

**THE MELANESIAN MISSION**

**FINANCIAL STATEMENTS**

**For the period ended 31<sup>st</sup> March 2007**

**Company Registration Number: 5101167**

**Charity Number: 1104551**

**WHITING & PARTNERS**

**Chartered Accountants, Business Advisers**

**& Registered Auditors**

**Garland House**

**Garland Street**

**Bury St Edmunds**

**Suffolk**

**IP33 1EZ**

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# **THE MELANESIAN MISSION**

## **Financial Statements**

**For the period ended 31<sup>st</sup> March 2007**

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## **THE MELANESIAN MISSION**

### **Members of the Board and Professional Advisers**

#### **The Board of Directors**

The Right Revd M Langrish - Chairman  
The Ven C F Liley - Vice Chairman  
Ms J Bezzano  
The Revd J Collis  
Mrs E V Langrish  
The Revd B J Macdonald-Milne  
The Revd Canon J R Pinder  
The Revd Canon D Proberts  
The Revd Canon A G Sparham  
Mr A V Waters - Hon Treasurer

#### **Company Secretary**

Mr D J Friswell

#### **Registered Office**

15 Covell Close  
Bury St Edmunds  
Suffolk  
IP33 2HU

#### **Auditors**

Whiting & Partners  
Chartered Accountants, Business Advisers  
& Registered Auditors  
Garland House  
Garland Street  
Bury St Edmunds  
Suffolk  
IP33 1EZ

#### **Bankers**

Barclays Bank Plc  
10 High Street  
Henley-on-Thames  
Oxon  
RG9 2AX

#### **Solicitors**

Lee, Bolton and Lee  
1 The Sanctuary  
Westminster  
London  
SW1P 3JT

## **THE MELANFSIAN MISSION**

### **Directors Report**

#### **Period ended 31<sup>st</sup> March 2007**

The Directors present their report and audited financial statements of the charitable company for the period ended 31<sup>st</sup> March 2007

#### **Reference and Administrative Details of the Charity, Trustees and Advisers**

The Melanesian Mission was incorporated as a Charitable Company (Company No 5101167, Charity No 1104551) on 14 April 2004 as a successor Charity to Melanesian Mission (Charity No 205800) and to create a structure and constitution in which the needs of the beneficiaries of Melanesian Mission can be more effectively served in the context of the Charities Act 1993 and other regulations and advisory notices of the Charity Commission

All assets of the previous Charity have been transferred to The Melanesian Mission. The Trustees plan to request disbursement of the restricted funds of Melanesian Mission under the Small Charity provisions of Sections 74 and 75 of the Charities Act 1993

Details of the company's registered office and other current information is set out on page 1

The Directors, who are also Trustees of the Charity, and who served during the year were as follows -

The Right Revd M Langrish – Chairman

The Ven C F Liley - Vice Chairman

Ms Jo Bezzano (from June 2006)

The Revd J Collis

Mrs F Langrish

The Revd B Macdonald-Milne

The Revd Canon J R Pinder

Revd Canon D Proberts

The Revd Canon A Sparham

Mr A V Waters - Hon Treasurer

The charity elected to change the year end from 30<sup>th</sup> April to 31<sup>st</sup> March making these financial statements cover an eleven month period

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

The company is constituted as a private company limited by guarantee. The company's objects and powers are set out in its governing document, the Memorandum and Articles of Association

The company is governed by members of a Board who are appointed as Directors under the Companies Act 1985 and as Trustees for charitable purposes. The Board of Trustees (which shall be not less than six and not more than ten) administers the Charity. The Board meets regularly during the year. Mr David Huswell has been appointed by the Trustees as an Executive Officer to manage the day to day operations of the Charity. To facilitate operations, the Executive Officer has delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance and employment

The Directors are elected at an Annual General Meeting of the company. One third in number of the Directors retire by rotation at the Annual General Meeting and are eligible for immediate re-election. All members are circulated with invitations to nominate Directors prior to the AGM advising them of the retiring Directors and requesting nominations for the AGM. When considering co-opting Directors, the Board has regard to the requirement for any specialist skills needed

## **THE MELANESIAN MISSION**

### **Directors Report - Continued**

#### **Period ended 31<sup>st</sup> March 2007**

#### **Structure, Governance and Management – continued**

New Trustees are fully briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and recent financial performance of the Charity

#### **Objectives and Activities**

The principal objects of the Charity are to advance the Christian religion by furthering the activities of the Church of the Province of Melanesia in Melanesia and the United Kingdom. The Charity's principle aim is to serve the Anglican Church in the Solomon Islands and Vanuatu, known as the Church of Melanesia. The Charity does so by collecting funds from supporters in the United Kingdom for transmission to the Church of Melanesia, acting as agents in the UK for the Church of Melanesia and supporting and advising members of that Church who come to the UK.

