



OMF INTERNATIONAL (UK)

Registered charity
England & Wales: number 1123973
Scotland: SC039645
Republic of Ireland: 20200671

Company limited by guarantee
England & Wales: number 06541911

Report and financial statements
For the year ended 31 December 2019



OMF INTERNATIONAL (UK)
Trustees' Annual Report
For the year ended 31 December 2019

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Trustees' Annual Report
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REFERENCE AND ADMINISTRATIVE DETAILS

Governing document:	Memorandum & Articles (Dated 28 February 2014)
Charity Number:	1123973 (England & Wales) SCO39645 (Scotland) 20200671 (Republic of Ireland)
Company Number:	06541911 (England & Wales)
Trustees:	K. S. Ashman (appointed Chairman September 2019) S. Beattie G. T. Featherstone P. Fleming (resigned 22 May 2019) J. C. Gillespie L. L. Lee (appointed 22 May 2019) O. A. Ngundu R. J. Porter (resigned 19 May 2020) J. Thomas
National Directors	P. & C. Rowan
National & Registered Office:	Station Approach Borough Green Sevenoaks Kent TN15 8BG
Auditor:	Wilkins Kennedy 2 nd Floor, Regis House 45 King William Street London EC4R 9AN
Bankers:	National Westminster Bank plc 7th Floor 280 Bishopsgate London EC2M 4RB Ulster Bank College Green Branch PO Box 145 33 College Green Dublin2 Republic of Ireland

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Solicitors:

Wellers LLP
Tenison House
45 Tweedy Road
Bromley BR1 3NF

Bates Wells Braithwaite LLP
10 Queen Street Place
London EC4R 1BE

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Introduction

The Trustees are pleased to present their report together with the audited financial statements for the year ended 31 December 2019.

The reference and administrative details set out on page 4 form part of this report.

The financial statements comply with current statutory requirements and the Charities Statement of Recommended Practice (Financial Reporting Standard 102) effective from 1 January 2015, the Companies Act 2006 and the Charities Act 2011.

Structure, Governance, and Management

OMF International (UK), "OMF UK" was incorporated as a company limited by guarantee under a Memorandum and Articles of Association having no share capital on 20 March 2008 and was registered as a charitable company in England & