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 2026

Redwoods Accountants (Exeter) Ltd
Chartered Certified Accountants
2 Clyst Works
Clyst Road
Topsham
Exeter
Devon
EX3 0DB

The Melanesian Mission

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The Melanesian Mission

Reference and Administrative Details

Charity Registration Number:	1104551
Company Registration Number	05101167
Country of Incorporation	England and Wales
Registered Office	5 Trumps Orchard Cullompton Devon EX15 1TW
Independent Examiner	Redwoods Accountants (Exeter) Ltd Chartered Certified Accountants 2 Clyst Works Clyst Road Topsham Exeter Devon EX3 0DB
Accountants	Redwoods Accountants (Exeter) Ltd Chartered Certified Accountants Redwoods 2 Clyst Works Clyst Road, Topsham Exeter Devon EX3 0DB

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 2026.

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:	Rt Revd S Corley, Chair
	Ven Dr M R Gilbertson, Vice Chair and Archbishop's Nominated Trustee
	Mrs S J Clayton, Hon Treasurer (appointed 20 September 2025)
	Revd J J Wise (term of office concluded 20 September 2025)
	Revd Dr A Milbank Robinson
	Mr C Butler
	Revd Dr S R Rylands
	Ms J E Mcilveen
	Mr D J Friswell
	Revd A Sheard (appointed 20 September 2025)
	Revd K Pwaisiho, Archbishop's Nominated Trustee
Secretary:	Mrs K D Drew

Structure, governance and management

Nature of governing document

The Melanesian Mission is a registered charity, number 1104551, is a company limited by guarantee having no share capital, and is constituted under its Articles of Association. The company was formed on 14th April 2004, company registration number 5101167.

Recruitment and appointment of trustees

As permitted in the Constitution, two of the Trustee Directors, Ven Dr M R Gilbertson and Revd Kate Pwaisiho (who replaced Revd J J Wise), 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.

Major risks and management of those risks

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

Trustees manage cashflow risks by:

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

Objectives and activities

Objects 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.

Trustees' Report

Public benefit

The Trustees have considered the Charity Commission's guidance on public benefit, including the specific guidance on charities for the advancement of religion.

In setting objectives and planning activities, the Trustees have had due regard to this guidance. The Trustees are satisfied that the Mission's activities, including supporting education, women's groups, the religious orders, and community development initiatives in Melanesia, alongside the advancement of the Christian faith, provide public benefit in furtherance of its charitable purposes, as described in the achievements and performance section of this report.

The Trustees confirm that they have complied with their duty under section 4 of the Charities Act 2011 to have due regard to the Charity Commission's public benefit guidance.

Financial review

A deficit of £2,506 (2025: deficit of £4,787) on Unrestricted funds before revaluations of investments.

A surplus of £21,418 (2025: deficit of £4,039) on restricted funds. The surplus is due to restricted funds received in the current year, scheduled to be expended in future financial years.

Policy on reserves

The Trustees hold restricted reserves of £41,922 and endowment reserves of £47,902

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: £3,186,392 (valuation of unrestricted investments which cannot be used without being sold)

Remaining reserves of £146,273 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.

Principal funding sources

Voluntary income
During the year, the charity received £85,006 in voluntary donations (2025 - £45,898).

Investment income
The accounts show an increase in investment income this year at £117,861 (2025 - £116,683). The Trustees are pleased that investments continue to provide a consistent level of income for the charity.

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

Achievements and performance

Governance

The Trustees met regularly throughout the financial year to oversee the work of the charity. Meetings were held online in April and June 2025 and January 2026, and in person in November 2025 and February 2026, the latter as part of the annual Trustees' Residential.

At the November meeting, Trustees received the annual investment presentation from CCLA, which manages the charity's investment portfolio.

In April 2025, the charity strengthened its financial administration by appointing a parttime bookkeeper to assist with payroll, HMRC and pension obligations, and to maintain financial records, including the cashbook.

At the February 2026 Residential, the Trustees also undertook a review of the charity's key policies to ensure they remain up to date and reflect best practice. In addition, following a tender process involving three firms of solicitors, the Trustees appointed Anthony Collins Solicitors to undertake a review of the charity's Articles of Association. The review of policies and the Articles of Association is ongoing into the next financial year.

The Steering Group, chaired by the Venerable Dr Michael Gilbertson, met online in advance of each Trustees' meeting to progress ongoing work and set the agenda for full Board discussions.

