

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

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30TH JUNE 2019

**Company Number 4235957
Charity Number 1092233**



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

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30TH JUNE 2019

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THE LANGHAM PARTNERSHIP (UK & Ireland)
(Limited by Guarantee)
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2019

(1)

The directors (who are trustees of the charitable company) present their report and audited financial statements for the year ended 30th June 2019. The financial statements have been prepared in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in July 2014.

Reference and Administrative Information

Charity name

The Langham Partnership (UK & Ireland)

Charity registration number

1092233

Company registration number

4235957

Registered office and Operational address

Langham Service Centre, Unit 5, Grearshill Road, Kingstown Industrial Estate, Carlisle CA3 0ET, UK.

Management Committee/Trustees

David Ball

Mary Evans (Chair)

Ronald Clements

Norman Fraser

Alan Johnston (*appointed 1st May 2019*)

Stephen Osei-Mensah

Stephen Mackay

Keith Mallon (*appointed 1st February 2019*)

Gillian Phillips

Judith Sawers

John Thomas (*resigned 8th June 2019*)

David Turner

Secretary

John Libby

Senior staff/Chief Executive Officer

Rev'd Canon John Libby, National Director

Auditors

Moore Kingston Smith LLP 60 Goswell Road, London EC1M 7AD

Bankers:

Barclays, 33 English St, Carlisle CA3 8JS

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

Lloyds Bank, 324-326 Regent Street, Marylebone, London W1B 3BL

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

Investment Managers:

The M&G Securities Limited, Laurence Pountney Hill, London. EC4R 0HH

Schroder Unit Trusts Limited, 31 Gresham Street, London EC2V 7QA

Blackrock Investment Management Limited, 12 Throgmorton Avenue, London. EC2N 2DL

THE LANGHAM PARTNERSHIP (UK & Ireland)
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REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2019

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Structure, Governance and Management

The Langham Partnership (UK and Ireland) [LPUKI], is a company limited by guarantee and a registered charity governed by its Memorandum and Articles of Association. LPUKI was an original member of the Langham Partnership formed in 2001. It signed up to the provisions set out in the Langham Partnership International Protocol first adopted September 2003 (latest revision adopted November 2013) and is currently one of the 6 National members. Langham's global programmes are jointly owned by, and are internationally operated through, the staff and funds provided by all 6 Members. The location and development of the Langham Service Centre in Carlisle results in additional responsibilities for LPUKI and the need for the LPUKI Board to have visibility of the programme incomes and expenditures and cash flow requirements on a regular basis, in order to exercise its fiduciary interest in the programme funds passing through the LPUKI accounts.

New Trustees are appointed by the existing Trustees in accordance with the Articles of Association, which specify that there must be a minimum of three Trustees at any one time, with no set maximum. The Board meets a minimum of three times a year, with one of these being a longer residential. Newly appointed trustees are provided with a full induction and the Chair and CEO provide training. Some roles (such as that of Honorary Treasurer) require an appropriate professional qualification but most roles do not. Each year the Chair and CEO consider the number of vacancies likely to be available on the board against the particular skills, experience and other attributes that are being sought at that time to maintain diversity. Internal advertising to supporters and related organisations and approaches to known experts in key fields are the methods generally used for filling Trustee vacancies.

The Trustees have examined the major strategic, business and operational risks that LPUKI faces and review regularly an updated risk management matrix, confirming an assessment has been made of current risks and appropriate mitigating actions are in place. Those of primary concern to the Trustees at present continue to relate to growing current income for the charity with a donor base that is ageing and in recruiting new supporters through updated methods. Significant time and resources are now being invested in raising Langham's profile. Potential foreign exchange fluctuations post Brexit are of concern and require the transparency and modelling made possible by the new global accounting system. Where much of Langham's operation spans the globe, the rise in visa restrictions and their complexity is starting to have significant impact on planning.

Fundraising Policy

The charity is registered with the Fundraising Regulator and adheres to that Code of Practice as well as the Charity Commission guidelines on fundraising. Trustees are issued with the Institute of Fundraising 'Practical Handbook' (2016) and activity is reviewed annually against this. The charity only fundraises and promotes support via specific written information which is issued in response to explicit written consent or personal enquiry direct or through the website. No cold calling, telephone or street fundraising is carried out and no inducements are made to staff or volunteers. No professional fundraisers or commercial participators carried out any fundraising activities on behalf of the charity. Our privacy policy covers how we use our donors' data and provides opportunities for all donors to opt out of contact with us or make a complaint at any point. From September 2018 our fundraising has been the responsibility of a new staff member (our Supporter Development Manager) who is a member of the Institute of Fundraising. No complaints linked to fundraising have been received during the period under review.

