

THE MELANESIAN MISSION

England & Wales - Charity number 1104551

Details

Other names	MELANESIAN MISSION
Status	Registered
Legal form	Charitable company
Company number	05101167
Registered	2004-06-25
Register	View on the Charity Commission register

Contact

Address	5 Trumps Orchard Cullompton Devon EX15 1TW
Phone	01404851656
Email	mission@mmuk.net
Website	http://mmuk.net

Activities

Objects: TO ADVANCE THE CHRISTIAN RELIGION BY FURTHERING THE CHARITABLE ACTIVITIES OF THE CHURCH OF THE PROVINCE OF MELANESIA IN THE PROVINCE OF MELANESIA AND THE UNITED KINGDOM

Activities: To advance the Christian religion through the charitable activities of the Anglican Church of Melanesia in Melanesia and the UK.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Other Finance, Provides Human Resources
- **What:** Religious Activities
- **Who:** Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** NATIONAL AND OVERSEAS
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£162,581	£169,744	-	-
2024-03-31	£157,937	£169,918	-	-
2023-03-31	£171,093	£173,590	-	-
2022-03-31	£160,538	£179,210	-	-
2021-03-31	£178,458	£152,214	-	-

Trustees

Name	Role	Appointed
Samuel Jon Clin CORLEY	Chair	2024-09-21
Colin BUTLER		2023-09-16
David John Friswell		2025-01-09
Jennifer Elizabeth Mcilveen		2024-09-21
Kate Pwaisiho		2018-09-08
Rev Angela Sheard		2025-09-20
Rev Dr Arabella Milbank Robinson		2024-09-21
Rev Samuel RYLANDS		2024-09-21
Susan Clayton		2025-09-20
VEN DR MICHAEL GILBERTSON		2017-09-23

THE MELANESIAN MISSION

England & Wales - Charity number 1104551

Accounts

Company registration number: 05101167

Charity registration number: 1104551

The Melanesian Mission

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2025



WESTCOTTS

**CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS**

The Melanesian Mission

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 7
Independent Examiner's Report	8
Statement of Financial Activities	9
Balance Sheet	10
Notes to the Financial Statements	11 to 26

The Melanesian Mission

Reference and Administrative Details

Trustees:	Canon J Brooke (resigned 21 September 2024) Mr C Butler Rt Revd S Corley, Chair (appointed 21 September 2024) Revd C Duce (resigned 21 September 2024) Mr D Friswell (appointed 9 January 2025) Ven Dr M R Gilbertson, Vice Chair Ms J E M Mcilveen (appointed 21 September 2024) Revd K Pwaisiho Revd Dr A M Robinson (appointed 21 September 2024) Rt Revd M Rylands (resigned 21 September 2024) Revd S Rylands (appointed 21 September 2024) Mr S Scoffield (resigned 6 January 2025) Revd J J Wise
Secretary	Katie Drew
Charity Registration Number	1104551
Company Registration Number	05101167
Registered Office	The charity is incorporated in England and Wales. 5 Trumps Orchard Cullompton EX15 1TW
Independent Examiner	Westcotts (SW) LLP 47 Boutport Street Barnstaple Devon EX31 1SQ

The Melanesian Mission

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2025.

Recruitment & Appointment of Trustees

As permitted in the Constitution, two of the Trustee Directors, Revd J Wise and Ven Dr M R Gilbertson (who replaced 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, in a non-voting capacity.

Purposes and Aims

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

MMUK is a Christian mission agency working in partnership with the Anglican Church of Melanesia (ACoM) through prayer, companionship and giving. The strategic objectives are therefore:

1. Partnership

MMUK seeks to develop living partnerships between ACoM and religious communities in Melanesia and churches in the UK, for example through two-way visits, mission and theological training.

2. Financial Support

MMUK seeks to provide financial support for ACoM and its chosen projects.

3. Advocacy

MMUK seeks to work in solidarity with ACoM and to speak out on issues that affect Melanesia and its people.

4. Education

MMUK seeks to facilitate connections between schools and colleges in the UK and Melanesia and to support ACoM in its educational work.

5. Prayer

MMUK seeks to resource and encourage prayer with and for the church in Melanesia and for the communities it serves. MMUK also seeks to learn from and be refreshed by the riches of the spiritual life in the church in Melanesia.

In all of this, MMUK seeks to grow creative and constructive friendships in Christ.

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.

The Melanesian Mission

Trustees' Report

Achievements and performance

Governance - The Trustees meet regularly throughout the financial year, online in April 2024, June 2024 and January 2025, and in person November 2024 and in March 2025 at the annual Trustees Residential. At the November meeting the charity received its annual presentation from CCLA, who hold the charity's investments portfolio. The Trustees also received presentations from guests from Melanesia who were visiting the UK - Bishop Benedict Loe, Bishop Arthur Abui, Fr Nelson Bako and Br Augustine.

The **Annual General Meeting and Festival Day** was held at the Chapel of St Michael's Within, Bath on 21st September, with over 30 supporters. At the meeting the accounts for 2023 / 2024 were approved and Thomas Westcott were approved to be the charity's Independent Examiner for the 2024 2025 accounts. The minutes of the 2023 AGM were approved and signed by the Chair of the Charity.

Rt Revd Mark Rylands, Revd Catherine Duce and Canon Jane Brooke stepped down as Trustees and Rt Revd Sam Corley, Mrs Jen Mcilveen, Revd Dr Arabella Milbank Robinson and Revd Dr Sam Rylands were elected at Trustees for a term of three years, to fill the current vacancies. Rt Revd Sam Corley was also appointed as Chair of Trustees. The Charity's Executive Officer Katie Drew was given the new job title of Executive Director of the charity, in recognition of her role and experience of working for the charity for the last 12 years.

Following the Eucharist and a shared lunch, the MMUK Festival programme began, celebrating both transition and continuity in the charity's journey. Bishop Mark Rylands opened the afternoon with a heartfelt reflection as he stepped down as Chair. The spirit of mission and partnership was brought to life through personal stories from Revd Angela Sheard and Mr Thomas Niblett, who shared insights from their placements in Solomon Islands. A film presented by Katie Drew offered a vivid review of the year's work, capturing the breadth of MMUK's engagement across communities. The handover to Bishop Sam Corley as incoming Trustee and Chair was a poignant moment, marked by his own memories of time spent in Melanesia. The day concluded with a time of spiritual refreshment led by Revd Jacky Wise, drawing on Melanesian traditions and UK new monastic models, particularly Still Waters, and closing prayers led by Canon Jane Brooke.

In August 2024, Marie Schlenker, MMUK's **Care for Creation Officer**, transitioned to a full-time role with an environmental charity. We were grateful that, despite this change, Marie continued to generously volunteer her time and expertise, supporting MMUK's ongoing commitment to creation care and climate justice.

Environmental Advocacy and Expansion - MMUK continued its support for the Environment Observatories in the Solomon Islands, contributing an additional £2,000 towards the project manager's salary and providing further funding to cover travel costs for establishing new observatory sites. These observatories remain vital hubs for community-led climate monitoring and resilience.

Pilgrimage for Gender Justice - In June, six pilgrims undertook the 44-mile St Hilda's Way in North Yorkshire, walking in prayer and solidarity with gender justice missions in Melanesia. Their efforts raised £2,900 to support programmes led by the Melanesian Sisters and the Sisters of the Church, empowering women and girls across the region.

Visits and Global Fellowship - Exchange visits remained central to MMUK's mission of mutual learning and fellowship.

- In July and August, MMUK co-funded and coordinated the UK sabbatical of Archbishop Leonard Dawea.
- In November, the charity hosted two Melanesian Bishops following their participation in the New Bishops' Course in Canterbury, arranging a programme of parish and school visits across the UK.

The Melanesian Mission

Trustees' Report

- From November through January, MMUK welcomed ACoM Mission Secretary Fr Nelson Bako and Br Augustine MBH, facilitating opportunities to meet supporters and engage with parishes and schools across the UK.
- In March MMUK funded Revd Sr Veronica to make a pilgrimage to New Zealand to learn more about Bishop Selwyn, who founded the Anglican mission to Melanesia.

Placements in Melanesia - Seven UK supporters and clergy travelled to Melanesia on placements ranging from 10 to 30 days. These visits focused on collaborative projects including teacher training on faith and science, and the development of climate adaptation resources tailored to local needs. The charity's Executive Director visited Solomon Islands in February 2025 to meet ACoM staff, the religious orders and the Mothers' Union, to gain insights into current priorities, challenges and joys.

Responding to Needs Across Melanesia - MMUK maintained its unrestricted annual grant of £39,000 to the Anglican Church of Melanesia (ACoM), enabling flexible support across diocesan priorities. In addition, the charity responded to specific requests from ACoM, including:

- £2,000 to enable clergy wives to attend Women on the Frontline training in the Solomon Islands
- £485 to purchase 12 lifejackets for the Diocese of Huanuato'o, improving safety for mission travel by sea
- Support for expanding sewing workshops run by the Mothers' Union and diocesan sewing rooms, with sewing machines collected and serviced during the year, ready for shipment in the next financial year

Earthquake Response in Vanuatu - Following two earthquakes in Port Vila, Vanuatu in December 2024, MMUK launched an emergency appeal to support ACoM's response to affected communities. Thanks to the generosity of supporters, the charity exceeded its £10,000 target and was able to send £12,000 in aid.

Communications & Networking - Throughout the year, MMUK kept supporters and donors closely connected to its mission, sharing regular updates, prayer requests, and stories from Melanesia. The charity's website was consistently refreshed with blogs, event details, and intercessions, while six email newsletters provided timely insights and reflections. Following the 2024 AGM, MMUK produced its Annual Report in both print and digital formats, ensuring accessibility and transparency.

Seasonal reflections offered moments of spiritual connection: recorded messages were shared for Advent 2024 from the Community of the Sisters of Melanesia, and for Lent 2025 from the Rt Revd Willie Pwaisiho, deepening engagement with Melanesian voices and perspectives.

MMUK continued to strengthen its network with other mission agencies working across the region. The charity actively participated in the Oceania Regional Anglican Alliance Committee (ORAC) conferences and was honoured to present at FONO-the Pacific Anglican Primates' gathering-in New Zealand in 2025, reinforcing its role as a trusted partner in regional mission and dialogue.

Financial review

The trustees report:

A deficit of £4,787 (2024: deficit of £12,837) on Unrestricted funds before revaluations of investments.

A deficit of £4,039 (2024: deficit of £775) on restricted funds. The deficit is due to restricted funds received in previous years being spent in this financial year.

The Melanesian Mission

Trustees' Report

Principal funding sources

Voluntary income

During the year, the charity received £45,898 in voluntary donations (2024 - £44,006).

Investment income

The accounts show an increase in investment income this year at £116,683 (2024 - £113,931). 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 £6,304 and endowment reserves of £49,274

The following designated reserves are held at the year-end:

Lambeth Fund: £7,083 (towards supporting ACOM attendance at the next Lambeth Conference)

Investment Reserve: £3,512,110 (valuation of unrestricted investments which cannot be used without being sold)

Remaining reserves of £45,360 are held in the Unrestricted Income Fund

The remaining reserves of £45,360 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

Adopted in November 2015 and reviewed annually. Objectives:

- Balance needs of current and future beneficiaries
- Maintain real capital value of funds
- Generate sustainable investment income
- Target return: inflation + 5% per annum

Management of Risk

Trustees consider the charity's objectives and operations to be inherently low risk, with procedures in place to minimise risks.

