

**THE LANGHAM PARTNERSHIP (UK & Ireland)
(Limited by Guarantee)**

**FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
30TH JUNE 2005**

**Company Number 4235957
Charity Number 1092233**

**Jacob Cavenagh & Skeet
Chartered Accountants
5 Robin Hood Lane
Sutton, Surrey
SM1 2SW**



THE LANGHAM PARTNERSHIP (UK & Ireland)
(Limited by Guarantee)

FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
30TH JUNE 2005

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THE LANGHAM PARTNERSHIP (UK & Ireland)
(Limited by Guarantee)

**REPORT OF THE DIRECTORS
FOR THE SIX MONTHS ENDED 30th JUNE 2005**

The directors (who are trustees of the charitable company) present their report and audited financial statements for the six months ended 30th June 2005. The financial statements have been prepared in line with the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in October 2000 and comply with the Memorandum and Articles of Association and applicable law.

Constitution

The Langham Partnership (UK & Ireland) is a company limited by guarantee and a registered charity (Charity Number 1092233) governed by its Memorandum and Articles of Association (Company Number 4235957).

Principal activity

The principal activity of the charitable company is the advancement of the Christian religion based on the belief set forth in the bible. This is achieved through the writing, printing, publication and distribution of Christian literature, preaching and teaching, and the provision of education and training.

Review of the period

The Langham Partnership (UK & Ireland) has changed its financial year from the calendar year to one which commences in July of each year. This is to bring us in line with the financial years of sister organisations in other parts of the world, and enables us be more efficient in planning and reviewing the work in partnership with our partners internationally. During the six months under review, the principal activity continued to be the support of Scholars, Literature and Preaching programmes in the majority world.

Langham Scholars

A total of thirty-seven scholars were supported for doctoral studies during the period, including one scholar who was supported for a three month period of doctoral study in Holland. During the period under review six scholars gained their doctorates, five returning to teach in Seminaries in the Czech Republic, Mexico, Ghana, Philippines and Kenya, while a sixth expects to return to Ethiopia in December 2005. Six new scholarships were awarded in March 2005 to start their studies in September 2006. The Scholarships Administrator continued to provide pastoral support to the Scholars; a Scholars' Conference was held in March which focused on "Life beyond the Doctorate"; and a Summer School was held in June which focused on "Writing Skills" to provide the Scholars with some of the key skills which they will need as they return to leadership roles in Seminaries in the majority world.

Langham Literature

In the first 6 months of 2005 we distributed many books through our Additional Book and SBL programmes but we only served 21 colleges in 14 countries with a Library Grant, as this is offered in the second part of the year. 15,369 graduate pastors received 30,738 books in 135 colleges in 30 countries; 10,693 certificate level pastors received 21,386 books in 21 countries. We also provided 3 publishing grants in English, French and Chinese and we are supporting 6 writers in our Creative Programmes. In the Global Christian Library Series, two new volumes were published "The Human Condition" by Joe Kapolyo and "The Bible and Other Faiths" by Ida Glaser

Langham Preaching

Significant progress has been made this year in several areas, for which we are thankful to God. We have continued to see the strong development of country programmes in Albania, Ethiopia, Myanmar, Argentina, Pakistan, Bolivia, Ukraine and Uganda, and a number of new initiatives have been launched, including programmes in Poland, Barbados, and in several African countries including Ghana, Tanzania, Kenya, Cote d'Ivoire, Democratic Republic of Congo, and Zimbabwe. We have been able to work on new pioneering initiatives in several other regions of the world and research is underway for preaching programmes in Sudan, Burkina Faso, Cambodia, Japan, Nigeria, China and the Central Asian Republics. We have also continued in consolidating a number of critical support elements, including increasing the number of Langham Preaching Facilitators, increasing our income for Langham Preaching, developing new training resources, strengthening tactics for the continuity in the in-country programmes and through strengthening connections with the emerging Langham Partnership Regional Councils in Africa, Europe, Asia and Latin America.