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Objectives and Activities

The charitable company's objects as stated in its governing document are the advancement of the Christian religion, based on the belief set out in the Bible. This is given expression in the following ways;

- The writing, printing, publication and distribution of Christian literature
- Preaching and teaching
- Provision of post-graduate theological education and training

Public Benefit

The objects of LPUKI are focused on education and teaching as a core means of advancement of the Christian religion in the Majority World (Latin America, Africa, Asia, the Middle East and Eastern Europe), to help the global church grow in maturity. This is done by providing grants, scholarships, training workshops, assistance in the creation, publication and distribution of literature and also includes the facilitation of local preaching networks.

In shaping our objectives for the year and planning our activities, the trustees have also considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

Mission and main activities

Our vision is to see churches in the majority world equipped for mission and growing in maturity in Christ, through the ministry of pastors and leaders who believe, teach and live by the Word of God. We achieve the objects of the charity and our mission to strengthen the ministry of the Word of God, through:

- Funding and nurturing national movements for biblical preaching and teaching networks in the Majority World, aimed at a wide range of church leaders who could not usually afford such training within their regions.
- Supporting individuals and publishing houses in the Majority World through mentoring, writing, publication and distribution of Christian literature. This support is provided as free consultancy work, writer's workshops and also through the provision of financial grants and books.
- Providing scholarships and family support to scholars seeking further theological 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 Langham Partnership carries out these program initiatives in partnership with institutions and individuals in the countries where we operate. LPUKI has been a major contributor to a strategic planning process involving all six national Langham members and the three international programs. These targets (revised after feasibility studies) underpin a major global growth campaign to be launched in the case of LPUKI in the next financial year, 1st January 2020.

Achievements and Performance

Our global Strategic Plan could be usefully summarised as looking to double our global impact in financial terms over 5 years and then to sustain that level for a further 10 years while resources are committed to growing our regular core income to match. The numbers given below are independently assessed and are given for Langham Partnership as a whole because UKI specific impact numbers are not independently collected. Comparable 2018 numbers are given in brackets where they are available.

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FOR THE YEAR ENDED 30TH JUNE 2019

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Achievements and Performance (continued)

This year was the first full year after the Strategic Plan's adoption and it can be seen that already Programmes are expanding significantly. This is true in virtually all aspects of Langham's mission and ministry apart from some areas of our Scholars' work. This reflects our commitment to an unusually high number of 12 Scholars who have needed 1-year extensions due to unexpected legitimate reasons – including personal illness, family issues or unstable local and international political situations.

Together with our supporters, and with God's grace, this past year these 3 programs have:

Langham Preaching:

- Held **338** preaching training seminars in **70 of the 87** preaching movements in countries in need of solid biblical preaching. *(2018: 323 in 69)*
- Equipped **10,896+** pastors and lay leaders to teach God's Word (**839** of these individuals are local indigenous Facilitators and Preaching Club coordinators). Training has been led by **545** local Facilitators, who are equipped and working together in teams to train others. *(2018: 10,350+, 450+, 525 local facilitators)*
- Shepherded **1,190+** preaching groups of **7-10** pastors and leaders meeting regularly for ongoing training and mentoring. *(2018: 630+)*
- Held **8** global or regional consultations, forums or leadership meetings, involving 99 leaders and/or coordinators from across the world to review, learn, train and plan. *(2018: 3, 93)*

Langham Literature:

- Supplied **17,697** Bible-centred books to **773** Majority World (MW) colleges across **84** countries to help students grow and mature in Christ. **10,997** of these books were supplied to colleges free of charge through the Library Grants program. *(2018: 16,780, 693 MW colleges, 10,130 library grants)*
- Distributed **35,817** Bible-centred books to Majority World pastors, students and ministry partners in need of study materials. **10,090** of these books were supplied free of charge to participants at, or Coordinators of, Langham Preaching seminars. *(2018: 41,139; 7,520 free of charge)*
- Distributed **44,115** Bible-centred books to partner Majority World publishers. *(2018: 9,485)*
- Supplied **17,413** Langham publications to Western countries. *(2018: 11,921)*
- Supported **22** indigenous publishers, in **20** different countries, in the production of **47** local language titles, through the awarding of Publisher Grants. Additionally, **24** local writers in **20** countries were supported through Writer Grants. *(2018: 15, 41 titles; 17 writers in 16 countries)*
- Trained **11** Majority World Editors and **14** Majority World writers.
- Published **47** books, including **28** Langham Global Library, **12** Langham Monographs, **4** Langham Preaching resources, **2** Hippobooks and **1** LivresHippo book. **31** of the books published were by MW authors or contributors and **10** of these were by Langham Scholars. *(2018: 41 books)*
- Completed **4** large regional projects – Latin American Bible Commentary (Spanish), Africa Bible Commentary (Hausa translation), Arabic Contemporary Commentary, Arabic Global Christian Library project. Also re-printed **1** of these larger regional projects – Latin American Bible Commentary (Spanish).