Annual General Meeting

The Annual General Meeting and Festival Day took place at Selwyn College, Cambridge, on 20 September 2025, attended by over 30 supporters. At the meeting, the accounts for 2024-2025 were approved, and Redwoods was appointed as the charity's Independent Examiner for the 2025-2026 accounts. The minutes of the 2024 AGM were also approved and signed by the Chair.

In terms of Trustee changes, the Revd Jacky Wise stepped down during the year. Mr Dave Friswell (with a responsibility for Fundraising) and the Revd Angela Sheard were elected as Trustees for a term of three years, filling existing vacancies. Mrs Sue Clayton was elected as Trustee and Honorary Treasurer for a term of one year.

The date and venue of the 2026 AGM and Festival Day were confirmed as Saturday 19 September at Exeter Cathedral and Palace.

Following lunch, a series of presentations were given. The Revd Jacky Wise offered reflections as a retiring Trustee, while Trustees Jen McIlveen and Colin Butler provided an update on education and school partnerships. The Revd Richard Carter, Chaplain to the UK Companions of the Melanesian Brotherhood, spoke about the centenary of the Melanesian Brotherhood. MMUK's Executive Director, Katie Drew, shared plans for the future of the charity and also led a time of thanksgiving for the life and ministry of Fr Brian Macdonald-Milne, former MMUK Trustee, Archivist, and adviser to the Melanesian Brotherhood.

The Festival Day concluded with a celebration of the Eucharist in the chapel.

Environmental Advocacy and Education
MMUK continued to raise awareness of the climate emergency in Melanesia through talks in schools, churches, and interest groups. The charity also sustained its support for the Environment Observatories in the Solomon Islands, contributing £2,000 towards the Project Manager's salary, alongside an additional £2,585 to cover travel costs and the production of a pilot Green Apostles handbook.

This handbook has been developed to teach about the causes and impacts of climate change, while also offering practical guidance on adaptation. Following a period of testing and evaluation, the material will be revised as necessary, translated into local Pidgin, and distributed across Environment Observatory sites and Anglican Church of Melanesia schools. It will also be used to support outreach and mission activities led by the religious orders and the Mothers' Union.

Placements, Pilgrimages and Global Fellowship
During the year, exchange visits in both directions continued to play a vital role in MMUK's mission, promoting mutual learning, strengthening fellowship, and nurturing reciprocal relationships between the UK and Melanesia.

In August 2025, MMUK organised a programme for eight Sisters of the Church who were visiting the UK for their General Chapter. By dividing into smaller groups, the Sisters were able to visit the dioceses of Chester, Ely, Exeter, Lichfield, and London, meeting friends and supporters and strengthening longstanding relationships. One Sister remained in the UK to attend the charity's AGM in September.

In November 2025, MMUK also contributed funding to support the attendance of two Anglican Church of Melanesia (ACoM) Bishops at the New Bishops' Course in Canterbury. Following the course, the Bishops were hosted by MMUK and visited the dioceses of Exeter, Lichfield, Chester, and London, further deepening connections between the Church in Melanesia and the UK.

During the financial year, the charity began planning to bring two Melanesian Sisters and two ACoM teachers to the UK as part of its exchange and partnership programme. However, due to rising flight costs and wider geopolitical instability affecting travel, these plans were postponed to the following financial year.

During April and May 2025, MMUK Trustee Colin Butler visited Solomon Islands in his capacity as co-Education Lead for the charity. His 16-day programme included visits to ACoM schools and Rural Training Centres across three dioceses, strengthening educational links and partnerships.

In October 2025, MMUK Trustee the Revd Dr Sam Rylands and the Archbishop of Melanesia's UK Commissary, the Revd Richard Carter, represented MMUK at the Melanesian Brotherhood's centenary celebrations, marking 100 years of its life and ministry.

In this financial year, the charity's Executive Director, Katie Drew made plans to visit Solomon Islands during Easter 2026 and go on to attend Oceania Regional Advisory Council to the Anglican Alliance (ORAC) in Fiji.

The charity provided grants and worked with two UK priests to support their visit programmes to the Solomon Islands. A key aspect of this support was the expectation that they would share their experiences on their return, contributing to greater awareness and understanding of the work of the Anglican Church of Melanesia among UK audiences. The charity also worked on further Trustee visits in June and November 2026 and placements in Solomons in June and August 2026.

