

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

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30TH JUNE 2010

**Company Number 4235957
Charity Number 1092233**

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

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

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30TH JUNE 2010

Contents	Page
Report of the Directors	1-7
Report of the Independent Auditors	8-9
Statement of Financial Activities	10
Balance Sheet	11
Notes to the Financial Statements	12-20

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

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2010

The directors (who are trustees of the charitable company) present their report and audited financial statements for the year ended 30th June 2010. The financial statements have been prepared in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 and comply with the Memorandum and Articles of Association and applicable law.

Reference and Administrative Information

Charity name

The Langham Partnership (UK & Ireland)

Charity registration number

1092233

Company registration number

4235957

Registered office

84A High Street, Southall, Middlesex UB1 3DB

Operational address

19 Whitfield Place, London W1T 5JX

Management Committee/Trustees

David Cansdale (Chairman)

Paul Batchelor

John Thomas (Treasurer)

David Turner

John Wallis

John Wyatt

Emmanuel Oladipo (resigned 31 January 2010)

Pam Bryan

Norman Fraser

Secretary

Cindy Crossley

Senior staff/Chief Executive Officer

Ian Buchanan, Executive Director

Auditors

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

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 IP1 1QT

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

Investment Managers

CCLA Investment Management Limited, St Alphage Street, 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

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

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

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2010

Structure, Governance and Management

The Langham Partnership (UK & Ireland) is a company limited by guarantee and a registered charity governed by its Memorandum and Articles of Association

Appointment and induction of Trustees

New trustees are appointed by the existing Trustees in accordance with the Articles of Association. As specified in the Memorandum and Articles of Association there must be a minimum of three Trustees at any one time with no set maximum.

Newly-appointed trustees with little or no prior knowledge and understanding are likely to find that they need to acquire the full range of knowledge, and to develop their understanding, relevant to their role, omitting only those areas where they may have specific expertise (e.g. fund management). Some roles (such as that of Honorary Treasurer) require an appropriate professional qualification but most Trustee roles do not. The Board's requirements also change over time so each year the Chairman and CEO consider the number of vacancies likely to be available on the Board and the particular skills, experience and other qualities that are being sought at that time. Expressions of interest are always welcome from anyone with the commitment to trusteeship and relevant experience in any field. Internal advertising to supporters and approaches to known experts in key fields are the methods used for filling Trustee roles. If they choose to take up a role on the Board then training comes individually during meetings with the Chairman and CEO.

Risk management

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

Organisational structure

The directors currently meet three times a year, whilst the day to day management of the charitable company is delegated to the Directors of Langham Scholars, Langham Literature and Langham Preaching who are in turn supported by the Executive Director and the International Director.

Objectives and Activities

The charitable company's objects as stated in its governing document are the advancement of the Christian religion which is based on the belief set forth in the Bible. In particular:

- [i] The writing, printing, publication and distribution of Christian literature
- [ii] Preaching and teaching
- [iii] Provision of education and training

Public Benefit

The objects of the Langham Partnership (UK & Ireland) are focussed on education as a core means of advancement of the Christian religion in the Majority World (Latin America, Africa, Asia, Middle East and Eastern Europe). This is done by providing grants, scholarships, training workshops, assistance in the creation, publication and distribution of literature and also includes the facilitation of teaching and preaching networks.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charitable company's aims and objectives and planning future activities.

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

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2010

The Langham Partnership (UK & Ireland) carries out the objects of the charitable company by

- i) Funding preaching and teaching networks in the Majority World aimed at a wide range of church leaders who could not afford such training within their regions,
- ii) Supporting individuals and publishing houses through mentoring, writing, publication and marketing of Christian literature in the Majority World. This support is provided as free consultancy work, writers' workshops and also through the provision of financial grants and literature distribution, and
- iii) Providing scholarships and family support to scholars seeking further training to doctoral level. Scholars are always expected to return to their home countries in order to train others and develop training institutions in the Majority World.

The above three programmes allow the Langham Partnership (UK & Ireland) to fulfil its strategic priorities and make possible the provision of education for beneficiaries in the Majority World who would otherwise not be able to afford such education. The Langham Partnership (UK & Ireland) carries out these programme initiatives through partnerships with institutions and individuals in the countries where we operate.