Results for the year

The accounts on pages 5 to 15 set out the results of the six months to 30th June 2005. Net incoming resources for the period were £68,184, before unrealised investment gains of £22,349. The directors consider the state of affairs to be satisfactory.

THE LANGHAM PARTNERSHIP (UK & Ireland)
(Limited by Guarantee)

REPORT OF THE DIRECTORS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
(Continued)

Directors

The directors who held office during the period were:

Mr S Beck
Miss J E M Cameron (resigned on 9th May 2005)
Mr D M Cansdale
Mr P A Kaju
Mr J Thomas
Mr D G P Turner
Revd J A Wallis
Prof J Wyatt

Directors are appointed in accordance with the Memorandum and Articles of Association.

Organisational Structure

The directors meet quarterly, whilst the day to day management of the charity is delegated to the Executive Director, who works closely with the International Ministries Director, the International Programme Directors for Langham Scholars, Langham Literature and Langham Preaching and the UK Scholarships Administrator in the delivering of the programmes.

Reserves Policy

The reserves of the Langham Partnership (UK&I) which are carried forward from year to year would rarely exceed the equivalent of one year's income, and would normally be much less than this. The reserves held are considered to be the prudent minimum to ensure that the work of the Langham Partnership continues in an ordered manner from year to year, even when donations may fluctuate downwards.

Investment Power and Policies

The directors have the power to make any investments, which they think fit. They have considered the most appropriate policy for investing funds and have found the specialist unit trusts designed for the charity sector meets their requirement to generate both income and capital growth.

Grant Making Policy

The trustees review applications from scholars against specific criteria and make grants available based on suitability of applicants.

Risk Management

The directors have examined the major strategic, business and operational risk which the charity faces and confirmed that systems have been established to enable regular reports to be produced so that the necessary step can be taken to reduce those risks.

THE LANGHAM PARTNERSHIP (UK & Ireland)
(Limited by Guarantee)

REPORT OF THE DIRECTORS
 FOR THE SIX MONTHS ENDED 30th JUNE 2005
 (Continued)

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of affairs of the company and of the surplus or deficit of the company for that period. In preparing those financial statements, the directors are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and the company and which enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charity and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small company

This directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies (s246(8)(b)).

Bankers

C Hoare & Co
 37 Fleet Street
 London EC4P 4DQ

Coutts & Co
 16 Cavendish Square
 London W1A 1EE

Royal Bank of Scotland
 8 Princes Street
 Ipswich
 Suffolk IP1 1QT

Fifth Third Bank
 Western Michigan
 1850 East Paris, Grand Rapids
 Michigan USA 49546

Investment Managers

CCLA Investment Management Limited
 St Alphage House
 2 Fore Street
 London EC2Y 5AQ

The M&G Securities Limited
 M&G House
 Victoria Road
 Chelmsford CM1 1FB

Schroder Unit Trusts Limited
 33 Gutter Lane
 London EC2V 8AS

Merryl Lynch Investment Management Limited
 33 King William Street
 London EC4R 9AS

Auditors

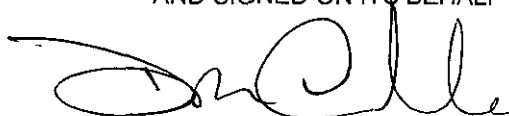
The company's auditors are Jacob Cavenagh and Skeet of 5 Robin Hood Lane, Sutton, Surrey SM1 2SW.

In accordance with Section 385 of the Companies Act 1985 they will be proposed for re-appointment.

Registered office

84A High Street
 Southall
 Middlesex UB1 3DB

APPROVED BY THE DIRECTORS
 AND SIGNED ON ITS BEHALF BY:



Director

1st December 2005

THE LANGHAM PARTNERSHIP (UK & IRELAND)
(Limited by Guarantee)

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF THE LANGHAM PARTNERSHIP (UK & IRELAND)**

We have audited the financial statements of The Langham Partnership (UK & Ireland) for the six months ended 30th June 2005 which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention except for the revaluation of certain investments and the accounting policies therein.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Director's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the charity is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 30th June 2005 and of its incoming resources and application of resources, including its income and expenditure, in the period then ended and have been properly prepared in accordance with the Companies Act 1985.