A day pilgrimage was planned from Ely to Selwyn College with nine participants, the day before the September 2025 AGM, with a prayer focus on education.

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:

• Request for funding from the Mothers' Union to be able to attend the MU 150th Global Gathering in Durban in Oct 2026 - MMUK sent £7,000

• Following extensive flooding on Guadalcanal in January 2026, MMUK releases £2,000 in emergency funding and transferred donation from supporters

• Launched Learning for Life appeal for ACoM education establishments with an aim to raise £25,000 by Christmas 2025. This target was not reached, and the campaign was extended until Easter 2026.

• Through the donations of MMUK supporters and Associates to the Community of the Sisters of Melanesia (CSM), MMUK was able to continue to fund Novices' lunches, sending £250 per month.

• Throughout the year, the charity highlighted the needs of the Community of the Sisters of the Church (CSC), and was able to send donations for the community's tuna canning project and TNK security fence.

• MMUK sent £5,000 grant to the Melanesian Brotherhood to assist with the celebrations of their 100th anniversary in October 2025.

• MMUK sent £273 to assist the Society of St Francis with a new income generation chicken coup.

• Following a request from ACoM and the generous support of a MMUK donor, MMUK began working with Project Trust to organise a feasibility study to start gap years again in Solomons. This scheme had been halted since the COVID pandemic. The study was carried out in April 2026.

• Following a generous donation of £12,000 from Chester Diocese, the charity was delighted to be able to suggest the distribution of these funds with £3,000 going to the learning for Life Appeal, £3,000 to the Community of the Sisters of the Church security fence at TNK, £3,000 for the Melanesian Brotherhood Guest House at Tabalia and £3,000 for the Mothers' Union.

• Mothers' Union groups and supporters around the UK gave funds to enable donated sewing machines to be serviced and shipped to Solomons in January 2026. Other funds were also raised for MU badges for the Diocese of Banks and Torres.

• The charity made a commitment to assist the Melanesian Sisters with the cost of the retaining wall around their chapel at Verana'aso, and released funds from its investment portfolio. These funds are in CCLA deposit account awaiting a quote for the wall.

Communications & Networking
Throughout the year, MMUK sought to maintain a strong connection with its supporters and donors by hosting online events, sharing news, prayer resources, and stories from across Melanesia. The charity's website was regularly updated with new articles, event information, and intercessions, while six email newsletters offered updates, reflections, and ways for supporters to stay involved in the life and work of the mission.

The charity produced a dedicated school partnerships newsletter and developed a new act of worship resource on Bishop John Coleridge Patteson, supporting UK schools to deepen their understanding of life, faith, and spirituality in Melanesia.

Plans for future periods

Activities planned to achieve aims

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 education

• School partnerships: Providing new RE and cultural resources, facilitating teacher exchanges and peer learning

• 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

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.
Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.
The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.
The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.
The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.
Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The Melanesian Mission

Trustees' Report

Small companies provision statement
This report has been prepared in accordance with the special provisions relating to the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 19 September 2026 and signed on its behalf by:

+Sam Stockport, Jr Corley

.....
Rt Revd S Corley
Trustee

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 2026.

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.

.....

Diana Heywood
Redwoods Accountants (Exeter) Ltd
Chartered Certified Accountants
FCCA

2 Clyst Works
Clyst Road
Topsham
Exeter
Devon
EX3 0DB

19 September 2026

The Melanesian Mission

Statement of Financial Activities for the Year Ended 31 March 2026 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds Designated £	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total 2026 £
Income and Endowments from:						
Donations and legacies	3	-	23,055	62,844	-	85,899
Investment income	4	-	116,272	-	1,589	117,861
Other income	5	-	5,979	-	-	5,979
Total Income		-	145,306	62,844	1,589	209,739
Expenditure on:						
Charitable activities	6	-	(147,812)	(41,426)	-	(189,238)
Total Expenditure		-	(147,812)	(41,426)	-	(189,238)
Net incoming/(outgoing) resources before gains/(losses) on investment assets		-	(2,506)	21,418	1,589	20,501
Gains/losses on investment assets		(325,718)	117,766	-	(2,961)	(210,913)
Net (expenditure)/income		(325,718)	115,260	21,418	(1,372)	(190,412)
Transfers between funds		-	(14,200)	14,200	-	-
Net movement in funds		(325,718)	101,060	35,618	(1,372)	(190,412)
Reconciliation of funds						
Total funds brought forward		3,520,193	45,213	6,304	49,274	3,620,984
Total funds carried forward	17	3,194,475	146,273	41,922	47,902	3,430,572

The notes on pages 14 to 28 form an integral part of these financial statements.