Achievements and Performance

Langham Scholars

Overview of the Programme

Since its establishment, Langham has invested in the doctoral training of 331 world-class evangelical leaders from 68 different nations. Eighty-six scholars, coming from 46 different nations, are currently studying. Thirty-seven of these are funded through Langham Partnership (UK & Ireland). Eighty-five percent of these former Langham scholars (numbering 196) have returned to their home regions to serve as seminary principals, deans, lecturers, bishops, leaders of international and national organisations. The global impact of the programme is seen in the geographical spread of current scholars as demonstrated below:

Region	Countries	Scholars
Africa	12	21
Asia-SoPacific	10	34
Europe-Eurasia	12	17
Latin America	9	10
Middle East	3	4

Scholar Programme Developments

In November 2009, Langham Partnership's International Council decided that we should work as an international programme team. Steve Hardy serves as the International Programme Director with Elaine Vaden and Ian Shaw serving as Associate International Programme Directors. Tiffany Randall in the US and Gaynor Harvey in the UK provide part-time administrative support. An international scholars' budget has now been developed, even though each affiliate will continue to have its scholars to support and for which it provides scholar care. To ensure uniformity in the quality of scholars selected globally, common application procedures and standards have been developed. The scholarship committees of both Langham Partnership (UK & Ireland) and John Stott Ministries (JSM) share responsibilities to review applications from all Langham affiliates. Langham Partnership Regional Councils do not select scholars, although their wisdom and advice is highly valued in the selection process.

To commemorate the centenary of the 1910 Edinburgh Missionary Conference, partnership scholarships were developed in the UK with Edinburgh University, Oxford Centre for Mission Studies, London School of Theology and International Christian College in Glasgow. The partner institution will pay all, or most, of student fees while Langham covers maintenance.

At present about 25% of our scholars are studying for their PhDs in Majority World contexts or in split site programmes that allow them to take advantage of resources at Western institutions while continuing to be based in the Majority World. As former Langham scholars become the primary mentors for the next generation of scholars, we are increasingly concerned for the quality of Majority World training programmes. In early March of 2010, Langham co-hosted an event held in Beirut which invited leaders from ten Majority World programmes offering doctoral training to come together to share their best practices and identify specific developments needed to ensure quality in emerging programmes.

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

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2010

One priority for the scholar team is to help former Langham scholars develop their professional skills so as to serve better as mentors and scholars. During FY09/10, Dr. A. Kovacs from Hungary was helped to obtain his habilitation, a professional qualification for teaching in E/C Europe. We have initiated a five-year Research and Training Seminar to assist former Langham scholars working in Majority World contexts to gain research and mentoring skills.

A very important aspect of both Ian Shaw's and Elaine Vaden's jobs is to monitor the academic progress as well as the professional, emotional and spiritual health of scholars. This included a consultation/retreat held in Cambridge in March for scholars currently studying in the UK.

Langham Literature

Creative Projects

The South Asia Bible Commentary (SABC), the Arabic Contemporary Commentary (ACC) and the Latin Contemporary Bible Commentary (LCBC) are progressing within budget. Contributions are being received on a regular basis and editing is underway. We distributed two new Global Christian Library titles in French and under Hippo three new titles were published. The Kiswahili and Portuguese editions of the Africa Bible Commentary have been successfully published with the help of Langham Literature by Wordalive, Kenya and Mundo Cristao, Brazil, respectively.

Six Langham writers were supported. One writer had his book published in Lebanon, and another is being printed in Brazil. A writer's workshop was conducted in Ghana for 15 potential or commissioned writers from West Africa and Francophone Africa. A combined writing and editing workshop was offered in Jos, Nigeria. Editing training is continuing with three editors in India and two in Africa.

Publisher Development

Our Publisher Grants supported 5 publishers in the Majority World with local publishing projects (India, Myanmar, Cambodia, Vanuatu and Tonga). The publisher development work of EELAC continues in East and Central Europe, and starter projects are being pursued in Central Asia, East Asia, India and Africa. Partnership exists with 16 publishers in 15 countries and financial support was provided for 13 of these during the year. Thirty-seven new titles were supported directly, but between them, partner publishers produced more than 100 titles in total.

Distribution

In 2009-2010 Distribution served 512 colleges (159 of these were French) in 78 countries with 21,971 books. 480 colleges accessed our Library Grant Programme and 7,382 books were sent. 113 colleges purchased 14,589 books under our subsidised trade programmes (ABP & SBL). We distributed large orders for several colleges who received donations for their college libraries and also supplied wish list orders which were submitted through the website.

