

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

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30TH JUNE 2023

**Company Number 4235957
Charity Number 1092233**

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

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30TH JUNE 2023

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THE LANGHAM PARTNERSHIP (UK & Ireland)
(Limited by Guarantee)
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2023

(1)

The directors (who are trustees of the charitable company) present their report and audited financial statements for the year ended 30th June 2023. The financial statements have been prepared in accordance with the Statement of Recommended Practice including Update Bulletin 2 applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

Reference and Administrative Information

Charity name

The Langham Partnership (UK & Ireland)

Charity registration number

1092233

Company registration number

4235957

Registered office and Operational address

Langham Partnership, Lancaster St, Carlisle, CA1 1TF

Management Committee/Trustees

Nigel Anketell (*appointed 16 June 23*)

David Ball

Peter Burt (*resigned 9 Nov 22*)

Nigel Bridges

Mary Evans

Desta Heliso Anshebo

David Turner (*resigned 29 Nov 22*)

Alan Johnston

Stephen Osei-Mensah (Chair)

Stephen Mackay

Gillian Phillips

Judith Sawers

Louise Smith (*appointed 29 Nov 22*)

Secretary

John Libby

Senior staff/Chief Executive Officer

Revd Canon John Libby, National Director

Auditors

Moore Kingston Smith LLP, 9 Appold Street, London EC2A 2AP

Bankers:

Barclays, 33 English St, Carlisle. CA3 8JS

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

Investment Managers:

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

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

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

THE LANGHAM PARTNERSHIP (UK & Ireland)
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REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2023

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Structure, Governance and Management

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

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

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

Fundraising Policy

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

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Objectives and Activities

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

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

Public Benefit

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

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

Mission and main activities

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

- Funding and nurturing national movements for biblical preaching and teaching networks in the Majority World, aimed at a wide range of church leaders who could not usually afford such training within their regions.
- Supporting individuals and publishing houses in the Majority World through mentoring, writing, publication and distribution of Christian literature. This support is provided as free consultancy work, writers' workshops and also through the provision of financial grants and books.
- Providing scholarships and family support to scholars seeking further theological training to doctoral level. It is a condition that Scholars return to their home countries in order to train others and develop training institutions in the Majority World.

The Langham Partnership carries out these programme initiatives in partnership with institutions and individuals in the countries where we operate. LPUKI has been a major contributor to a strategic planning process involving all six national Langham members and the three international programs. This process informed our global Strategic Plan and Growth Campaign which, after 2 years (out of 5) was reassessed and extended in the light of the Covid-19 pandemic

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Achievements and Performance

Our global Strategic Plan continues on course to double our global impact in financial terms over 5 years and then to sustain that level for a further 10 years, while resources are committed to growing our regular core income to match. This Plan was deliberately plateaued in the wake of Covid-19 pending greater clarity over the global economic situation and the response of our donors. In the event Langham's expansion was less constrained by the economic impact on donors, who remained extremely generous, but rather by the continuing uncertainties in international and regional travel. However, the excellent numbers given below are independently assessed and are given for Langham Partnership as a whole because UKI specific impact numbers are not independently collected.

Full use of real-time virtual, digital media continues to significantly help maintain impact as well as reducing travel and admin costs. Using these resources and in line with the ambition to raise our UKI profile. Langham has increased its presence at a range of conferences and conventions throughout the UK. Together with our supporters, and with God's grace, this past year these 3 programmes have accomplished:

Langham Preaching:

- Held **360** (2022, 276) in person and virtual preaching training seminars in **81** (2022, 63) countries in need of solid biblical preaching. **6%** (2022, 34%) of the seminars were virtual (online). There are **108** (2022, 104) Langham Preaching Movements in **92 countries** (2022, 89 countries) around the world.
- Equipped **11,719** (2022, 9,812) pastors and lay leaders to teach God's Word (**1,081** (2022, 1,400) of these individuals are local indigenous Facilitators and Preaching Club coordinators). Training has been led by **720** (2022, 669) local Facilitators, who are equipped and working together in teams to train others.
- Shepherded **1,292** (2022, 1,143) preaching groups of **7-10** pastors and leaders meeting regularly for ongoing training and mentoring
- Held **9** (2022, 8) global or regional consultations, forums or leadership meetings, involving at least **233** (2022, 99) leaders and/or coordinators from across the world to review, learn, train and plan.

Langham Literature:

- Supplied **11,792** (2022, 14,635) Bible-centred books to **705** Majority World (MW) colleges (2022, 700) across **78** (2022, 79) countries to help students grow and mature in Christ. **8,340** (2022, 11,154) of these books were supplied to **677** (2022, 693) colleges free of charge through the Library Grants program.
- Distributed **26,806** (2022, 32,722) Bible-centred books to Majority World pastors, students and ministry partners in need of study materials. **13,746** (2022, 18,971) of these books were supplied free of charge to participants at, or Coordinators of, Langham Preaching seminars.
- Distributed **8,547** (2022, 18,270) Bible-centred books to partner Majority World publishers.