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Langham Scholars:

- Supported **73** students from **41 MW** countries in theological doctoral programs. **18** of these scholars are new scholars who commenced Langham scholarships during the 2018-19 academic year. *(2018: 69 from 39 MW countries)*
Celebrated the graduation of **9** scholars, all of whom have returned to serve in the Majority World. Leaders who will go on to shape their nations with a biblical worldview as they teach in seminaries, start salt and light ministries, and serve at the highest levels in government – and join a fellowship of **more than 300** graduated Langham Scholars serving around the world. *(2018: 14)*
- Supported **7** current doctoral MW scholars and **4** postdoctoral scholars, with study residences for concentrated periods of study, or research and writing projects, in centres where there is access to excellent library resources and a research community. *(2018: 12, 7)*
- Supported the involvement of **9** Majority World postdoctoral scholars, in the International Research and Training seminar (IRTS) and **9** Francophone African postdoctoral scholars in the Francophone IRTS research residencies to assist them to produce papers, research articles and academic monographs. *(2018: 10, 9)*
- Held **4** Regional Scholar consultations for current Langham scholars studying in USA/Canada, UK/Europe, Asia and Africa and **4** Regional Forums for graduated Langham scholars serving in Middle East and North Africa, East Asia, and Latin America, as well as a pre Forum planning meeting for Eurasian scholars. Consultations and Forums provide opportunities for scholars to network, receive pastoral care, share research, collaborate, and be more effective in serving the church and theological institutions.

Structural developments and Staffing changes

The resilience, timeliness and accuracy of our recently installed international accounting system is being supplemented by the introduction of AI, 'Adaptive Insights', a report package which enables greater flexibility and data modelling. This is starting to provide better informed cashflow forecasting and the ability to improve regular management accounts.

Our global Leadership Team Executive Committee and Global Finance Team, based on the better informed and more responsive structure established last year, is continuing to help enhance our international governance and has established an informed and operationally foundational monthly rhythm.

Specific to Langham UKI, the appointment of our new Supporter Development Manager, also acting as our Fundraising/Campaign Manager (started Sept 2018), when added to our existing CEO, CFO and Operations Manager, have completed our senior leadership team and all are starting to work together productively to fairly tight role specifications. The CEO represents UKI on the International Leadership Team Executive Committee and the CFO on the Global Finance Team.

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REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2019

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Financial Review

As explained under Structure, Governance and Management (page 2), LPUKI is one of the 6 National Members which operate as affiliated entities under the Langham Partnership International Protocol. Langham's global programmes are jointly owned by, and are internationally operated through, the staff and funds provided by all 6 Members.

The 2018/19 impact of Langham's programmes (see 'Achievements and Performance', page 4) depends on the National Members raising £8.1m in donations and other income. A significant proportion of this flows through LPUKI, both due to its role as banker for the programme activity and the location of the Langham Service Centre in Carlisle, UK. The £4.9m income shown in LPUKI's Statement of Financial Activity (page 11) comprises £2m contributed directly from LPUKI income and £2.9m of internal 'inter-entity transfers' through LPUKI accounts. The £8.1m includes an early Growth Campaign receipt of £1.5m.

This income of £8.1m enabled the Langham affiliated entities to spend globally £7.2m on programmes and global ministry support, with £3.8m of this total expended by LPUKI (page 11).

A particular project for 2018/19 was the feasibility study and planning towards the necessary expansion and relocation of the Service Centre, identified (and budgeted) in the Strategic Plan as necessary to underpin our growing international Langham operation. This is the last significant scalable factor (after structure, staff and systems being in place) required to adapt the Langham Group to cope with the doubling of its global ministry as anticipated by the Plan.

This 2018/19 year's early Growth Campaign receipts, ahead of its official UKI launch 1 Jan 2020, have enabled policy reserves to be replenished (to the required £300k) and around £435k to be retained at year end to facilitate the site purchase and support the initial development of the proposed new Service Centre. The full UKI share of this Campaign is £2.9m, or £5m with linked legacy campaign. £1m has been received ahead of launch.

Remuneration policy

Salaries are set by benchmarking against market rates, normally based on Church on England levels suitably adjusted where similar positions occur in the wider charity sector or in order to fit local part time job scales.