Also, 2,719 free copies of the Africa Bible Commentary (across English, French, Portuguese & Kiswahili editions) and 1,687 free copies of the NIV study bible (across English & French) were sent to African Pastors.

We were able to aid in the production and distribution of 22,844 African authored commentaries in books to Africa-based publishers and distributors and were responsible for distributing 2,563 books for Langham Preaching Seminars around the world.

Langham Preaching

We are thankful to God and to many supporters around the world that Langham Preaching is now active in 60 countries, with 45 countries developing an indigenous programme and 15 at project or line-up stage.

During this financial year we appointed a part-time coordinator for the work in English-speaking Africa, Emmanuel Oladipo, and he has greatly strengthened our work in several important ways. We have given renewed energy to the work in Uganda, sustained the pioneering in Liberia and Sierra Leone, and strengthened the partnerships and training in East and West Africa. We have also launched two new programmes, one in South Africa and one in Zambia. In French-speaking Africa, more countries have come on stream, with some six countries underway, and a new pioneer effort being launched next year.

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

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2010

The work in Latin America has also continued to grow under the wise leadership of our Regional facilitator, Igor Amestegui with over 100 escuelitas (Preachers' Clubs), and new work developing in Central America and the Spanish-speaking Caribbean as a result of the launch of a training initiative in the sub-region. A Consultation for Latin American facilitators was also convened, and the region now shows every sign of increased national and continental ownership.

Europe has continued to grow, with the established work in Croatia and Albania maturing, continued pioneering in Turkey and Bosnia, a new and large programme in Romania, and a wide network of preachers being connected through the Bible teachers track at the European Leadership Forum. Mark Meynell coordinates the work, and we are now exploring connections in southern and northern Europe, as well as new pioneering opportunities in Bulgaria and Greece. Work in Eurasia is growing, with the Central Asian programme now reaching pastors in three republics.

The Caribbean has also launched two new programmes, one in Trinidad and one in Guyana, with strong local coordinating committees and evidence of good continuity through local preachers' clubs. Of particular note has been the commitment on the part of both countries to be self-financing in terms of in-country costs, and Langham has only had to carry responsibility for books and for the costs of facilitators' travel.

The Pacific has sustained its growth, with continuing activity in Vanuatu and the launch of strong programmes in the Solomon Islands and Papua New Guinea. In this work we are greatly assisted by Wendy Toulmin and the resources of Langham Partnership Australia.

Asia is the region of the world where work is accelerating, not least because of the work of Associate Director Paul Windsor. He has been able to make line-up visits to North India, Cambodia and Sri Lanka, as well as consolidate work in Thailand, Pakistan and China. New initiatives have been launched this year in Indonesia, and Paul has also started exploratory initiatives in Malaysia and Myanmar.

A new development in FY09/10 has been the International Consultation on seminary homiletics teaching, again introduced because of the arrival of Paul Windsor as Associate Director. Some 20 participants gathered from most continents of the world, building a fellowship of teachers, sharing best practice ideas, and looking at how the teaching of preaching can be improved in each world region. It is hoped that regional consultations will follow in the years ahead.

Financial Review

Once again Langham Partnership (UK & Ireland) has been able to achieve income levels exceeding budgeted expectations making this the fifth year in a row of encouraging income growth. This valuable income boost has afforded Langham Partnership (UK & Ireland) the opportunity to increase its investment in all three beneficiary programmes as well as further develop initiatives for the development of support in the UK and Ireland.

Reserves policy

The trustees have assessed the charitable company's risks and determined the level of free reserves required based on a formula that takes account of operational, strategic, multi-year programme commitments, and contingency reserve needs. As such, a Reserves Policy Fund was established and is shown on note 15 to the financial statements.

The charitable company's trustees will continue to review its reserves policy and level of reserves on an annual basis in the light of changing risks and developing strategies and plans.

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

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2010

Principal sources of funding

Individual givers continue to grow in proportion to all other income sources. Over the last five years LPUKI has endeavoured to increase this more stable and lower risk form of income. The percentage rise in income from individual donors has risen from 35% to 60% in the last five years. Trust fund income has grown after last year's recession induced drop. In FY10 the area of income below budget was from the churches. The number of churches giving to LPUKI has risen but the size of their gift has dropped.

