

Verité Sport
(A company limited by guarantee)

**Report and Financial Statements
For the Year Ended 31 December 2010**

**Charity number 1117093
Company number 5947088**

Verité Sport

(A company limited by guarantee)

Financial Statements**For the Year Ended 31 December 2010**

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Verité Sport
Report of the Management Committee for the year ended 31 December 2010

Reference and Administrative Information

Charity Name:	Verité Sport
Charity registration number:	1117093
Company registration number:	5947088
Registered Office and operational address:	19 The Glebe Cumnor Oxfordshire OX2 9QA

Trustees

Rev Bruce Gillingham	Chair
Ms Rosslyn Avery, FCA	Treasurer
Mr Gavin Peacock	(resigned 26 th August 2010)
Mr Chris Powell	
Mr Douglas Smith	(resigned 24 th February 2011)

Secretary

Mr J Stuart Weir

Senior Management Team

Mr J Stuart Weir	Chief Executive
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Bankers

Lloyds TSB, 41-43 South Street, Worthing, BN11 3AU

The Management Committee presents its report and financial statements for the year ended 31 December 2010.

Structure, Governance and Management

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 26th September 2006 and registered as a charity on 30 November 2006. Verité Sport started its activities on 18th December 2006. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Trustees

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association the trustees are elected to serve until he/she retires or is removed in accordance with the relevant provisions of the articles.

Rev B Gillingham and Mr C Powell were appointed under the articles.

Ms R Avery, Mr G Peacock and Mr D Smith were appointed at the first meeting of the Board of Trustees on 2nd October 2007.

Mr G Peacock and Mr D Smith resigned as trustees on 26th August 2010 and 24th February 2011, respectively (see page 3).

Each trustee is selected on the basis of his/her skills ensuring the trustees bring diverse and relevant skills. In the event of particular skills being lost due to retirements and/or annually, the trustees identify areas where new skills are needed.

Trustee induction and training

All new trustees are given a copy of the obligations of trustees, and the main documents which set out the operational framework for the charity including the Memorandum and Articles, the budget and a summary of the work of the charity.

Most trustees are already familiar with the practical work of the charity through induction with the Chief Executive.

Risk Management

The trustees have reviewed the major risks to which the charity is exposed. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. The trustees undertook a comprehensive review of the main risks and have assured themselves that there are procedures and insurances in place to mitigate these risks.

Organisational Structure

Verité Sport has a Board of trustees who meet at least once a year and are responsible for the strategic direction and policy of the charity. At the year end there were four members from a variety of professional backgrounds relevant to the work of the charity. The Secretary also sits on the Management Committee but has no voting rights. A scheme of delegation is in place and day to day responsibility for the provision of the services rest with the Chief Executive.

Related Parties

Mr Chris Powell is a board member of Verité Sport and he and his wife are directors of Verité CM Limited and Challenge Newline Limited, which are both publishing companies. During the year there were transactions between Verité Sport and Verité CM Limited and Challenge Newline Limited. These are explained in detail in note 7 to the accounts.

Objectives and Activities

The company's objects and principal activities are

- To promote a Christian presence in sport;
- To encourage sports people to believe in God;
- To apply the teachings of the Bible to sport; and
- To produce resources to enable Christians to share the gospel in the world of sport.

This is done principally in three ways:

- Producing resources, which apply Bible teaching to the world of sport;
- Promoting and developing Christian sports ministry around the world; and
- Supporting Christians in professional sport pastorally and spiritually.

Achievements and Performance

The company's aims were fulfilled in many ways during 2010. The charity plans to continue the activities outlined above in the forthcoming years subject to satisfactory funding arrangements. The trustees have considered their duty under section 4 of the Charities Act 2006 and are satisfied that these activities further its charitable purposes for the public benefit. Some of the 2010 highlights and plans for 2011 are given below:

Togo

Togo is a small French speaking country in West Africa. Verité Sport partners with Aimé who runs the Centre de Formation de Football Féminin for girls. Aimé is a football coach, life coach, pastor and sometimes surrogate father to the girls. In January 2010 Stuart visited Togo and was able to grant some kit - 17 pairs of football boots and 21 footballs—donated by supporters of Verité Sport.