Reserves Policy

The trustees have assessed LPUKI's risks and determined the level of free (designated 'policy') reserves required, based on a formula that takes account of 3 month's operational costs, 1-month strategic reserve, multi-year program commitments especially for Scholars and contingency reserve needs, for example for the Hookses property. As such, a Reserves Policy Fund has been established with a current calculated requirement of £338k. After the temporary use of the strategic reserve towards the property project, the Policy reserve now stands at £300k at 30th June 2019. Trustees will continue to review LPUKI's reserves policy and level of reserves on an annual basis, in the light of changing risks and developing strategies and plans.

Investment policy

The trustees have the power to make any investments that 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 meet their requirements to generate both income and capital growth.

Auditors

Kingston Smith were re-appointed to act as Auditors at the last year's AGM and we are grateful for their diligence and advice during the year. On 9th September 2019, they changed their name to Moore Kingston Smith LLP and have accordingly signed their report in their new name.

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REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2019

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Trustees' Responsibilities

The trustees 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 trustees to prepare financial statements for each financial period that give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- comply with applicable accounting standards, including FRS 102, subject to any material departures disclosed and explained in the financial statements;
- state whether a Statement of Recommended Practice (SORP) applies and has been followed, subject to any material departures which are explained in the financial statements
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and 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 trustees who held office at the date of approval of this Annual Report as set out above each confirm that:

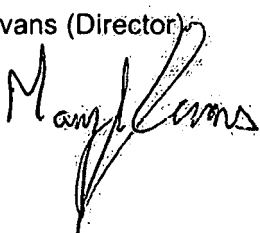
- so far as they were aware, there is no relevant audit information (information required by the charitable company's auditors in connection with preparing their report) of which the charitable company's auditors are unaware; and
- as trustees of the charitable company, they have taken all the steps 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.

APPROVED BY THE BOARD OF DIRECTORS AND SIGNED ON ITS BEHALF BY:

Mary Evans (Director)



Alan Johnston (Director)



THE LANGHAM PARTNERSHIP (UK & IRELAND)
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**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 30 June 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 'The Financial Reporting Standard applicable in the UK and Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2019 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material

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

misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' annual report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and from preparing a Strategic Report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of this report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken for no purpose other than to draw to the attention of the charitable company's members those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charitable company and charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.


James Cross, Senior Statutory Auditor

for and on behalf of Moore Kingston Smith LLP, Statutory Auditor
Devonshire House, 60 Goswell Road, London, EC1M 7AD

Dated: 21 November 2019

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STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30TH JUNE 2019

Income and Expenditure Account	Note	Unrestricted Funds		Restricted Funds	Total Funds 2019	Total Funds 2018
		General £	Designated £	£	£	£
Income						
Donations	3	334,954	786,071	3,143,497	4,264,522	1,996,370
Investment income	4	19,796	-	-	19,796	22,216
Charitable activities:						
Literature	5	93,278	-	511,964	605,242	341,409
Other programmes		5,997	-	-	5,997	8,778
Total Income		454,025	786,071	3,655,461	4,895,556	2,368,772
Expenditure						
Cost of raising funds	6	197,776	-	-	197,776	158,924
Charitable activities	6	80,738	124,110	3,400,227	3,605,076	2,699,239
Total Expenditure		278,515	124,110	3,400,227	3,802,852	2,858,163
Net operating income/(expenditure)		175,510	661,961	255,233	1,092,704	(489,390)
Net (losses)/ gains on investments		(2,647)	-	-	(2,647)	4,746
Net income/(expenditure) for the year		172,863	661,961	255,233	1,090,057	(484,644)
Transfers between funds	15	(71,055)	36,255	34,800	-	-
Net movement in funds		101,807	698,216	290,034	1,090,057	(484,644)
Reconciliation of funds						
Funds brought forward at 1 st July 2018		4,530	263,745	799,797	1,068,072	1,068,072
Funds carried forward at 30th June 2019		106,337	961,961	1,089,831	2,158,129	1,068,072

The whole of the movements arise from continuing activities.

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BALANCE SHEET
AS AT 30TH JUNE 2019

		2019	2018
	Note	£	£
Fixed assets			
Tangible fixed assets	10	530,139	527,147
Investments	11	<u>403,162</u>	<u>405,809</u>
		933,301	932,956
Current assets			
Stock	12	127,886	171,171
Debtors and prepayments	13	119,585	94,293
Cash at bank and in hand		<u>1,182,246</u>	<u>125,901</u>
		1,429,717	391,365
Current liabilities			
Amounts falling due within one year	14	<u>204,889</u>	<u>256,249</u>
Net current assets		<u>1,224,828</u>	<u>135,116</u>
Total assets less current liabilities		<u>2,158,129</u>	<u>1,068,072</u>
Represented by:			
Unrestricted funds:			
General fund	15	106,338	4,530
Designated funds	15	<u>961,961</u>	<u>263,745</u>
		1,068,299	268,275
Restricted funds	16	<u>1,089,830</u>	<u>799,797</u>
		<u>2,158,129</u>	<u>1,068,072</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 *13th November 2019* and signed on their behalf by:

