

The Melanesian Mission
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2022

WESTCOTTS LLP
Chartered Accountants
47 Boutport Street
Barnstaple
Devon
EX31 1SQ



The Melanesian Mission
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2022

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The Melanesian Mission

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name The Melanesian Mission

Charity registration number 1104551

Company registration number 05101167

Principal office and registered office 21 The Burlands
Feniton
Honiton
Devon
EX14 3UN

The trustees Canon J Brooke
Revd M B Cox
Revd C Duce
Ven Dr M R Gilbertson - Vice Chair
Mrs D Jordan
Revd J Pinder
Miss K Pwaisiho
Mr S J Scofield
Rt Revd M J Rylands - Chair
Revd J J Wise

Company secretary Katie Drew

Independent examiner Catherine Williams ACA DChA
Westcotts LLP
Chartered Accountants
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The Melanesian Mission

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

The Trustees, who are also the directors for the purposes of company law present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Trustees

Canon J Brooke

Revd M B Cox (re-elected 18 September 2021)

Revd C Duce (re-elected 18 September 2021)

Ven Dr M R Gilbertson - Vice Chair

Mrs D Jordan

Revd J Pinder

Miss K Pwaisiho (re-elected 18 September 2021)

Rt Revd M J Rylands- Chair

Mr S J Scoffield

Revd J J Wise

Structure, governance, and management

Governing document

The organisation is a charitable company, limited by guarantee, incorporated on 14th April 2004, and registered as a charity in the UK on 25th June 2004. The company was established under a memorandum of association which established the objectives and powers of the charitable company and is governed under its articles of association.

Management

The company is governed by members of a Board who are appointed as Directors under the Companies Act 2006 and as Trustees for charitable purposes. The Board of Trustees (which shall be not less than six and not more than ten, plus up to one co-opted member) administers the Charity. The Board meets regularly during the year. The Trustees appoint 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.

Recruitment and appointment of Trustees

Trustees are elected at an Annual General Meeting of the company. One third in number of the Trustees retire by rotation at the Annual General Meeting and are eligible for immediate re-election. All members are entitled to nominate Trustees prior to the AGM. When considering potential Trustees, the Board has regard to the requirement for any specialist skills needed. An audit of the skills of current Trustees has been conducted.

As permitted in the Constitution, two of the Trustee Directors, Revd. Jacky Wise and Mrs D Jordan are appointed as Trustees by the Archbishop of Melanesia. The Revd Richard Carter, as Commissary to the Archbishop of Melanesia, normally attends Trustee meetings.

The Melanesian Mission

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Induction and training of Trustees

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.

Purposes and aims

Objective

The constitutional objective of the Mission is:

"to advance the Christian religion by furthering the charitable activities of the Anglican Church of the Province of Melanesia in the Province of Melanesia and the United Kingdom".

Mission Statement

The Melanesian Mission is a Christian mission agency that provides support to the work of the Anglican Church of Melanesia (ACoM) through prayer, people and giving.

Vision Statement

By building a relationship between the people of Melanesia and the UK, and through funding, the Melanesian Mission aims to be:

- A channel that fosters a sense of communion and Christian community between the UK and Melanesia
- A voice for ACoM at times when their own voice cannot be heard or needs extra support
- A critical friend allowing support and challenge of ACoM and national governments in Melanesia, whilst being a channel of connection between ACoM education and schools and colleges in the UK, and a provider of support for other projects.

The work of the Melanesian Mission is:

- to help people in the UK and in Melanesia to share and deepen Christian spirituality, relationships, and prayer for the benefit of both regions
- to speak out on issues that affect Melanesia and its peoples
- to work with ACoM to emphasise the values and benefits of Christian education work in Melanesia and the UK
- to support the work carried out by Diocesan, Church, Companion, and School Partnerships.

Aims

The aims of the Melanesian Mission are:

- to provide financial support for ACoM and its chosen projects
- to develop living partnerships between ACoM and the Church of England
- to resource and encourage prayer support
- to raise awareness of ACoM in the UK
- to enable personnel exchange between Melanesia and the UK

Public benefit

The Trustees have considered the Charity Commission's guidance on public benefit and the specific guidance on charities for the advancement of religion. Having considered the activities which the Mission undertakes which are detailed in our achievements and performance, and our planning for the future, the Trustees are of the opinion that the Mission exists and conforms to the requirements for the public benefit.

The Trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Achievements and performance

With ongoing COVID concerns and an effort to cut costs and the environmental impact of travel, Trustees met online in June and November 2021 and also in January 2022. The Annual General Meeting took place at Exeter Cathedral in September following the 150th commemorations of the martyrdom of Bishop John Coleridge Patteson. Trustees also met in person for a 36-hour residential at Foxhill in Cheshire. At least one online Steering Group meeting took place before every Trustees meeting.

The charity continued to host online supporter events once a month, sometimes with guest speakers from Melanesia, with an average attendance of 15 people. The charity has also been involved with parishes and religious orders companion / associates' groups online meetings. These events have provided to be an effective way of keeping supporters engaged and informed on the works of the charity and issues facing Melanesia. Two magazines were published during the year and the monthly email newsletter continued to a mailing list of 340 supporters. A supporters' calendar was created again for 2022.

In June, the charity was involved with the COP26 relay through Devon, highlighting the impact of climate change in Melanesia, with displays at University of Exeter and the Devon County Show, attending an online discussion panel from St James Exeter and a service at Exeter Cathedral, and walking part of the route with climate activists. Four new exhibition panels were created for these events and for future use.

In June and July, the charity hosted three online Care for Creation events with HeartEdge, with input from MMUK Trustees and PhD researcher Marie Schlenker. The events attracted an international audience. The online events were requested and repeated for the Diocese of Chester in October.

The 150th Patteson commemorations in September were a major project for the charity and the first in-person event since the COVID pandemic began in March 2020. The events at Feniton, Alphington and Exeter Cathedral were attended by the Archbishop of Canterbury and attracted a joint attendance of over 300 people. It received coverage in the Telegraph, Times and southwest media including BBC Spotlight. The event resulted in a number of new supporters and heightened awareness for the charity particularly in the Southwest of England. A legacy of the commemorations is a permanent Patteson's Way pilgrimage route in East Devon, which will continue to bring awareness of Patteson, Melanesia and MMUK and four specially created Patteson exhibition panels. The only disappointment was that due to COVID travel restrictions, no one currently living in Melanesia could attend these events. It was therefore wonderful to have a live link with the Archbishop of Melanesia as part of the events at Alphington Parish Hall with Patteson's relatives and the Archbishop of Canterbury.

At the Festival there were talks Marie Schlenker, who had volunteered with the charity January to April 2021, and MMUK Trustee Kate Pwaisiho on climate change in Melanesia. Rt Revd Willie Pwaisiho and Revd Richard Carter spoke about the legacy of Patteson and Revd Brian Macdonald-Milne spoke about his book Peace in the Pacific.

At the AGM the Accounts, appointment of an Independent Examiner for 2021/2022 and the Minutes of the last AGM were received and approved by members. The following Trustees were also re-elected by members to serve a term of three years - Revd Martin Cox, Revd Catherine Duce, Ms Kate Pwaisiho. Details of the 2022 AGM were announced, with members pushing for another in-person rather than online event.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

In January Marie Schlenker was appointed as Part Time, one day a week, Care for Creation Officer, as a demonstration to the Charity's commitment to the fifth mark of mission. Marie began work on developing the charity's environmental resources for schools and church groups, delivering talks online and in person, overseeing the Environment Observatories in Melanesia and expanding the charity's presence on social media.

In-person events continued in the second half of the financial year as COVID restrictions began to ease. Schools, church, and interest groups talks began again, but not to the level of bookings before the pandemic. All schools twinning work was put on hold for the year.

In November work recommenced on the Lambeth Conference hospitality, with uncertainty of the attendance of Melanesian Bishops due to COVID and if the charity could host the party before or after the Lambeth Conference.

In January 2022 COVID reached Melanesia with the first cases of community transmitted COVID. MMUK launched an appeal and before the end of the financial year, has raised £1,203. The planned Girls Dorm Appeal for Pamua School was put on hold.

Due to the workload created by the September commemorations and COVID reaching the region in January / February 2022, a number of projects slipped during the year including –

Assist ACoM in the expansion of the Environment Observatories across the nine dioceses.

Review the offer and funding of placements in Melanesia, with a particular focus on Ordinands.

Review the charity's communications with supporters and potential supporters, including social media and the website.

Review the charity's fundraising practices to meet future needs.

Move Trustees onto Microsoft Teams for improved online meeting experience, document storage and shared working practices.

It is hoped to move this work to 2022 / 2023.

Financial review

The trustees report:

- a deficit of £14,937 (2021 a surplus of £27,648) on Unrestricted funds.
- a surplus of £4,219 (2021 deficit of £3,002) on restricted funds. The deficit is due to restricted funds received in previous years being spent in this financial year.