In a country where AIDS is rife, giving 30+ teenage girls an opportunity to play football in a club run on Christian principles and to receive good Christian teaching seemed a very worthwhile enterprise. Stuart will visit Togo again in 2011.

Kazakhstan

Kazakhstan has been an independent country since 1991. Located in Asia it borders China, Russia, Uzbekistan, Kyrgyzstan and Turkmenistan but included as part of Europe for football. Dima and Margo are pioneers of sports ministry in Ust-Kamenogorsk, close to the Chinese border. Stuart visited Dima and Margo in 2010 and acts as a mentor/encourager. During the visit he gave teaching on the Bible and Sport and Sports ministry at a conference in Almaty. Verité Sport sponsored their school's basketball tournament in 2010.

Ukraine

Another former Soviet Republic, Ukraine has been independent since 1991. Ukraine is a co-host of the 2012 European Football championship. When Stuart visited Ukraine in 2009, he was impressed with the amount of football ministry taking place but also noted that none of the coaches were qualified. Verité Sport partnered with Ambassadors in Sport (UK) and Standard (Ukraine) to offer an FA Level 1 coaching course to 20 Ukrainians in October 2009 to equip them for the ministry they are involved in.

In 2010 the two best people on the course came to England to take the level 2 coaching course. One has successfully completed the course and the other still has to complete his assessment. The aim was not to change what these Ukrainians do in their churches but to add 5% by giving them additional skills and training.

Pakistan

In 2010, Verité Sport sponsored a cricket tournament in Lahore, designed to promote harmony between Christians and Muslims. We will also sponsor the 2011 tournament. This is part of an ongoing partnership which has already resulted in the publication in Urdu of *Born to Play, What the book says about sport* and the 2007 Cricket World Cup booklet.

Benin

Benin is a small West African country between Togo and Nigeria. Stuart spent 36 hours in Benin in January 2010, encouraging sports ministry leaders and doing some formal teaching. He will visit Benin for longer in 2011.

Resources

Stuart's book *What the Bible says about sport* was published in Russian in 2010, both in Ukraine and Kazakhstan. That is the fourth language and fifth edition of the book. *Born to Play* was written by Stuart with Graham Daniels in 2004 has just been published in its ninth edition and in seven languages. It is easy to underestimate the value of the publication of a Christian book in a country like Kazakhstan. The nearest Christian bookshop to Ust-Kamenogorsk (where Dima and Margo live) is about 8 hours by road.

Verité Sport in partnership with Verité CM Limited was commissioned to produce a booklet for the Africa Cup of Nations (football) in Angola (January 2010), a booklet for the 2010 Winter Olympics in Vancouver and a football booklet for use around the 2010

World Cup. Stuart is also co-chair of the More than Gold Sports Resources Team – planning for 2012 and has already been involved in several potential resources for 2012.

Chaplaincy

Stuart serves as secretary of the International Sports Coalition, Major Event Chaplaincy Commission. Its job is to select chaplains who are proposed to organizing committees of major sports events. 2010 was effectively the first year of operation during which the commission proposed a list of chaplains for the Vancouver Winter Olympics and the World Athletics Championships as well as the 2012 Olympics and Paralympics.

Stuart supports a number of Christians in high level sport. As well as meetings in the UK, in 2010 Stuart was at the Football World Cup, the Commonwealth Games and the European Athletics Championship to support players and coaches.

Equipment

In 2010 we were able to give a computer to a sports ministry leader in Africa. In 2011 we will look for additional needy partners. Through the generosity of the Football Association we have been able to supply football kit to partners in Niger, Togo, Congo and Benin in 2010.

Financial Review

Despite the current economic climate, the charity, thanks to its supporters, achieved a positive financial outcome for the year with income of £45,376 (2009: £34,354) leaving reserves of £10,790 (2009: £14,133). The principal funding sources for the charity were donations from trusts and supporters for which we are very grateful.

Investment Policy

Aside from retaining a prudent amount in reserves each year most of the charity's funds are to be spent in the short term so there are few funds for long term investment. Having considered the options available, the Management Committee has decided to invest the small amount that it has available in an interest-bearing bank deposit account.