Identified Risks

- Cost of living crisis may reduce voluntary income
- Static investment income not keeping pace with expenditure
- Potential loss of Executive Officer
- Risk Management

The Melanesian Mission

Trustees' Report

Trustees manage cashflow risks by:

- Preparing and reviewing budgets regularly
- Ensuring sufficient cash deposits are held to meet commitments

Plans for future periods

Priority Work for 2025-2026 Includes:

- Pilgrimage and placements: Coordinating reciprocal visits between the UK and Melanesia, offering training, learning, and spiritual growth for clergy, religious, and lay partners. Supporting placements of 2 weeks to 9-12 months in Melanesia, tailored to the gifts and skills of participants
- Learning for Life Appeal: Seeking to raise £25,000 by the end of 2025 in support of ACoM schools and educational institutions
- School partnerships: Providing new RE and cultural resources, while facilitating teacher exchanges and peer learning across continents
- Religious Orders: Strengthening ties between UK-based Companions and Associates and the Melanesian Brotherhood, Sisters of Melanesia, Sisters of the Church, and Franciscans, through prayer and shared witness
- Trustee and staff visits: Ensuring regular in-person engagement with church leaders and institutions in the region, offering relationship-building and project oversight
- Building our prayer support: Growing our digital presence to invite wider prayerful engagement with Melanesian communities
- Make reasonable and prudent judgements and estimates
- Prepare financial statements on a going concern basis

Statement of trustees' responsibilities

The trustees (who are also the directors of The Melanesian Mission 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 Melanesian Mission

Trustees' Report

The trustees are responsible for keeping proper accounting records that can 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on ^{12/09/2025}..... and signed on its behalf by:

+ *Sam Stockport*
.....
Rt Revd S Corley
Chair of Trustees

The Melanesian Mission

Independent Examiner's Report to the trustees of The Melanesian Mission ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2025.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts 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 your 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 Melanesian Mission as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 FCA DChA
Independent Examiner
Westcotts (SW) LLP
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Date: 25th September 2025

The Melanesian Mission

Statement of Financial Activities for the Year Ended 31 March 2025 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2025 £	Total 2024 £
Income and Endowments from:						
Donations and legacies	3	19,185	26,713	-	45,898	44,006
Investment income	4	<u>115,020</u>	<u>-</u>	<u>1,663</u>	<u>116,683</u>	<u>113,931</u>
Total income		<u>134,205</u>	<u>26,713</u>	<u>1,663</u>	<u>162,581</u>	<u>157,937</u>
Expenditure on:						
Charitable activities	5	<u>(138,992)</u>	<u>(30,752)</u>	<u>-</u>	<u>(169,744)</u>	<u>(169,918)</u>
Total expenditure		<u>(138,992)</u>	<u>(30,752)</u>	<u>-</u>	<u>(169,744)</u>	<u>(169,918)</u>
Net incoming/(outgoing) resources before gains (losses) on Investment asset						
		<u>(4,787)</u>	<u>(4,039)</u>	<u>1,663</u>	<u>(7,163)</u>	<u>(11,981)</u>
Gains/(losses) on listed investments	8	<u>224,150</u>	<u>-</u>	<u>3,099</u>	<u>227,249</u>	<u>(109,132)</u>
Net income/(expenditure)		219,363	(4,039)	4,762	220,086	(121,113)
Transfers between funds		<u>(306)</u>	<u>306</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds		219,057	(3,733)	4,762	220,086	(121,113)
Reconciliation of funds						
Total funds brought forward		<u>3,346,349</u>	<u>10,037</u>	<u>44,512</u>	<u>3,400,898</u>	<u>3,522,011</u>
Total funds carried forward	17	<u>3,565,406</u>	<u>6,304</u>	<u>49,274</u>	<u>3,620,984</u>	<u>3,400,898</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2024 is shown in note 17.

The notes on pages 11 to 26 form an integral part of these financial statements.

The Melanesian Mission

(Registration number: 05101167)
Balance Sheet as at 31 March 2025

	Note	2025 £	2024 £
Fixed assets			
Investments	13	3,557,045	3,329,797
Current assets			
Debtors	14	10,647	7,437
Cash at bank and in hand	15	<u>58,680</u>	<u>67,045</u>
		69,327	74,482
Creditors: Amounts falling due within one year	16	<u>(5,388)</u>	<u>(3,381)</u>
Net current assets		<u>63,939</u>	<u>71,101</u>
Net assets		<u>3,620,984</u>	<u>3,400,898</u>
Funds of the charity:			
Endowment funds		49,274	44,512
Restricted income funds			
Restricted funds		6,304	10,037
Unrestricted income funds			
Unrestricted funds		<u>3,565,406</u>	<u>3,346,349</u>
Total funds	17	<u>3,620,984</u>	<u>3,400,898</u>

For the financial year ending 31 March 2025 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 9 to 26 were approved by the trustees, and authorised for issue on 12/09/2025 and signed on their behalf by:

+ Sam Stockport

.....
Rt Revd S Corley
Chair of Trustees

The notes on pages 11 to 26 form an integral part of these financial statements.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

5 Trumps Orchard
Cullompton
EX15 1TW

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The Melanesian Mission meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes. The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Investment income

Investment income is included when receivable.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

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

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2025 £
Donations and legacies;			
Appeals and donations	17,613	24,338	41,951
Gift Aid	1,572	2,375	3,947
	<u>19,185</u>	<u>26,713</u>	<u>45,898</u>
	Unrestricted funds General £	Restricted funds £	Total 2024 £
Donations and legacies;			
Appeals and donations	15,732	17,936	33,668
Legacies	7,500	-	7,500
Gift Aid	1,653	1,185	2,838
	<u>24,885</u>	<u>19,121</u>	<u>44,006</u>

4 Investment income

	Unrestricted funds General £	Endowment funds Expendable £	Total 2025 £
Bank interest receivable	2,262	-	2,262
Other income from fixed asset investments	112,758	1,663	114,421
	<u>115,020</u>	<u>1,663</u>	<u>116,683</u>
	Unrestricted funds General £	Endowment funds Expendable £	Total 2024 £
Bank interest receivable	1,831	-	1,831
Other income from fixed asset investments	110,469	1,631	112,100
	<u>112,300</u>	<u>1,631</u>	<u>113,931</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

5 Expenditure on charitable activities

		Unrestricted funds General £	Restricted funds £	Total 2025 £
Activities undertaken directly		13,710	595	14,305
Grant funding of activities		56,183	30,157	86,340
Allocated support costs	6	69,099	-	69,099
		<u>138,992</u>	<u>30,752</u>	<u>169,744</u>
		Unrestricted funds General £	Restricted funds £	Total 2024 £
Activities undertaken directly		26,157	4,757	30,914
Grant funding of activities		47,521	15,139	62,660
Allocated support costs	6	76,344	-	76,344
		<u>150,022</u>	<u>19,896</u>	<u>169,918</u>

6 Analysis of support costs

Support costs allocated to charitable activities

	Total 2025 £	Total 2024 £
Staff costs	51,761	57,485
Office expenses	4,271	6,937
Travel and subsistence	4,616	3,475
Independent Examiners fees	2,800	2,518
Trustee expenses	2,888	2,667
Governance expenses	-	502
Insurance	980	980
MMUK Pilgrimage Expenditure	1,783	1,780
	<u>69,099</u>	<u>76,344</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

7 Grant-making

Analysis of grants

	Grants to institutions	
	2025	2024
	£	£
Grants to institutions		
Grants to institutions	<u>86,340</u>	<u>62,660</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,

8 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2025	2024
	£	£
Gains/(losses) on listed investments	<u>(227,249)</u>	<u>109,132</u>

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

During the year, 10 Trustees were reimbursed travel expenses totalling £2,888 (2024: 8 Trustees: £2,667).

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

10 Staff costs

The aggregate payroll costs were as follows:

	2025	2024
	£	£
Staff costs during the year were:		
Wages and salaries	48,022	55,986
Social security costs	-	216
Pension costs	3,739	3,561
	<u>51,761</u>	<u>59,763</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year was as follows:

	2025	2024
	No	No
Charitable activities	<u>2</u>	<u>2</u>

No employee received emoluments of more than £60,000 during the year.

11 Independent examiner's remuneration

	2025	2024
	£	£
Examination of the financial statements	<u>2,800</u>	<u>2,518</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

12 Taxation

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

13 Investments

	Listed investments £
Cost or Valuation	
At 1 April 2024	3,329,797
Revaluation	<u>227,248</u>
At 31 March 2025	<u>3,557,045</u>
Net book value	
At 31 March 2025	<u>3,557,045</u>
At 31 March 2024	<u>3,329,797</u>

All investments shown above are held at valuation.

The historical cost of the investments is £1,781,678 (2024: £1,781,678)

14 Debtors

	2025 £	2024 £
Other debtors	<u>10,647</u>	<u>7,437</u>

15 Cash and cash equivalents

	2025 £	2024 £
Cash at bank	<u>58,680</u>	<u>67,045</u>

16 Creditors: amounts falling due within one year

	2025 £	2024 £
Other taxation and social security	657	881
Accruals	<u>4,731</u>	<u>2,500</u>
	<u>5,388</u>	<u>3,381</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

17 Funds

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2025 £
Unrestricted funds						
General funds	52,306	134,205	(138,992)	(2,306)	-	45,213
Investment reserve	3,287,960	-	-	-	224,150	3,512,110
Lambeth	5,083	-	-	2,000	-	7,083
Teacher exchanges for Chester schools	1,000	-	-	-	-	1,000
	<u>3,346,349</u>	<u>134,205</u>	<u>(138,992)</u>	<u>(306)</u>	<u>224,150</u>	<u>3,565,406</u>
Restricted funds						
Community of the Sisters of the Church General	-	4,125	(3,625)	-	-	500
CSM - General	257	308	(398)	502	-	669
CSM - Lunch project	2,089	2,368	(3,000)	(118)	-	1,339
CSM - Chapel	2,301	1,194	(3,488)	120	-	127
Environment Observatories - Solomons	2,805	-	(1,684)	-	-	1,121
Environment Observatories - Vanuatu	-	142	-	(128)	-	14
Exeter Dicoese links	1,557	750	(1,131)	(393)	-	783
Human Rights BHC	19	-	-	-	-	19
Melanesian Brotherhood	88	551	(620)	-	-	19
Mothers' Union	57	996	(479)	(184)	-	390
Other restricted funds	35	100	-	-	-	135
Society of St Francis	273	-	-	-	-	273
St Stephens Pamua - Girls' Dorm	175	-	-	-	-	175
Dux Award	225	-	(200)	-	-	25
St Barnabas Cathedral	156	-	(156)	-	-	-
Melanesian Brotherhood - Vanuatu	-	1,043	(788)	120	-	375
Ministry To Women Appeal	-	3,021	(2,909)	(112)	-	-