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Langham Literature (continued):

- Supplied **84,453**(2022, 109,761) Langham publications to, and via, Western countries.
- Distributed a total of 221,622 (2022, 236,622) books, including almost **35,000** books that Langham distributes for ministry partners. Of the total books distributed by Langham, 89,848 (40%) (2022, 38%) were digital.
- Actively involved with **26** (2022, 23) indigenous publishers, in **20** (2022, 20) different countries, in the production of **55** (2022, 36) local language titles, through the awarding of Publisher Grants (to 21 publishers in 16 countries) and/or mentoring and advice. Additionally, **8** (2022, 14) local writers in 6 (2022, 12) countries were supported through Writer Grants.
- Mentored Majority World Editors writers.
- Published **46** books (2022, 50), including **24** (2022, 26) Langham Global Library, **11** (2022, 15) Langham Monographs, **5** Langham Preaching resources, (2022,4) **3** Hippobooks (2022, 3) and **3** LivresHippo books (2022, 2). **30** (2022, 38) of the books published were by MW authors or contributors and **14** (2022, 15) of these were by Langham Scholars.
- Supported the publication of **2** (2022, 3) ground-breaking Bible - The Central and Eastern European Bible Commentary (English) and the Central Asian Bible Commentary (Russian), and also Genesis 1-11, the first book in the Windows on the Text series. Also, actively worked on **16** (2022, 19) other Commentary projects.

Langham Scholars:

- Supported **98** PhD (2022, 85) students from **46 MW** (2022, 44) countries in theological doctoral programs. **21** of these scholars are new scholars who commenced Langham scholarships during the 2022-23 academic year.
- Celebrated the graduation of **11** PhD scholars (2022, 7). Leaders who will go on to shape their nations with a biblical worldview as they teach in seminaries, start salt and light ministries, and serve at the highest levels in government – and join a fellowship of **more than 331** graduated Langham Scholars serving around the world.
- Supported **12** (2022, 5) current doctoral MW scholars and 9 (2022, 3) postdoctoral scholars, with study residencies for concentrated periods of study, or research and writing projects, in centres where there is access to excellent library resources and a research community.
- Supported the involvement of **9** Francophone African postdoctoral scholars in the Francophone IRTS projects, **6** scholars in a new Asia Regional Research and Training seminar and **8** postdoctoral scholars completed their involvement with an Anglophone International Research and Training seminar. **4** Francophone IRTS scholars had individual study residencies to assist them to produce papers, research articles and academic monographs.
- Held **4** in-person Regional Scholar consultations (2021, 3) for current Langham scholars and **1** virtual gathering. Held **2** in-person Regional Forums for graduated Langham scholars and **10** virtual events. Consultations and Forums provide opportunities for scholars to network, receive pastoral care, share research, collaborate, and be more effective in serving the church and theological institutions.
- Langham Scholars had at least **34 books/articles** published.

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Special Events

As part of the Langham Global Growth Campaign, LP UKI launched its own Magnify growth Campaign, and this was the major mission and ministry investment of the year. The planning phase, board engagement, staff involvement and production of profile and materials all having taken place, national events are starting to take place with dinners and public meetings held in London, Belfast, Edinburgh and Glasgow and full programme developed for the coming year.

Our thanks are due to so many for the successes of the year, to our committed and generous Donors, and gifted, sacrificial Staff. We give thanks to God for his continuing to draw us forward through a time of significant change and development while increasing our fellowship and growing the impact of our work. We continue to remember many in our Langham family in Ukraine and other inhospitable areas of the world and thank the Lord for the privilege of serving with them as we continue to pray for their blessing and protection.

Financial Review

The 2022-23 impact of our programmes (see 'Achievements and Performance', above) depends on the Group raising £8.8m in donations and other income. Much of this flows through UKI, both due to its role as banker to the group and the location of the Langham Service Centre in Carlisle, UK. There are about £2.8m of internal 'inter entity transfers' through UKI accounts.

Of the £8.8m raised by the Group in 2022-23 (largely through donations) £2.1m was contributed directly from LPUKI income. This enabled the Group to spend £8.7m on Programmes directly and via global ministry support, of which £4.9m has been expended through LPUKI.

As such, during the year, LPUKI raised £4.9m of income (2022: £3.7m) and spent £4.9m (2022: £4.0m). At the financial year end, after losses on investments totalling £26k (2022: £38k), the charity made a small deficit of £34k (2022: £331k).

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Remuneration policy

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

Reserves Policy

Total funds held as at 30 June 2023 were £2,356k, of which £1,040k is restricted and not available for the general purpose of the charity and £1,315k is unrestricted funds, after designations. Free reserves, representing unrestricted funds less designated funds totalled £215k.

The trustees have assessed LPUKI's risks and determined the level of free (designated 'policy') reserves required, based on a formula that takes account of 3 month's operational costs, 1-month strategic reserve, multi-year program commitments especially for Scholars and contingency reserve needs, for example for the Hookses property. As such, a Reserves Policy Fund has been established with a current calculated requirement of £300k, which is included within designated funds.

Trustees are mindful of the deficit held on the 'designated funds programme' line which is reducing the overall level of free reserves. This emerges from LPUKI's role as banker for the programmes and will be addressed as funds are received to support programme activity in the 2023-24 financial year.

Trustees will continue to review LPUKI's reserves policy and level of reserves on an annual basis, in the light of changing risks and developing strategies and plans.

Investment policy

The trustees have the power to make any investments that they think fit. They have considered the most appropriate policy for investing funds. In June 2023, the trustees decided to remove £224k of investments from the specialist unit trusts designed for the charity sector, and to move these to a new investment platform. This was based on an analysis of the performance of the unit trusts and also to ensure a more balanced portfolio and to maximise investment returns whilst balancing risk.

Auditors

Moore Kingston Smith LLP were re-appointed to act as Auditors at the last year's AGM and we are grateful for their diligence and advice during the year.

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Trustees' Responsibilities

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- comply with applicable accounting standards, including FRS 102, subject to any material departures disclosed and explained in the financial statements;
- observe the methods and principles in the Charities SORP
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The trustees who held office at the date of approval of this Annual Report as set out above each confirm that:

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

Small company

This report has been prepared in accordance with the provisions applicable to companies subject to the Small Companies' regime in Part 15 of the Companies Act 2006.

Approved by the Board of Directors and signed on its behalf by:



Steve Osei-Mensah (Director)
Date: 08/11/2023



Alan Johnston (Director)
Date: 08/11/2023

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

Opinion

We have audited the financial statements of The Langham Partnership (UK & Ireland) ('the charitable company') for the year ended 30 June 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

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

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

We have nothing to report in this regard.

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

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 8, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the company and considered that the most significant are the Companies Act 2006, the Charities Act 2011, UK financial reporting standards as issued by the Financial Reporting Council and UK taxation legislation.
- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.

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

- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Use of our report

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

Moore Kingston Smith LLP

James Cross (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP, Statutory Auditor

9 Appold Street
London
EC2A 2AP

Date: 22/03/2024

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STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30TH JUNE 2023

Income and Expenditure Account	Note	Unrestricted Funds		Restricted Funds	Total Funds	Total Funds
		General £	Designated £	£	2023 £	2022 £
Income						
Donations and legacies	3	1,765,653	188,206	2,526,399	4,480,258	3,203,984
Investment income	4	13,499	-	-	13,499	10,472
Grants	6	-	-	-	-	-
Charitable activities:						
Literature	5	395,183	-	2,408	397,591	521,302
Other programmes	5	2,800	6,379	10,227	19,406	12,586
Total Income		2,177,135	194,585	2,539,034	4,910,754	3,748,344
Expenditure						
Cost of raising funds	7	327,088	-	-	327,088	203,120
Charitable activities	7	389,461	1,512,591	2,689,992	4,592,044	3,837,755
Total Expenditure		716,549	1,512,591	2,689,992	4,919,132	4,040,875
Net operating income/(expenditure)		1,460,586	(1,318,006)	(150,958)	(8,378)	(292,531)
Net gains/ (losses) on investments		(25,649)	-	-	(25,649)	(38,235)
Net gains/ (losses) on sale of property, plant and equipment		34	-	-	34	(228)
Net income/(expenditure) for the year		1,434,971	(1,318,006)	(150,958)	(33,993)	(330,994)
Transfers between funds	18	(1,450,754)	1,450,754	-	-	-
Net movement in funds		(15,783)	132,748	(150,958)	(33,993)	(330,994)
Reconciliation of funds						
Funds brought forward at 1 st July 2022		130,366	1,068,000	1,191,723	2,390,089	2,721,083
Funds carried forward at 30th June 2023		114,583	1,200,748	1,040,765	2,356,096	2,390,089

The whole of the movements arise from continuing activities.

There were no other recognised gains or losses other than those stated above.

The notes on pages 17 to 35 form part of these financial statements.

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

(14)

Company Number 4235957

BALANCE SHEET
AS AT 30TH JUNE 2023

		2023		2022	
Note		£	£	£	£
Fixed assets					
Tangible fixed assets	12		2,279,925		2,309,057
Investments	13		114,417		364,328
			<u>2,394,342</u>		<u>2,673,385</u>
Current assets					
Stock	14	133,056		80,016	
Debtors and prepayments	15	408,303		152,049	
Cash at bank and in hand		484,874		474,928	
		<u>1,026,233</u>		<u>706,993</u>	
Current liabilities					
Creditors: Amounts falling due within one year	16	1,057,363		983,172	
Provision	17	7,116		7,116	
		<u>1,064,479</u>		<u>990,288</u>	
Net current (liabilities) / assets			<u>(38,246)</u>		<u>(283,295)</u>
Total assets less current liabilities			<u>2,356,096</u>		<u>2,390,090</u>
Creditors: Amounts falling due after one year		<u>-</u>		<u>-</u>	
Total net assets			<u>2,356,096</u>		<u>2,390,090</u>
Represented by:					
Unrestricted funds:					
General fund					
	18	114,583		130,366	
Designated funds	18	1,200,748		1,068,001	
			<u>1,315,331</u>		<u>1,198,367</u>
Restricted funds	19		<u>1,040,765</u>		<u>1,191,723</u>
			<u>2,356,096</u>		<u>2,390,090</u>

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

Approved by the Directors on 8th November 2023 and signed on their behalf by:



