

Company No: 05751702 (England and Wales)
Charity No: 1114638

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM
(A company limited by guarantee)

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2015**

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MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM
REFERENCE AND ADMINISTRATIVE INFORMATION

Trustees and Directors	P H Johnson P J Martin I Leitch K Heulitt
Secretary	P J Martin
Registered office and operational address:	Tenison House 45 Tweedy Road Bromley BR1 3NF
Bankers	Cater Allen Private Bank 9 Nelson Street Bradford BD1 5AN
Accountants	Beavis Morgan LLP 82 St John Street London EC1M 4JN
Auditors	Beavis Morgan Audit Limited 82 St John Street London EC1M 4JN
Solicitors	Wellers Law Group LLP Tenison House 45 Tweedy Road Bromley Kent BR1 3NF
Charity number	1114638
Company number	05751702

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

CONTENTS

Pages	1 – 4	Trustees' Report
	5 - 6	Independent Auditors' Report
	7	Statement of Financial Activities
	8	Balance Sheet
	9 – 12	Notes to the Financial Statements

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

TRUSTEES' REPORT FOR THE YEAR ENDED 31st MARCH 2015

The Trustees present their Report and the audited financial statements for the year ended 31st March 2015. This report is a Directors' Report as required by the Companies Act 2006 and a Trustees' Report as required under Part 8 of the Charities Act 2011.

The Trustees confirm that the financial statements comply with the requirements of the Company's governing documents, the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) updated May 2008, and the Companies Act 2006.

Structure, Governance and Management

Governing document

Moody Bible Institute of the United Kingdom was incorporated and registered as a charitable company on 22nd March 2006 and is limited by guarantee. The governing document is the Memorandum and Articles of Association dated 22nd March 2006.

Method of appointment and making decisions

The first Trustees are entitled to hold office for an initial term of five years and can offer themselves for re-election at the expiration of the term. Future Trustees must be appointed by resolution of the existing Trustees.

Trustees' decisions must be passed by the majority of the Trustees. Each Trustee has one vote apart from the Chairman who has a casting vote.

Risk Management

During the year, the Trustees have reviewed the general environment in which the Company ('Charity') operates to identify any serious potential risks, and make arrangements to avoid such risks or mitigate their impact.

Organisational Structure

The Trustees are responsible for the administration and investment policy of the Company. The Trustees meet at least annually to review the records of the Institute and to assess the overall investment policy.

Objectives and Activities

The Company's objectives are the advancement of the Evangelical Christian faith worldwide, in accordance with the doctrines set out in the Statement of Faith contained in the Articles of Association.

Achievements, Performance and Plans for the Future

The Company commenced its activities following the transfer of funds from a trust called the Moody Bible Institute of the United Kingdom on 8th March 2007. The Trustees continue the work previously carried out by the trust.

Grants and scholarships are applied for to the board of Trustees and applications presented at their meetings. Decisions are then agreed upon, based on the merits of these applications, and the furtherance of the Company's objectives.

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31st MARCH 2015

Review of the activities undertaken by the Charity to further its charitable purposes for the public benefit

The Charity undertakes two main activities in furtherance of its charitable objectives. One of these is to support the work of evangelism within the United Kingdom, and the other relates to the sponsoring of students from the United Kingdom and overseas to study at the Moody Bible Institute of Chicago ("MBI").

During the year the Charity made grants to UK based evangelistic organisations in furtherance of its charitable objectives.

The Charity has received numerous letters of appreciation from students who have studied during this year and have benefited greatly from the sponsorship the Charity has provided.

Following a detailed evaluation of its work during 2010/2011, the Trustees concluded that the part of the Charity's work of sponsoring students to study at MBI could be more cost-effectively administered by setting up a formal scholarship scheme with MBI to award annual scholarships to students who are citizens and/or permanent residents of the UK, Europe or the British Commonwealth, and who exhibit financial need using normal metrics for international students studying at MBI.

The Charity therefore entered into an Agreement with MBI on the 29th day of December 2011, setting up the terms of the Scholarship Scheme, to be known as The Bellchambers Scholarship, and arranging for a lump sum of £4,460,000 to be set aside and held by Moody Bible Institute of Chicago as restricted funds and to apply the same strictly for The Bellchambers Scholarship Scheme, to the intent that the capital in the fund will be fully utilised within ten years. 82 scholarships in the total sum of US\$930,000 were awarded to students from 28 countries in Europe and the Commonwealth in the year ended 31 March 2015. It is expected that there will be 80 scholarships awarded in the 2015/2016 academic year.

Funds transferred are held by MBI separately from its own unrestricted funds. The balance of funds transferred are returnable to Moody UK in the event of a default or in the event that The Bellchambers Scholarship Scheme is not working. Moody UK will continue to monitor the Scheme and receive detailed reports on the progress of the students so sponsored, and will have the appropriate supervisory input to ensure that the administration of the Scheme is fully in accordance with the charitable purposes of Moody UK.