The Melanesian Mission

Statement of Financial Activities for the Year Ended 31 March 2026 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds Designated £	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total 2025 £
Income and Endowments from:						
Donations and legacies	3	-	19,185	26,713	-	45,898
Investment income	4	-	115,020	-	1,663	116,683
Total Income		-	134,205	26,713	1,663	162,581
Expenditure on:						
Charitable activities	6	-	(138,992)	(30,752)	-	(169,744)
Total Expenditure		-	(138,992)	(30,752)	-	(169,744)
Ner incomeing/(outgoing) resources before gains/(losses) on investment assets		**-**	**(4,787)**	**(4,039)**	**1,663**	**(7,163)**
Gains/losses on investment assets		224,150	-	-	3,099	227,249
Net income/(expenditure)		224,150	(4,787)	(4,039)	4,762	220,086
Transfers between funds		2,000	(2,306)	306	-	-
Net movement in funds		226,150	(7,093)	(3,733)	4,762	220,086
Reconciliation of funds						
Total funds brought forward		3,294,043	52,306	10,037	44,512	3,400,898
Total funds carried forward	17	3,520,193	45,213	6,304	49,274	3,620,984

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

The funds breakdown for 2025 is shown in note 17.

The Melanesian Mission

(Registration number: 05101167)
Balance Sheet as at 31 March 2026

	Note	2026 £	2025 £
Fixed assets			
Investments	13	3,146,132	3,557,045
Current assets			
Debtors	14	26,110	10,647
Cash at bank and in hand	15	263,926	58,680
		290,036	69,327
Creditors: Amounts falling due within one year	16	(5,596)	(5,388)
Net current assets		284,440	63,939
Net assets		3,430,572	3,620,984
Funds of the charity:			
Endowment funds		47,902	49,274
Restricted income funds			
Restricted funds	17	41,922	6,304
Unrestricted income funds			
Unrestricted funds		3,340,748	3,565,406
Total funds	17	3,430,572	3,620,984

For the financial year ending 31 March 2026 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees responsibilities:

- The members have not required the company 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 11 to 28 were approved by the trustees, and authorised for issue on 19 September 2026 and signed on their behalf by:

+ Sam Stockport,

.....

Rt Revd S Corley
Trustee

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees 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
Devon
EX15 1TW

These financial statements were authorised for issue by the trustees on 19 September 2026.

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.

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.

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.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

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.

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.

Trade debtors
Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

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 set aside for specific purposes at the discretion of the trustees.

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.

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.

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.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2026 £
Donations and legacies;			
Donations from individuals	16,653	62,844	79,497
Gift aid reclaimed	6,402	-	6,402
	23,055	62,844	85,899

	Unrestricted funds General £	Restricted funds £	Total 2025 £
Donations and legacies;			
Donations from individuals	17,613	24,338	41,951
Gift aid reclaimed	1,572	2,375	3,947
	19,185	26,713	45,898

4 Investment income

	Unrestricted funds General £	Endowment funds Expendable £	Total 2026 £
Interest receivable and similar income;			
Interest receivable on bank deposits	2,368	-	2,368
Other income from fixed asset investments	113,904	1,589	115,493
	116,272	1,589	117,861

	Unrestricted funds General £	Endowment funds Expendable £	Total 2025 £
Interest receivable and similar income;			
Interest receivable on bank deposits	2,262	-	2,262
Other income from fixed asset investments	112,758	1,663	114,421
	115,020	1,663	116,683

5 Other income

	Unrestricted funds General £	Total 2026 £
Government employment allowance	5,979	5,979

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2026 £
Direct charitable expenditure		11,847	-	11,847
Grant funding of activities		45,611	41,382	86,993
Staff costs		56,263	-	56,263
Allocated support costs	7	34,091	44	34,135
		147,812	41,426	189,238