S Osei-Mensah
Director



A Johnston
Director

The notes on pages 17 to 35 form part of these financial statements

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

STATEMENT OF CASH FLOWS
AS AT 30TH JUNE 2023

	2023	2022
	£	£
Cash outflow from operating activities		
Net cash provided by/(used in) operating activities	(221,612)	351,600
Cash flows from investing activities		
Investment income and interest received	13,499	10,472
Proceeds from the sale of property, plant and equipment	34	150
Payments to acquire tangible fixed assets	(20,170)	(460,261)
Proceeds from the sale of investments	224,261	
Net cash provided by (used in) investing activities	217,624	(449,639)
Cash flows from financing activities		
Cash inflows from new borrowing	13,934	596,066
Net cash provided by (used in) financing	13,934	596,066
Net increase/(decrease) in cash and cash equivalents	9,946	(205,174)
Cash and cash equivalents at beginning of year	474,928	680,102
Cash and cash equivalents at end of year	484,874	474,928

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

	2023	2022
	£	£
Net income/(expenditure)	(33,993)	(330,993)
Adjustments for:		
Depreciation charges	49,302	44,833
Net losses/ (gains) on investments	25,649	38,235
Investment income	(13,499)	(10,472)
Loss/ (profit) on sale of fixed assets	(34)	228
(Increase)/ Decrease in stock	(53,040)	28,979
(Increase)/Decrease in debtors	(256,254)	20,439
(Decrease)/ Increase in creditors	60,257	(121,498)
(Decrease)/ Increase in provisions	-	(21,351)
Net cash provided by/(used in) operating activities	(221,612)	(351,600)

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

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STATEMENT OF CASH FLOWS
AS AT 30TH JUNE 2023

Analysis of changes in net debt

	As at 1 July 2022	Cashflows	Other Non-Cash Changes	As at 30 June 2023
Cash at bank	474,928	9,946		484,874
Cash held by investment managers	-	-		-
Loans: Falling due within one year	(596,066)	(13,934)		(610,000)
Loans: Falling due after more than one year	-			-
	<hr/>	<hr/>	<hr/>	<hr/>
	(121,138)	(3,988)	-	(125,126)

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

1 ACCOUNTING POLICIES

Accounting convention

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

The charity constitutes a public benefit entity as defined by FRS 102. 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) including update bulletin 2, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

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

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

Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the trustees have considered the charity's forecasts and projections and have taken account of pressures on donation and investment income.

The trustees maintain and regularly review a risk register, and have given due consideration to the risks to the financial sustainability of the organisation due to the current inflationary pressures.

The 2022-23 financial year has shown the resilience of Langham's income streams in the face of these pressures.

Langham has control mechanisms in place to enable flexibility in budget planning should there be a negative impact on income streams. The Leadership Team, which comprises representatives from each entity and programme stream, reviews the financial forecast on a monthly basis. In previous years Langham has shown capacity to reduce budgets and costs quickly and effectively in the face of the risk of reduced income. As shown in the financial statements there are outstanding loans that are due for repayment by June 2024. These liabilities are understood by LPUKI trustees and Langham Partnership International and plans are in place to identify how these will be financed as set out below.

The charity has been notified that they are a beneficiary in the will of a deceased supporter where the timing of the receipt of a substantial legacy is not yet known and the quantum cannot be estimated with reasonable accuracy. This has been disclosed as a contingent asset in note 23 of the financial statements.

In addition to this, the charity has obtained an in-principle agreement for a loan facility of up to £635,000 with a banking institution to provide the funds to settle the outstanding loans that are due for repayment by June 2024.

Taking the above into account, the Trustees are confident that the charity will continue to meet its obligations as they fall due for a period of 12 months from signing these financial statements, and that therefore the going concern basis continues to be appropriate.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

ACCOUNTING POLICIES (continued)

Income

- Donations, grants and other forms of voluntary income are recognised in the period in which the charitable company is legally entitled to its receipt and the amount can be measured and receipt is probable. Income tax recoverable on Gift Aid donations is recognised when the income is recognised. Legacies are included on a receivable basis as and when the value can be measured with sufficient reliability and receipt is probable.
- Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.
- Activities in furtherance of the charitable company's objects include income from book sales and is included in the period in which it is receivable.
- Investments are included in the balance sheet at their market value on that date. Unrealised revaluation gains are included in the Statement of Financial Activities. Investment income is credited to the income and expenditure account, and is inclusive of any income tax recoverable thereon.

Expenditure

All expenditure is accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay. Expenditure has been classified under headings that aggregate all costs related to that category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources.

- Grants payable are accounted for when paid over, or when awarded, if that award creates a binding obligation on the charitable company.
- Cost of raising funds includes all expenditure in relation to obtaining funding for the charitable company to meet its charitable aims.
- Costs of charitable activities include all expenditure directly related to furthering the objects of the charitable company.
- Support costs including governance costs are allocated to cost of raising funds and charitable activities on the basis of an estimate of time spent by the relevant staff members, and resources utilised.

Expenditure includes attributable VAT that cannot be recovered.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

ACCOUNTING POLICIES (continued)

Depreciation

Fixed assets below £750 are not capitalised.