A Johnston
Director



M Evans
Director



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

STATEMENT OF CASH FLOWS
AS AT 30TH JUNE 2019

	2019 £	2018 £
Cash outflow from operating activities		
Net cash provided by/(used in) operating activities	1,054,666	(405,330)
Cash flows from Investing activities		
Investment income and interest received	19,796	22,216
Proceeds from sale of investments	-	328,000
Payments to acquire tangible fixed assets	(18,117)	(9,241)
Net cash inflow from investing activities	1,679	340,975
Net increase/(decrease) in cash and cash equivalents	1,056,345	(64,355)
Cash and cash equivalents at beginning of year	125,901	190,256
Cash and cash equivalents at end of year	1,182,246	125,901

Reconciliation of net income/ (expenditure) to net cash flow from operating activities

	2019 £	2018 £
Net income/(expenditure)	1,090,057	(484,644)
Adjustments for:		
Depreciation charges	13,583	14,955
Net (losses)/ gains on investments	2,647	(4,746)
Loss on disposal of fixed assets	1,543	-
Investment income	(19,796)	(22,216)
Decrease in stock	43,285	8,261
(Increase)/Decrease in debtors	(25,292)	2,480
(Decrease)/ Increase in creditors	(51,361)	80,580
Net cash provided by/(used in) operating activities	1,054,666	(405,330)

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

1 ACCOUNTING POLICIES

Accounting convention

These financial statements are prepared on a going concern basis, under the historical cost convention, as modified by the revaluation of investments being measured at fair value through income and expenditure within the Statement of Financial Activities.

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The Charitable Company is a public benefit entity for the purposes of FRS 102 and therefore the Charity also prepared its financial statements in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

The principal accounting policies adopted in the preparation of the financial statements are set out below.

Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the trustees have considered the charity's forecasts and projections and have taken account of pressures on donation and investment income. After making enquiries the trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

Income

- 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 and receipt is probable. 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 and receipt is probable.
- 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.

Expenditure

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 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.

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

ACCOUNTING POLICIES (continued)

Expenditure

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

Expenditure includes attributable VAT that cannot be recovered.

Depreciation

Fixed assets below £500 are not capitalised. 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 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 freehold building is reviewed for impairment annually.

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 cost and net realisable value. When publications are given to scholars, their cost is recognised within grants payable at the time of the gift.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

Financial Instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the charitable company's balance sheet when the company becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

With the exceptions of prepayments and deferred income all other debtor and creditor balances are considered to be basic financial instruments under FRS 102. See notes 13 and 14 for the debtor and creditor notes.

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

ACCOUNTING POLICIES (continued)

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

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 denominated 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.

Critical accounting estimates and areas of judgement

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements.

In the view of the trustees in applying the accounting policies adopted, no judgements were required that have a significant effect on the amounts recognised in the financial statements nor do any estimates or assumptions made carry a significant risk of material adjustment in the next financial year.

2 TAXATION

The charitable company is exempt from corporation tax on its charitable activities.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

3 DONATIONS

	Unrestricted		Restricted	2019
	General	Designated	Funds	Total
	Funds	Funds	Funds	Funds
	£	£	£	£
Literature:				
Other donations and gifts	-	113,514	1,407,388	1,520,903
Income tax receivable	-	-	3,202	3,202
Scholarship and education:				
Other donations and gifts	-	129,662	711,238	840,900
Income tax receivable	-	-	2,352	2,352
Preaching and teaching:				
Other donations and gifts	-	87,895	726,714	814,609
Income tax receivable	-	-	6,443	6,443
Hookses:				
Other donations and gifts	-	-	24,922	24,922
Langham International:				
Other donations and gifts	-	455,000	261,236	716,236
General Income:				
Other donations and gifts	105,966	-	-	105,966
Income tax receivable	183,987	-	-	183,987
Legacies	45,000	-	-	45,000
	<u>334,954</u>	<u>786,071</u>	<u>3,143,497</u>	<u>4,264,522</u>

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

3 DONATIONS

	Unrestricted		Restricted	2018
	General	Designated	Funds	Total
	Funds	Funds	Funds	Funds
	£	£	£	£
Literature:				
Other donations and gifts	-	199,974	460,097	660,070
Income tax receivable	-	-	6,292	6,292
Scholarship and education:				
Other donations and gifts	-	178,994	466,680	645,853
Income tax receivable	-	-	2,028	2,028
Preaching and teaching:				
Other donations and gifts	-	173,945	257,039	430,983
Income tax receivable	-	-	6,379	6,379
Hookses:				
Other donations and gifts	-	-	29,731	29,731
Langham International:				
Other donations and gifts	-	35,433	8,450	43,883
General income:				
Other donations and gifts	139,316	-	-	139,316
Income tax receivable	31,834	-	-	31,834
	171,150	588,345	1,236,875	1,996,370