The Melanesian Mission

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Principal funding sources

Voluntary income

During the year, the charity received £50,530 in voluntary donations (2021 - £72,647). The decrease is due to large, restricted donations including funding for the CSM Chapel and Cyclone Harold Emergency Appeal received in 2021.

Investment income

The accounts show a decrease in investment income this year at £108,412 (2021 - £105,811). The Trustees are pleased that investments continue to provide a consistent level of income for the charity.

Reserves Policy and Going Concern

The Trustees hold restricted reserves of £9,229 and endowment reserves of £45,625

The following designated reserves are held at the year end:

- **Lambeth 2022**
The Trustees have designated £20,000 towards the costs of supporting ACoM attendance at Lambeth 2022.
- **Investment Reserve**
Unrestricted Investments are held to provide income to fund the activities of the charity. Investment income forms our principal source of funding. The Trustees have designated a reserve equal to the valuation of its unrestricted investments which cannot be used to fund expenditure without being sold of £3,600,850.

The remaining reserves of £56,937 are held in the Unrestricted Income Fund.

The Trustees have reviewed the circumstances of the Charity and consider that adequate resources continue to be available to fund its activities for the foreseeable future. The Trustees are of the view that the charity is a going concern.

Investment policy and objectives

The Trustees adopted a revised investment policy at their meeting on 30 November 2015 which is reviewed annually.

The aim is to balance the need of current and future beneficiaries. The capital remains invested to provide for future beneficiaries and the income is spent on current charitable activity.

- The Charity's investment funds are invested to produce the best financial return within an acceptable level of risk.
- The investment objective is to balance income and capital returns. The assets should be managed to at least maintain the real capital value of the funds, whilst generating a sustainable level of investment income to support the current charitable activities.
- The current income target is set at £100,000 per annum (a starting yield of 5%) and as such the overall investment objective is a return of inflation plus 5% pa, which will maintain the real valuation of the assets, whilst funding annual increase in expenditure in the region of 5% per annum.

The Melanesian Mission

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Management of Risk

The Trustees are of the opinion that the charity's objectives and operation are inherently of low risk and this is minimised by its procedures in all areas.

The Trustees have identified that the main risks to the charity are:

- The current cost of living crisis which may:
 - Reduce our investment income and
 - Reduce donations our supporters are able to make.
- Loss of Executive Officer

The Trustees manage the risk to cashflows by preparing and reviewing budgets on a regular basis and ensuring sufficient cash deposits are held to meet current spending commitments.

Plans for future periods

Produce a post / pre-Lambeth Conference hospitality programme for the Melanesian Bishops and wives, with opportunities for networking and building up the UK supporter base. If possible to coincide with an in-person Festival Day in London and a Trustee meeting with Bishops.

Move the charity's banking to an ethical provider.

Update the charity's bookkeeping systems.

Recruit a Trustee for responsibility for Fundraising.

Move the charity's archive from the Hon Archivists store to museums and universities on semi-permanent loan.

Develop care for creation resources to raise awareness of climate change and environmental concerns in Melanesia

Revisit and review School Twinning Partnerships.

Relaunch the placement programme for ordinands, sabbaticals, and other lay volunteers.

Continue with online supporter events while promoting more in-person events – talks, fundraising events

Pickup missed work from the last financial year.

The Melanesian Mission

Company Limited by Guarantee

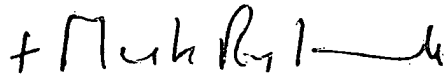
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 1st November 2022 and signed on behalf of the board of trustees by:



Rt Revd M J Rylands
Chair of Trustee

The Melanesian Mission

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of The Melanesian Mission

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of The Melanesian Mission ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

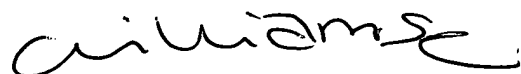
Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Catherine Williams ACA DChA
Westcotts LLP
Chartered Accountants
Independent Examiner
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

28th November 2022

The Melanesian Mission

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2022

		2022			2021
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Income and endowments					
Donations and legacies	5	29,855	20,675	–	50,530
Investment income	6	108,412	–	1,596	110,008
Total income		<u>138,267</u>	<u>20,675</u>	<u>1,596</u>	<u>160,538</u>
Expenditure					
Expenditure on charitable activities	7,8	153,240	16,456	9,514	179,210
Total expenditure		<u>153,240</u>	<u>16,456</u>	<u>9,514</u>	<u>179,210</u>
Net gains on investments	11	320,995	–	678	321,673
Net income and net movement in funds		<u>306,022</u>	<u>4,219</u>	<u>(7,240)</u>	<u>303,001</u>
Reconciliation of funds					
Total funds brought forward		3,371,765	5,010	52,865	3,429,640
Total funds carried forward		<u>3,677,787</u>	<u>9,229</u>	<u>45,625</u>	<u>3,732,641</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 12 to 25 form part of these financial statements.