Depreciation is provided on tangible fixed assets at rates calculated to write off the cost of each asset evenly over its expected useful life, as follows:

Buildings	2% on cost
Fixtures, fittings and equipment	20% to 25% on cost

Freehold land is not depreciated.

No depreciation is charged on the Hookses freehold building as it is maintained to a high standard, which prolongs its useful life and enhances the residual value (based on prices prevailing at the time of acquisition) and accordingly any depreciation charge arising is considered to be immaterial. The freehold building is reviewed for impairment annually.

The Langham Service Centre is measured at depreciated replacement cost based on its operational use to the organisation.

Investments

Investments are stated at market value at the balance sheet date. Realised and unrealised gains or losses for the period are accounted for through the Statement of Financial Activities.

Stocks

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

Cash and cash equivalents

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

Employee benefits

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

Pensions

The charitable company participates in a defined contribution pension scheme, the assets of which are held separately from those of the charitable company in a fund independently administered by the Pensions Trust. The charitable company also contributes to money purchase personal pension plans held by individual employees. Contributions are charged to the statement of financial activities for the period in which they are payable to the scheme.

Operating leases

Rentals payable for assets held under operating leases are charged as they fall due.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the net movement in funds.

Funds

Unrestricted funds represent the funds of the charitable company that are not subject to any restrictions regarding their use, and are available for application to the general purposes of the charitable company. Funds designated for a particular purpose by the charitable company are also unrestricted. Designations are shown as a transfer from undesignated to designated funds.

Restricted funds are those amounts given for specific purposes, which may be declared by the donor or with their authority.

Critical accounting estimates and areas of judgement

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

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

2 TAXATION

The charity benefits from exemptions on income and gains falling within sections 466-493 of the Corporation Tax Act 2010 to the extent they are derived from charitable activities.

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

3 DONATIONS

	Unrestricted		Restricted Funds £	2023 Total Funds £
	General Funds £	Designated Funds £		
Literature:				
Other donations and gifts	111,415	58,363	755,163	929,941
Income tax receivable	-	-	4,578	4,578
Legacies	-	-	-	-
Scholarship and education:				
Other donations and gifts	55,006	38,760	853,576	947,342
Income tax receivable	-	-	4,015	4,015
Legacies	-	-	-	-
Preaching and teaching:				
Other donations and gifts	3,677	54,540	838,548	896,765
Income tax receivable	-	-	5,923	5,923
Legacies	-	-	-	-
Hookses:				
Other donations and gifts	-	-	26,135	26,135
Legacies	-	-	-	-
Langham International including LSC property:				
Other donations and gifts	226,516	36,543	38,461	301,520
Income tax receivable	-	-	-	-
General Income:				
Other donations and gifts	836,829	-	-	836,829
Income tax receivable	41,326	-	-	41,326
Legacies	490,884	-	-	490,884
	1,765,653	188,206	2,526,399	4,480,258

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

3 DONATIONS

	Unrestricted		Restricted Funds £	2022 Total Funds £
	General Funds £	Designated Funds £		
Literature:				
Other donations and gifts	63,787	48,118	647,868	759,773
Income tax receivable	-	-	6,154	6,154
Legacies	-	-	-	-
Scholarship and education:				
Other donations and gifts	65,244	112,893	525,794	703,931
Income tax receivable	-	-	2,683	2,683
Legacies	-	-	-	-
Preaching and teaching:				
Other donations and gifts	-	48,118	604,134	652,252
Income tax receivable	-	-	6,262	6,262
Legacies	-	-	-	-
Hookses:				
Other donations and gifts	-	-	23,420	23,420
Legacies	-	-	-	-
Langham International including LSC property:				
Other donations and gifts	195,699	58,526	77,691	331,916
Income tax receivable	-	-	400	400
General Income:				
Other donations and gifts	619,180	-	-	619,180
Income tax receivable	86,693	-	-	86,693
Legacies	11,320	-	-	11,320
	1,041,923	267,655	1,894,406	3,203,984

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

4 INVESTMENT INCOME

UK Investments	Unrestricted			2023 Total Funds £
	General Funds	Designated Funds	Restricted Funds	
Listed investments	13,499	-	-	13,499
	13,499	-	-	13,499

UK Investments	Unrestricted			2022 Total Funds £
	General Funds £	Designated Funds £	Restricted Funds £	
Listed investments	10,472	-	-	10,472
	10,472	-	-	10,472

5 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted			2023 Total Funds
	General Funds £	Designated Funds £	Restricted Funds £	
Literature - Additional book programme	312,355	-	-	312,355
Literature - Other income	82,828	-	2,408	85,236
Other Programme Income	2,800	6,379	10,227	19,406
	397,983	6,379	12,635	416,997

	Unrestricted			2022 Total Funds £
	General Funds £	Designated Funds £	Restricted Funds £	
Literature - Additional book programme	413,134	-	-	413,134
Literature – Other Income	99,770	-	8,398	108,168
Other Programme Income	601	8,218	3,767	12,586
	513,505	8,218	12,165	533,888

6 GRANT INCOME

There was no grant income in 2022-23 (2021-22, none).