The outcome from the evangelism work in the UK has benefited many people.

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

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31st MARCH 2015

Financial Review

The movement of the Company's financial resources for the year to 31st March 2015 is shown in the Statement of Financial Activities on page 7. The highlights are:

- total net expenditure of £132,364 (including profit on sale of investments of £9,676);
- total expenditure of £223,634 (including direct charitable expenditure of £204,000);
- an increase in the market value of investments held of £49,683; and
- a general fund of £881,169 carried forward.

Reserves Policy

It is the policy of the Company that unrestricted funds, which have not been designated for a specific use, should be maintained at a level equivalent to at least six months' expenditure. It is also the policy of the Company to invest surplus liquid funds in short-term deposits which can be accessed readily.

Trustees

The Trustees who served during the year, and since the year end, were as follows:

P H Johnson
P J Martin
I Leitch
K Heulitt

Trustees' responsibilities

The Trustees (who are also directors of Moody Bible Institute of the United Kingdom for the purposes of company law) are responsible for preparing the Trustees' 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 year which give a true and fair view of the state of affairs of the Charitable Company and of its incoming resources and application of resources for that period. In preparing these financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charitable Company and 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.

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31st MARCH 2015**


Statement of disclosure to auditors

So far as the Trustees are aware:

- (a) there is no relevant audit information of which the Company's auditor is not aware; and
- (b) they have taken all the steps that they ought to have taken as Trustees and Directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice (revised 2005) and in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 relating to small entities.

Approved by the Trustees on ...31.12.2015..... and signed on their behalf by:


P J Martin
Trustee

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

We have audited the financial statements of Moody Bible Institute of the United Kingdom for the year ended 31st March 2015 set out on pages 7 to 12. 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).

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 so that we might state to the Charitable Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charitable Company and the Charitable Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the statement of Trustees' Responsibilities on page 3, 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.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Charitable Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Charitable Company's affairs as at 31st March 2015 and of its incoming resources and application of resources, including 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM (CONTINUED)

Matters on which we are required to report by exception

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 from the requirement to prepare a Strategic Report and in preparing the Trustees' Annual Report.



Richard Thacker

Senior Statutory Auditor

For and on behalf of Beavis Morgan Audit Limited .

Statutory Auditor

82 St John Street
London
EC1M 4JN

13/11/15

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT AND STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES) FOR THE YEAR ENDED 31st MARCH 2015

		2015	2014
	Notes	£	£
INCOME AND EXPENDITURE			
Incoming resources:			
Investment income	2	31,911	35,768
		<u>31,911</u>	<u>35,768</u>
Resources expended:			
Charitable expenditure	3	204,000	150,100
Management	4	6,535	4,775
Finance costs, interest payable and other charges	4	9,919	769
Governance costs	4	3,180	3,448
		<u>223,634</u>	<u>159,092</u>
Total resources expended			
		<u>223,634</u>	<u>159,092</u>
Net resources expended for the year		(191,723)	(123,324)
Other recognised gains and losses during the year:			
Increase in market value of investments	6	49,683	17,268
Profit / (loss) on sale of investments	6	9,676	(12,917)
		<u>59,359</u>	<u>4,351</u>
Total net expenditure for the year	9	<u>£(132,364)</u>	<u>£(118,973)</u>

The statement of financial activities includes all gains and losses recognised in the year.

All incoming and expended resources derive from continuing activities.

The notes on pages 9 to 12 form part of these financial statements.

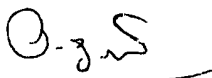
MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

BALANCE SHEET AT 31st MARCH 2015

	Notes	2015 £	2014 £
Investments	6	<u>768,327</u>	<u>961,712</u>
Current assets			
Debtors	7	71,401	28,208
Bank balances and cash		<u>46,905</u>	<u>29,317</u>
		118,306	57,525
Creditors due within one year	8	<u>(5,464)</u>	<u>(5,704)</u>
Net current assets		<u>112,842</u>	<u>51,821</u>
Net assets		<u><u>£881,169</u></u>	<u><u>£1,013,533</u></u>
Funds			
Unrestricted funds	9	<u><u>£881,169</u></u>	<u><u>£1,013,533</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime within Part 15 of the Companies Act 2006.

Approved by the Trustees on 31/03/15 and signed on their behalf by:


P J Martin
Trustee

Company No: 05751702 (England and Wales)
Charity No: 1114638

The notes on pages 9 to 12 form part of these financial statements.

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015

1. Accounting policies

(a) Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and in accordance with applicable accounting standards and the Companies Act 2006. In preparing the financial statements, the Company follows best practice as laid down in the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) updated May 2008.