5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

9th December 2005


Jacob Cavenagh & Skeet
Chartered Accountants
and Registered Auditor

THE LANGHAM PARTNERSHIP (UK & IRELAND)
(Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE SIX MONTHS ENDED 30th JUNE 2005

Income and Expenditure account	Note	Unrestricted Funds		Restricted Funds	Endowment Funds	Total Funds	Total Funds
		General £	Designated £	£	£	June 2005 £	Dec 2004 £
Incoming resources							
Donations, legacies and similar incoming resources	3	193,279	353	286,432		480,064	2,760,796
Incoming resources from operating activities:							
Activities in furtherance of the charity's objects	4	61,999	-	-	-	61,999	131,430
Investment income - listed		3,893	3,398	26,718	-	34,009	52,892
Other incoming resources		-	-	933	-	933	5,375
Total incoming resources		<u>259,171</u>	<u>3,751</u>	<u>314,083</u>	<u>-</u>	<u>577,005</u>	<u>2,950,493</u>
Resources expended							
Charitable expenditure:							
Grants payable	5	65,981	6,770	225,270	-	298,021	605,759
Activities in furtherance of the charity's objects	6	26,959	-	-	-	26,959	60,907
Support costs	7	70,732	-	105,475		176,207	304,138
Management and administration		1,925	-	5,709	-	7,634	12,645
Total resources expended		<u>165,597</u>	<u>6,770</u>	<u>336,454</u>	<u>-</u>	<u>508,821</u>	<u>983,449</u>
Net incoming resources before transfers		93,574	(3,019)	(22,371)	-	68,184	1,967,044
Transfers between funds		(75,312)	-	91,995	(16,683)	-	-
Net incoming resources for the year	9	18,262	(3,019)	69,624	(16,683)	68,184	1,967,044
Realised and unrealised gains on investments		3,324	1,369	13,766	3,890	22,349	64,225
Net movement in funds		21,586	(1,650)	83,390	(12,793)	90,533	2,031,269
Funds brought forward at 1st January 2005		202,313	119,274	1,362,501	347,181	2,031,269	-
Funds carried forward at 30th June 2005		<u>223,899</u>	<u>117,624</u>	<u>1,445,891</u>	<u>334,388</u>	<u>2,121,802</u>	<u>2,031,269</u>

The company has no gains or losses other than those shown above. The whole of the movements arise from continuing activities.

The surplus for the period for Companies Act purposes comprises the net incoming Unrestricted and Restricted funds and was £68,184 (2004: £1,619,863).

THE LANGHAM PARTNERSHIP (UK & IRELAND)
(Limited by Guarantee)

BALANCE SHEET
AS AT 30th JUNE 2005

	Note	June 2005		Dec 2004	
		£	£	£	£
Fixed assets					
Tangible fixed assets	10		505,493		486,432
Investments	11		<u>856,853</u>		<u>834,504</u>
			1,362,346		1,320,936
Current assets					
Stock	12	78,966		85,720	
Debtors and prepayments	13	79,682		61,244	
Cash at bank and in hand		<u>666,889</u>		<u>615,818</u>	
		825,537		762,782	
Current liabilities					
Amounts falling due within one year	14	<u>66,081</u>		<u>52,449</u>	
Net current assets			<u>759,456</u>		<u>710,333</u>
Total assets less current liabilities			<u>2,121,802</u>		<u>2,031,269</u>
Represented by:					
Unrestricted funds:					
General fund	15	223,899		202,313	
Designated funds:	15	<u>117,624</u>		<u>119,274</u>	
			341,523		321,587
Restricted funds	16		1,445,891		1,362,501
Endowment funds	17		<u>334,388</u>		<u>347,181</u>
			<u>2,121,802</u>		<u>2,031,269</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and were approved by the Directors on 1st December 2005 and signed on their behalf by:

Director



Director



THE LANGHAM PARTNERSHIP (UK & IRELAND)
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NOTES TO THE FINANCIAL STATEMENTS
 FOR THE SIX MONTHS ENDED 30th JUNE 2005

5 ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and are prepared in accordance with the Statement of Recommended Practice - 'Accounting and Reporting by Charities' (SORP 2000) issued in October 2000 and applicable accounting standards.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement, on the grounds that it is a small company.