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

7 TOTAL EXPENDITURE

	Cost of raising funds	Literature	Scholarship & education	Preaching & teaching	LPI	Hookses	Total Funds 2023
	£	£	£	£	£	£	£
Grants (note 8)	-	412,351	742,291	54,406	15,000	-	1,224,048
Other direct							
Programme	-	256,841	51,495	142,421	65,972	26,100	542,829
Literature Trading	-	332,786	-	-	-	-	332,786
Programme indirect costs	-	-	-	-	-	-	-
Wages & Salaries	185,313	362,881	100,865	121,120	334,093	-	1,104,272
LSC salary and cost allocation	63	83,036	1,175	6,014	(90,288)	-	-
General support costs	141,712	223,166	159,990	903,790	286,539	-	1,715,197
	327,088	1,671,061	1,055,816	1,227,751	611,316	26,100	4,919,132

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

TOTAL EXPENDITURE

	Cost of raising funds	Literature	Scholarship & education	Preaching & teaching	LPI	Hookses	Total Funds 2022
	£	£	£	£	£	£	£
Grants (note 8)	-	497,720	517,641	75,250	6,399	-	1,097,010
Other direct							
Programme	-	278,949	36,848	62,127	751	21,215	399,890
Literature Trading	-	415,546	-	-	-	-	415,546
Programme indirect costs	-	-	-	-	-	-	-
Wages & Salaries	144,186	404,340	110,590	104,258	295,324	-	1,058,698
LSC salary and cost allocation	-	52,117	727	3,731	(56,575)	-	-
General support costs	58,934	169,926	115,498	475,123	250,250	-	1,069,731
	203,120	1,818,598	781,304	720,489	496,149	21,215	4,040,875

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

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30TH JUNE 2023

8 GRANTS PAYABLE

	2023 Total Funds	2022 Total Funds
	£	£
Scholarships	742,291	517,642
Preaching	54,406	75,249
Literature	412,351	497,720
Langham International	15,000	6,399
	1,224,048	1,097,010
Total		
	No	£
Grants paid in the year can be analysed :		
Individuals	13,025	499,976
Institutions	883	724,072
		1,224,048

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

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

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

9 STAFF COSTS AND RELATED PARTY TRANSACTIONS

	2023	2022
	£	£
Wages and salaries	956,789	891,686
Social security costs	78,640	73,795
Pension costs	80,781	78,139
Other Benefits	14,096	13,848
	<u>1,130,306</u>	<u>1,057,468</u>
Average monthly number of staff:	No	No
Office and programme staff	<u>43</u>	<u>41</u>

The number of employees whose emoluments exceeded £60,000 were:

	2023	2022
£80,000 - £89,999	1	
£90,000 - £99,999		1
	<u>1</u>	<u>1</u>

The staff member earning over £60,000 relates to a Langham Partnership International employee based in the UK.

Key management personnel include the Trustees, Chief Executive and senior staff reporting directly to the Chief Executive, and the International Director, who is responsible for Langham Partnership globally. The total employee benefits of the charity's key management personnel were £301,002 (2022: £260,384). Excluding Trustees, the charity's key management personnel consisted of five staff members in 2022-23 (four key management personnel staff members in 2021-2022).

No remuneration was paid to any trustee in the year. During the year eight trustees were reimbursed expenses for travel and meetings totalling £3,983 (2022: one trustee: £50).

10 NET INCOME/(EXPENDITURE)

	2023	2022
	£	£
This is stated after charging:		
Auditors' remuneration:		
- for audit services: current year	18,025	14,150
- for audit services: prior year under (over) accrual	-	-
- for non-audit services	-	-
Depreciation	49,302	44,833

11 OPERATING LEASES

There are no operating leases (2022, none).

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

12 TANGIBLE FIXED ASSETS

	Freehold land	Freehold building LSC	Freehold building Hookses	Assets under construction	Furniture, fittings and equipment	Total
	£	£	£	£	£	£
Cost and valuation						
At 1st July 2022	340,000	1,437,635	503,169	-	98,705	2,379,509
Additions	-	2,552	-	-	17,619	20,171
Disposal	-	-	-	-	-	-
At 30th June 2023	340,000	1,440,187	503,169	-	116,324	2,399,680
Depreciation						
At 1st July 2022	-	23,961	-	-	46,492	70,453
Disposal	-	-	-	-	-	-
Charge for the year	-	28,804	-	-	20,498	49,302
At 30th June 2023	-	52,765	-	-	66,990	119,755
Net book value						
At 30th June 2023	340,000	1,387,422	503,169	-	49,334	2,279,925
At 30th June 2022	340,000	1,413,675	503,169	-	52,213	2,309,057

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

13 FIXED ASSET INVESTMENTS

	Listed investments 2023 £	Cash deposits 2023 £	Total 2023 £	Total 2022 £
UK investments				
At 1 st July 2022	363,327	1,000	364,327	402,562
Disposals	(224,261)	-	(224,261)	-
Net investment (losses)/gains	(25,649)	-	(25,649)	(38,234)
Market value at 30 th June 2023	113,417	1,000	114,417	364,328
Historic cost as at 30 th June 2023	225,177	1,000	226,177	226,177

The investments at 1st July 2022 were held in Blackrock Charities Equity Fund and Blackrock Charities Bond Fund, M&G Charifund income units; M&G Common Investment Fund; Schrodgers Charity Equity Fund income units; Schrodgers Charity Fixed Interest income units; Central Board of Finance (of The Church of England) COIF Charities Investment Fund accumulation units.

