	----- 33,908 -----
<b><u>Resources expended</u></b>					
Charitable expenditure:					
Costs of generating voluntary income	3	-	-	-	-
Charitable activities	4	10,643	55,748	66,391	26,186
Governance costs	5	1,661	-	1,661	4,456
<b>Total resources expended</b>		----- 12,304 -----	----- 55,748 -----	----- 68,052 -----	----- 30,642 -----
<b>Net incoming resources for the year Before transfers</b>		17,390	(48,408)	(31,018)	3,266
Transfers between funds		-	-	-	-
<b>Net incoming resources for the year</b>		----- 17,390 -----	----- (48,408) -----	----- (31,018) -----	----- 3,266 -----
<b>Fund balances brought forward</b>		11,493	144,029	155,522	152,256
<b>Fund balances carried forward</b>		----- 28,883 =====	----- 95,621 =====	----- 124,504 =====	----- 155,522 =====

There are no recognized gains or losses other than those passing through the statement of financial activities.

All incoming resources and resources expended derive from continued activities.

**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**  
**BALANCE SHEET**  
**AS AT 31 OCTOBER 2018**

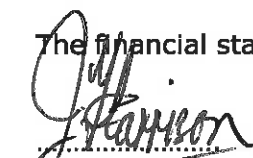
	Notes	2018 £	£	2017 £	£
<b>Fixed assets</b>					
Drilling Rigs	9	138,807			185,076
<b>Current assets</b>					
Debtors	10	-		-	
Cash at Bank and in hand		22,887		8,106	
		-----		-----	
		22,887		8,106	
		-----		-----	
<b>Creditors: amounts falling due within one year</b>	11	(690)		(660)	
		-----		-----	
<b>Net current assets</b>		22,197			7,446
<b>Creditors: amounts falling due after one year</b>	12	(36,500)			(37,000)
		-----			-----
<b>Total assets less liabilities</b>	13	124,504			155,522
		=====			=====
<b>Income Funds</b>					
Restricted funds	14	95,621			144,029
Unrestricted funds:					
Other charitable funds		28,883			11,493
		-----			-----
		124,504			155,522
		=====			=====

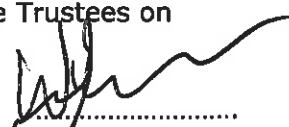
The company is entitled to exemption from the audit requirement contained in Section 477 of the Companies Act 2006, for the year ended 31 October 2017. No member of the company has deposited a notice, pursuant to Section 476, requiring an audit of these accounts under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the Trustees on

  
 .....  
 Rev J Harrison  
 Trustee

  
 .....  
 W Symons  
 Trustee

Company Registration No. 06731535  
 Charity Registration No. 1129983



## **NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 31 OCTOBER 2018**

#### **1 Accounting Policies**

**1.1**The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and follow the recommendation in Accounting and Reporting by Charities: Statement of Recommended Practice issued in March 2005.

The financial statements do not include a Cashflow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a report.

The long term creditor had indicated their support to the charity and will not request repayment of the long term loan until the charity has adequate funds to repay this.

**1.2**All grants and voluntary income are included in the Statement of Financial Activities in the year in which they are receivable, except for monies which are for specific periods crossing over the year end.

**1.3**All resources expended are accounted for gross, and in the period in which they are incurred. VAT is not recoverable by the charity and as such is included in the relevant costs in the Statement of Financial Activities.

**1.4**Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

The charity benefits from many voluntary hours and unclaimed out of pocket expenses contributed by a number of supporters. In addition, the charity has received the benefit of office equipment, it would be impossible to place a value on all these gifts in kind for which the charity is extremely grateful.

**1.5**Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

**1.6**All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly; others are apportioned on an appropriate basis.

**1.7**Funds held by the charity are:

Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds – these are funds that 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 accounts.

**1.8**Depreciation is provided on all assets at 25% reducing balance in order to write off each asset over its estimated useful life.

**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**2 Voluntary Income**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
Donations:				
General fund	29,694	-	29,694	14,191
Boreholes	-	-	-	11,614
Personal Support	-	5,300	5,300	6,000
Little Drilling Rig	-	-	-	465
Gift aid recoverable	-	2,040	2,040	1,638
	----- 29,694	----- 7,340	----- 37,034	----- 33,908

**3 Costs of generating voluntary income**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
Cost of fundraising events	-	-	-	-
Publicity and materials	-	-	-	-
Travel costs	-	-	-	-
	----- -	----- -	----- -	----- -

**4 Charitable activities**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
Costs relating to Kenya Trips include:				
Personal support	-	5,300	5,300	6,000
Travel & accommodation expenses for Kenya	500	-	500	833
Motor vehicle depreciation	-	505	505	-
	----- 500	----- 5,805	----- 6,305	----- 6,833
Costs relating to the Drilling Rig include:				
Project costs, materials etc.	10,143	4,179	14,322	19,353
Depreciation	-	45,764	45,764	-
	----- 10,143	----- 49,943	----- 60,086	----- 19,353
Total cost of charitable activities	----- 10,643	----- 55,748	----- 66,391	----- 26,186

**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**5 Governance costs**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Legal and professional fees – UK	-	-
Trustee admin expenses reimbursed	520	1,972
Independent examiner's fee	690	660
Bank charges	-	575
Other	451	1,249
	-----	-----
	1,661	4,456
	-----	-----

**6 Staff costs and numbers**

There were no employees for this year (2017 – none).