	Note	Unrestricted funds General £	Restricted funds £	Total 2025 £
Direct charitable expenditure		13,710	595	14,305
Grant funding of activities		56,183	30,157	86,340
Staff costs		51,761	-	51,761
Allocated support costs	7	17,338	-	17,338
		138,992	30,752	169,744

7 Analysis of support costs

Support costs allocated to charitable activities

	Grant support costs	Total 2026	Total 2025
	£	£	£
Office expenses	5,993	5,993	4,271
Travel and subsistence	695	695	4,616
Independent Examiners fees	2,704	2,704	2,800
Trrustee expenses	18,964	18,964	2,888
Insurance	1,035	1,035	980
MMUK Pilgrimage Expenditure	277	277	1,783
Meetings and AGM	2,356	2,356	-
Promotional expenses	1,712	1,712	-
Bank and other finance charges	399	399	-
	34,135	34,135	17,338

8 Grant-making

Analysis of grants

The support costs associated with grant-making are £34,135 (31 March 2025 - £17,338).

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.

Below are details of material grants made to institutions

Name of institution	Activity	2026 £	2025 £
Grants to institutions in the province of Melanesia	Direct charitable expenditure	86,993	86,340

9 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2026 £	2025 £
Gains/(losses) on listed investments	(210,628)	227,249

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

During the year, 9 Trustees were reimbursed travel and subsistence expenses totalling £18,964 (2025 - 10 Trustees - £2,888)

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

11 Staff costs

The aggregate payroll costs were as follows:

	2026 £	2025 £
Staff costs during the year were:		
Wages and salaries	46,378	48,022
Social security costs	5,979	-
Pension costs	3,906	3,739
	56,263	51,761

Contributions to the employee pension schemes for the year totalled £3,906 (2025 - £3,739).

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

12 Taxation

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

13 Fixed asset investments

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 April 2025	3,557,045	3,557,045
Revaluation	(210,913)	(210,913)
Disposals	(200,000)	(200,000)
At 31 March 2026	3,146,132	3,146,132
Net book value		
At 31 March 2026	3,146,132	3,146,132
At 31 March 2025	3,557,045	3,557,045

14 Debtors

	2026 £	2025 £
Prepayments	6,761	-
Other debtors	19,349	10,647
	26,110	10,647

15 Cash and cash equivalents

	2026 £	2025 £
Cash at bank	263,926	58,680

16 Creditors: amounts falling due within one year

	2026 £	2025 £
Other taxation and social security	1,582	657
Other creditors	675	-
Accruals	3,339	4,731
	5,596	5,388

17 Funds

	Balance at 1 April 2025 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2026 £
Unrestricted funds						
General						
General funds	45,213	145,306	(147,812)	(14,200)	117,766	146,273
	45,213	145,306	(147,812)	(14,200)	117,766	146,273
Designated						
Investment reserve	3,512,110	-	-	-	(325,718)	3,186,392
Lambeth	7,083	-	-	-	-	7,083
Teacher exchanges for Chester schools	1,000	-	-	-	-	1,000
	3,520,193	-	-	-	(325,718)	3,194,475
Total unrestricted funds	3,565,406	145,306	(147,812)	(14,200)	(207,952)	3,340,748
Restricted funds						
Book - Seeking Peace in the Pacific	-	20	-	-	-	20
Community of the Sisters of the Church general	500	7,510	(7,100)	-	-	910
CSM - Chapel	127	370	(377)	-	-	120
CSM - General	669	516	-	-	-	1,185
CSM - Lunch project	1,339	1,860	(3,000)	-	-	199
Dux Award	25	-	(200)	200	-	25
St Stephens Pamua - Girls' Dorm	175	-	(175)	-	-	-
ACoM Education Vanuatu	-	1,490	(1,340)	-	-	150
Emergency Appeals	340	175	(2,422)	2,000	-	93