The Melanesian Mission

Company Limited by Guarantee

Statement of Financial Position

31 March 2022

	Note	2022 £	£	2021 £	£
Fixed assets					
Investments	15		3,647,060		3,325,387
Current assets					
Debtors	16	6,505		3,156	
Cash at bank and in hand		83,915		104,276	
		<u>90,420</u>		<u>107,432</u>	
Creditors: amounts falling due within one year	17	<u>4,839</u>		<u>3,179</u>	
			85,581		104,253
Net assets			<u>3,732,641</u>		<u>3,429,640</u>
Funds of the charity					
Endowment funds			45,625		52,865
Restricted funds			9,229		5,010
Unrestricted funds			3,677,787		3,371,765
Total charity funds	19		<u>3,732,641</u>		<u>3,429,640</u>

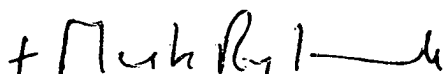
For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

These financial statements were approved by the board of trustees and authorised for issue on 1st November 2022, and are signed on behalf of the board by:



Rt Revd M J Rylands
Chair of Trustee

The notes on pages 12 to 25 form part of these financial statements.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 21 The Burlands, Feniton, Honiton, Devon, EX14 3UN.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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 (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a small entity as defined in FRS 102 and as a result has taken the exemption from preparing a cashflow statement.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Fund accounting *(continued)*

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Expendable endowment funds are invested to produce income which is restricted to the purposes declared by the donor.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The Melanesian Mission is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Appeals and donations	27,167	19,638	46,805
Gift Aid	2,688	1,037	3,725
	<u>29,855</u>	<u>20,675</u>	<u>50,530</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Appeals and donations	20,235	47,059	67,294
Gift Aid	1,490	3,863	5,353
	<u>21,725</u>	<u>50,922</u>	<u>72,647</u>

6. Investment income

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £
Bank interest receivable	53	–	53
Other income from fixed asset investments	108,359	1,596	109,955
	<u>108,412</u>	<u>1,596</u>	<u>110,008</u>
	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
Bank interest receivable	155	–	155
Other income from fixed asset investments	104,058	1,598	105,656
	<u>104,213</u>	<u>1,598</u>	<u>105,811</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2022 £
Charitable activities	98,960	15,554	9,514	124,028
Support costs	54,280	902	—	55,182
	<u>153,240</u>	<u>16,456</u>	<u>9,514</u>	<u>179,210</u>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2021 £
Charitable activities	57,212	53,905	—	111,117
Support costs	41,078	19	—	41,097
	<u>98,290</u>	<u>53,924</u>	<u>—</u>	<u>152,214</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable activities	<u>6,223</u>	<u>117,805</u>	<u>55,182</u>	<u>179,210</u>	<u>152,214</u>

9. Analysis of support costs

	Charitable activities £	Total 2022 £	Total 2021 £
Staff costs	40,287	40,287	36,515
Other employment costs	—	—	56
Office expenses	8,662	8,662	1,830
Travel and subsistence	1,373	1,373	267
Independent Examiners fees	2,184	2,184	1,610
Trustee expenses	1,939	1,939	39
Trustee training and conferences	20	20	—
Insurance	717	717	780
	<u>55,182</u>	<u>55,182</u>	<u>41,097</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

10. Analysis of grants

	2022 £	2021 £
Grants to institutions		
Grants to institutions	117,805	104,242
Total grants	<u>117,805</u>	<u>104,242</u>

The Trustees make an annual grant of £39,000 to the Anglican Church of Melanesia (ACoM). Applications for further grants are considered by the Trustees as appropriate.