Incoming resources

- Donations, grants and other forms of voluntary income are recognised in the period in which the company is legally entitled to its receipt and the amount can be measured with reasonable certainty. Income tax recoverable on Gift Aid donations is recognised when the income is recognised. Legacies are included on a receivable basis and when the value can be measured with sufficient reliability.
- Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.
- Activities in furtherance of the charity's objects includes income from book sales and is included in the period in which it is receivable.
- Investments are included in the balance sheet at their market value on that date. Unrealised revaluation gains are included in the Statement of Financial Activities. Investment income is credited to the income and expenditure account, and is inclusive of any income tax recoverable thereon.

Resources expended

All expenditure is accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay. Expenditure has been classified under the headings that aggregate all costs related to that category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources.

- Grants payable are accounted for when paid over, or when awarded, if that award creates a binding obligation on the charity.
- Costs of activities in furtherance of the charity's objects includes all expenditure directly related to furthering the objects of the charity.
- Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include salaries.
- Management and administration costs are those incurred in connection with the administration of the charity and compliance with the constitutional and statutory requirements.

Resources expended include attributable VAT that cannot be recovered.

THE LANGHAM PARTNERSHIP (UK & IRELAND)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
(continued)

1 ACCOUNTING POLICIES (continued)

Depreciation

Depreciation is provided on tangible fixed assets at rates calculated to write off the cost of each asset evenly over its expected useful life, as follows:

Fixtures, fittings and equipment	20% to 25% on cost
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Freehold land is not depreciated. No depreciation is charged on freehold buildings as they are maintained to such a high standard, which prolongs their useful life and enhances their residual value (based on prices prevailing at the time of acquisition) and accordingly any depreciation charge arising is considered to be immaterial.

Investments

Investments are stated at market value at the balance sheet date. Realised and unrealised gains or losses for the period are accounted for through the Statement of Financial Activities.

Stocks

Stocks are stated at the lower of costs and net realisable value.

Pensions

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund. Contributions are charged to the statement of financial activities for the period in which they are payable to the scheme.

Operating leases

Rentals payable for assets held under operating leases are charged as they fall due.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the net movement in funds.

Funds

Unrestricted funds represent the funds of the company that are not subject to any restrictions regarding their use, and are available for application to the general purposes of the company. Funds designated for a particular purpose by the company are also unrestricted. Designations are shown as a transfer from undesignated to designated funds.

Restricted funds are those amounts given for specific purposes, which may be declared by the donor or with their authority. Endowment funds represent a restricted capital fund, whose income is restricted.

2 TAXATION

The company is a registered charity and is therefore exempt from taxation under Section 505 Income and Corporation Taxes Act 1988.

THE LANGHAM PARTNERSHIP (UK & IRELAND)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
(continued)

3 DONATIONS, LEGACIES AND SIMILAR INCOMING RESOURCES

	Unrestricted			June 2005	December 2004
	General Funds	Designated Funds	Restricted Funds	Total Funds	Total Funds
	£	£	£	£	£
Transfer of assets:					
Langham Trust	-	-	-	-	1,596,157
Evangelical Literature Trust	-	-	-	-	369,453
	-	-	-	-	1,965,610
John Stott Ministries	27,321	-	124,707	152,028	272,383
Designated programmes	-	-	20,366	20,366	32,664
Students Basic Library	10,748	-	-	10,748	32,416
Income tax recovered	-	313	17,670	17,983	27,626
Other donations and gifts	155,210	40	123,689	278,939	430,097
	193,279	353	286,432	480,064	2,760,796