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2025 £
Mothers' Union - Vanuatu	-	496	(496)	-	-	-
Restricted Fund Education - Vanuatu	-	1,745	(1,745)	-	-	-
Selwyn College Appeal	-	125	(125)	-	-	-
Vanuatu Earthquake Appeal	-	9,749	(9,908)	499	-	340
	<u>10,037</u>	<u>26,713</u>	<u>(30,752)</u>	<u>306</u>	<u>-</u>	<u>6,304</u>
Endowment funds						
<i>Expendable</i>						
Patteson Moss Fund	4,216	106	-	-	261	4,583
Amy Rawson	13,431	519	-	-	946	14,896
Elenor Rawson	13,431	519	-	-	946	14,896
Cyril Rawson	13,434	519	-	-	946	14,899
	<u>44,512</u>	<u>1,663</u>	<u>-</u>	<u>-</u>	<u>3,099</u>	<u>49,274</u>
Total funds	<u><u>3,400,898</u></u>	<u><u>162,581</u></u>	<u><u>(169,744)</u></u>	<u><u>-</u></u>	<u><u>227,249</u></u>	<u><u>3,620,984</u></u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2024 £
Unrestricted funds						
General funds	72,935	137,185	(150,022)	(7,792)	-	52,306
Investment reserve	3,395,556	-	-	-	(107,596)	3,287,960
Lambeth	3,083	-	-	2,000	-	5,083
Teacher exchanges for Chester schools	-	-	-	1,000	-	1,000
	<u>3,471,574</u>	<u>137,185</u>	<u>(150,022)</u>	<u>(4,792)</u>	<u>(107,596)</u>	<u>3,346,349</u>
Restricted funds						
COVID Emergency - Solomons	113	-	(113)	-	-	-
CSM - General	339	916	(998)	-	-	257
CSM - Lunch project	2,064	2,875	(2,850)	-	-	2,089
CSM - Chapel	498	3,313	(1,510)	-	-	2,301
Emergency Appeal - Cyclone Harold	50	-	(50)	-	-	-
Environment Observatories - Solomons	588	2,888	(4,655)	3,984	-	2,805
Environment Observatories - Vanuatu	305	-	(305)	-	-	-
Exeter Diocese links	807	750	-	-	-	1,557
Human Rights BHC	19	-	-	-	-	19
Melanesian Brotherhood	38	50	-	-	-	88
Mothers' Union	21	70	(34)	-	-	57
Other restricted funds	155	125	(245)	-	-	35
Society of St Francis	423	-	(150)	-	-	273
St Stephens Pamua - Girls' Dorm	175	-	-	-	-	175
St Patrick's, Vanuatu	-	1,810	(1,856)	46	-	-
Dux Award	425	-	(200)	-	-	225
St Barnabas Cathedral	-	156	-	-	-	156
CSC Retreat House Extension	-	6,168	(6,930)	762	-	-
	<u>6,020</u>	<u>19,121</u>	<u>(19,896)</u>	<u>4,792</u>	<u>-</u>	<u>10,037</u>
Endowment funds						

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2024 £
Expendable						
Patteson Moss Fund	4,227	104	-	-	(115)	4,216
Amy Rawson	13,396	413	-	-	(474)	13,335
Elenor Rawson	13,396	605	-	-	(474)	13,527
Cyril Rawson	13,398	509	-	-	(473)	13,434
	<u>44,417</u>	<u>1,631</u>	<u>-</u>	<u>-</u>	<u>(1,536)</u>	<u>44,512</u>
Total funds	<u>3,522,011</u>	<u>157,937</u>	<u>(169,918)</u>	<u>-</u>	<u>(109,132)</u>	<u>3,400,898</u>

Unrestricted funds

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 - The are building up a fund towards the cost of supporting ACoM's attendance at the next Lambeth Conference.

Teacher exchanges for Chester Schools- The Trustees have designated £1,000 towards costs of exchanges between schools in Melanesian and Chester Diocese.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

Restricted funds

Community of the Sisters of the Church (CSC) General - Monies received to assist in the funding of CSC.

Community of the Sisters of Melanesia (CSM) General - Monies received to assist in the general funding of CSM.

Community of the Sisters of Melanesia (CSM) Lunch Project - Monies received to provide lunches for CSM Sisters and Novices in Solomon Islands.

Community of the Sisters of Melanesia (CSM) Chapel- Monies received for the building and furnishing of a new chapel for CSM in Solomon Islands.

Dux Awards - Monies received for two annual awards given to students, one at ACoM's Selwyn College on Guadalcanal and the other at Bishop Patteson Theological College on Guadalcanal.

Education Vanuatu - Monies received for ACoM education purposes in Vanuatu.

Environment Observatories Solomon Islands - Monies received for the establishment of Environment Observatories for recording climate change in Solomon Islands.

Environment Observatories Vanuatu - Monies received for the establishment of Environment Observatories for recording climate change in Vanuatu.

Exeter Diocese links - Exeter Diocese donates £750 per year to fund the dioceses link activities with Melanesia, including events and 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 teaching of human rights in ACoM Schools.

Melanesian Brotherhood (MBH) Vanuatu - Monies received to assist in the funding of MBH in Vanuatu.

Ministry to Women Appeal - Fundraising appeal in 2024-2025 for the ministry to women delivered by CSM & CSC.

Mothers' Union - Monies received to assist in the funding of the Mothers' Union in Melanesia.

Mothers' Union Vanuatu - Monies received to assist in the funding of the Mothers' Union in Vanuatu.

Selwyn College - Monies raised for educational purposes at ACoM's boarding school Selwyn College on Guadalcanal.

Society of St Francis (SSF) - Monies received to assist in the general funding of SSF in Melanesia.

St Barnabas Cathedral - Monies received to assist in the general funding of ACoM's Cathedral in Honiara, Guadalcanal.

St Stephen's Pamua Girls' Dorm - Monies received for the building and furnishing of a girls' dormitory at ACoM's St Stephen's Pamua boarding School in the Diocese of Hanuatoó.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

Vanuatu Earthquake Appeal - Fundraising appeal in 2024-2025 for ACoM's emergency efforts following the earthquake in Port Vila, Vanuatu in December 2024.

Endowment funds

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).

Revd. 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).

Transfers between funds

Transfers have been made from unrestricted funds to restricted funds and designated funds where part of the income has been made to general funds.

Endowment funds

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Transfers between funds

Transfers have been made from unrestricted funds to restricted funds and designated funds where part of the income has been made to general funds.

18 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total funds at 31 March 2025 £
Fixed asset investments	3,507,771	-	49,274	3,557,045
Current assets	63,023	6,304	-	69,327
Current liabilities	(5,388)	-	-	(5,388)
Total net assets	<u>3,565,406</u>	<u>6,304</u>	<u>49,274</u>	<u>3,620,984</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2025

	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total funds at 31 March 2024 £
Fixed asset investments	3,285,285	-	44,512	3,329,797
Current assets	64,445	10,037	-	74,482
Current liabilities	<u>(3,381)</u>	<u>-</u>	<u>-</u>	<u>(3,381)</u>
Total net assets	<u>3,346,349</u>	<u>10,037</u>	<u>44,512</u>	<u>3,400,898</u>

19 Related party transactions

There were no related party transactions in the year.

THE MELANESIAN MISSION

England & Wales - Charity number 1104551

Accounts

Company registration number: 05101167

Charity registration number: 1104551

The Melanesian Mission

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2024



The Melanesian Mission

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 7
Independent Examiner's Report	8
Statement of Financial Activities	9
Balance Sheet	10
Notes to the Financial Statements	11 to 24

The Melanesian Mission

Reference and Administrative Details

Trustees: Mr C Butler (appointed 16 September 2023)
Canon J Brooke
Revd M B Cox (resigned 16 September 2023)
Revd C Duce
Ven Dr M R Gilbertson - Vice Chair
Mrs D Jordan (resigned 12 October 2023)
Revd K Pwaisiho
Rt Revd M J Rylands - Chair
Mr S Scoffield
Revd J J Wise

Secretary Katie Drew

Charity Registration Number 1104551

Company Registration Number 05101167

Registered Office The charity is incorporated in England and Wales.
5 Trumps Orchard
Cullompton
EX15 1TW

Independent Examiner Westcotts (SW) LLP
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

The Melanesian Mission

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2024.

Recruitment & Appointment of Trustees

As permitted in the Constitution, two of the Trustee Directors, Revd J Wise and Ven Dr M R Gilbertson (who replaced 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, in a non-voting capacity.

Purposes and Aims

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

MMUK is a Christian mission agency working in partnership with the Anglican Church of Melanesia (ACoM) through prayer, companionship and giving. The strategic objectives are therefore:

- 1. Partnership**
MMUK seeks to develop living partnerships between ACoM and religious communities in Melanesia and churches in the UK, for example through two-way visits, mission and theological training.
- 2. Financial Support**
MMUK seeks to provide financial support for ACoM and its chosen projects.
- 3. Advocacy**
MMUK seeks to work in solidarity with ACoM and to speak out on issues that affect Melanesia and its people.
- 4. Education**
MMUK seeks to facilitate connections between schools and colleges in the UK and Melanesia and to support ACoM in its educational work.
- 5. Prayer**
MMUK seeks to resource and encourage prayer with and for the church in Melanesia and for the communities it serves. MMUK also seeks to learn from and be refreshed by the riches of the spiritual life in the church in Melanesia.

In all of this, MMUK seeks to grow creative and constructive friendships in Christ.

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.

The Melanesian Mission

Trustees' Report

Achievements and performance

Trustees met regularly throughout the year, online in June and in person after the Annual General Meeting in September, in London in November and for two days in January at Foxhill, Cheshire for the residential. At the residential most of the programme was devoted to sessions seeking to develop a more strategic way of ordering our work as a charity, facilitated by Charles Hobson, a consultant who has worked with a wide range of Christian organizations helping them in managing strategic change. The trustees identified important areas of work including: visits in both directions to build relationships; maintaining the real value of the annual grant to ACoM; increasing publicity and awareness of MMUK's work; developing educational resources relating to climate change; fostering partnerships between schools; and encouraging prayer for, and learning from, the Melanesian Church. Work to co-ordinate and progress these strategic areas is being taken forward by the trustees.

The Annual General Meeting and Festival Day took place at Chester Cathedral on Saturday 16th September with over 30 people attending, including representatives from Society of St Francis, the Community of the Sisters of the Church and the Sisters of the Jesus Way. At the meeting, the Accounts for 2022/2023, the appointment of an Independent Examiner for 2023/2024 and the Minutes of the last AGM, were received and approved by members. Revd Martin Cox stepped down as Trustee, after serving for 14 years. For the election of Trustees, members agreed to the following, as recommended by Trustees - the re-election of Ven Dr Mike Gilbertson, as Trustee and Vice Chair for three years, and Canon Jane Brooke as Trustee for one year. Mr Colin Butler was also elected as Trustee for three years, with special responsibility for Education and School Partnerships. The remaining Trustee vacancy remained unfilled, as the charity continued to search for a person with Fundraising skills.

At the Eucharist two new Associates were admitted to the Community of the Sisters of Melanesia. At the Festival, presentations were given by Society of St Francis on their environment advocacy work with the UN, and by the charity on its Care for Creation work. There was also recognition for the 35th anniversary of the Diocese of Chester's link with the Province of Melanesia.

In October MMUK Trustee Mrs Daphne Jordan, one of the Archbishop's appointed Trustees, resigned. The Archbishop of Melanesia appointed Ven Dr Mike Gilbertson to become his second appointed Trustee.

Throughout the financial year the charity continued to support the mission of ACoM with a grant of £39,000. Additionally, the accounts reflect assistance provided for ACoM-requested projects and missions in the region. Listed here some of the support provided.

- One of the earliest cyclones of the season Tropical Cyclone Lola, hit Temotu and Vanuatu at the end of October 2023, and in response MMUK sent £2,305 in emergency funds.
- The Community of the Sisters of Melanesia (CSM) consecrated their new chapel at Veranasso at Pentecost in May 2023. Although the building was completed, some work remained to be done, including a retaining wall and fixtures and fittings, and MMUK continued to fundraise for this project in this financial year sending £1,510. In total MMUK has collected from CSM Associates, other UK donors and parishes £12,523 in the past three years for this project.
- MMUK continued to collect funds to provide lunches for the Community of the Sisters of Melanesia, sending this year £2,850
- St Patricks College in Verana'aso received a donation of £1,856.