Reserves Policy

The Management Committee reviewed the reserves policy in light of the main risks to the organisation and agreed to revise it. The policy is such that unrestricted funds, not committed or invested in tangible fixed assets, held by the charity should be 3 months of non-grant expenditure. The committee agreed that this policy was still appropriate and agreed to review the policy again next year.

The reserves are needed to meet the working capital requirements of the charity and the Management Committee is confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The general reserves at 31 December 2010 were £10,790 compared with a revised target of £9,100. Based on budgeted expenditure for 2011 the target for general funds is £8,300. The level of reserves budgeted for 31st December 2011 will continue to meet this target level. The strategy is to continue to build reserves through planned operating surpluses, as the organisation grows, and aims to maintain its target reserves. The Management

Committee has considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.

Responsibilities of the Management Committee

Company law requires the Management Committee to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Management Committee should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The Management Committee is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The Management Committee is 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.

Members of the Management Committee

Members of the Management Committee, who are directors for the purpose of company law and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out on page 3.

In accordance with company law, as the company's directors, we certify that:

- so far as we are aware, there is no relevant audit information of which the company's independent examiner is unaware; and
- as the directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's independent examiner is aware of that information.

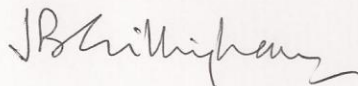
Auditors

There is no requirement to appoint auditors under section 43(2) of the Charities Act 1993 but as a matter of good practice, the trustees have agreed to request an independent examination of the accounts. 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 section 396 of the Companies Act 2006 relating to small entities.

Approved by the Management Committee on
signed on its behalf by:

17 May

2011 and



Rev J B Gillingham (Chairman)

Verité Sport
Statement of Financial Activities (including Income & Expenditure Account) for
the year ended 31 December 2010

	Notes	2010 Unrestricted Funds £	2010 Restricted Funds £	2010 Total Funds £	2009 Total Funds £
Incoming resources:					
Incoming resources from					
Generated funds:					
Voluntary income	1,2	37,804	2,182	39,986	25,434
Investment income		3	–	3	213
Miscellaneous income		568	–	568	215
Incoming resources from					
Charitable activities	1,3	4,819	–	4,819	8,492
Total incoming resources		43,194	2,182	45,376	34,354
Resources expended					
Charitable activities	4	46,522	2,182	48,704	41,260
Governance costs	4	15	–	15	15
Total resources expended		46,537	2,182	48,719	41,275
Net movement in funds	12	(3,343)	–	(3,343)	(6,921)
Reconciliation of funds					
Total funds at 31 December	11	10,790	–	10,790	14,133
2010					
Total funds at 31 December	11	14,133	–	14,133	21,054
2009					

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

There were no restricted funds outstanding in the year.

Verité Sport
Balance Sheet as at 31 December 2010

	Notes	2010 Unrestricted and Total Funds £	2009 Total Funds £
Current Assets			
Debtors	9	1,999	3,489
Cash at bank and in hand		10,572	10,739
Creditors: amounts falling due within one year	10	(1,781)	(95)
Net Current Assets		<u>10,790</u>	<u>14,133</u>
Net Assets	11	<u>10,790</u>	<u>14,133</u>
Unrestricted funds			
General funds		10,790	14,133
Total Funds	12	<u>10,790</u>	<u>14,133</u>

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

For the year ended 31 December 2010, the company was entitled to exemption under 477 of the Companies Act 2006 relating to small companies.

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the Management Committee on
signed on its behalf by:

17/5/11

2011 and



R D Avery FCA (Treasurer)

Notes forming part of the Financial Statements for the year ended 31 December 2010

1. Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year.

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the inclusion of fixed asset investments at market value, and in accordance with the Companies Act 2006 and the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005) (SORP).

(b) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.
- Designated funds are unrestricted funds earmarked by the Management Committee for particular purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

(c) Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.
- Investment income is included when receivable.
- Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

(d) Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

- Costs of generating funds comprise the costs associated with attracting voluntary income.
- 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.

- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the costs linked to the strategic management of the charity.
- All costs are allocated between the expenditure categories of the Statement of Financial Activities (SoFA) either directly, or are apportioned on an appropriate basis and these are set out in Note 4.

2. Donations

	2010 Unrestricted Funds £	2010 Restricted Funds £	2010 Total Funds £	2009 Total Funds £
Trusts	16,822	2,182	19,004	3,500
Churches	8,900	–	8,900	7,050
Individual Donations	12,082	–	12,082	14,884
Total donations	37,804	2,182	39,986	25,434

3. Incoming Resources from Activities to further the Charity's Objects

Incoming resources from charitable activities comprises fees received for writing literature or articles which fulfil the objectives of the charity.

4. Total Resources Expended

Basis of allocation

Direct costs have been attributed to the relevant activity. Direct staff costs and non-direct costs have been split on the basis of staff time spent on each of the activities.

	Supporting professional sports people £	Promoting international sports ministry £	Producing resources £	2010 Total Funds £	2009 Total Funds £
Costs directly allocated to activities	30	11,723	1,531	13,284	10,692
Staff costs Direct	7,510	7,511	7,510	22,531	22,945
Travel Direct	4,238	3,503	1,738	9,479	4,045
Support costs allocated to activities	1,003	1,404	1,003	3,410	3,578
Governance	5	5	5	15	15
Total resources expended	12,786	24,146	11,787	48,719	41,275

5. Net Incoming Resources for the Year

There were no audit or depreciation charges (2009: nil).

6. Staff Costs and Numbers

Staff costs were as follows:

	2010 £	2009 £
Salaries and wages	16,343	16,846
Social security costs	1,388	1,299
Pension costs	4,800	4,800
Total staff costs	<u>22,531</u>	<u>22,945</u>

No employee received emoluments of more than £60,000 (2009: nil)

The average number of employees during the year, calculated on the basis of full time equivalents, was as follows:

	2010 £	2009 £
Chief Executive	1	1

The charity does not operate any pension scheme for its employees but does make contributions to a Norwich Union personal pension scheme for its sole staff member. The charity made contributions to this scheme amounting to £4,800 (2009: £4,800).

7. Trustee Remuneration & Related Party Transactions

No members of the Management Committee received any remuneration during the year. Travel costs and expenses amounting to £nil (2009: £178 to 1 member of the Management Committee).

Mr Chris Powell is a board member of Verité Sport. Verité Sport received £1,250 (2009: £600) from Challenge Newslite Limited, a company owned by Chris Powell and his wife for writing for their publications. In addition, Verité Sport paid £112 (2009: £575) to Verité CM Limited for providing printing services and £872 (2009: £nil) for books for resale. Verité CM Limited is also owned by Chris Powell and his wife. The trustees are satisfied that this arrangement was of benefit to Verité Sport.

No other trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.

8. Taxation

As a charity, Verité Sport 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. Debtors

	2010 £	2009 £
Other debtors and prepayments	1,999	3,489

10. Creditors: Amounts Falling Due within One Year

	2010 £	2009 £
Other creditors and accruals	1,781	95

11. Analysis of Net Assets between Funds

	2010 Unrestricted and Total Funds £	2009 Total Funds £
Current assets	12,571	14,228
Current liabilities	(1,781)	(95)
Net assets	10,790	14,133

12. Movements in Funds

	At 1 Jan 2010 £	Incoming Resources £	Outgoing Resources £	At 31 Dec 2010 £
General funds				
Unrestricted funds	14,133	43,194	(46,537)	10,790
Restricted funds				
– West Africa	–	2,182	(2,182)	–
Total funds	14,133	45,376	(48,719)	10,790

Purposes of Restricted Funds

The restricted funds were fully spent in 2010 and 2009.

Independent Examiner's Report to the Trustees of Verité Sport

I report on the accounts of the charity for the year ended 31st December 2010, which are set out on pages 9 to 14.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the 1993 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 43 of the 1993 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 43(7) (b) of the 1993 Act; and
- to 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 Commission. 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 in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

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 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities;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:  Date: 17/5/2011

T G Croft, BSc, ACA, 8 Churchill Way, Long Hanborough, OX29 8JH

Verité Sport – accounts for year ended 31 December 2010

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