Notes to the Financial Statements for the Year Ended 31 March 2026

	Balance at 1 April 2025 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2026 £
Environment Observatories - Solomons	1,121	2,561	(2,600)	-	-	1,082
Environment Observatories - Vanuatu	14	-	-	-	-	14
Exeter Dicoese links	783	1,250	(780)	-	-	1,253
Human Rights BHC	19	-	(19)	-	-	-
Learning For Life	-	18,567	(10)	-	-	18,557
Melanesian Brotherhood - General	19	3,208	(8,000)	5,000	-	227
Melanesian Brotherhood - Vanuatu	375	720	(470)	-	-	625
Mothers' Union	390	3,000	(10,000)	7,000	-	390
Mothers Union - Sewing Projects	-	1,122	(426)	-	-	696
Mothers Union - Vanuatu	-	400	(135)	-	-	265
Other restricted funds	135	75	-	-	-	210
Placements / GAP Years	-	20,000	(4,099)	-	-	15,901
Socirty of St Francis	273	-	(273)	-	-	-
Total restricted funds	6,304	62,844	(41,426)	14,200	-	41,922
Endowment funds						
Expendable						
Patteson Moss Fund	4,583	109	-	-	(315)	4,377
Amy Rawson	14,896	493	-	-	(882)	14,507
Elenor Rawson	14,896	493	-	-	(882)	14,507
Cyril Rawson	14,899	494	-	-	(882)	14,511
	49,274	1,589	-	-	(2,961)	47,902
Total funds	3,620,984	209,739	(189,238)	-	(210,913)	3,430,572

Notes to the Financial Statements for the Year Ended 31 March 2026

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2025 £
Unrestricted funds						
General						
General funds	52,306	134,205	(138,992)	(2,306)	-	45,213
Designated						
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
	3,294,043	-	-	2,000	224,150	3,520,193
Total unrestricted funds	3,346,349	134,205	(138,992)	(306)	224,150	3,565,406
Restricted						
Community of the Sisters of the Church general	-	4,125	(3,625)	-	-	500
CSM - Chapel	2,301	1,194	(3,488)	120	-	127
CSM - General	257	308	(398)	502	-	669
CSM - Lunch project	2,089	2,368	(3,000)	(118)	-	1,339
Dux Award	225	-	(200)	-	-	25
St Stephens Pamua - Girls' Dorm	175	-	-	-	-	175
Emergency Appeals	-	9,749	(9,908)	499	-	340
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 - General	88	551	(620)	-	-	19

Notes to the Financial Statements for the Year Ended 31 March 2026

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2025 £
Melanesian Brotherhood - Vanuatu	-	1,043	(788)	120	-	375
Mothers' Union	57	996	(479)	(184)	-	390
Mothers Union - Vanuatu	-	496	(496)	-	-	-
Other restricted funds	35	100	-	-	-	135
Socirty of St Francis	273	-	-	-	-	273
St Barnabas Cathedral	156	-	(156)	-	-	-
Minisrty To Women Appeal	-	3,021	(2,909)	(112)	-	-
Redtricted Fund Education - Vanuatu	-	1,745	(1,745)	-	-	-
Selwyn College Appeal	-	125	(125)	-	-	-
Total restricted funds	10,037	26,713	(30,752)	306	-	6,304
Endowment funds						
Expendable						
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
	44,512	1,663	-	-	3,099	49,274
Total funds	3,400,898	162,581	(169,744)	-	227,249	3,620,984

The specific purposes for which the funds are to be applied are as follows:

Restricted Funds

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

Community of the Sisters of the Church (CSM) Chapel - Monies received to assist in the chapel & retaining wall at the CSM headquarters.

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.

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 College on Guadalcanal.

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

Emergency Appeals - Monies received to help ACoM respond to emergencies in Melanesia.

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 - Monies received to support the link between the Diocese of Exeter and the Province of Melanesia.

Human Rights BHC - Funds received from the British High Commission for providing resources for the teaching of human rights in ACoM.

Learning for Life Appeal - An appeal to raise funds for ACoM educational establishments including schools, vocational and theological colleges.

Melanesian Brotherhood (MBH) General - Monies received to assist in the general funding of MBH in Solomon Islands.

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

Mothers' Union (MU) - Monies received to assist in the funding of the Mothers' Union in Solomon Islands.

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

Mothers' Union (MU) Sewing Projects - Monies received to assist with MU Sewing Workshops in Melanesia.

Placements / Gap Years - Monies received to develop and support placements in ACoM Institutions for young people from the UK.

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

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 Hanuatoö.

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 tv.ro 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 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).

18 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total funds at 31 March 2026 £
Fixed asset investments	3,098,230	-	47,902	3,146,132
Current assets	248,114	41,922	-	290,036
Current liabilities	(5,596)	-	-	(5,596)
Total net assets	3,340,748	41,922	47,902	3,430,572

	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	3,565,406	6,304	49,274	3,620,984

19 Related party transactions

There were no related party transactions in the year