**7 Trustees remuneration and related party transactions**

No trustee or connected person received any remuneration during the year (2017 – none).

Expenses were reimbursed to trustee B Mahan £651 printing and admin costs in the year (2017 – £1972).

**8 Taxation**

As a charity, Nehemiah Construction Ministries UK Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

**9 Fixed assets**

	<b>Drilling Rig £</b>	<b>Little Drilling Rig £</b>	<b>Pajero 4x4 £</b>	<b>Total £</b>
Cost Brought Forward	166,588	16,468	2,020	185,076
Additions	-	-	-	-
Disposals	-	-	-	-
	-----	-----	-----	-----
Cost Carried Forward	166,588	16,468	2,020	185,076
	-----	-----	-----	-----
Depreciation Brought Forward	-	-	-	-
Depreciation Charge	41,647	4,117	505	46,269
Depreciation on Disposal	-	-	-	-
	-----	-----	-----	-----
Depreciation Carried Forward	41,647	4,117	505	46,269
	-----	-----	-----	-----
Net Book Value Carried Forward	124,941	12,351	1,515	138,807
	-----	-----	-----	-----
Net Book Value Brought Forward	166,588	16,468	2,020	185,076
	-----	-----	-----	-----

**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**10 Debtors**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Gift aid recoverable	-	-
	-----	-----
	-	-
	-----	-----

**11 Creditors: amounts falling due within one year**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Accruals	690	660
	-----	-----
	690	660
	-----	-----

**12 Creditors: amounts falling due after one year**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Other creditors	6,500	7,000
Loan from Hope for the Nations	30,000	30,000
	-----	-----
	36,500	37,000
	-----	-----

**13 Analysis of net assets between funds**

	<b>Unrestricted</b>	<b>Restricted</b>	<b>Total</b>
	<b>Funds</b>	<b>Funds</b>	<b>2018</b>
	<b>£</b>	<b>£</b>	
Fund balances at 31 October 2018 are represented by:			
Fixed assets	-	138,807	138,807
Current assets	29,573	(6,686)	22,887
Current liabilities	(690)	-	(690)
Creditors: amounts falling due within one year	-	(36,500)	(36,500)
	-----	-----	-----
	28,883	95,621	124,504
	-----	-----	-----

**14 Restricted funds**

	<b>Opening</b>	<b>Incoming</b>	<b>Resources</b>	<b>Transfers</b>	<b>Closing</b>
	<b>Balance</b>	<b>Resources</b>	<b>Expended</b>	<b>£</b>	<b>Balance</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Donations:					
General Fund	144,776	-	50,448	-	94,328
Bore Holes	(7,079)	-	-	-	(7,079)
Personal Support	-	5,300	5,300	-	-
Gift aid recoverable	6,332	2,040	-	-	8,372
	-----	-----	-----	-----	-----
	144,029	7,340	55,748	-	95,621
	-----	-----	-----	-----	-----

Donations are to be received in future years to cover the deficit position at the year end.

Bore Hole: To be used on the cost of the boreholes in Kenya.

Personal Support: For the personal support of the Saunders Family.

**INDEPENDENT EXAMINER'S REPORT TO**  
**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**15 Control**

No individual has a controlling interest in the charitable company.

**INDEPENDENT EXAMINER'S REPORT TO**  
**NEHEMIAH CONSTRUCTION MINISTRIES UK LIMITED**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

Report to the trustees of the Nehemiah Construction Ministries UK Limited for the accounts for the year ended 31<sup>st</sup> October 2017.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER**

As the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act) does not apply but an independent examination is needed.

It is my responsibility to:

Examine the accounts (under section 43(3)(a) of the Act); follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 43(7)(b) of the Act); and state whether particular matters have come to my attention.

**BASIS OF INDEPENDENT EXAMINER'S REPORT**

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required for an audit, and consequently I do not express an audit opinion on the final position shown by the accounts.

**INDEPENDENT EXAMINER'S STATEMENT**

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements

- to keep accounting records in accordance with section 41 of the Act; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Signed: Greenstones Date: 8/3/2019

Firm            GreenStones Whittlesey Limited  
Chartered Certified Accountants

Address        17-19 Queen Street  
Whittlesey  
Peterborough  
Cams PE7 1AY

Telephone     01733 371180