During the year, the investments in Blackrock and Schrodgers were disposed of meaning the investments at 30th June 2023 were held in M&G Charifund income units and the M&G Common Investment Fund.

The liquidated investments have been temporarily moved into cash ready to be invested in the new financial year once new arrangements have been set up. This was approved by the Trustees in June 2023.

The investments are pooled for the General Fund.

14 STOCK

	2023 £	2022 £
Stock of books	133,056	80,016

15 DEBTORS

	2023 £	2022 £
Trade debtors	26,298	67,879
Other debtors and Prepayments	58,806	56,355
Accrued Income	323,199	27,815
	408,303	152,049

Accrued income at 30th June 2023, mainly comprises legacies of which Langham is the beneficiary.

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

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30TH JUNE 2023

16 CREDITORS: Amounts falling due within one year

	2023 £	2022 £
Other creditors	297,699	273,324
Bank loan	-	596,066
Other Loans	610,000	50,000
Accruals	69,439	63,782
Income in advance	80,225	-
	1,057,363	983,172
	1,057,363	983,172

The borrowing of £610,000 comprises three loans with long-term supporters of the charity to support the financing of the development of the Langham Service Centre which was brought into use in August 2021. These comprise a loan of £500,000 which is interest free, unsecured and repayable by 24th June 2024. An interest free unsecured loan of £50,000 which is repayable on 31/03/2024. Subsequent to the balance sheet date, this loan was extended for a further 12 months to 31 March 2025. An unsecured loan of £60,000 repayable on 6th June 2024 which has an annual interest rate of 4%. These loans are considered to be public benefit concessionary loans as the interest rates are below the prevailing market rate. They are valued at amortised cost.

17 PROVISIONS: Amounts falling due within one year

	2023 £	2022 £
Provision	7,116	7,116
	7,116	7,116
	7,116	7,116

The provision relates to a historic utility liability on the Langham Service Centre warehouse site.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

18 UNRESTRICTED FUNDS

	Balance at 01.07.22 £	Income £	Expenditure £	Transfers £	Investment Gains/(Loss) £	Net gains/ (losses) on sale of property, plant and equipment £	Balance at 30.06.23 £
<i>General fund</i>							
LPUKI	130,366	1,382,539	(459,748)	(912,925)	(25,649)		114,583
Programmes	-	568,080	(30,251)	(537,829)	-		-
LPI	-	226,516	(226,550)	-	-	34	-
	130,366	2,177,135	(716,549)	(1,450,754)	(25,649)	34	114,583
<i>Designated funds:</i>							
Programmes	(363,850)	157,830	(1,211,351)	1,207,276	-		(210,095)
Reserves Policy Fund	279,222	-	-	20,778	-		300,000
LPI	138,282	35,607	(292,835)	92,700	-		(26,246)
LPI Strategic Opportunities	12,005	936	-	-	-		12,941
LPI Working Capital Reserve	24,000	-	-	-	-		24,000
LSC Property Development	978,341	212	(8,405)	130,000	-		1,100,148
	1,068,000	194,585	(1,512,591)	1,450,754	-		1,200,748

	Balance at 01.07.21 £	Income £	Expenditure £	Transfers £	Investment/ Gains/(Loss) £	Net gains/ (losses) on sale of property, plant and equipment £	Balance at 30.06.22 £
<i>General fund</i>							
LPUKI	131,976	727,665	(314,937)	(376,103)	(38,235)		130,366
Programmes	-	642,537	(522,560)	(119,977)	-		-
LPI	-	195,698	(195,698)	-	-		-
	131,976	1,565,900	(1,033,195)	(496,080)	(38,235)		130,366
<i>Designated funds:</i>							
Programmes	(145,458)	217,344	(696,792)	261,056	-		(363,850)
Reserves Policy Fund	277,612	-	-	1,610	-		279,222
LPI	178,043	58,526	(164,292)	102,010	-		174,287
LSC Property Development	966,433	3	(11,532)	23,437	-		978,341
	1,276,630	275,873	(872,616)	388,113	-		1,068,000

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2022

18 UNRESTRICTED FUNDS (continued)

Where funds are received on an unrestricted basis, LPUKI seeks to transfer these to support programme activity and therefore we see a transfer of £912,925 from the LPUKI General Fund. This comprises several aspects:

£669,447 has been designated for programmes to support activity

£130,000 has been transferred to support the LSC warehouse development project

£92,700 has been transferred to Langham International to support international costs

£20,778 has been transferred to the Reserves Policy Fund to replenish this to the required £300,000 level as based on the current reserve policy.

In 2022-23 £537,829 has been transferred from the programmes general fund to support expenditure within the designated programmes fund. The programmes general fund relates to income from literature trading and author royalties. These monies comprise unrestricted income.