#### **Achievements and Performance**

The Trustees met in April and October 2006 and in January 2007. The Annual Festival was held at Wycombe Abbey School, Buckinghamshire in June 2006.

Regular newsletters were published, edited by the Executive Officer.

Canon Sparham organised shipments of goods from Chester Diocese to Melanesia.

The following visited Melanesia during the period:

- Mr David Friswell, Executive Officer of the Melanesian Mission

The following visited the UK from Melanesia during the period:

- The Archbishop of Melanesia, continuing his regular visits as Chairman of the Lambeth Conference Planning Group.
- Mr Matthew Jones, on furlough from the University of Auckland, New Zealand.
- Bishop James Ligo (Diocese of Vanuatu) and Bishop Alfred Hou (Assistant Bishop of Malaita)

Father Richard Carter, former Chaplain to the Melanesian Brotherhood (returned missionary from Melanesia) has published a book "In Search of the Lost" based on his experiences. This has been promoted by the Melanesian Mission. He also helped entertain the two new Bishops who visited from Melanesia.

The Charity continued to provide financial support to the Church of Melanesia by way of an annual grant and payments to former employees returning to the UK following service in Melanesia and those currently serving the Church.

The Trustees agreed to establish a simple website to be ready by June 2007.

## **THE MELANESIAN MISSION**

### **Directors Report - Continued**

#### **Period ended 31<sup>st</sup> March 2007**

#### **Financial Review**

##### **Reserves Policy**

On 31<sup>st</sup> March 2007, the value of The Melanesian Mission's free reserves was £1,798,730. The Charity's policy [on reserves] is to hold sufficient reserves to enable it to maintain, and from time to time increase its annual grant to the Church of Melanesia, and to make additional grants from time to time for emergency relief and special projects, and that these objectives should be minimally affected by variations in dividend and interest, value of investments, and annual receipts from donors. Total grants to the Church of Melanesia are currently more than double annual incoming donations.

##### **Investment Policy**

The Melanesian Mission's funds are invested with the (Church of England) Church Board of Finance funds managed by CCLA Investment Management Ltd.

The policy is to hold a moderately conservative mix of secure interest-yielding funds, to ensure a steady flow of current funds from the Charity to the Church of Melanesia, and equity based funds to protect future grants from inflation. The CCLA Funds are subject to an ethical investment policy.

##### **Grant Making Policy**

About half of the funds available for grants are transferred to the Church of Melanesia as a fixed monthly grant at a rate fixed annually by the Trustees. The other half is available for grants made in response to requests from the Archbishop of Melanesia for funds for specific projects (including emergency relief), mission personnel and supporting costs.

##### **Risk Policy**

The Trustees undertake regular reviews of risks facing the Charity and implement systems and procedures to mitigate any identified risk. The Trustees are of the opinion that the Charity's objectives and operation are inherently of low risk, and that the limited risk is well covered by its investment policy.

#### **Financial position**

The principal sources of funds and expenditure are shown in the Statement of Financial activities on page 8 and Balance Sheet position at the year end on page 9. The balance on general reserves available to carry forward amounts to £1,798,730.

##### **Funds held as Custodian Trustee**

At the Balance Sheet date a total of £32,799 (2006 - £31,419) was held by the Charity on behalf of the Melanesian Brotherhood and is included in creditors in the accounts. It is the Trustees' intention (in consultation with the Brotherhood) to reduce the size of the amount held on behalf of the Brotherhood over the next three years (to 31<sup>st</sup> March 2010).