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

4 INVESTMENT INCOME

UK Investments	Unrestricted			2019
	General Funds	Designated Funds	Restricted Funds	Total Funds
				£
Listed investments	19,796	-	-	19,796
	19,796	-	-	19,796

UK Investments	Unrestricted			2018
	General Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£
Listed investments	22,216	-	-	22,216
	22,216	-	-	22,216

5 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted			2019
	General Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	
Literature - Additional book programme	-	-	508,650	508,650
Literature - Other income	93,278	-	3,314	96,592
	93,278	-	511,964	605,242

	Unrestricted			2018
	General Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£
Literature - Additional book programme	-	-	229,544	229,544
Literature - Other Income	101,463	-	10,402	111,865
	101,463	-	239,946	341,409

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

6 TOTAL EXPENDITURE

	Cost of raising funds	Literature	Scholarship & education	Preaching & teaching	LPI	Hookses	Other & Governance	Total Funds 2019
	£	£	£	£	£	£	£	£
Grants (note 7)	-	690,711	427,245	148,258	1,087	-	-	1,266,707
Other direct								
Programme	-	265,529	45,138	246,347	-	19,530	-	576,543
Literature Trading	-	477,785	-	-	-	-	-	477,785
Programme indirect costs	420	58,392	105,366	167,570	25,066	-	-	356,814
Wages & Salaries	135,963	327,136	75,971	119,935	155,523	-	-	814,529
LSC salary and cost allocation	-	40,204	3,411	14,540	(58,155)	-	-	-
General support costs	61,393	72,912	51,574	26,872	97,723	-	-	310,474
	197,776	1,932,075	708,705	723,522	221,244	19,530	-	3,802,852

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

TOTAL EXPENDITURE

	Cost of raising funds	Literature	Scholarship & education	Preaching & teaching	LSC	LPI	Hookses	Other & Governance	Total Funds 2018
	£	£	£	£	£	£	£	£	£
Grants (note 7)	-	282,631	309,408	116,359	-	93	-	-	708,491
Other direct	-	-	-	-	-	-	-	-	-
Programme	-	285,750	93,249	140,090	-	3,199	24,877	-	547,166
Literature Trading	-	210,508	-	-	-	-	-	-	210,508
Programme indirect costs	-	164,919	56,333	228,988	65,031	32,619	-	-	547,890
Wages & Salaries	103,471	53,097	43,894	29,337	275,095	61,471	-	-	566,365
LSC salary allocation	-	216,351	22,689	56,235	(333,068)	25,400	-	12,392	-
General support costs	52,970	34,369	21,778	20,769	3,809	69,415	-	74,633	277,743
LSC recharge	-	45,737	20,067	21,696	-	(87,500)	-	-	-
LPUKI Management & Governance	2,482	55,822	12,145	14,916	-	1,661	-	(87,026)	-
Recharge	-	-	-	-	-	-	-	-	-
	158,924	1,349,184	579,564	628,390	10,867	106,359	24,877	-	2,858,163

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

7 GRANTS PAYABLE

	2019 Total Funds	2018 Total Funds
	£	£
Scholarships	427,245	309,408
Preaching	148,258	116,359
Literature	690,117	282,631
Langham International	1,087	93
Total	1,266,707	708,491

	No	£
Grants paid in the year can be analysed:		
Individuals	4753	531,868
Institutions	973	734,839

Scholarship grants mainly comprise the support of Langham scholars to complete their PHD.

Preaching grants comprise grants made to support preaching seminars and clubs in majority world countries.

Literature grants comprise both grants to publishers and editors for creative projects, as well as book grants for the libraries of theological colleges in majority world countries.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

8 STAFF COSTS AND RELATED PARTY TRANSACTIONS

	2019 £	2018 £
Wages and salaries	697,073	566,686
Social security costs	53,934	50,852
Pension costs	58,379	40,266
	<u>809,386</u>	<u>657,804</u>
Average monthly number of staff:	No	No
Office and programme staff	<u>32</u>	<u>28</u>

No employees earned at a rate of more than £60,000 during the period (2018: none).

Key management personnel include the Trustees, Chief Executive and senior staff reporting directly to the Chief Executive. The total employee benefits of the charity's key management personnel were £187,324 (2018: £130,715). Excluding Trustees, the charity's key management personnel consisted of five staff members in 2018-2019 with the Fundraising Manager beginning employment in September 2018 and an Acting CFO in place to cover maternity leave from December 2018 to September 2019. There were three key management personnel in 2017-18.