4 ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTS

	Unrestricted			June 2005	December 2004
	General Funds	Designated Funds	Restricted Funds	Total Funds	Total Funds
	£	£	£	£	£
Trading income – Additional book programme	32,862	-	-	32,862	78,525
Royalties	29,137	-	-	29,137	52,905
	61,999	-	-	61,999	131,430

5 GRANTS PAYABLE

	Unrestricted			June 2005	December 2004
	General Funds	Designated Funds	Restricted Funds	Total Funds	Total Funds
	£	£	£	£	£
<u>Langham Literature:</u>					
Students Basic Libraries					
English	10,707	-	-	10,707	31,393
French	2,826	-	-	2,826	14,079
Graduate Book Programme					
English	17,259	-	-	17,259	50,716
Library Grant Programme					
English	2,629	-	-	2,629	40,201
French	5,577	-	-	5,577	16,521
Pastors Book Club					
English	21,808	-	-	21,808	20,563
Publishers Grants	249	-	7,733	7,982	27,423
Carried forward	61,055	-	7,733	68,788	200,896

THE LANGHAM PARTNERSHIP (UK & IRELAND)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
(continued)

5 GRANTS PAYABLE (continued)

	Unrestricted			June 2005	December 2004
	General	Designated Funds	Restricted Funds	Total Funds	Total Funds
	£	£	£	£	£
Brought forward	61,055	-	7,733	68,788	200,896
Global Christian Library	-	-	17,911	17,911	7,726
Other funds					
Langham Preaching	4,613	-	-	4,613	4,768
Langham School Programme	148	-	-	148	2,489
Pastor Mini Libraries	-	-	-	-	3,023
John Stott Discretionary	165	-	-	165	601
SAP	-	-	-	-	610
	<u>65,981</u>	<u>-</u>	<u>25,644</u>	<u>91,625</u>	<u>220,113</u>
Langham Trust					
Scholarships	-	-	155,735	155,735	321,616
Fellowship	-	-	-	-	3,042
Summer Seminar	-	-	2,750	2,750	4,961
JRWS	-	6,230	-	6,230	7,310
Staff retirement	-	540	-	540	5,296
Speed to Need	-	-	2,697	2,697	1,225
John Stott	-	-	-	-	500
Travel	-	-	3,438	3,438	10,509
Preaching	-	-	35,006	35,006	31,187
	<u>-</u>	<u>6,770</u>	<u>199,626</u>	<u>206,396</u>	<u>385,646</u>
	<u>65,981</u>	<u>6,770</u>	<u>225,270</u>	<u>298,021</u>	<u>605,759</u>

Grants paid in the year can be analysed :

	No	£
Individuals	26,552	271,904
Institutions	21	26,117
	<u>26,573</u>	<u>298,021</u>

6 ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTS

	Unrestricted			June 2005	December 2004
	General	Designated Funds	Restricted Funds	Total Funds	Total Funds
	£	£	£	£	£
Additional Book Programme	26,959	-	-	26,959	60,907

THE LANGHAM PARTNERSHIP (UK & IRELAND)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
 (continued)

7 SUPPORT COSTS

	Unrestricted			June 2005	December 2004
	General	Designated Funds	Restricted Funds	Total Funds	Total Funds
		£	£	£	£
Salaries costs and pensions	48,442	-	42,905	91,347	181,890
Office expenses	3,877	-	9,175	13,052	26,799
Property expenses	625	-	791	1,416	19,428
Promotion expenses	-	-	-	-	2,594
Legal & professional	222	-	-	222	3,503
Consultancy	-	-	-	-	11,060
Travel	4,154	-	2,590	6,744	10,570
Langham Partnership International	10,143	-	28,820	38,963	33,630
Other costs	-	-	20,523	20,523	12,787
Exchange loss	3,001	-	-	3,001	-
Depreciation	268	-	671	939	1,877
	<u>70,732</u>	<u>-</u>	<u>105,475</u>	<u>176,207</u>	<u>304,138</u>

8 STAFF COSTS

	June 2005	December 2004
	£	£
Wages and salaries	79,907	144,725
Social security costs	6,215	25,202
Pension costs	5,225	11,963
	<u>91,347</u>	<u>181,890</u>
 Average monthly number of staff:	 No	 No
Office staff	<u>10</u>	<u>8</u>

No employees earned at a rate of more than £50,000 during the period.