## **THE MELANESIAN MISSION**

### **Directors Report - Continued**

#### **Period ended 31<sup>st</sup> March 2007**

#### **Plans for the future**

##### **Funding**

It is hoped that unrestricted grants to the Church of Melanesia (COM) will be increased. A consultation with COM to explore other methods of funding specific projects is ongoing. The Trustees expect to consider the position in 2007.

##### **Visits**

The Trustees have benefited from the Executive Officer's familiarisation visit to Melanesia in June/July 2006. They intend to budget for one such visit of staff or Trustees a year but such visits will be driven by the needs and events of the COM.

##### **Events**

The next AGM will be held at the Cheney Gates Room and St Faith's Chapel of Westminster Abbey.

##### **Personnel**

Two teachers from the UK are working for COM at Pamua Secondary School. The Trustees intend to draw up a considered personnel policy.

#### **Directors' Responsibilities**

Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the incoming and outgoing resources for the year then ended.

In preparing these financial statements the Directors are required to select suitable accounting policies and then apply them consistently making judgements and estimates that are reasonable and prudent. The Directors must also prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue its activities.

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

In so far as the Directors are aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**THE MELANESIAN MISSION**

**Directors Report - Continued**

**Period ended 31<sup>st</sup> March 2007**

**Small Company Provisions**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Signed by order of the Directors

9/6/07

Approved by the Directors on

+ *W. W. E. E. E. E.*  
—

*D. Friswell*

D Friswell  
Company Secretary



## **THE MELANESIAN MISSION**

### **Independent Auditors' Report to the Members**

#### **For the period ended 31<sup>st</sup> March 2007**

We have audited the financial statements of The Melanesian Mission for the period ended 31<sup>st</sup> March 2007 as set out on pages 8 to 19 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Statement of Recommended Practice published in 2005 - Accounting and Reporting by Charities' and on the basis of the accounting policies set out on pages 10 to 12

This report is made solely to the charitable company's members as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 company's members as a body for our audit work, for this report or for the opinions we have formed.

#### **Respective Responsibilities of the Directors and the Auditors**

As described in the statement of Directors' Responsibilities on page 5 the Directors who are also Trustees for the purposes of charity law are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. We consider that implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to other information.

#### **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 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.

#### **Opinion**

In our opinion:

- the financial statements give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities of the charitable company's state of affairs as at 31<sup>st</sup> March 2007 and of the company's incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.

Date

9/06/07

WHITING & PARTNERS  
Chartered Accountants, Business Advisers  
& Registered Auditors  
Bury St Edmunds

## **THE MELANESIAN MISSION**

### **Statement of Financial Activities**

**Period ended 31<sup>st</sup> March 2007**

	<u>Notes</u>	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Total Funds 2007</u> £	<u>Total Funds 2006</u> £
<b>Incoming Resources from generating funds</b>					
Voluntary Income					
Donations		34,614	4,240	38,854	29,639
Legacies		69,948	-	69,948	-
Investment Income					
Bank Interest		53,805	453	54,258	53,839
Dividend Income		23,571	833	24,404	22,028
<b>Total Incoming Resources</b>		<u>181,938</u>	<u>5,526</u>	<u>187,464</u>	<u>105,506</u>
<b>Resources Expended</b>					
Charitable Activities		97,984	3,980	101,964	94,011
Governance Costs		8,866	-	8,866	7,552
<b>Total Resources Expended</b>	2	<u>106,850</u>	<u>3,980</u>	<u>110,830</u>	<u>101,563</u>
Net incoming/(outgoing) resources for the year		75,088	1,546	76,634	3,943
<b>Other Recognised gains and losses:</b>					
Change in market value of investments		36,285	(779)	35,506	140,300
Net movement in funds		111,373	767	112,140	144,243
Transfer of funds	3	-	30,765	30,765	-
Net movement in funds for year		111,373	31,532	142,905	144,243
Balance brought forward		<u>1,955,416</u>	<u>(260)</u>	<u>1,955,156</u>	<u>1,810,913</u>
Balance carried forward		<u>2,066,789</u>	<u>31,272</u>	<u>2,098,061</u>	<u>1,955,156</u>

The company has no recognised gains or losses other than the results as set out above

The notes on pages 10 to 19 form part of these financial statements.