The Melanesian Mission

Trustees' Report

- MMUK continued to support the Environment Observatories project review and expansion in Solomons, with a salary contribution of £1,000 for the project manager and sending sets of equipment. In September 2023, six pilgrims walked sixty miles in six days raising awareness of the climate crisis and its impacts in Melanesia with over 100 people encountered at churches, a reception at Wells Palace for church wardens, and along the walking route. £2,736 was raised for the Environment Observatories.
- A third shipment of sewing machines and materials was collected and sent to Melanesia for the Mothers' Union sewing workshops
- To assist with the completion of the Retreat House at the Community of the Sisters of the Church' HQ, TNK, £6,930 was sent in November 2023.

Supporters and donors have been regularly briefed on the charity's missions and with news and prayer requests from Melanesia. The new website was launched in February 2024 and regularly updated with blogs, events and prayer requests. The final magazine went out in autumn 2023 and email newsletters distributed in May, July, September, November 2023 and in 2024 in January. Over the last year the Executive Officer and the Care for Creation Officer have run online supporter events and training, and given talks in person and online, to parishes, MU meetings, universities and schools in Chester, Ely, Exeter, London Dioceses, reaching over 1,000 individuals. MMUK has also contributed to other online events with the Associates to the Melanesian Sisters.

The charity posted recorded reflections for Advent 2023 from the Community of the Sisters of the Church and for Lent 2024 from the Society of St Francis.

The charity continued to network with other mission agencies working in Melanesia and attended the ORAC (Oceania Regional Anglican Alliance Committee) conferences and presented at FONO (Pacific Anglican Primates) in Solomons in May 2023 and in Cairns, Australia in February 2024. After attending these conferences, the Executive Officer met with ACoM clergy, staff, schools, the religious orders and the Mothers' Union in Solomon Islands and Vanuatu. The Care for Creation Officer also attended and presented at the ORAC meeting in Solomons, reviewed the Environment Observatory sites, gave school talks and ran training programmes for ACoM staff and the religious orders. The Archbishop's appointed Trustee, Revd Jacky Wise attended ACoM's General Synod and ran clergy training sessions in Solomons, in November 2023.

The first placement in Solomons arranged by MMUK since COVID, took place in May 2023, and during the year the charity worked with six others preparing to make trips to the region in the next financial year.

Following the appointment of a new Trustee responsible for school partnerships and education, the charity conducted a review of existing partnerships. As part of this effort, the charity created a termly school newsletter to support existing partnerships and foster fresh initiatives. The renewed emphasis on connections between Chester schools and Melanesian schools indicates the possibility of closer ties and potential teacher exchanges in the upcoming financial year.

Financial review

The trustees report:

- a deficit of £12,837 (2023 a deficit of £919) on Unrestricted funds before revaluations of investments.
- a deficit of £775 (2023 surplus of £3,209) on restricted funds. The deficit is due to restricted funds received in previous years being spent in this financial year.

The Melanesian Mission

Trustees' Report

Principal funding sources

Voluntary income

During the year, the charity received £44,006 in voluntary donations (2023 - £57,854).

Investment income

The accounts show an increase in investment income this year at £113,931 (2023 - £113,239). 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 £10,037 and endowment reserves of £44,512

The following designated reserves are held at the year-end:

- Lambeth the Trustees are building up a designated fund towards the costs of supporting ACoM attendance at the next Lambeth Conference. At 31st March 2024, this fund held £5,083.
- 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 £3,287,960.

The remaining reserves of £52,306 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.

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 Melanesian Mission

Trustees' Report

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

- The current cost of living crisis which may reduce our voluntary income.
- Static investment income which is not keeping with our expenditure
- 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

- Develop the strategic objectives of the charity into an achievable work packages for staff and Trustees
- Review of our investment strategy with the assistance of independent financial advisors.
- Ensure a smooth handover from the Care for Creation Officer to the Environment Observatory Project Manager, when the current contract finishes
- Develop ideas for a future PhD researcher at Southampton University to investigate flooding preparedness in Melanesia
- Increase supporter numbers in the UK, including volunteers to assist with areas of work, including fundraising, social media, giving talks and raising awareness for the charity
- Continue to update and resource the website, to include a prayer board, school resources and advice for placements
- Review the communications strategy, in moving away from printed materials to a solely online presence
- Recruit Trustees to fill vacancies and skills shortage, including a fundraising Trustee
- Support and develop school partnerships, encourage teacher exchanges
- Develop meaningful placements in Melanesia for UK clergy and lay people for the mutual benefit of the visitor and the hosting church, school or religious order
- Fundraise for a Mothers' Union project in Melanesia
- Organise a pilgrimage to pray for and raise funds for the Ministry to Women mission in Melanesia
- Deposit the charity's archive at suitable, accessible locations

Statement of trustees' responsibilities

The trustees (who are also the directors of The Melanesian Mission 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;

The Melanesian Mission

Trustees' Report

- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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.

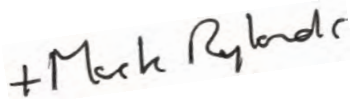
The trustees are responsible for keeping proper accounting records that can disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 21 September 2024 and signed on its behalf by:



Rt Revd M J Rylands
Chair of Trustees

The Melanesian Mission

Independent Examiner's Report to the trustees of The Melanesian Mission ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2024.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts 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 your 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 Melanesian Mission as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 FCA DChA
Westcotts (SW) LLP
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Date: 30 September 2024

The Melanesian Mission

Statement of Financial Activities for the Year Ended 31 March 2024 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2024 £	Total 2023 £
Income and Endowments from:						
Donations and legacies	3	24,885	19,121	-	44,006	57,854
Investment income	4	<u>112,300</u>	<u>-</u>	<u>1,631</u>	<u>113,931</u>	<u>113,239</u>
Total income		<u>137,185</u>	<u>19,121</u>	<u>1,631</u>	<u>157,937</u>	<u>171,093</u>
Expenditure on:						
Charitable activities	5	<u>(150,022)</u>	<u>(19,896)</u>	<u>-</u>	<u>(169,918)</u>	<u>(173,590)</u>
Total expenditure		<u>(150,022)</u>	<u>(19,896)</u>	<u>-</u>	<u>(169,918)</u>	<u>(173,590)</u>
Net incoming/(outgoing) resources before gains (losses) on Investment asset						
		<u>(12,837)</u>	<u>(775)</u>	<u>1,631</u>	<u>(11,981)</u>	<u>(2,497)</u>
Gains/(losses) on listed investments	8	<u>(107,596)</u>	<u>-</u>	<u>(1,536)</u>	<u>(109,132)</u>	<u>(208,133)</u>
Net (expenditure)/income						
		(120,433)	(775)	95	(121,113)	(210,630)
Transfers between funds						
		<u>(4,792)</u>	<u>4,792</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds						
		(125,225)	4,017	95	(121,113)	(210,630)
Reconciliation of funds						
Total funds brought forward						
		<u>3,471,574</u>	<u>6,020</u>	<u>44,417</u>	<u>3,522,011</u>	<u>3,732,641</u>
Total funds carried forward						
	16	<u>3,346,349</u>	<u>10,037</u>	<u>44,512</u>	<u>3,400,898</u>	<u>3,522,011</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2023 is shown in note 16.

The notes on pages 11 to 24 form an integral part of these financial statements.

The Melanesian Mission

(Registration number: 05101167)
Balance Sheet as at 31 March 2024

	Note	2024 £	2023 £
Fixed assets			
Investments	12	3,329,797	3,438,929
Current assets			
Debtors	13	7,437	7,815
Cash at bank and in hand	14	67,045	79,088
		<u>74,482</u>	<u>86,903</u>
Creditors: Amounts falling due within one year	15	<u>(3,381)</u>	<u>(3,821)</u>
Net current assets		<u>71,101</u>	<u>83,082</u>
Net assets		<u>3,400,898</u>	<u>3,522,011</u>
Funds of the charity:			
Endowment funds		44,512	44,417
Restricted income funds			
Restricted funds		10,037	6,020
Unrestricted income funds			
Unrestricted funds		<u>3,346,349</u>	<u>3,471,574</u>
Total funds	16	<u>3,400,898</u>	<u>3,522,011</u>

For the financial year ending 31 March 2024 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 9 to 24 were approved by the trustees, and authorised for issue on 21 September 2024 and signed on their behalf by:



.....
Rt Revd M J Rylands
Chair of Trustees

The notes on pages 11 to 24 form an integral part of these financial statements.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:
5 Trumps Orchard
Cullompton
EX15 1TW

These financial statements were authorised for issue by the trustees on 21 September 2024.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The Melanesian Mission meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes. The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Investment income

Investment income is included when receivable.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

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

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2024 £
Donations and legacies;			
Appeals and donations	15,732	17,936	33,668
Legacies	7,500	-	7,500
Gift Aid	1,653	1,185	2,838
	<u>24,885</u>	<u>19,121</u>	<u>44,006</u>
	Unrestricted funds General £	Restricted funds £	Total 2023 £
Donations and legacies;			
Appeals and donations	22,309	31,709	54,018
Gift Aid	1,544	2,292	3,836
	<u>23,853</u>	<u>34,001</u>	<u>57,854</u>

4 Investment income

	Unrestricted funds General £	Endowment funds Expendable £	Total 2024 £
Bank interest receivable	1,831	-	1,831
Other income from fixed asset investments	110,469	1,631	112,100
	<u>112,300</u>	<u>1,631</u>	<u>113,931</u>
	Unrestricted funds General £	Endowment funds Expendable £	Total 2023 £
Bank interest receivable	1,050	-	1,050
Other income from fixed asset investments	110,558	1,631	112,189
	<u>111,608</u>	<u>1,631</u>	<u>113,239</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

5 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2024 £
Activities undertaken directly		26,157	4,757	30,914
Grant funding of activities		47,521	15,139	62,660
Allocated support costs	6	76,344	-	76,344
		<u>150,022</u>	<u>19,896</u>	<u>169,918</u>

	Note	Unrestricted funds General £	Restricted funds £	Total 2023 £
Activities undertaken directly		6,026	6,211	12,237
Grant funding of activities		69,527	30,992	100,519
Allocated support costs	6	60,827	7	60,834
		<u>136,380</u>	<u>37,210</u>	<u>173,590</u>

6 Analysis of support costs

Support costs allocated to charitable activities

	Total 2024 £	Total 2023 £
Staff costs	57,485	46,073
Office expenses	6,937	6,530
Travel and subsistence	3,475	2,951
Independent Examiners fees	2,518	2,450
Trustee expenses	2,667	1,444
Governance expenses	502	463
Insurance	980	923
MMUK Pilgrimage Expenditure	1,780	-
	<u>76,344</u>	<u>60,834</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

7 Grant-making

Analysis of grants

	Grants to institutions	
	2024	2023
	£	£
Grants to institutions		
Grants to institutions	<u>62,660</u>	<u>100,519</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.

8 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2024	2023
	£	£
Gains/(losses) on listed investments	<u>109,132</u>	<u>208,133</u>

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

During the year, 8 Trustees were reimbursed travel expenses totalling £2,667 (2023: 4 Trustees: £463).