Investment policy

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.

Plans for the Future

The recruitment of long term Langham Partners remains essential to the continued strong growth of the organisation. In FY09/10 Langham Partners (regular monthly givers) reached a record level thus giving Langham Partnership (UK & Ireland) increasingly dependable income streams and a considerably restructured lower risk funding base. The continued recruitment of more Langham Partners in FY10/11 remains a crucial project once again.

In FY09/10 the switch to inviting new donors to support Scholars and Preaching initiatives has not proven as successful as offering Literature sponsorship. In FY10/11 LPUKI will return to Literature sponsorship in order to maintain high levels of new donors joining the Langham Partnership (UK & Ireland) family.

Auditors

The auditors, Jacob Cavenagh & Skeet have expressed their willingness to continue in office and the process for appointing the auditor for 2009/10 will take place in accordance with the Companies Act 2006.

Directors' Responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue its operations.

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

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

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2010

Directors' Responsibilities (continued)

The directors who held office at the date of approval of this Annual Report as set out above each confirm that

- so far as they were aware, there is no relevant audit information (information required by the charitable company's auditors in connection with preparing their report) of which the charitable company's auditors are unaware, and
- as directors of the charitable company, they have taken all the steps that they ought to have taken in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information

Small company

This report has been prepared in accordance with the provisions applicable to companies subject to the Small Companies' regime in Part 15 of the Companies Act 2006

Registered office
84A High Street
Southall
Middlesex UB1 3DB

11 October 2010

APPROVED BY THE DIRECTORS
AND SIGNED ON ITS BEHALF BY


J Thomas
Director

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 year ended 30th June 2010 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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 responsibilities of the directors, who are also the trustees of the charitable company for the purposes of charity law, for preparing the Report of the Directors and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view 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, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether, in our opinion, the information given in the Report of the Directors is consistent with those financial statements.

In addition we report to you if, in our opinion, the charitable company has not kept adequate accounting records, if the charitable company's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit or if certain disclosures of trustees' remuneration specified by law are not made.

We read the Report of the Directors 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 charitable company'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.

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

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

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the charitable company's affairs as at 30th June 2010 and of its incoming resources and application of resources, including its income and expenditure, in the period then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the Report of the Directors is consistent with the financial statements



5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

Miriam Hickson FCA CTA, Senior Statutory Auditor
for and on behalf of **Jacob Cavenagh & Skeet**
Statutory Auditor
Chartered Accountants

22 October 2010

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

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30TH JUNE 2010**

Income and Expenditure Account	Note	Unrestricted Funds		Restricted Funds	Total Funds 2010	Total Funds 2009
		General £	Designated £	£	£	£
Incoming resources						
Incoming resources from generated funds						
<i>Voluntary income</i>						
Donations	5	397,254	18,470	778,847	1,194,571	1,982,309
<i>Investment income</i>	3	22,853	2,113	15,603	40,569	66,241
Incoming resources from charitable activities						
Literature	4	236,859	-	1,670	238,529	333,747
Total incoming resources		<u>656,966</u>	<u>20,583</u>	<u>796,120</u>	<u>1,473,669</u>	<u>2,382,297</u>
Resources expended						
Cost of generating funds						
Cost of generating voluntary income	6	188,892	-	-	188,892	189,710
Charitable activities	6	482,067	22,212	1,109,107	1,613,386	1,904,185
Governance costs	6	8,873	-	8,614	17,487	20,276
Total resources expended		<u>679,832</u>	<u>22,212</u>	<u>1,117,721</u>	<u>1,819,765</u>	<u>2,114,171</u>
Net (outgoing)/incoming resources before transfers		(22,866)	(1,629)	(321,601)	(346,096)	268,126
Transfers between funds		<u>(395,890)</u>	<u>283</u>	<u>395,607</u>	<u>-</u>	<u>-</u>
Net (outgoing)/incoming resources after transfers		(418,756)	(1,346)	74,006	(346,096)	268,126
Realised gains on investments		-	-	-	-	-
Net (expenditure)/income for the year	9	(418,756)	(1,346)	74,006	(346,096)	268,126
Unrealised gains on investments		<u>24,786</u>	<u>3,004</u>	<u>9,764</u>	<u>37,554</u>	<u>(19,097)</u>
Net movement in funds		<u>(393,970)</u>	<u>1,658</u>	<u>83,770</u>	<u>(308,542)</u>	<u>249,029</u>
Reconciliation of funds						
Funds brought forward at 1 st July 2009		<u>715,282</u>	<u>481,739</u>	<u>1,193,250</u>	<u>2,390,271</u>	<u>2,141,242</u>
Funds carried forward at 30th June 2010		<u>321,312</u>	<u>483,397</u>	<u>1,277,020</u>	<u>2,081,729</u>	<u>2,390,271</u>