11. Net gains on investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £
Gains/(losses) on listed investments	<u>320,995</u>	<u>678</u>	<u>321,673</u>

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
Gains/(losses) on listed investments	<u>451,046</u>	<u>6,903</u>	<u>457,949</u>

12. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,184</u>	<u>1,610</u>

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022 £	2021 £
Wages and salaries	37,274	33,738
Social security costs	—	—
Employer contributions to pension plans	<u>3,013</u>	<u>2,777</u>
	<u>40,287</u>	<u>36,515</u>

The average head count of employees during the year was 1 (2021: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2022 No.	2021 No.
Charitable activities	<u>1</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

The Melanesian Mission

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

14. Trustee remuneration and expenses

During the year, no remuneration or other benefits were paid to Trustees.

During the year 7 Trustees were reimbursed travel expenses totalling £1,939 (2021: 1 Trustees: £39)

15. Investments

	Listed investments £
Cost or valuation	
At 1 April 2021	3,325,387
Additions	—
Fair value movements	<u>321,673</u>
At 31 March 2022	<u>3,647,060</u>
Impairment	
At 1 April 2021 and 31 March 2022	
Carrying amount	
At 31 March 2022	<u>3,647,060</u>
At 31 March 2021	<u>3,325,387</u>

All investments shown above are held at valuation.

Financial assets held at fair value

The market value of the listed investments at 31 March 2022 was £3,647,060 (2021: £3,325,387). The historical cost of the investments was £1,781,678 (2021: £1,781,678).

16. Debtors

	2022 £	2021 £
Other debtors	<u>6,505</u>	<u>3,156</u>

17. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	4,113	2,611
Social security and other taxes	<u>726</u>	<u>568</u>
	<u>4,839</u>	<u>3,179</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

18. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £3,013 (2021: £2,777).

19. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2022 £
General funds	71,910	138,267	(153,240)	–	–	56,937
Investment reserve	3,279,855	–	–	–	320,995	3,600,850
Lambeth 2022	20,000	–	–	–	–	20,000
	<u>3,371,765</u>	<u>138,267</u>	<u>(153,240)</u>	<u>–</u>	<u>320,995</u>	<u>3,677,787</u>

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
General funds	69,997	125,938	(98,290)	(25,735)	–	71,910
Investment reserve	2,823,074	–	–	5,735	451,046	3,279,855
Lambeth 2022	–	–	–	20,000	–	20,000
	<u>2,893,071</u>	<u>125,938</u>	<u>(98,290)</u>	<u>–</u>	<u>451,046</u>	<u>3,371,765</u>

Investment Reserve - Unrestricted Investments are held to provide income to fund the activities of the charity. Investment income forms the principal funding source. The Trustees have designated a reserve equal to the valuation of its investments which cannot be used to fund expenditure without being sold.

The investment reserve and the endowment funds include unrealised gains on investments.

Lambeth 2022- The Trustees have designated £20,000 towards the costs of supporting ACoM attendance at Lambeth 2022.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

19. Analysis of charitable funds *(continued)*

Restricted funds						
	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2022 £
Community of the Sisters of the Church General	–	4,149	(4,149)	–	–	–
Covid Emergency Solomons	–	1,203	(153)	–	–	1,050
CSC - TNK Kindy	12	–	–	–	–	12
CSM - General	188	450	(370)	–	–	268
CSM - Lunch project	1,745	2,669	(2,475)	–	–	1,939
CSM - Chapel	1,165	7,617	(6,000)	–	–	2,782
Emergency Appeal - Cyclone Harold	50	–	–	–	–	50
Environment Observations - Solomons	–	1,595	–	–	–	1,595
Environment Observations - Vanuatu	–	305	–	–	–	305
Society of St Francis	157	63	(157)	–	–	63
Exeter Dicoese links	1,643	66	(902)	–	–	807
Human Rights BHC	19	–	–	–	–	19
Melanesian Brotherhood	–	288	(250)	–	–	38
Mothers' Union	21	–	–	–	–	21
Other restricted funds	10	2,020	(2,000)	–	–	30
St Stephens Pamua – Girls' Dorm	–	250	–	–	–	250
	<u>5,010</u>	<u>20,675</u>	<u>(16,456)</u>	<u>–</u>	<u>–</u>	<u>9,229</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