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

10 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
Staff costs during the year were:		
Wages and salaries	55,986	42,818
Social security costs	216	-
Pension costs	3,561	3,255
	<u>59,763</u>	<u>46,073</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year was as follows:

	2024 No	2023 No
Charitable activities	<u>2</u>	<u>2</u>

No employee received emoluments of more than £60,000 during the year.

11 Taxation

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

12 Investments

	Listed investments £
Cost or Valuation	
At 1 April 2023	3,438,929
Revaluation	<u>(109,132)</u>
At 31 March 2024	<u>3,329,797</u>
Net book value	
At 31 March 2024	<u>3,329,797</u>
At 31 March 2023	<u>3,438,929</u>

All investments shown above are held at valuation.

The historical cost of the investments is £1,781,678 (2023: £1,781,678)

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

13 Debtors

	2024	2023
	£	£
Other debtors	<u>7,437</u>	<u>7,815</u>

14 Cash and cash equivalents

	2024	2023
	£	£
Cash at bank	<u>67,045</u>	<u>79,088</u>

15 Creditors: amounts falling due within one year

	2024	2023
	£	£
Other taxation and social security	881	634
Accruals	<u>2,500</u>	<u>3,187</u>
	<u>3,381</u>	<u>3,821</u>

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

16 Funds

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2024 £
Unrestricted funds						
General funds	72,935	137,185	(150,022)	(7,792)	-	52,306
Investment reserve	3,395,556	-	-	-	(107,596)	3,287,960
Lambeth	3,083	-	-	2,000	-	5,083
Teacher exchanges for Chester schools	-	-	-	1,000	-	1,000
	<u>3,471,574</u>	<u>137,185</u>	<u>(150,022)</u>	<u>(4,792)</u>	<u>(107,596)</u>	<u>3,346,349</u>
Restricted funds						
COVID Emergency - Solomons	113	-	(113)	-	-	-
CSC Retreat House Extension	-	6,168	(6,930)	762	-	-
CSM - General	339	916	(998)	-	-	257
CSM - Lunch project	2,064	2,875	(2,850)	-	-	2,089
CSM - Chapel	498	3,313	(1,510)	-	-	2,301
Emergency Appeal - Cyclone Harold	50	-	(50)	-	-	-
Environment Observatories - Solomons	588	2,888	(4,655)	3,984	-	2,805
Environment Observatories - Vanuatu	305	-	(305)	-	-	-
Exeter Dicoese links	807	750	-	-	-	1,557
Human Rights BHC	19	-	-	-	-	19
Melanesian Brotherhood	38	50	-	-	-	88
Mothers' Union	21	70	(34)	-	-	57
Other restricted funds	155	125	(245)	-	-	35
Society of St Francis	423	-	(150)	-	-	273
St Stephens Pamua - Girls' Dorm	175	-	-	-	-	175
St Patrick's, Vanuatu	-	1,810	(1,856)	46	-	-
Dux Award	425	-	(200)	-	-	225
St Barnabas Cathedral	-	156	-	-	-	156

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2024 £
	6,020	19,121	(19,896)	4,792	-	10,037
Endowment funds						
<i>Expendable</i>						
Patteson Moss Fund	4,227	104	-	-	(115)	4,216
Amy Rawson	13,396	509	-	-	(474)	13,431
Elenor Rawson	13,396	509	-	-	(474)	13,431
Cyril Rawson	13,398	509	-	-	(473)	13,434
	<u>44,417</u>	<u>1,631</u>	<u>-</u>	<u>-</u>	<u>(1,536)</u>	<u>44,512</u>
Total funds	<u>3,522,011</u>	<u>157,937</u>	<u>(169,918)</u>	<u>-</u>	<u>(109,132)</u>	<u>3,400,898</u>
	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2023 £
Unrestricted funds						
General funds	56,937	134,991	(116,993)	(2,000)	-	72,935
Investment reserve	3,600,850	-	-	-	(205,294)	3,395,556
Lambeth	20,000	470	(19,387)	2,000	-	3,083
	<u>3,677,787</u>	<u>135,461</u>	<u>(136,380)</u>	<u>-</u>	<u>(205,294)</u>	<u>3,471,574</u>
Restricted funds						
Community of the Sisters of the Church General	-	3,500	(3,512)	12	-	-
COVID Emergency - Solomons	1,050	3,567	(4,504)	-	-	113
CSC - TNK Kindy	12	-	-	(12)	-	-
CSM - General	268	971	(900)	-	-	339
CSM - Lunch project	1,939	2,825	(2,700)	-	-	2,064
CSM - Chapel	2,782	1,593	(3,877)	-	-	498
Emergency Appeal - Cyclone Harold	50	-	-	-	-	50
Environment Observatories - Solomons	1,595	3,298	(4,305)	-	-	588
Environment Observatories - Vanuatu	305	-	-	-	-	305
Exeter Dicoese links	807	-	-	-	-	807

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/ (losses) £	Balance at 31 March 2023 £
Human Rights BHC	19	-	-	-	-	19
Melanesian Brotherhood	38	2,812	(2,812)	-	-	38
Mothers' Union	21	-	-	-	-	21
Other restricted funds	30	125	-	-	-	155
Society of St Francis	63	625	(265)	-	-	423
St Stephens Pamua - Girls' Dorm	250	2,732	(2,807)	-	-	175
St Patrick's, Vanuatu	-	11,328	(11,328)	-	-	-
Dux Award	-	625	(200)	-	-	425
	<u>9,229</u>	<u>34,001</u>	<u>(37,210)</u>	<u>-</u>	<u>-</u>	<u>6,020</u>
Endowment funds						
<i>Expendable</i>						
Patteson Moss Fund	4,262	104	-	-	(139)	4,227
Amy Rawson	13,787	509	-	-	(900)	13,396
Elenor Rawson	13,787	509	-	-	(900)	13,396
Cyril Rawson	13,789	509	-	-	(900)	13,398
	<u>45,625</u>	<u>1,631</u>	<u>-</u>	<u>-</u>	<u>(2,839)</u>	<u>44,417</u>
Total funds	<u>3,732,641</u>	<u>171,093</u>	<u>(173,590)</u>	<u>-</u>	<u>(208,133)</u>	<u>3,522,011</u>

Unrestricted funds

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 - The are building up a fund towards the cost of supporting Acom attendance at the next Lambeth Conference.

Teacher exchanges for Chester Schools - The Trustees have designated £1,000 towards costs of exchanges between schools Melanesian and Chester

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

Restricted funds

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

CSC Retreat House Extension- Funds received towards costs of Retreat House Extension.

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.

Dux Award- to provide annual prizes for students.

St Barnabas Cathedral fund- Funds received to support the work of the Cathedral.

The Melanesian Mission

Notes to the Financial Statements for the Year Ended 31 March 2024

Endowment funds

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)

Revd. 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)

Transfers between funds

Transfers have been made to designated funds and to restricted fund where part of the expenditure has been made from general funds.

17 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Endowment funds	Total funds at 31 March
	General	funds	Expendable	2024
	£	£	£	£
Fixed asset investments	3,285,285	-	44,512	3,329,797
Current assets	64,445	10,037	-	74,482
Current liabilities	(3,381)	-	-	(3,381)
Total net assets	<u>3,346,349</u>	<u>10,037</u>	<u>44,512</u>	<u>3,400,898</u>
	Unrestricted funds	Restricted funds	Endowment funds	Total funds at 31 March
	General	funds	Expendable	2023
	£	£	£	£
Fixed asset investments	3,394,512	-	44,417	3,438,929
Current assets	80,883	6,020	-	86,903
Current liabilities	(3,821)	-	-	(3,821)
Total net assets	<u>3,471,574</u>	<u>6,020</u>	<u>44,417</u>	<u>3,522,011</u>

18 Related party transactions

There were no related party transactions in the year.

THE MELANESIAN MISSION

England & Wales - Charity number 1104551

Accounts

COMPANY REGISTRATION NUMBER: 05101167
CHARITY REGISTRATION NUMBER: 1104551

The Melanesian Mission
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2023

WESTCOTTS
Chartered Accountants
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

The Melanesian Mission
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2023

	Pages
Trustees' annual report (incorporating the director's report)	1 to 8
Independent examiner's report to the trustees	9
Statement of financial activities (including income and expenditure account)	10
Statement of financial position	11
Notes to the financial statements	12 to 25

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

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 2023.

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 Pinter (Resigned 1 November 2022)
Revd K Pwaisiho
Rt Revd M J Rylands - Chair
Mr S J Scoffield
Revd J J Wise

Company secretary Katie Drew

Independent examiner Catherine Williams FCA DChA
Westcotts (SW) LLP
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

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.

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.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

Purposes and aims *(continued)*

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.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

Achievements and performance

Trustees continued to meet online for their June and November 2022 and January 2023 meetings. This was both beneficial in terms of cost savings and Trustees availability. At least one online Steering Group meeting was held before each Full Trustees Meeting. The yearly Trustee residential took place at Foxhill in Chester Diocese in March 2023, with the three bishops in Chester Diocese attending for the evening sessions. At the residential there was also an additional brief Trustees meeting.

To coincide with the post Lambeth Conference hospitality programme, the Festival Day was moved to 13th August and held at St Martin in the Fields, London, with over 50 people in attendance for the Eucharist and following talks. It was a memorable and moving occasion to hear from the Archbishop of Melanesia, Most Revd Leonard Dawea, the Bishop of Vanuatu, Rt Revd James Tama and from Revd Sr Veronica CSC and Revd Br Nelson MBH.

The online 2022 Annual General Meeting was postponed from September, due to the death of Queen Elizabeth. The rearranged event on 1st November was attended by over 40 people. At the meeting, the Accounts for 2021/2022, the appointment of an Independent Examiner for 2023/2023 and the Minutes of the last AGM, were received and approved by members. Revd John Pinder stepped down as Trustee, and Revd Brian Macdonald-Milne as Hon Archivist. For the election of Trustees, Ven Dr Mike Gilbertson took the Chair. Members agreed to the following, as recommended by Trustees - the re-election of Rt Revd Mark Rylands as Trustee and Chair for two years and Mr Steve Scofield as Trustee and Hon Treasurer for three years. The remaining Trustee vacancy remained unfilled, as the charity continued to search of a person with Fundraising skills. Details of the 2023 AGM and Festival Day were announced, and the event concluded with a talk by Professor Nick Stanley on The Revd. Dr R H Codrington.

In January 2023, the Archbishop of Canterbury confirmed his Patronage of the charity for another three years.

During the last year, the charity hosted four online supporter events and was involved with other online events organised by UK parishes, the Companions to the Melanesian Brotherhood and Associates to the Community of the Sisters of Melanesia. Archbishop Leonard and Revd Sr Veronica were guests at some of these online events. The charity published two magazines posted to over 700 named contacts and distributed ten email newsletters to 350 supporters. Due to capacity issues a 2023 calendar was not published.

The charity's COVID appeal ran on from 2021 / 2022 into the current financial year. Total donations sent to ACoM were £4,657. In response to these donations ACoM General Secretary Dr Abraham Hauriasi said: "Thank you for the donations. We are incredibly grateful for your continuous support towards the Covid appeal. My preference will be to use whatever funds we now have, and its mostly response from the MMUK, to provide some support to our schools so they can operate till 23 December 2022, the delayed end of the academic year.

"Almost every school, including ACoM run ones, are struggling to stay afloat due to many parents being unable to pay school fees and a government directive for schools to reduce school's fees by up to 30%. In addition, the national government is slow in paying its grants to schools on time. St. Stephens College Pamua has already requested some support from us as they struggle to meet costs of their operations and we have sent some funds to the school."