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

THE LANGHAM PARTNERSHIP (UK & IRELAND)
(Limited by Guarantee)
Company Number 4235957

BALANCE SHEET
AS AT 30TH JUNE 2010

		2010	2009
	Note	£	£
Fixed assets			
Tangible fixed assets	10	536,104	508,317
Investments	11	<u>679,606</u>	<u>642,052</u>
		1,215,710	1,150,369
Current assets			
Stock	12	141,129	65,958
Debtors and prepayments	13	56,031	54,940
Cash at bank and in hand		<u>830,512</u>	<u>1,291,128</u>
		1,027,672	1,412,026
Current liabilities			
Amounts falling due within one year	14	<u>161,653</u>	<u>172,124</u>
Net current assets		<u>866,019</u>	<u>1,239,902</u>
Total assets less current liabilities		<u>2,081,729</u>	<u>2,390,271</u>
Represented by			
Unrestricted funds:			
General fund	15	321,312	715,282
Designated funds	15	<u>483,397</u>	<u>481,739</u>
		804,709	1,197,021
Restricted funds	16	1,277,020	1,193,250
		<u>2,081,729</u>	<u>2,390,271</u>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006

Approved by the Directors on 11 October 2010 and signed on their behalf by

J Thomas
Director



D Cansdale
Director



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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010

1 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" issued in March 2005 and applicable accounting standards

The charitable 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 charitable 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 as 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 charitable company's objects include 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 charitable company.
- Cost of generating funds includes all expenditure in relation to obtaining funding for the charitable company to meet its charitable aims.
- Costs of activities in furtherance of the charitable company's objects include all expenditure directly related to furthering the objects of the charitable company.
- Governance costs comprise the costs of running the charitable company, including strategic planning for its future development, external audit and other costs of complying with constitutional and statutory requirements.
- Support costs are allocated to each of the above categories on the basis of an estimate of time spent by the relevant staff members, and resources utilised.

Resources expended include attributable VAT that cannot be recovered

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
----------------------------------	--------------------

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.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010
 (continued)

1 ACCOUNTING POLICIES (continued)

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 charitable company participates in a defined contribution pension scheme, the assets of which are held separately from those of the charitable company in a fund independently administered by the Pensions Trust. The charitable company also contributes to money purchase personal pension plans held by individual employees. 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 charitable company that are not subject to any restrictions regarding their use, and are available for application to the general purposes of the charitable company. Funds designated for a particular purpose by the charitable 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 charitable company is exempt from corporation tax on its charitable activities.

3 INVESTMENT INCOME

UK Investments	Unrestricted			2010	2009
	General	Designated	Restricted	Total	Total
	Funds	Funds	Funds	Funds	Funds
	£	£	£	£	£
Listed investments	14,306	1,350	10,808	26,464	27,619
Bank interest receivable	8,547	763	4,795	14,105	38,622
	<u>22,853</u>	<u>2,113</u>	<u>15,603</u>	<u>40,569</u>	<u>66,241</u>

4 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted			2010	2009
	General	Designated	Restricted	Total	Total
	Funds	Funds	Funds	Funds	Funds
	£	£	£	£	£
Students Basic Library	21,058	-	-	21,058	38,038
Additional book programme	145,424	-	-	145,424	238,149
Royalties and other income	70,377	-	1,670	72,047	57,560
	<u>236,859</u>	<u>-</u>	<u>1,670</u>	<u>238,529</u>	<u>333,747</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010
 (continued)