# THE MELANESIAN MISSION

## Balance Sheet

As at 31<sup>st</sup> March 2007

	<u>Notes</u>	<u>£</u>	<u>2007</u>	<u>£</u>	<u>2006</u>	<u>£</u>
<b>Fixed Assets</b>						
Investments	6		2,127,855		1,989,892	
<b>Current Assets</b>						
Debtors	7	7,226		18,065		
Cash at bank		<u>4,367</u>		<u>3,145</u>		
		11,593		21,210		
<b>Creditors - amounts falling due within one year</b>	8	<u>(41,387)</u>		<u>(55,946)</u>		
<b>Net current liabilities</b>			<u>(29,794)</u>		<u>(34,736)</u>	
<b>Net assets</b>			<u>2,098,061</u>		<u>1,955,156</u>	
<b>Funds:-</b>						
<b>Restricted funds</b>	9		31,272		(260)	
<b>Unrestricted funds</b>						
Designated funds	10		268,059		269,901	
General fund			<u>1,798,730</u>		<u>1,685,515</u>	
<b>Total Funds</b>			<u>2,098,061</u>		<u>1,955,156</u>	

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements on pages 8 to 19 were approved by the board of Directors on  
signed on its behalf by

9/06/07

+ *Chris Lian:*  
Director

The notes on pages 10 to 19 form part of these financial statements.

## **THE MELANESIAN MISSION**

### **Notes to the Financial Statements**

**Period ended 31<sup>st</sup> March 2007**

#### **I Accounting Policies**

##### **Basis of Accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) and the Companies Act 1985, subject to the departures referred to below. The financial statements have also been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The company has revised its format of accounts, as provided by Schedule 4 paragraph 3(3) of the Companies Act 1985, to include headings which are relevant to its activities thus enabling it to show a true and fair view.

The financial statements incorporate a Statement of Financial Activities analysed between funds managed by the charity. Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity. All other costs are included as expenditure incurred on charitable activities.

##### **Fund Accounting**

###### **Unrestricted funds**

The unrestricted funds consist of income received which the company may use at its discretion to meet its main objectives.

###### **Restricted funds**

The restricted funds comprise amounts received on which restrictions are imposed by the provider or where direct appeals for specific projects are made.

###### **Endowment funds**

The endowment funds are made up of both permanent and expendable elements as shown in the notes.

A permanent endowment fund is a capital where the trustees have no power to convert the capital into income.

An expendable endowment fund is a form of capital fund. The trustees cannot initially convert the capital into income, but may do so at some time in the future, perhaps on the happening of a certain event, or after a fixed period of time.

###### **Designated funds**

From time to time the Trustees decide to support a specific project or activity in, or supporting, the Church of Melanesia, or an organisation within it, including emergency relief and designate a fund to be associated with that project or activity.

Funds for that project or activity may be raised separately and/or transferred from the General Unrestricted Fund.

## **THE MELANESIAN MISSION**

### **Notes to the Financial Statements - Continued**

**Period ended 31<sup>st</sup> March 2007**

#### **1 Accounting Policies - continued**

When the Trustees decide that the specific project or activity associated with a Designated fund is satisfactorily completed, money remaining in the Designated Fund is transferred back into the General Fund and the Designated Fund is determined

##### **Incoming resources**

Donations are accounted for when received

Investment income is accounted for on an accruals basis. Legacies are accounted for on an accruals basis when it has been confirmed that a specific sum has been bequeathed to the company.

All incoming resources are stated gross

##### **Resources expended**

Grant making policy

About half of the funds available for grants are transferred to the Church of Melanesia as a fixed monthly grant at a rate fixed by the Committee annually. The other half is available for grants made in response to requests from the Archbishop of Melanesia for funds for specific projects (including emergency relief) and supporting costs (e.g. travelling requirements).

Grants payable in furtherance of The Melanesian Mission's objects -

- i Annual General Grant to Church of Melanesia.
- ii Grants to support expatriate staff of the Church of Melanesia during home leave in the UK (furlough and medical checks) and after retirement in the UK (pensions).
- iii Other grants for specific projects, activities and resources as requested by the Archbishop of Melanesia and agreed by the Trustees

##### **Costs of generating funds**

Costs incurred directly for the purpose of raising funds including advertising and publicity. Travel and other supporting costs are treated as administration costs unless they are solely used in support of fundraising activity

##### **Governance costs**

Costs associated with meeting the constitutional and statutory requirements of the charity and include audits and legal fees, trustees meeting costs and costs linked to the strategic management of the charity

##### **Investments**

Investments held as fixed assets are stated at their market value. Any gain/(loss) for the period is taken to the Statement of Financial Activities as unrealised gains/(losses)

# **THE MELANESIAN MISSION**

## **Notes to the Financial Statements - Continued**

**Period ended 31<sup>st</sup> March 2007**

### **1 Accounting Policies - continued**

#### **Tangible Fixed Assets and Depreciation**

Fixed assets are included in the accounts at their historical cost where cost is £1 000 or more or appropriate market value where donated for use by the Charity. Depreciation is calculated so as to write off costs less estimated residual value of fixed assets over their estimated useful lives.

### **2 Total Resources Expended**

	<u>Charitable Expenditure</u>	<u>Governance Costs</u>	<u>Total 2007</u>	<u>Total 2006</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Staff Costs	34,813	4,489	39,302	39,751
Printing, postage and stationery	1,405	-	1,405	448
Travel and subsistence	405	-	405	1,557
Grants	58,358	-	58,358	48,060
Trustee expenses	-	1,233	1,233	987
Auditors remuneration	-	3,144	3,144	2,250
General expenses	3,003	-	3,003	2,503
Vehicles appeal	3,980	-	3,980	6,007
	<u>101,964</u>	<u>8,866</u>	<u>110,830</u>	<u>101,563</u>

Staff costs comprise

Payroll costs	19,703	3,477	23,180	22,086
Pension to former employees	9,375	-	9,375	10,987
Travel and subsistence	3,146	555	3,701	3,719
Pension contributions	1,205	213	1,418	1,526
Social security expenses	1,384	244	1,628	1,433
	<u>34,813</u>	<u>4,489</u>	<u>39,302</u>	<u>39,751</u>

Particulars of employees employed by the charity during the year -

	<u>2007 No</u>	<u>2006 No</u>
Charitable activities	<u>1</u>	<u>1</u>

No employee's emoluments exceeded £60,000

The company contributes to the pension scheme of the Executive Officer

## **THE MELANESIAN MISSION**

### **Notes to the Financial Statements - Continued**

#### **Period ended 31<sup>st</sup> March 2007**

#### **2 Total Resources Expended - Continued**

##### **Grants**

The Trustees make an annual grant of £40,000 to the Church of Melanesia, of which £4,000 is retained for the current period in a Designated Account. Applications for further Grants are considered by the Trustees as appropriate.

	<u>2007</u>	<u>2006</u>
	<u>£</u>	<u>£</u>
Annual grant - Church of Melanesia	33,000	36,000
Grant for staff support costs	16,074	-
Other grants	2,345	-
Payments in respect of expatriate employees -		
Pensions	5,000	2,500
Furlough	1,505	7,525
Medical costs	1,562	1,328
National insurance	<u>(1,128)</u>	<u>707</u>
	<u>58,358</u>	<u>48,060</u>

Payments in respect of expatriate employees are made on behalf of the Church of Melanesia direct to the employees and represent additional grant support during the year.

#### **3 Transfer of Funds**

The balance on Restricted Fund, represented by investments, was transferred from Melanesian Mission during the period ended 31<sup>st</sup> March 2007.

#### **4 Tangible Fixed Assets**

The company held no tangible fixed assets during the period ended 31<sup>st</sup> March 2007.

#### **5 Taxation**

No corporation tax arises on the activities of the company due to its charitable status.

# THE MELANESIAN MISSION

## Notes to the Financial Statements - Continued

Period ended 31<sup>st</sup> March 2007

### 6 Investments

	<u>Quoted Investments</u> £	<u>Cash on Deposit</u> £	<u>Total</u> £
<u>Cost</u>			
At 1st May 2006	460,490	1,253,915	1,714,405
Additions	34,531	67,932	102,463
Transfer from Melanesian Mission	20,994	-	20,994
Disposals	-	(21,000)	(21,000)
At 31st March 2007	<u>516,015</u>	<u>1,300,847</u>	<u>1,816,862</u>
<u>Revaluation Surplus</u>			
At 1st May 2006	275,487	-	275,487
Unrealised gain/losses for year	<u>35,506</u>	<u>-</u>	<u>35,506</u>
At 31st March 2007	<u>310,993</u>	<u>-</u>	<u>310,993</u>
<u>Market Values</u>			
At 31st March 2007	<u>827,008</u>	<u>1,300,847</u>	<u>2,127,855</u>
At 30th April 2006	<u>735,977</u>	<u>1,253,915</u>	<u>1,989,892</u>

All investments are held in the United Kingdom as follows -

CBF Church of England Deposit Fund	£1,300,847
CBF Church of England Investment Fund (Income Shares)	£792,615
Quoted stocks and shares	£34,393

### 7 Debtors

	<u>2007</u> £	<u>2006</u> £
Prepayments and accrued income	1,284	2,002
Other debtors	<u>5,942</u>	<u>16,063</u>
	<u>7,226</u>	<u>18,065</u>



## THE MELANESIAN MISSION

### Notes to the Financial Statements - Continued

Period ended 31<sup>st</sup> March 2007

#### **8 Creditors: Amounts falling due within one year**

	<u>2007</u>	<u>2006</u>
	<u>£</u>	<u>£</u>
Accrued Expenses	3,883	13,169
Melanesian Brotherhood - (Baguley Bequest)	32,799	31,419
Taxation and Social Security	2,205	4,214
Other Creditors	<u>2,500</u>	<u>7,144</u>
	<u>41,387</u>	<u>55,946</u>

The Melanesian Brotherhood - Baguley Bequest represents funds held on behalf of the Melanesian Brotherhood for application as required

#### **9 Restricted Fund**

	<u>2007</u>	<u>2006</u>
	<u>£</u>	<u>£</u>
Incoming resources	5,526	5,747
Transfer from Melanesian Mission	30,765	-
Resources expended	<u>4,759</u>	<u>6,007</u>
Net movement in funds	31,532	(260)
Balance brought forward	<u>(260)</u>	<u>-</u>
Balance carried forward	<u>31,272</u>	<u>(260)</u>

The restricted funds are made up as follows

	<u>Brought Forward</u>	<u>Funds Transferred</u>	<u>Incoming Resources</u>	<u>Outgoing Resources</u>	<u>Carried Forward</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Vehicle Appeal	(260)		2,615	(2,355)	
Monago			1,625	(1,625)	
Hospital & General Fund		1,893	149	(48)	1,994
Cyclone Relief Fund		119	9	(3)	125
Endowment Funds (see below)		28,753	1,128	(728)	29,153
	<u>(260)</u>	<u>30,765</u>	<u>5,526</u>	<u>(4,759)</u>	<u>31,272</u>

## **THE MELANESIAN MISSION**

### **Notes to the Financial Statements - Continued**

**Period ended 31<sup>st</sup> March 2007**

#### **9 Restricted Fund - continued**

Description of restricted funds

##### **Vehicle Appeal**

This fund represents donations received from an appeal to finance the purchase of a vehicle for the Church of Melanesia

##### **Manago**

This fund represents funds received from St Michael's and All Angels Chester Diocese for the building of a church at Manago, Solomon Islands

##### **Hospital & General Fund**

This fund was created in 1937 by an aggregation of various Hospital, Medical and other funds (beneficiaries not specified) This fund was transferred over from Melanesian Mission

##### **Cyclone Relief Fund**

This fund was set up in January 2003 with a public appeal for support of the Church of Melanesia's relief work for the islands affected by the cyclone This fund was transferred over from Melanesian Mission

##### **Endowment Funds :**

	<u>Brought Forward</u>	<u>Funds Transferred</u>	<u>Incoming Resources</u>	<u>Outgoing Resources</u>	<u>Carried Forward</u>
	£	£	£	£	£
Hector Fund		291	19	( 7)	303
Nihill Fund		225	18	( 6)	237
Patteson Moss Fund		2,529	86	( 64)	2,551
Amy Rawson		8,569	335	( 217)	8,687
Eleanor Rawson		8,569	335	( 217)	8,687
Cyril Rawson		8,570	335	( 217)	8,688
	<u>-</u>	<u>28,753</u>	<u>1,128</u>	<u>( 728)</u>	<u>29,153</u>