The Company has taken advantage of the exemption in Financial Reporting Standard 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

The financial statements have been prepared on the basis that the fundamental accounting concept of going concern is applied. The Trustees believe that adequate cash resources will be available to cover the Company's requirements for working capital and charitable expenditure for at least the next twelve months. On this basis the Trustees consider that the going concern concept continues to be appropriate and has therefore been applied.

(b) Incoming resources

Income is recognised in the year in which the Company is entitled to receipt.

Dividend income is recognised when the securities concerned are quoted ex-dividend.

(c) Resources expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. The Charitable Company is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT. Management and administration expenses comprise costs of running the Charitable Company itself as an organisation.

Grants and donations payable are included in the Statement of Financial Activities when approved by the Trustees and agreed with the receiving organisation or individual. The value of any such grants unpaid at the year end is accrued. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued but are noted as financial commitments.

(d) Investments

Investments are included at year end market value. Gains or losses on the revaluation of investments are included in the charity's funds.

(e) Liabilities

Liabilities are recognised by the Charitable Company as obligations to transfer economic benefits as a result of past transactions or events.

(f) Unrestricted general funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general charitable objectives of the Charitable Company and which have not been designated for other purposes.

(g) Foreign currencies

Transactions in foreign currencies are translated at rates prevailing at the date of the transaction. Balances denominated in foreign currencies are translated at the rate of exchange prevailing at the year end. All differences are taken to the Statement of Financial Activities.

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

**NOTES ON THE FINANCIAL STATEMENTS FOR THE YEARENDED 31stMARCH2015
(CONTINUED)**

1. Accounting policies (continued)

(h) Taxation

The Charitable Company is a registered charity and is therefore exempt from taxation.

2. Investment income

	2015	2014
	£	£
Dividends receivable	29,921	34,500
Bank interest receivable	12	4
Interest receivable on stock	1,978	1,264
	<u>£31,911</u>	<u>£35,768</u>

3. expenditure

	Direct	charitable
	2015	2014
	£	£
Grants payable in the furtherance of the Charitable Company's objectives –scholarships to individuals	204,000	150,100
	<u>£204,000</u>	<u>£150,100</u>

The grants made in the year included the following which were made to the Moody Bible Institute USA (MBI):

	Year ended 31 st March 2015		Year ended 31 st March 2014	
	No. of scholarships	£	No. of Scholarships	£
Scholarships to cover fees of students at the MBI	-	-	43	43,100
		<u>-</u>		<u>43,100</u>

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015 (CONTINUED)

4. Analysis of total resources expended

	2015 £	2014 £
Investment fund management charges	9,879	749
Bank charges	40	20
Expenses of Trustee meetings	6,535	4,775
Accountancy	1,420	1,888
Audit fees	1,760	1,560
	<u>£19,634</u>	<u>£8,992</u>

5. Trustees and employees

None of the Trustees (or any persons connected with them) received any remuneration during the year.

£6,535 of expenses was paid for by 4 Trustees and reimbursed by the Charitable Company, (2014: £4,775 paid for by 2 Trustees and reimbursed by the Charitable Company).

There were no employees during the year.

6. Investments

					2015	2014
	Equities	Unit trusts	Investment trusts	Fixed interest securities	Total	
	£	£	£	£	£	£
At 1 st April 2014	454,481	348,808	28,788	129,635	961,712	1,034,696
Additions	-	25,102	-	-	25,102	132,449
Costs on disposals	(131,970)	(71,373)	(12,338)	(52,489)	(268,170)	(222,701)
Increase in market value of investments	874	44,021	2,350	2,438	49,683	17,268
	<u>323,385</u>	<u>346,558</u>	<u>18,800</u>	<u>79,584</u>	<u>768,327</u>	<u>961,712</u>
At 31 st March 2015	323,385	346,558	18,800	79,584	768,327	961,712

Investments represent primarily equity and fixed interest investments listed on the UK stock exchange. The investments are held primarily to provide the Charitable Company with an investment return.

The historical cost of investment assets is £603,728 (2014 - £777,071).

MOODY BIBLE INSTITUTE OF THE UNITED KINGDOM

**NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015
(CONTINUED)**

7. Debtors

	2015	2014
	£	£
Cash held by investment manager	68,108	24,739
Accrued income	3,293	3,469
	<u>£71,401</u>	<u>£28,208</u>

8. Creditors due within one year

	2015	2014
	£	£
Accruals	<u>£5,464</u>	<u>£5,704</u>

9. Statement of funds

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charitable objectives.

	Unrestricted Funds £
At 1 st April 2014	1,013,533
Net expenditure for the year	<u>(132,364)</u>
At 31 st March 2015	<u>881,169</u>

10. Ultimate controlling party

The ultimate controlling party is considered to be the Trustees, as a body.

11. Share capital

The Charitable Company is limited by guarantee and has no share capital. Every member of the Charitable Company guarantees to contribute a maximum of £1 on winding up, within one year after ceasing to be a member.