5 DONATIONS

	Unrestricted		Restricted Funds £	2010 Total Funds £	2009 Total Funds £
	General Funds £	Designated Funds £			
Literature					
Designated programmes	44,787	18,470	382,980	446,237	990,376
Other donations and gifts	-	-	-	-	3,000
Income tax receivable	5,100	-	-	5,100	11,025
Scholarship and education					
John Stott Ministries	-	-	-	-	84,908
Other donations and gifts	-	-	177,335	177,335	152,186
Income tax receivable	-	-	7,020	7,020	2,943
Preaching and teaching					
John Stott Ministries	-	-	61,980	61,980	179,352
Other donations and gifts	-	-	124,462	124,462	108,336
Income tax receivable	-	-	5,591	5,591	5,483
Hookses					
Other donations and gifts	-	-	16,001	16,001	18,534
John Stott					
John Stott Fund Donations	-	-	3,478	3,478	1,924
General income					
Other donations and gifts	298,330	-	-	298,330	389,172
Legacies	13,104	-	-	13,104	8,207
Income tax receivable	35,933	-	-	35,933	26,863
	397,254	18,470	778,847	1,194,571	1,982,309

6 TOTAL RESOURCES EXPENDED

	Cost of generating funds £	Literature £	Scholarship & education £	Preaching & teaching £	John Stott £	Hookses £	Governance £	Total Funds 2010 £	Total Funds 2009 £
Grants (note 7)	-	425,488	228,104	248,873	16,275	-	-	918,740	1,115,432
Additional Book Programme	-	116,168	-	-	-	-	-	116,168	230,368
Support costs allocated									
Staffing costs	-	169,327	41,320	77,919	38,021	-	-	326,587	310,249
Staffing costs UK management	126,685	-	-	-	-	-	-	126,685	114,559
Office, travel & other expenses	14,190	65,163	13,665	5,192	7,917	20,625	-	126,752	141,492
Promotions	45,868	19,927	30,997	19,927	-	-	-	116,719	
Langham Partnership									
International	-	15,591	24,253	15,591	-	-	-	55,435	163,166
Legal and professional	-	-	-	-	-	-	5,260	5,260	6,278
Exchange (gain)/loss	(324)	1,458	-	-	-	-	-	1,134	8,859
Depreciation	2,041	7,542	-	-	-	-	-	9,583	2,580
Bank charges	432	4,043	-	-	-	-	-	4,475	7,190
Meeting expenses	-	-	-	-	-	-	3,131	3,131	5,826
Auditors' fees	-	-	-	-	-	-	3,936	3,936	5,244
Accountancy	-	-	-	-	-	-	5,160	5,160	2,928
	188,892	824,707	338,339	367,502	62,213	20,625	17,487	1,819,765	2,114,171

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010
 (continued)

7 GRANTS PAYABLE

	Unrestricted		Restricted Funds	2010 Total Funds	2009 Total Funds
	General	Designated Funds		£	£
	£	£	£		
Students Basic Libraries					
English	19,580	-	-	19,580	22,307
French	-	-	-	-	15,436
Portuguese	-	-	-	-	11,902
Spanish	6,171	-	-	6,171	22,346
Graduate Book Programme					
English	8,114	-	-	8,114	33,241
Library Grant Programme					
English	16,384	-	4,650	21,034	27,839
French	-	-	-	-	16,068
Portuguese	-	-	-	-	9,999
Spanish	4,843	-	-	4,843	10,310
Pastors Book Club					
English	750	-	-	750	23,264
French	-	-	-	-	3,527
Spanish	-	-	-	-	3,305
Publishers Grants	12,497	18,753	274,175	305,425	270,175
Agencies Grants	17,778	-	-	17,778	42,203
Global Christian Library	-	-	3,637	3,637	51,379
Other funds					
Development Programme	-	-	-	-	38,091
Blue Database	4,546	-	-	4,546	-
Catalogues	-	-	-	-	6,227
Langham Preaching	-	-	33,586	33,586	17,069
Langham P'ship Regional Council	5	-	-	5	1,578
Langham Scholars' Grant Prog	19	-	-	19	1,240
John Stott Discretionary	-	-	-	-	1,179
	90,687	18,753	316,048	425,488	628,685
Scholarships	-	-	228,104	228,104	234,725
JRWS	-	-	-	-	12,873
Staff retirement	-	3,459	-	3,459	-
John Stott	-	-	816	816	-
Travel	12,000	-	-	12,000	12,000
Preaching	-	-	248,873	248,873	227,149
	12,000	3,459	477,793	493,252	486,747
	102,687	22,212	793,841	918,740	1,115,432

Grants paid in the year can be analysed

	No	£
Individuals	22,535	440,995
Institutions	841	477,745
	23,376	918,740

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010
(continued)