Description of endowment funds

##### **Hector Fund**

	£
Permanent	209
Expendable	<u>82</u>
	<u>£291</u>

Income generated from the capital is to be given to any native clergyman for his assistance at the discretion of the Archbishop of Melanesia

## THE MELANESIAN MISSION

### Notes to the Financial Statements - Continued

Period ended 31<sup>st</sup> March 2007

#### **9 Restricted Fund - continued**

##### **Nihill Fund**

	£
Permanent	173
Expendable	<u>52</u>
	<u>£225</u>

Legacy in memory of William Nihill and his wife. income generated to be given to any native clergyman at the discretion of the Archbishop of Melanesia

##### **Patteson-Moss Memorial Fund**

	£
Permanent	2 103
Expendable	<u>426</u>
	<u>£2,529</u>

Donated by Mrs John Patteson-Moss of Toronto to form a trust in England in memory of her son. Any income generated from the capital is to be used to purchase books for Melanesian theological students

##### **Amy Rawson Trust Fund**

	£
Permanent	6,297
Expendable	<u>2,272</u>
	<u>£8,569</u>

Bequest received in January 1975. Income for the benefit of the Diocese of Vanuatu (which was later split into two diocese. Vanuatu and Banks & Torres)

##### **Eleanor Rawson Trust Fund**

	£
Permanent	6,297
Expendable	<u>2,272</u>
	<u>£8,569</u>

Bequest received in January 1975. Income for the benefit of the Diocese of Vanuatu (which was later split into two diocese. Vanuatu and Banks & Torres).

## **THE MELANESIAN MISSION**

### **Notes to the Financial Statements - Continued**

**Period ended 31<sup>st</sup> March 2007**

#### **9 Restricted Fund - continued**

##### **Rev. Cyril Rawson Trust Fund**

	£
Permanent	6,297
Expendable	<u>2,273</u>
	<u><u>£8,570</u></u>

Bequest received in January 1975 Income for the benefit of the Diocese of Vanuatu (which was later split into two dioceses Vanuatu and Banks & Torres)

#### **10 Designated Funds**

	<u>Melanesian Brotherhood</u>	<u>Cornell Bequest/ Sabbaticals Reserve</u>	<u>Annual Grant Holding Account</u>	<u>General Holding Account</u>	<u>Total</u>
	£	£	£	£	£
Fund Values at 1 May 2006	2,667	218,121	26,727	22,386	269,901
Fund movements:					
Interest received	<u>120</u>	<u>9,584</u>	<u>1,185</u>	<u>984</u>	<u>11,873</u>
Fund Value before transfers	2,787	227,705	27,912	23,370	281,774
Transfers (to)/from General Fund	<u>659</u>	<u>-</u>	<u>(14,374)</u>	<u>-</u>	<u>(13,715)</u>
	<u>3,446</u>	<u>227,705</u>	<u>13,538</u>	<u>23,370</u>	<u>268,059</u>

##### **Description of designated funds**

##### **Melanesian Brotherhood**

These funds are earmarked for support of the Melanesian Brothers, an order of Brothers within the Church of Melanesia

##### **Cornell Bequest/Sabbaticals Reserve**

The Trustees decided that the Cornell Bequest (an unrestricted legacy) should be used to support the sabbatical leave of (Melanesian) clergy of the Church of Melanesia

##### **Annual Grant Holding Account**

These funds are held as a planned supplement to the Annual Grant of the Church of Melanesia

##### **General Holding Account**

These funds are earmarked to respond to emergency situations and other special projects requested by the Archbishop of Melanesia and agreed by the Trustees of the Melanesian Mission

## **THE MELANESIAN MISSION**

### **Notes to the Financial Statements - Continued**

**Period ended 31<sup>st</sup> March 2007**

#### **11. Company Limited by Guarantee**

The company has no share capital and is limited by guarantee. Each member is liable to contribute an amount not exceeding £1 on winding up

#### **12 Transactions with Directors**

The company is under the control of the Board of Directors

#### **13 Transactions with Directors**

Directors remuneration and expenses -

During the period, nine Directors were reimbursed an aggregate total of £1,233 covering UK travel, subsistence, entertainment and accommodation

No Director received remuneration during the year