No directors received remuneration or were reimbursed expenses during the period.

9 NET INCOMING RESOURCES

This is stated after charging:

	June 2005	December 2004
	£	£
Auditors' remuneration	6,000	6,000
Depreciation	<u>939</u>	<u>1,877</u>

THE LANGHAM PARTNERSHIP (UK & IRELAND)
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
 (continued)

10 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Furniture, fittings & equipment £	TOTAL £
Cost and valuation			
At 1 st January 2005	483,169	5,140	488,309
Additions	20,000	-	20,000
At 30 th June 2005	503,169	5,140	508,309
Depreciation			
At 1 st January 2005	-	1,877	1,877
Charge for the year	-	939	939
At 30 th June 2005	-	2,816	2,816
Net book value			
At 30 th June 2005	503,169	2,324	505,493
At 31 st December 2004	483,169	3,263	486,432

11 FIXED ASSET INVESTMENTS

	June 2005 £	December 2004 £
Listed UK investments		
At 1 st January 2005	834,504	-
Additions	492,799	770,279
Disposals	(492,799)	-
Net realised investment gains	2,996	-
Net unrealised investment gains	19,353	64,225
Market value at 30 th June 2005	856,853	834,504
Historic cost as at 30 th June 2005	770,279	770,279

The investments are held in Charishare income shares; Charinco income shares; M & G Charifund income units; M & G Charibond income units; Schroders Charity Equity Fund income units; Schroders Charity Fixed Interest income units; Central Board of Finance (of The Church of England) Fixed Interest Securities Fund and COIF Charities Investment Fund accumulation units. These holdings (except the latter) are all in excess of 5% of the total investments held by the Charity.

The investments are pooled for the General Fund, the John Stott Fund, the Travel Fund, the Staff Retirement Fund, the Speed to Need Fund and the Scholarship Reserve Fund.

12 STOCK

	June 2005 £	December 2004 £
Stocks of books	78,966	85,720

THE LANGHAM PARTNERSHIP (UK & IRELAND)
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE SIX MONTHS ENDED 30th JUNE 2005
 (continued)

13 DEBTORS	June 2005 £	December 2004 £
Trade debtors	7,297	7,839
Other debtors	7,127	2,123
Prepayments and accrued income	65,258	51,282
	<u>79,682</u>	<u>61,244</u>

14 CREDITORS: Amounts falling due within one year	June 2005 £	December 2004 £
Other creditors	16,289	17,113
Amounts received in advance	26,801	25,979
Accruals	22,991	9,357
	<u>66,081</u>	<u>52,449</u>

15 UNRESTRICTED FUNDS	Balance at 1.1.05 £	Incoming Resources £	Outgoing resources £	Transfers £	Investment gains £	Balance at 30.06.05 £
General fund	202,313	259,171	165,597	(75,312)	3,324	223,899
Designated funds:						
Trustees Expenses Fund	7,879	-	-	-	-	7,879
JRW Stott Discretionary Fund	12,585	353	6,230	-	-	6,708
Staff Retirement Fund	78,810	3,398	540	-	1,369	83,037
Capital Projects Fund	20,000	-	-	-	-	20,000
	<u>119,274</u>	<u>3,751</u>	<u>6,770</u>	<u>-</u>	<u>1,369</u>	<u>117,624</u>
	<u>321,587</u>	<u>262,922</u>	<u>172,367</u>	<u>(75,312)</u>	<u>4,693</u>	<u>341,523</u>

The Trustees Expenses Fund relates to money set aside to cover expenses incurred by trustees.