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

Achievements and performance *(continued)*

Thanks to supporters, MMUK also sent donations to the follow projects / groups in ACoM including:

- St Patrick's, Vanuatu £11,328.
- St Stephens Pamua – Girls' Dorm £2,807.
- Melanesian Brotherhood £2,812.
- CSM-Chapel £3,877

Two shipments of donated goods were sent to the Solomon Islands during the financial year. These included 20 sewing machines, which were requested by ACoM Bishops. UK Mothers' Union members were instrumental in collecting these machines, accompanying sewing materials and patterns, and funds towards the shipping costs.

In April some of charity's archive, which had been stored and overseen by Revd Canon Brian Macdonald-Milne, was reviewed. The Executive Officer took files to be sorted and eventually to be deposited at SOAS, with Revd Brian arranging for additional files to be deposited with Cambridge Centre for Christianity Worldwide.

The charity assisted the Melanesian Bishops and their wives with their preparations to attend the Lambeth Conference from 26th July – 7th August in Canterbury, and then their following visits to the Dioceses of Bath and Wells, Chester, Ely, Exeter, and London. The Bishops and wives were able to meet with senior Diocesan staff, supporters, parishes, and Mothers' Union members, the first visit of its kind since before COVID. MMUK Trustees were also able to meet with the Bishops to discuss the challenges and success stories from their dioceses and gain a better insight into how MMUK can work and pray with ACoM. There were many challenges and changes to the programmes due to ongoing COVID issues, but the visit and attendance at the Lambeth Conference was appreciated and deemed a great success by the visitors and those who met them. A programme including retreats was also arranged for Revd Br Nelson MBH (with Br Clark SSF) and Revd Sr Veronica, who were part of the Lambeth Conference Chaplaincy team. As previously mentioned, some of the Melanesian guests were also able to attend the 2023 Festival Day at St Martin in the Fields. Trustees agreed to build up a fund for the next Lambeth Conference.

In March and April 2023, the charity financed and hosted a four week visit to the UK of the Head Brother and Elder Brother of the Melanesian Brotherhood. The Brothers visited the Dioceses of Bath & Wells, Chester, Ely, Exeter, and London, meeting Companions, supporters, parishes, schools, and members of the Nazareth Community.

The charity was invited to contribute resources, including films, to the Gaia installations at Chester and Exeter Cathedrals. In Exeter, 33,470 adults and 13,732 children attended this event. Our Care for Creation Officer was also involved in delivering school workshops on climate change to 250 pupils for ten Devon schools as part of Exeter cathedral's Scientists in Congregations and Show the Love climate change campaign.

Post COVID restrictions, the charity was able to organise a number of physical events including two Pattenon's Way pilgrimages, one with the Bishop of Crediton and another with Melanesian Brothers, give talks at Deanery Synods, parish services and to Mothers' Union members, ordinands, and degree students, reaching over 300 people across the UK. Parishes also began to hold fundraising events for the charity, including coffee mornings and quiz night, boasting charity funds. The charity's exhibition panels and prayer boxes were also sent to events in Chester, Exeter, and London Dioceses.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

Achievements and performance *(continued)*

The charity reviewed ACoM's Environment Observatory projects four test sites and made recommendations. Trustees agreed at the request of ACoM to send our Care for Creation Officer on a regional visit in the next financial year, to further review the project, make recommendations for the expansion of the project and run training sessions for ACoM's Project Officer and Green Apostle volunteers.

Care for Creation school resources for Key Stage 2 to 5 were developed and tested and are ready to be uploaded onto the charity's new website.

The Trustees updated the charity's policies and procedures in line with UK charity regulations. The charity has continued to network with other bodies within the Anglican Communion, and with relief and mission agencies working in Melanesia. It has contributed articles and attended meetings with these groups including ACEN. Trustees agreed to the request from ACoM to send the Executive Officer to Solomons in May 2023 to attend an ORAC meeting with other agencies working in the region.

In recognition of an increased workload, MMUK's care for Creation Officer's contract was extended from 1st February and another year at two days a week. Trustees also reviewed the job description of the Executive Officer and agreed to an increase in hours in the next financial year.

Financial review

The trustees report:

- a deficit of £919 (2022 a deficit of £14,973) on Unrestricted funds.
- a deficit of £3,209 (2022 surplus of £4,219) on restricted funds. The deficit is due to restricted funds received in previous years being spent in this financial year.

Principle funding sources

Voluntary income

During the year, the charity received £57,854 in voluntary donations (2022 - £50,530).

Investment income

The accounts show a increase in investment income this year at £113,239 (2022 - £110,008). 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 £6,020 and endowment reserves of £44,417.

The following designated reserves are held at the year-end:

- Lambeth the Trustees are building up a designated fund towards the costs of supporting ACoM attendance at the next Lambeth Conference. At 31st March 2023, this fund held £3,083.
- 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 £3,395,556.

The remaining reserves of £72,935 are held in the Unrestricted Income Fund.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

Financial review *(continued)*

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.

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
 - make visits to and from Melanesia difficult in the foreseeable future.
- 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

- Establish a regular pattern of placements / visits both ways for key ACoM / MMUK staff and Trustees to fulfil defined briefs, objectives, or training needs.
- Trustee Revd Jacky Wise to attend ACoM's General Synod and offer training in Diocese of Ysabel in November 2023.
- In response to visits to the region and requests from ACoM, focus the charity's work to areas of speciality, not offered by other agencies working in the region.
- Encourage more volunteers, supporters, and church workers from the UK to make visits to the region, with partial grants available from MMUK.
- Design and launch the new website with care for creation resources, prayer board and online donations pages.
- Support one major project requested by ACoM each year.
- Hold AGM & Festival Day at Chester Cathedral on 16th September 2023.
- Organise a pilgrimage to raise awareness and funds for climate advocacy in Melanesia.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

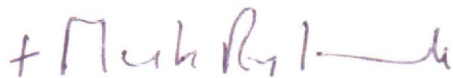
Plans for future periods *(continued)*

- Pickup missed work from the last financial year -
 - Recruit a Trustee for responsibility with Fundraising.
 - Deposit the charity's archive with research and educational establishments.
 - Revisit and review School Twinning Partnerships.
 - Review the charity's communications with supporters and Trustees.

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 16th September 2023 and signed on behalf of the board of trustees by:



Rt Revd M J Rylands
Chair of Trustees

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2023

I report to the trustees on my examination of the financial statements of The Melanesian Mission ('the charity') for the year ended 31 March 2023.

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 FCA DChA
Westcotts (SW) LLP
Independent Examiner
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

19th September 2023

The Melanesian Mission

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2023

	Note	2023			Total funds £	2022
		Unrestricted funds £	Restricted funds £	Endowment funds £		Total funds £
Income and endowments						
Donations and legacies	5	23,853	34,001	–	57,854	50,530
Investment income	6	111,608	–	1,631	113,239	110,008
Total income		<u>135,461</u>	<u>34,001</u>	<u>1,631</u>	<u>171,093</u>	<u>160,538</u>
Expenditure						
Expenditure on charitable activities	7,8	136,380	37,210	–	173,590	179,210
Total expenditure		<u>136,380</u>	<u>37,210</u>	<u>–</u>	<u>173,590</u>	<u>179,210</u>
Net incoming/(outgoing) resources before gains/(losses) on investments						
		<u>(919)</u>	<u>(3,209)</u>	<u>1,631</u>	<u>(2,497)</u>	<u>(18,672)</u>
Net (losses)/gains on investments	11	(205,294)	–	(2,839)	(208,133)	321,673
Net (expenditure)/income and net movement in funds		<u>(206,213)</u>	<u>(3,209)</u>	<u>(1,208)</u>	<u>(210,630)</u>	<u>303,001</u>
Reconciliation of funds						
Total funds brought forward		3,677,787	9,229	45,625	3,732,641	3,429,640
Total funds carried forward		<u>3,471,574</u>	<u>6,020</u>	<u>44,417</u>	<u>3,522,011</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 2023

	Note	2023		2022	
		£	£	£	£
Fixed assets					
Investments	15		3,438,929		3,647,060
Current assets					
Debtors	16	7,815		6,505	
Cash at bank and in hand		79,088		83,915	
		<u>86,903</u>		<u>90,420</u>	
Creditors: amounts falling due within one year	17	<u>3,821</u>		<u>4,839</u>	
			83,082		85,581
Net assets			<u>3,522,011</u>		<u>3,732,641</u>
Funds of the charity					
Endowment funds			44,417		45,625
Restricted funds			6,020		9,229
Unrestricted funds			3,471,574		3,677,787
Total charity funds	19		<u>3,522,011</u>		<u>3,732,641</u>

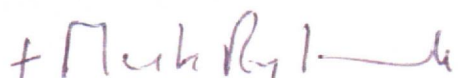
For the year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 16th September 2023 and are signed on behalf of the board by:



Rt Revd M J Rylands
 Chair of Trustees

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 2023

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 2023

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 2023

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 2023

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 2023

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations			
Appeals and donations	22,308	31,710	54,018
Gift Aid	<u>1,545</u>	<u>2,291</u>	<u>3,836</u>
	<u>23,853</u>	<u>34,001</u>	<u>57,854</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Appeals and donations	27,167	19,638	46,805
Gift Aid	<u>2,688</u>	<u>1,037</u>	<u>3,725</u>
	<u>29,855</u>	<u>20,675</u>	<u>50,530</u>

6. Investment income

	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £
Bank interest receivable	1,050	–	1,050
Other income from fixed asset investments	<u>110,558</u>	<u>1,631</u>	<u>112,189</u>
	<u>111,608</u>	<u>1,631</u>	<u>113,239</u>

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £
Bank interest receivable	53	–	53
Other income from fixed asset investments	<u>108,359</u>	<u>1,596</u>	<u>109,955</u>
	<u>108,412</u>	<u>1,596</u>	<u>110,008</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2023 £
Charitable activities	75,553	37,203	–	112,756
Support costs	60,827	7	–	60,834
	<u>136,380</u>	<u>37,210</u>	<u>–</u>	<u>173,590</u>

	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>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Charitable activities	<u>12,237</u>	<u>100,519</u>	<u>60,834</u>	<u>173,590</u>	<u>179,210</u>

9. Analysis of support costs

	Charitable activities £	Total 2023 £	Total 2022 £
Staff costs	46,073	46,073	40,287
Office expenses	6,530	6,530	8,662
Travel and subsistence	2,951	2,951	1,373
Independent Examiners fees	2,450	2,450	2,184
Trustee expenses	463	463	1,939
Trustee training and conferences	1,444	1,444	20
Insurance	923	923	717
	<u>60,834</u>	<u>60,834</u>	<u>55,182</u>

10. Analysis of grants

	2023 £	2022 £
Grants to institutions		
Grants to institutions	<u>100,519</u>	<u>117,805</u>
Total grants	<u>100,519</u>	<u>117,805</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

10. Analysis of grants *(continued)*

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 (losses)/gains on investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £
Gains/(losses) on listed investments	<u>(205,294)</u>	<u>(2,839)</u>	<u>(208,133)</u>

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

12. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,450</u>	<u>2,184</u>

13. Staff costs

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

	2023 £	2022 £
Wages and salaries	42,818	36,962
Social security costs	—	—
Employer contributions to pension plans	<u>3,255</u>	<u>3,013</u>
	<u>46,073</u>	<u>39,975</u>

The average head count of employees during the year was 2 (2022: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2023 No.	2022 No.
Charitable activities	<u>2</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

14. Trustee remuneration and expenses

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

During the year 4 Trustees were reimbursed travel expenses totalling £463 (2022: 7 Trustees: £1,939)

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

15. Investments

	Listed investments £
Cost or valuation	
At 1 April 2022	3,647,060
Additions	–
Fair value movements	(208,131)
At 31 March 2023	<u>3,438,929</u>
Impairment	
At 1 April 2022 and 31 March 2023	
Carrying amount	
At 31 March 2023	<u>3,438,929</u>
At 31 March 2022	<u>3,647,060</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 2023 was £3,438,929 (2022: £3,647,060). The historical cost of the investments was £1,781,678 (2022: £1,781,678).