8 STAFF COSTS

	2010 £	2009 £
Wages and salaries	377,983	369,178
Social security costs	43,605	35,764
Pension costs	31,684	16,632
	<u>453,272</u>	<u>421,574</u>
Average monthly number of staff	No	No
Office staff	<u>19</u>	<u>17</u>

No employees earned at a rate of more than £60,000 during the period (2009 none)

There were no contributions payable to money purchase pension schemes at the year-end (2009 £nil)

No directors received remuneration during the period (2009 none) Travel costs amounting to £205 (2009 £124) were reimbursed to 4 (2009 3) directors

9 NET INCOMING/(OUTGOING) RESOURCES

This is stated after charging

	2010 £	2009 £
Auditors' remuneration		
- for audit services	3,936	5,244
- for non-audit services	5,160	2,928
Depreciation	<u>9,583</u>	<u>2,580</u>

10 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Furniture, fittings & equipment £	Total £
Cost and valuation			
At 1 st July 2009	503,169	10,308	513,477
Additions	-	37,370	37,370
Disposals	-	-	-
At 30 th June 2010	<u>503,169</u>	<u>47,678</u>	<u>550,847</u>
Depreciation			
At 1 st July 2009	-	5,160	5,160
Charge for the year	-	9,583	9,583
Released on Disposal	-	-	-
At 30 th June 2010	<u>-</u>	<u>14,743</u>	<u>14,743</u>
Net book value			
At 30 th June 2010	<u>503,169</u>	<u>32,935</u>	<u>536,104</u>
At 30 th June 2009	<u>503,169</u>	<u>5,148</u>	<u>508,317</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010
 (continued)

11 FIXED ASSET INVESTMENTS

	Listed investments 2010 £	Cash deposits 2010 £	Total 2010 £	Total 2009 £
UK investments				
At 1 st July 2009	613,052	29,000	642,052	661,149
Disposals	-	-	-	-
Net realised investment gains	-	-	-	-
Net unrealised investment gains/(losses)	37,554	-	37,554	(19,097)
Market value at 30 th June 2010	<u>650,606</u>	<u>29,000</u>	<u>679,606</u>	<u>642,052</u>
Historic cost as at 30 th June 2010	<u>615,177</u>	<u>29,000</u>	<u>644,177</u>	<u>644,177</u>

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) COIF Charities Investment Fund accumulation units. These holdings (except the latter) are all in excess of 5% of the total investments held by the charitable company.

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

12 STOCK

	2010 £	2009 £
Stock of books	<u>141,129</u>	<u>65,958</u>

13 DEBTORS

	2010 £	2009 £
Trade debtors	37,093	29,982
Other debtors	<u>18,938</u>	<u>24,958</u>
	<u>56,031</u>	<u>54,940</u>

14 CREDITORS Amounts falling due within one year

	2010 £	2009 £
Bank overdrafts	7,740	42,161
Other creditors	44,594	30,984
Amounts received in advance	54,399	62,456
Accruals	<u>54,920</u>	<u>36,523</u>
	<u>161,653</u>	<u>172,124</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010
 (continued)

15 UNRESTRICTED FUNDS

	Balance at 1 7 09 £	Incoming Resources £	Outgoing resources £	Transfers £	Investment Gains £	Balance at 30 06 10 £
<i>General fund</i>						
LPUKI	469,074	368,234	(206,944)	(457,397)	24,786	197,753
Literature	246,208	288,732	(472,888)	61,507	-	123,559
	<u>715,282</u>	<u>656,966</u>	<u>(679,832)</u>	<u>(395,890)</u>	<u>24,786</u>	<u>321,312</u>
<i>Designated funds</i>						
Staff Retirement Fund	60,185	2,113	(3,459)	-	3,004	61,843
Reserves Policy Fund	421,554	-	-	-	-	421,554
Bislama Publishing Fund	-	3,170	(3,453)	283	-	-
Cambodia Publishing Fund	-	15,300	(15,300)	-	-	-
	<u>481,739</u>	<u>20,583</u>	<u>(22,212)</u>	<u>283</u>	<u>3,004</u>	<u>483,397</u>
	<u>1,197,021</u>	<u>677,549</u>	<u>(702,044)</u>	<u>(395,607)</u>	<u>27,790</u>	<u>804,709</u>

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

As indicated in the Reserves Policy in the Report of the Directors, the Trustees agreed to set aside a contingency fund which is based on a formula. This is to be used in funding emergencies only.