No remuneration was paid to any trustee in the year. During the year five trustees were reimbursed expenses for travel and meetings totalling £1,400 (2018: three trustees: £577).

9 NET INCOME/(EXPENDITURE)

This is stated after charging:	2019 £	2018 £
Auditors' remuneration:		
- for audit services: current year	11,125	10,750
- for audit services: prior year under accrual	3,181	3,254
- for non-audit services	-	1,500
Depreciation	13,583	14,955

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

10 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Furniture, fittings & equipment £	Total £
Cost and valuation			
At 1 st July 2018	503,169	105,005	608,174
Additions	-	18,117	18,117
Disposal	-	1,542	1,542
At 30 th June 2019	<u>503,169</u>	<u>121,580</u>	<u>624,749</u>
Depreciation			
At 1 st July 2018	-	81,027	81,027
Charge for the year	-	13,583	13,583
At 30 th June 2019	<u>-</u>	<u>94,610</u>	<u>94,610</u>
Net book value			
At 30 th June 2019	<u>503,169</u>	<u>26,970</u>	<u>530,139</u>
At 30 th June 2018	<u>503,169</u>	<u>23,978</u>	<u>527,147</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

11 FIXED ASSET INVESTMENTS

	Listed investments 2019 £	Cash deposits 2019 £	Total 2019 £	Total 2018 £
UK investments				
At 1 st July 2018	404,809	1,000	405,809	729,063
Disposals	-	-	-	(328,000)
Net investment (losses)/gains	(2,647)	-	(2,647)	4,746
Market value at 30 th June 2019	<u>402,162</u>	<u>1,000</u>	<u>403,162</u>	<u>405,809</u>
Historic cost as at 30 th June 2019	<u>225,177</u>	<u>1,000</u>	<u>226,177</u>	<u>226,177</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. None of these holdings is considered to be material in the context of the portfolio.

The investments are pooled for the General Fund.

12 STOCK

	2019 £	2018 £
Stock of books	<u>127,886</u>	<u>171,171</u>

13 DEBTORS

	2019 £	2018 £
Trade debtors	74,343	40,432
Other debtors	45,242	53,861
	<u>119,585</u>	<u>94,293</u>

14 CREDITORS: Amounts falling due within one year

	2019 £	2018 £
Other creditors	157,072	206,066
Accruals	47,817	50,183
	<u>204,889</u>	<u>256,249</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

15 UNRESTRICTED FUNDS

	Balance at 1.7.18 £	Income £	Expenditure £	Transfers £	Investment/ Gains £	Balance at 30.06.19 £
<i>General fund</i>						
LPUKI	-	454,025	(278,167)	(66,873)	(2,647)	106,338
LPI	4,530	-	(348)	(4,182)	-	-
	<u>4,530</u>	<u>454,025</u>	<u>(278,515)</u>	<u>(71,055)</u>	<u>(2,647)</u>	<u>106,338</u>
<i>Designated funds:</i>						
Programmes	-	331,071	(17,886)	-	-	313,185
Reserves Policy Fund	263,745	-	-	36,255	-	300,000
LPI	-	105,000	(105,000)	-	-	-
LSC Property Development	-	350,000	(1,224)	-	-	348,776
	<u>263,745</u>	<u>786,071</u>	<u>(124,110)</u>	<u>36,255</u>	<u>-</u>	<u>961,961</u>

	Balance at 1.7.17 £	Income £	Expenditure £	Transfers £	Investment Gains £	Balance at 30.06.18 £
<i>General fund</i>						
LPUKI	109	81,308	(325,911)	239,748	4,746	-
LPI	149,455	66,637	(61,562)	(150,000)	-	4,530
LSC	-	10,868	(10,868)	-	-	-
Programmes	-	144,794	(144,794)	-	-	-
	<u>149,564</u>	<u>303,606</u>	<u>(543,135)</u>	<u>89,748</u>	<u>4,746</u>	<u>4,530</u>
<i>Designated funds:</i>						
Programmes	84,200	552,912	(759,989)	122,877	-	-
Reserves Policy Fund	426,561	-	-	(162,816)	-	263,745
LPI	-	35,433	(35,433)	-	-	-
	<u>510,761</u>	<u>588,345</u>	<u>(795,422)</u>	<u>(39,939)</u>	<u>-</u>	<u>263,745</u>

The 'LSC Property Development' designated fund comprises an early Growth Campaign receipt which has been retained to facilitate the site purchase and support the initial development of the proposed new Service Centre.

In 2018-19, £36,255 has been transferred from the LPUKI General Fund to the Designated Reserves Policy Fund to enable the Reserves Policy Fund to increase to £300,000. This is in line with the aim to replenish the Reserves Policy Fund.

In 2018-19, £5,924 has been transferred from both the LPUKI General Fund (£1,742) and LPI General Fund (£4,182) to the restricted International Ministries Director fund to represent the balance held for this purpose and ensure better classification.

THE LANGHAM PARTNERSHIP (UK & IRELAND)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

16 RESTRICTED FUNDS

	Balance at 1.7.18 £	Income £	Expenditure £	Transfers £	Investment Gains £	Balance at 30.06.19 £
John Stott Memorial Fund	26,300	-	(9,347)	-	-	16,953
Scholarship Fund	52,380	713,590	(689,202)	-	-	76,768
Langham Service Centre	22,277	-	-	-	-	22,277
Hookses Fund	537,171	24,922	(19,759)	-	-	542,334
LPI	-	261,236	(100,498)	-	-	160,738
LPI – International Ministry Director	-	-	(1,436)	5,924	-	4,488
Preaching Seminars Fund	44,442	733,157	(694,102)	(1,718)	-	81,779
Literature Fund	39,886	1,702,883	(1,624,047)	1,718	-	120,434
<i>Grant programmes:</i>						
East Asia Fund	54,557	-	(44,829)	-	-	9,728
Hausa Commentary	4,889	-	(4,889)	-	-	-
PD General Fund	-	109,293	(113,186)	28,876	-	24,982
Windows on the Text	13,762	57,146	(41,559)	-	-	29,349
Writers	4,139	53,233	(57,373)	-	-	-
	799,797	3,655,460	(3,400,227)	34,800	-	1,089,830

	Balance at 1.7.17 £	Income £	Expenditure £	Transfers £	Investment Gains £	Balance at 30.06.18 £
John Stott Memorial Fund	39,626	-	(13,326)	-	-	26,300
John Stott Executors' Fund	-	-	-	-	-	-
Scholarship Fund	25,647	470,440	(439,945)	(3,762)	-	52,380
Langham Service Centre	22,277	-	-	-	-	22,277
Hookses Fund	532,317	29,731	(24,877)	-	-	537,171
LPI	-	8,450	(8,450)	-	-	-
Preaching Seminars Fund	105,753	263,417	(250,781)	(73,948)	-	44,442
Literature Fund	18,367	574,466	(577,230)	24,282	-	39,886
<i>Grant programmes:</i>						
East Asia Fund	62,141	34,570	(42,153)	-	-	54,557
Hausa Commentary	18,503	-	(13,614)	-	-	4,889
PD Europe Fund	28,460	-	(28,734)	274	-	-
PD South Asia	2	21,270	(24,617)	3,345	-	-
Windows on the Text	-	48,763	(35,001)	-	-	13,762
Writers	39,301	25,715	(60,877)	-	-	4,139
	892,391	1,476,821	(1,519,606)	(49,809)	-	799,797

In 2018-19, £1,718 was transferred from the restricted Preaching Seminars Fund to the restricted Literature Fund in respect of book purchases by the preaching programme.

In 2018-19, £28,876 was transferred from the LPUKI General Fund to the restricted Publisher Development General Fund in respect of monies received for this specific area of work.

THE LANGHAM PARTNERSHIP (UK & IRELAND)
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2019

16 RESTRICTED FUNDS (continued)

The John Stott Memorial Fund was established in accordance with John Stott's wish that a fund be established in his memory for the two charities that he founded; Langham Partnership, and the London Institute for Contemporary Christianity (LICC)

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 Langham Service Centre (LSC) serves as a hub for the Literature, Preaching, and Scholars programmes. As detailed in the Report of the Directors, there are plans to expand the LSC and the designated fund will be used for that purpose.

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

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

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. Literature restricted funds projects utilise significant general Literature staff and management time, and also consume general resources in the delivery of restricted funds projects.

17 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible Fixed Assets £	Investments £	Net Current Assets £	Total 2019 £
Unrestricted funds				
General Fund	26,970	403,162	(323,794)	106,338
Designated Funds	-	-	961,961	961,961
Restricted funds	503,169	-	586,661	1,089,830
	530,139	403,162	1,224,828	2,158,129

	Tangible Fixed Assets £	Investments £	Net Current Assets £	Total 2018 £
Unrestricted funds				
General Fund	23,978	405,809	(425,257)	4,530
Designated Funds	-	-	263,745	263,745
Restricted funds	503,169	-	296,628	799,797
	527,147	405,809	135,116	1,068,072

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

(29)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2019

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.

19 RELATED PARTY TRANSACTIONS

During the year there were no related party transactions.