19. Analysis of charitable funds *(continued)*

	At 1 Apr 2020	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2021
	£	£	£	£	£	£
JCPU	633	—	(633)	—	—	—
Melanesian Brotherhood	37	5,635	(5,672)	—	—	—
CSM - Lunch project	1,282	2,263	(1,800)	—	—	1,745
CSM - General	637	688	(1,137)	—	—	188
CSM - Chapel	3,922	16,640	(19,397)	—	—	1,165
CSC - TNK Kindy	282	—	(270)	—	—	12
Community of the Sisters of the Church General	—	4,740	(4,740)	—	—	—
Emergency Appeal - Cyclone Harold	—	19,710	(19,660)	—	—	50
Society of St Francis	—	157	—	—	—	157
Exeter Diocese links	893	1,000	(250)	—	—	1,643
Human Rights BHC	305	—	(286)	—	—	19
Mothers' Union	21	—	—	—	—	21
Other restricted funds	—	90	(80)	—	—	10
	<u>8,012</u>	<u>50,922</u>	<u>(53,924)</u>	<u>—</u>	<u>—</u>	<u>5,010</u>

The Melanesian Mission

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

19. Analysis of charitable funds *(continued)*

John Coleridge Patterson University (JCPU)- Funds received for the establishment and support of the John Coleridge Patterson University within the Anglican Church of Melanesia.

Melanesian Brotherhood- Monies received to assist in the funding of the Melanesian Brotherhood

CSM Lunch Project - Monies received through donations for the purpose of providing lunches for a community of approximately 30 people.

CSM General Funds - Relating to other donations received for other specific projects of the Community of the Sisters of Melanesia

CSM Chapel - Funds received for the building of a new chapel for the Community of the Sisters of Melanesia.

CSC TNK Kindy - funds received to assist the funding of the Community of the Sisters of the Church Kindy School at TNK in the Solomon Islands.

Community of the Sisters of the Church General- Relating to other donations received for other specific projects of the Community of the Sisters of the Church.

Emergency Appeal - Cyclone Harold- Funds received to support cyclone relief following storms.

Society of St Francis - Relating to other donations received for other specific projects of the Society of St Francis.

Exeter Diocese links-Exeter Diocese donates £500 per year to fund the dioceses link activities with Melanesia, including events and two visits. Supporters of MMUK also donate to this fund

Human Rights BHC- Funds received from the British High Commission for the purposes of providing resources for the education of human rights in Melanesia.

Mothers' Union- Relating to other donations received for other specific projects of the Mothers' Union.

COVID Emergency Solomons – Funds received to aid ACoM with their response to Covid in the Solomons.

Environment Observatories Solomons and Environment Observatories Vanuatu – Funds received to support Environment Observatories in the Solomons and Vanuatu.

St Stephens Pamua Girls' Dorm- Funds received to purchase beds

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

19. Analysis of charitable funds *(continued)*

Endowment funds

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2022 £
Patteson Moss Fund	4,350	102	(484)	–	294	4,262
Amy Rawson	16,171	498	(3,010)	–	128	13,787
Elenor Rawson	16,171	498	(3,010)	–	128	13,787
Cyril Rawson	16,173	498	(3,010)	–	128	13,789
	<u>52,865</u>	<u>1,596</u>	<u>(9,514)</u>	<u>–</u>	<u>678</u>	<u>45,625</u>

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
Patteson Moss Fund	3,667	101	–	–	582	4,350
Amy Rawson	13,565	499	–	–	2,107	16,171
Elenor Rawson	13,565	499	–	–	2,107	16,171
Cyril Rawson	13,567	499	–	–	2,107	16,173
	<u>44,364</u>	<u>1,598</u>	<u>–</u>	<u>–</u>	<u>6,903</u>	<u>52,865</u>

Patteson-Moss Memorial Fund – 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 – Bequest received in January 1975, the income for the benefit of the Diocese of Vanuatu (which was later split into two dioceses, Vanuatu and Banks & Torres)

Eleanor Rawson Trust Fund – Bequest received in January 1975, the income for the benefit of the Diocese of Vanuatu (which was later split into two dioceses, Vanuatu and Banks & Torres)

Rev. Cyril Rawson Trust Fund – Bequest received in January 1975, the income for the benefit of the Diocese of Vanuatu (which was later split into two dioceses, Vanuatu and Banks & Torres)

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

20. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2022 £
Investments	3,601,435	–	45,625	3,647,060
Current assets	81,191	9,229	–	90,420
Creditors less than 1 year	(4,839)	–	–	(4,839)
Net assets	3,677,787	9,229	45,625	3,732,641

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2021 £
Investments	3,279,855	–	45,532	3,325,387
Current assets	95,089	5,010	7,333	107,432
Creditors less than 1 year	(3,179)	–	–	(3,179)
Net assets	3,371,765	5,010	52,865	3,429,640

21. Related parties

There were no related party transactions during the year.