19 RESTRICTED FUNDS

	Balance at 01.07.22	Income	Expenditure	Transfers	Investment Gains	Net gains/ (losses) on sale of property, plant and equipment	Balance at 30.06.23
	£	£	£	£	£	£	£
Scholarship Fund	281,257	860,000	(904,651)	6,000	-	-	242,606
Hookses Fund	579,193	26,140	(26,100)	-	-	-	579,233
LPI	-	38,461	(38,461)	-	-	-	-
LPI – International Ministry Director Preaching Seminars Fund	2,819	10,222	(2,846)	(6,000)	-	-	4,195
Literature Fund	165,707	844,471	(988,175)	-	-	-	22,003
PD General Fund	2,603	637,406	(510,251)	(102,783)	-	-	26,975
PD Europe Fund	5,373	65,904	(174,060)	102,783	-	-	-
PD East Asia Fund	-	1,813	(1,813)	-	-	-	-
Windows on the Text	-	13,635	(13,635)	-	-	-	-
	154,771	40,982	(30,000)	-	-	-	165,753
	1,191,723	2,539,034	(2,689,992)	-	-	-	1,040,765

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

19 RESTRICTED FUNDS (continued)

	Balance at 01.07.21 £	Income £	Expenditure £	Transfers £	Investment Gains £	Net gains/ (losses) on sale of property, plant and equipment £	Balance at 30.06.22 £
John Stott Memorial Fund	1,427	-	(1,427)	-	-		-
Scholarship Fund	317,915	528,477	(565,135)	-	-		281,257
Langham Service Centre	2,099	43,550	(45,649)	-	-		-
Hookses Fund	576,982	23,427	(21,215)	-	-		579,194
LPI	19,110	34,541	(53,651)	-	-		-
LPI – International Ministry Director Preaching Seminars Fund	6,072	3,759	(7,012)	-	-		2,819
Literature Fund	248,649	610,396	(681,328)	(12,010)	-		165,707
PD General Fund	27,314	579,090	(603,801)	-	-		2,603
Windows on the Text	6,250	34,787	(155,642)	119,977	-		5,372
	106,659	48,543	(431)	-	-		154,771
	<u>1,312,477</u>	<u>1,906,570</u>	<u>(2,135,291)</u>	<u>107,967</u>	<u>-</u>		<u>1,191,723</u>

In 2022-23, £6,000 has been transferred from the LPI International Ministry Director fund to the Scholarship Fund as approved by the International Ministry Director, to support the cost of living pressures being faced by scholars.

£102,783 has been moved from the restricted general literature fund to support the publisher development fund.

The Scholars Fund comprises funds restricted to support the Scholars programme in terms of PhD tuition fees, scholar care and consultations.

The Langham Service Centre (LSC) serves as a hub for the Literature, Preaching, and Scholars programmes. The designated and restricted funds for this will be used to support the cost of this project as it is depreciated and maintained over its useful life.

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

The LPI Fund comprises restricted funds to support the central functions of Langham (eg IT, staffing and finance).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2023

19 RESTRICTED FUNDS (continued)

The LPI International Ministry Director comprises funds received in respect of the IMD and used to support a wide range of international initiatives

The Literature Fund comprises funds received specifically for the literature programme and the various projects within that.

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

The Publisher Development fund comprises funds restricted to support the development of majority world publishers through grants, support and mentoring.

The Windows on the Text fund comprises income received for this creative commentary project within the literature programme, which is being completed over time.

20 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible Fixed Assets	Investments	Net Current (Liabilities)	Non Current Assets	Total 2023
	£	£	£	£	£
Unrestricted Funds					
General Funds	49,333	114,417	(49,167)	-	114,583
Designated Funds	1,727,423	-	(526,674)	-	1,200,749
Restricted Funds	503,169	-	537,595	-	1,040,764
	2,279,925	114,417	(38,246)	-	2,356,096

	Tangible Fixed Assets	Investments	Net Current Assets	Non Current Assets	Total 2022
	£	£	£	£	£
Unrestricted Funds					
General Funds	52,213	364,328	(286,175)	-	130,366
Designated Funds	1,753,675	-	(685,674)	-	1,068,001
Restricted Funds	503,169	-	688,554	-	1,191,723
	2,309,057	364,328	(283,295)	-	2,390,090

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2023

21 CONSTITUTION OF THE CHARITABLE COMPANY

The charitable company is limited by guarantee, and each director is under covenant to contribute a sum not exceeding ten pounds sterling in certain circumstances as set out in clause 7 of the Memorandum of Association.

22 RELATED PARTY TRANSACTIONS

During the year a payment of £2,490 (2021-22, £8,000) in respect of accommodation for a team residential meeting was made to Sunny Bank Farm and its associated properties.
John Libby, National Director for Langham Partnership UK, is a part owner of these properties.
The payment made was at a discounted rate.

23 CONTINGENT ASSET

The Langham Partnership (UK & Ireland) has been informed that it is a beneficiary in the will of a deceased supporter. The timing of the receipt of the legacy is not yet known. It is expected to be of the order of £450k.

24 POST BALANCE SHEET EVENTS

There are no adjusting or non-adjusting post balance sheet events in the financial statements.

25 CAPITAL COMMITMENTS

As at 30th June 2023, (2022, none) there is no contracted capital expenditure that is not recognised as liabilities.