16. Debtors

	2023 £	2022 £
Other debtors	<u>7,815</u>	<u>6,505</u>

17. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	3,187	4,113
Social security and other taxes	634	726
	<u>3,821</u>	<u>4,839</u>

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 £3,255 (2022: £3,013).

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

19. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2022 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2023 £
General funds	56,937	134,991	(116,993)	(2,000)	-	72,935
Investment reserve	3,600,850	-	-	-	(205,294)	3,395,556
Lambeth	20,000	470	(19,387)	2,000	-	3,083
	<u>3,677,787</u>	<u>135,461</u>	<u>(136,380)</u>	<u>-</u>	<u>(205,294)</u>	<u>3,471,574</u>

	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	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>

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

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

19. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 Apr 2022 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2023 £
Community of the Sisters of the Church General	–	3,500	(3,512)	12	–	–
Covid Emergency Solomons	1,050	3,567	(4,504)	–	–	113
CSC - TNK Kindy	12	–	–	(12)	–	–
CSM - General	268	971	(900)	–	–	339
CSM - Lunch project	1,939	2,825	(2,700)	–	–	2,064
CSM - Chapel	2,782	1,593	(3,877)	–	–	498
Emergency Appeal - Cyclone Harold	50	–	–	–	–	50
Environment Observatories - Solomons	1,595	3,298	(4,305)	–	–	588
Environment Observatories - Vanuatu	305	–	–	–	–	305
Exeter Diocese links	807	–	–	–	–	807
Human Rights BHC	19	–	–	–	–	19
Melanesian Brotherhood	38	2,812	(2,812)	–	–	38
Mothers' Union	21	–	–	–	–	21
Other restricted funds	30	125	–	–	–	155
Society of St Francis	63	625	(265)	–	–	423
St Stephens Pamua - Girls' Dorm	250	2,732	(2,807)	–	–	175
St Patrick's, Vanuatu	–	11,328	(11,328)	–	–	–
Dux Award	–	625	(200)	–	–	425
	<u>9,229</u>	<u>34,001</u>	<u>(37,210)</u>	<u>–</u>	<u>–</u>	<u>6,020</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

19. Analysis of charitable funds *(continued)*

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2022 £
Community of the Sisters of the Church General Covid Emergency Solomons	–	4,149	(4,149)	–	–	–
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 Diocese 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 2023

19. Analysis of charitable funds *(continued)*

John Coleridge Patterson University (JCPU)- Funds received for the establishment and support of the John Coleridge Patterson University with in 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.

Dux Award- to provide annual prizes for students.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

19. Analysis of charitable funds *(continued)*

Endowment funds

	At 1 Apr 2022 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2023 £
Patteson Moss Fund	4,262	104	–	–	(139)	4,227
Amy Rawson	13,787	509	–	–	(900)	13,396
Elenor Rawson	13,787	509	–	–	(900)	13,396
Cyril Rawson	13,789	509	–	–	(900)	13,398
	<u>45,625</u>	<u>1,631</u>	<u>–</u>	<u>–</u>	<u>(2,839)</u>	<u>44,417</u>

	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>

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)

Revd. 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 2023

20. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2023 £
Investments	3,394,512	–	44,417	3,438,929
Current assets	80,883	6,020	–	86,903
Creditors less than 1 year	(3,821)	–	–	(3,821)
Net assets	<u>3,471,574</u>	<u>6,020</u>	<u>44,417</u>	<u>3,522,011</u>

	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	<u>3,677,787</u>	<u>9,229</u>	<u>45,625</u>	<u>3,732,641</u>

21. Related parties

There were no related party transactions during the year.

THE MELANESIAN MISSION

England & Wales - Charity number 1104551

Accounts

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

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

	Pages
Trustees' annual report (incorporating the director's report)	1 to 8
Independent examiner's report to the trustees	9
Statement of financial activities (including income and expenditure account)	10
Statement of financial position	11
Notes to the financial statements	12 to 25

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 Scoffield
Rt Revd M J Rylands - Chair
Revd J J Wise

Company secretary Katie Drew

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

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.

The Melanesian Mission

Company Limited by Guarantee

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.

The Melanesian Mission

Company Limited by Guarantee

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

Company Limited by Guarantee

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

Company Limited by Guarantee

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 £	Total funds £
Income and endowments						
Donations and legacies	5	29,855	20,675	–	50,530	72,647
Investment income	6	108,412	–	1,596	110,008	105,811
Total income		<u>138,267</u>	<u>20,675</u>	<u>1,596</u>	<u>160,538</u>	<u>178,458</u>
Expenditure						
Expenditure on charitable activities	7,8	153,240	16,456	9,514	179,210	152,214
Total expenditure		<u>153,240</u>	<u>16,456</u>	<u>9,514</u>	<u>179,210</u>	<u>152,214</u>
Net gains on investments	11	320,995	–	678	321,673	457,949
Net income and net movement in funds		<u>306,022</u>	<u>4,219</u>	<u>(7,240)</u>	<u>303,001</u>	<u>484,193</u>
Reconciliation of funds						
Total funds brought forward		3,371,765	5,010	52,865	3,429,640	2,945,447
Total funds carried forward		<u>3,677,787</u>	<u>9,229</u>	<u>45,625</u>	<u>3,732,641</u>	<u>3,429,640</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>

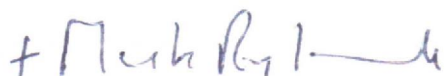
For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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	3,013	2,777
	<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

Company Limited by Guarantee

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><u>3,647,060</u></u>
Impairment	
At 1 April 2021 and 31 March 2022	
Carrying amount	
At 31 March 2022	<u><u>3,647,060</u></u>
At 31 March 2021	<u><u>3,325,387</u></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	726	568
	<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	Income	Expenditure	Transfers	Gains and losses	At
	1 Apr 2021					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 Diocese 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

Company Limited by Guarantee

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 with in 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	<u>3,677,787</u>	<u>9,229</u>	<u>45,625</u>	<u>3,732,641</u>

	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	<u>3,371,765</u>	<u>5,010</u>	<u>52,865</u>	<u>3,429,640</u>

21. Related parties

There were no related party transactions during the year.

THE MELANESIAN MISSION

England & Wales - Charity number 1104551

Accounts

COMPANY REGISTRATION NUMBER: 05101167
CHARITY REGISTRATION NUMBER: 1104551

The Melanesian Mission
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2021

THOMAS WESTCOTT

Chartered Accountants
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

The Melanesian Mission
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2021

	Pages
Trustees' annual report (incorporating the director's report)	1 to 8
Independent examiner's report to the trustees	9
Statement of financial activities (including income and expenditure account)	10
Statement of financial position	11
Notes to the financial statements	12 to 26

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

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 2021.

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 (Re-elected 21 September 2020)
Mr A M Cartwright (Retired 21 September 2020)
Revd M B Cox
Revd C Duce
Ven Dr M R Gilbertson - Vice Chair (Re-elected 21 September 2020)
Mrs D Jordan
Revd J Pinder
Miss K Pwaisiho
Rt Revd M J Rylands - Chair
Mr S J Scoffield
Revd J J Wise

Company secretary Katie Drew

Independent examiner Catherine Williams ACA DChA
Thomas Westcott Chartered Accountants
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

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.

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.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

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.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

Achievements and performance

Due to ongoing COVID restrictions the Trustees met online in 2020 in June and November and in January 2021. The residential was also online in March and the Archbishop of Melanesia was able to join the meeting. The first online AGM and Festival for the charity was held in September and was attended by 65 devices, with many couples sharing a device. Supporters and friends joined the meeting from across the UK, Solomon Islands, Fiji and Australia. The programme included worship, a hymn from Tabalia from footage shot in 2016 by Alex Leger, a pre-recorded address from Archbishop Leonard and talks on visits to the region given by Kate Pwaisiho and Sam Rylands. The charity is now considering running an online AGM every other year for environmental reasons and to encourage a more varied attendance and greater accessibility to the event.

Although COVID was contained in the region to a few cases in repatriated citizens identified in quarantine, the pandemic has affected the Province. Many lost their jobs due to a downturn in the economy and no tourism industry due to closed borders. Food prices also increased due to reduced levels of imports. ACoM's response was to run COVID awareness sessions and encourage a grow your own food scheme. MMUK supporters and linked UK Dioceses were very generous in sending donations to help with the church's relief efforts and the Melanesian Brothers loss of income from Chester Rest House.

Following Cyclone Harold in April 2020, the charity launched an emergency appeal and raised £19,710. At the request of ACoM most of the funds were sent to the Diocese of Vanuatu, as it was most affected by the storm. Recovery in the region was slow due to COVID closing borders and concerns about COVID transmission.

MMUK facilitated an appeal by UK Associates to the Melanesian Sisters for their Chapel Appeal and sent donations totalling £19,397 in the financial year. The UK Associates also continued to support the Novices lunches, sending £200 a month.

At ACoM's request MMUK continued to part fund the Environment Observatories Project Manager based in Honiara for an additional year. The four test sites celebrated their first anniversary in December 2020 with invited guests from the Solomons Islands Government and the British High Commissioner to the Solomon Islands. ACoM has prioritised this project and intends to expand the number of sites in the next financial year.

Marie Schlenker from the University of Southampton volunteered full time with the charity for three months from January 2021. Marie's responsibilities included the management of ACoM Environment Observatory Project, development of outreach materials on climate change and creation care, writing content for the MMUK's newsletter and magazine, and research on climate change adaptation and the work of other organisations in Melanesia.

The charity published two magazines in 2020 distributed to 465 supporters. Over forty people have now requested to read online and not receive printed copies. Due to all events being cancelled and a ban on printed materials in churches, there was not the opportunity to distribute additional copies of the magazine. The charity continued to issue one email newsletter a month to around 330 subscribers.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

Achievements and performance *(continued)*

Although there were no visits to the region or visits by Melanesians to the UK, online meetings have ensured MMUK and ACoM remained well informed and actually resulted in us working more closely together. Regular meetings over the last year were held with ACoM General Secretary Dr Abraham Hauriasi. MMUK worked with ACoM's IT department and SSF on improving their internet connections. The Lambeth Conference funded six satellites dishes in remote dioceses. MMUK agreed to fund the first year's data package. Improved and more regular communication with all nine dioceses and the religious orders, has been a highlight of the year, and has enabled MMUK to respond more swiftly to requests for support spiritually and financially.

In the absence of physical events the charity has run regular online events with supporters across the UK. Following the success of our AGM we launched Coffee Mornings and Cocoa nights. Some events have included guests from Melanesia. Parishes have held events with the Sisters of the Church and the Melanesian Brothers. UK Associates to the Melanesian Sisters held online services and meetings with the community, and the Franciscan Brothers have spoken to UK supporters about their work on the human rights implications of logging. Online meetings have been another success for the charity this year.