The JRW Stott Discretionary Fund enables the Rev Dr John Stott to make gifts to individuals and organisations.

The Staff Retirement Fund provides for staff on retirement. Current surpluses are available for charitable distribution under staff discretion.

The Capital Projects Fund arose from a legacy which was received by the Evangelical Literature Trust, without any restrictions, and the trustees have set this money aside to start projects in a specific country.

THE LANGHAM PARTNERSHIP (UK & IRELAND)
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
(continued)

16 RESTRICTED FUNDS

	Balance at 1.1.05 £	Incoming Resources £	Outgoing Resources £	Transfers £	Investment gains £	Balance at 30.06.05 £
John Stott Fund	175,331	56,893	33,470	-	7,282	206,036
Travel Fund	270,720	8,307	4,075	-	7,250	282,202
Scholarship Fund	141,843	115,976	192,523	47,312	-	112,608
Speed to Need Fund	40,264	815	2,697	-	(766)	37,616
Hookses Fund	554,349	21,365	4,802	-	-	570,912
Ministry Support Fund	938	-	-	-	-	938
Preaching Seminars Fund	19,689	90,361	73,243	44,683	-	81,490
Global Christian Library	156,487	-	17,911	-	-	138,576
Grant programmes:						
Arabic ST	-	2,000	-	-	-	2,000
China Pilot	-	10,000	-	-	-	10,000
Other publishing grants	-	7,733	7,733	-	-	-
Langham writers	2,000	-	-	-	-	2,000
Pastor mini libraries	-	633	-	-	-	633
Keener books	880	-	-	-	-	880
	<u>1,362,501</u>	<u>314,083</u>	<u>336,454</u>	<u>91,995</u>	<u>13,766</u>	<u>1,445,891</u>

The John Stott Fund finances the teaching, preaching and writing ministry of the Rev Dr John Stott.

The Travel Fund is to be used to help scholars with international travel, especially those who have graduated through the Langham Research Scholarship Scheme.

The Scholarship Fund provides grants to strengthen theological leadership in the Developing world. PhD scholars research biblical, theological and related subjects, largely in the UK, with relevance to their home countries.

The Speed to Need fund provides resources for medical emergencies in Africa.

The Hookses Fund arose from a gift of a freehold property to the charity for its use and ministry.

The Ministry Support Fund is for the furtherance of the specific aspects of the ministry of the charity.

The Preaching Seminars Fund is to facilitate the improvement of biblical preaching through seminars and consultations held in different parts of the world.

The Global Christian Library Fund are funds received towards the provision of a new series of books providing inter-cultural exposition and application of the Christian faith. These are distributed through our literature programme.

The Grant Programme fund represents donations given towards specific programmes run by Langham Literature and are used to fund the costs of running each programme.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30th JUNE 2005
 (continued)

17 ENDOWMENT FUNDS

	Balance at 1.1.05 £	Incoming resources £	Outgoing Resources £	Transfers £	Investment gains £	Balance at 30.06.05 £
Scholarship Reserve Fund	347,181	-	-	(16,683)	3,890	334,388

The Scholarship Reserve Fund comprises investments held to provide income for the Scholarship Fund and to guarantee continuing payments to scholars in progress. A transfer has been made from the Fund to the restricted Scholarship Fund to increase the income of the restricted fund to meet the expected expenditure.

18 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible Fixed assets £	Investments £	Net current Assets £	Total £
Unrestricted funds				
General Fund	1,339	34,274	188,286	223,899
Designated Funds	-	68,548	49,076	117,624
Restricted funds	504,154	436,995	504,742	1,445,891
Endowment funds	-	317,036	17,352	334,388
	<u>505,493</u>	<u>856,853</u>	<u>759,456</u>	<u>2,121,802</u>

19 CONSTITUTION OF THE COMPANY

The company is limited by guarantee, and each director is under covenant to contribute a sum not exceeding ten pounds sterling in certain circumstances as set out in clause 7 of the Memorandum of Association.