The Bislama and Cambodia Publishing Funds were set up to provide Publishers' and Book grants to scholars in those countries, thus expanding our reach to the Majority World.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2010
(continued)

16 RESTRICTED FUNDS

	Balance at 1 7 09	Incoming resources	Outgoing resources	Transfers	Investment Gains	Balance at 30 06 10
	£	£	£	£	£	£
John Stott Fund	92,023	3,478	(47,374)	-	8,262	56,389
Scholarship Fund	84,202	198,327	(341,210)	149,410	-	90,729
Speed to Need Fund	33,794	2,997	(816)	-	1,502	37,477
Hookses Fund	524,840	16,001	(22,061)	-	-	518,780
Preaching Seminars Fund	153,790	192,337	(370,373)	108,700	-	84,454
Global Christian Library	-	1,000	(3,583)	2,583	-	-
JSGL	34,819	-	-	96,335	-	131,154
<i>Grant programmes</i>						
ABC	10,589	11,585	(21,281)	-	-	893
ABC Malagasy	-	45,385	(19,060)	-	-	26,325
ABC Swahili	-	27,320	(3,430)	-	-	23,890
Arabic Commentary	-	55,800	(40,920)	-	-	14,880
Arabic Global Christian Library	-	3,000	-	-	-	3,000
Australia Publishing Grants	-	547	(547)	-	-	-
Benin	16,665	-	(931)	-	-	15,734
Creative Director	-	15,500	(19,079)	3,579	-	-
Hippo	-	17,139	(15,984)	-	-	1,155
Latin Commentary	-	47,812	(40,103)	-	-	7,709
LGP Asia	-	4,650	(4,650)	-	-	-
LPS Preaching Fund	-	-	(8,875)	35,000	-	26,125
Myanmar Publishing Projects	-	4,353	-	-	-	4,353
SABC	-	89,417	(38,425)	-	-	50,992
Writers	-	24,800	(14,868)	-	-	9,932
<i>EELAC Funds</i>						
108 Fund	-	465	(465)	-	-	-
Main merger fund	128,495	1,707	(61,869)	-	-	68,333
Albania and Bulgaria	3,819	-	(3,819)	-	-	-
Czech Republic	25,214	-	(6,410)	-	-	18,804
Hungary	1,597	-	-	-	-	1,597
Poland	417	-	-	-	-	417
Serbia and Croatia	14,404	-	(4,230)	-	-	10,174
Central Asia	42,635	10,500	(14,125)	-	-	39,010
Publishing Development	25,947	-	(6,760)	-	-	19,187
Theology and Reference	-	22,000	(6,473)	-	-	15,527
	1,193,250	796,120	(1,117,721)	395,607	9,764	1,277,020

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

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. Transfers were made from the general fund to ensure that sufficient funds are available for the following year to sustain budgeted expenditure

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. Transfers were made from the general fund to ensure that sufficient funds are available for the following year to sustain budgeted expenditure

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2010
 (continued)

16 RESTRICTED FUNDS (continued)

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. A transfer was made from the general fund to cover the excess of expenditure over restricted income.

The John Stott Global Initiative (JSGI) is a fund started in 2007 to raise funds from donors for Langham Partnership beneficiary programmes internationally with the aim that funds would be used for programmes within five years.

The Grant Programme funds represent donations given towards specific programmes run by Langham Literature and are used to fund the costs of running each programme. Transfers are made from the general fund to cover the excess of expenditure over restricted income where applicable.

The charitable company merged with the European Evangelical Literature Advisory Committee (EELAC) on 1st July 2008. Its net assets were gifted to the charitable company on that date and as such, the individual funds that had been previously restricted within EELAC arose from the gifted assets, and are shown as above.

17 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible Fixed Assets	Investments	Net Current Assets	Total
	£	£	£	£
Unrestricted funds				
General Fund	32,935	448,540	(160,163)	321,312
Designated Funds	-	54,368	429,029	483,397
Restricted funds	503,169	176,698	597,153	1,277,020
	<u>536,104</u>	<u>679,606</u>	<u>866,019</u>	<u>2,081,729</u>

18 CONSTITUTION OF THE CHARITABLE COMPANY

The charitable 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.