Canon Brian Macdonald-Milne continues to oversee the charity's archive and answer questions from researchers and the public. Brian's book, 'Seeking Peace in the Pacific', was published and ACoM requested copies for Bishops, church schools, theological colleges and to sell in the Provincial Bookshop in Honiara. Over 300 copies were sent in December 2020. The charity also agreed a contribution towards the printing cost of this book, due to its historical value. All work on the Lambeth Conference was halted on the announcement that the conference was postponed until July 2022.

Financial review

The trustees are pleased to report:

- a surplus of £27,648 (2020 £8,943) on Unrestricted funds.
- a deficit of £3,002 (2020 deficit of £306) on restricted funds. The deficit is due to restricted funds received in previous years being spent in this financial year.

Principal funding sources

Voluntary income

During the year, the charity received £72,647 in voluntary donations (2020 - £40,866). The increase is due to large, restricted donations including funding for the CSM Chapel and Cyclone Harold Emergence Appeal.

Investment income

The accounts show a decrease in investment income this year at £105,811 (2020 - £109,695). The Trustees are pleased that investments continue to provide a consistent level of income for the charity.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

Financial review *(continued)*

Reserves Policy and Going Concern

The Trustees hold restricted reserves of £5,010 and endowment reserves of £52,865.

The following designated reserves are held at the yearend:

- **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 £3,279,855.

The remaining reserves of £71,910 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.

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:

- Coronavirus which may:
 - reduce our investment income and
 - make visits to and from Melanesia difficult in the foreseeable future.
- 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.

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

Plans for future periods

Continue to regularly meet online with ACoM, the Religious Orders and other agencies working in the region.

Continue to host and encourage others to host, online MMUK / ACoM services, bible study groups, events, and talks.

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

Heighten awareness of climate change in Melanesia in the lead up to G7 and COP26.

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.

Prepare for Lambeth 2022.

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

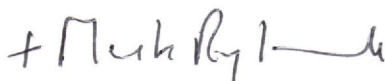
Events after the end of the reporting period

Particulars of events after the reporting date are detailed in note 21 to the financial statements.

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 18/09/21 and signed on behalf of the board of trustees by:



Rt Revd M J Rylands
Chair of Trustees

The Melanesian Mission

Company Limited by Guarantee

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

Year ended 31 March 2021

I report to the trustees on my examination of the financial statements of The Melanesian Mission ('the charity') for the year ended 31 March 2021.

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
Thomas Westcott Chartered Accountants
Independent Examiner
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

23rd September 2021

The Melanesian Mission

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2021

		2021			2020
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Income and endowments					
Donations and legacies	5	21,725	50,922	–	72,647
Investment income	6	104,213	–	1,598	105,811
Total income		<u>125,938</u>	<u>50,922</u>	<u>1,598</u>	<u>178,458</u>
Expenditure					
Expenditure on charitable activities	7,8	98,290	53,924	–	152,214
Total expenditure		<u>98,290</u>	<u>53,924</u>	<u>–</u>	<u>152,214</u>
Net income/(expenditure) before investment (losses)/gains		27,648	(3,002)	1,598	26,244
Net gains/(losses) on investments	11	451,046	–	6,903	457,949
Net income/(expenditure) and net movement in funds		<u>478,694</u>	<u>(3,002)</u>	<u>8,501</u>	<u>484,193</u>
Reconciliation of funds					
Total funds brought forward		2,893,071	8,012	44,364	2,945,447
Total funds carried forward		<u>3,371,765</u>	<u>5,010</u>	<u>52,865</u>	<u>3,429,640</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 2021

	Note	2021		2020	
		£	£	£	£
Fixed assets					
Investments	15		3,325,387		2,867,438
Current assets					
Debtors	16	3,156		4,963	
Cash at bank and in hand		104,276		77,822	
		<u>107,432</u>		<u>82,785</u>	
Creditors: amounts falling due within one year	17		<u>3,179</u>		<u>4,776</u>
			104,253		78,009
Net assets			<u>3,429,640</u>		<u>2,945,447</u>
Funds of the charity					
Endowment funds			52,865		44,364
Restricted funds			5,010		8,012
Unrestricted funds			3,371,765		2,893,071
Total charity funds	19		<u>3,429,640</u>		<u>2,945,447</u>

For the year ending 31 March 2021 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 18/03/2021, and are signed on behalf of the board by:



Rt Revd M J Rylands
 Chair of Trustees

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 2021

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.

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 2021

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 2021

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 2021

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 2021

5. Donations and legacies

	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>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Appeals and donations	18,765	19,718	38,483
Gift Aid	1,274	1,109	2,383
	<u>20,039</u>	<u>20,827</u>	<u>40,866</u>

6. Investment income

	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>

	Unrestricted Funds £	Endowment Funds £	Total Funds 2020 £
Bank interest receivable	361	–	361
Other income from fixed asset investments	107,775	1,559	109,334
	<u>108,136</u>	<u>1,559</u>	<u>109,695</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted 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>152,214</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Charitable activities	65,980	20,925	86,905
Support costs	53,252	208	53,460
	<u>119,232</u>	<u>21,133</u>	<u>140,365</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable activities	<u>6,875</u>	<u>104,242</u>	<u>41,097</u>	<u>152,214</u>	<u>140,365</u>

9. Analysis of support costs

	Charitable activities £	Total 2021 £	Total 2020 £
Staff costs	36,515	36,515	36,694
Other employment costs	56	56	309
Office expenses	1,830	1,830	5,039
Travel and subsistence	267	267	4,091
Independent Examiners fees	1,610	1,610	2,948
Trustee expenses	39	39	3,418
Trustee training and conferences	–	–	225
Insurance	780	780	736
	<u>41,097</u>	<u>41,097</u>	<u>53,460</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

10. Analysis of grants

	2021	2020
	£	£
Grants to institutions		
Grants to institutions	104,242	71,168
Grants to individuals		
Grants to individuals	–	4,276
Total grants	<u>104,242</u>	<u>75,444</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/(losses) on investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
Gains/(losses) on listed investments	<u>451,046</u>	<u>6,903</u>	<u>457,949</u>
	Unrestricted Funds £	Endowment Funds £	Total Funds 2020 £
Gains/(losses) on listed investments	<u>(54,287)</u>	<u>(839)</u>	<u>(55,126)</u>

12. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,610</u>	<u>2,948</u>

13. Staff costs

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

	2021	2020
	£	£
Wages and salaries	33,738	33,512
Social security costs	–	442
Employer contributions to pension plans	2,777	2,740
	<u>36,515</u>	<u>36,694</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

13. Staff costs *(continued)*

The average head count of employees during the year was 1 (2020: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2021 No.	2020 No.
Charitable activities	<u>1</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

14. Trustee remuneration and expenses

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

During the year 1 Trustee was reimbursed travel expenses totalling £39 (2020: 10 Trustees: £3,165)

15. Investments

	Listed investments £
Cost or valuation	
At 1 April 2020	2,867,438
Additions	—
Fair value movements	<u>457,949</u>
At 31 March 2021	<u><u>3,325,387</u></u>
Impairment	
At 1 April 2020 and 31 March 2021	—
Carrying amount	
At 31 March 2021	<u><u>3,325,387</u></u>
At 31 March 2020	<u><u>2,867,438</u></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 2021 was £3,325,387 (2020: £2,867,438). The historical cost of the investments was £1,781,678 (2020: £1,781,678).

16. Debtors

	2021 £	2020 £
Other debtors	<u>3,156</u>	<u>4,963</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

17. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	2,611	3,931
Social security and other taxes	568	845
	<u>3,179</u>	<u>4,776</u>

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 £2,777 (2020: £2,740).

19. Analysis of charitable funds

Unrestricted funds

	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>

	At 1 Apr 2019 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2020 £
General funds	59,538	128,175	(119,232)	1,516	–	69,997
Investment reserve	2,878,920	–	–	(1,559)	(54,287)	2,823,074
Lambeth 2022	–	–	–	–	–	–
	<u>2,938,458</u>	<u>128,175</u>	<u>(119,232)</u>	<u>(43)</u>	<u>(54,287)</u>	<u>2,893,071</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

19. Analysis of charitable funds *(continued)*

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.

Restricted funds

	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

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

19. Analysis of charitable funds *(continued)*

	At 1 Apr 2019	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2020
	£	£	£	£	£	£
JCPU	633	–	–	–	–	633
Melanesian Brotherhood	37	38	(38)	–	–	37
CSM - Lunch project	1,107	1,975	(1,800)	–	–	1,282
CSM - General	–	637	–	–	–	637
CSM - Chapel	–	3,922	–	–	–	3,922
CSC - TNK Kindy	–	332	(50)	–	–	282
Community of the Sisters of the Church General	1	4,452	(4,453)	–	–	–
Emergency Appeal - Cyclone Harold	–	–	–	–	–	–
Society of St Francis	–	–	–	–	–	–
Exeter Diocese links	810	500	(417)	–	–	893
Human Rights BHC	285	247	(227)	–	–	305
Mothers' Union	2	735	(716)	–	–	21
Other restricted funds	27	2,470	(2,540)	43	–	–
Richard Lumley Education Projects grant	4,689	–	(4,689)	–	–	–
Joseph Banks Society	557	–	(557)	–	–	–
Christian Distinctiveness Project - Vanuatu Resources	–	1,005	(1,005)	–	–	–
Melanesian Brotherhood Ambae relocation	92	1,000	(1,092)	–	–	–
St Patricks Ambae relocation	35	3,514	(3,549)	–	–	–
	<u>8,275</u>	<u>20,827</u>	<u>(21,133)</u>	<u>43</u>	<u>–</u>	<u>8,012</u>

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

19. Analysis of charitable funds *(continued)*

John Coleridge Patterson University (JCPU)- Funds received for the establishment and support of the John Coleridge Patterson University with in 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.

The Melanesian Mission

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

19. Analysis of charitable funds *(continued)*

Endowment funds

	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>

	At 1 Apr 2019 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2020 £
Patteson Moss Fund	3,685	74	–	–	(92)	3,667
Amy Rawson	13,319	495	–	–	(249)	13,565
Elenor Rawson	13,319	495	–	–	(249)	13,565
Cyril Rawson	13,321	495	–	–	(249)	13,567
	<u>43,644</u>	<u>1,559</u>	<u>–</u>	<u>–</u>	<u>(839)</u>	<u>44,364</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 2021

20. Analysis of net assets between funds

	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	<u>3,371,765</u>	<u>5,010</u>	<u>52,865</u>	<u>3,429,640</u>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2020 £
Investments	2,823,074	–	44,364	2,867,438
Current assets	74,773	8,012	–	82,785
Creditors less than 1 year	(4,776)	–	–	(4,776)
Net assets	<u>2,893,071</u>	<u>8,012</u>	<u>44,364</u>	<u>2,945,447</u>

21. Post balance sheet events

After the closure of the 2021 financial year, there were no events that could have significant effects on the charity's financial statements. However, it should be noted that, at the date of preparation of the financial statements, the instability factor relating to the health emergency due to Coronavirus should not be underestimated.

Throughout the year the charity has reviewed the scenario and evaluated the management actions to mitigate the impact to their operations. The charity has adopted initiatives to safeguard the health of its people and actions aimed at maintaining operational activity. The repercussions on any adjustments to the financial statements are currently not determinable in light of the volatility of the scenario and the continuous evolution of the market, these will be reflected in the 2022 results.

22. Related parties

There were no related party transactions during the year.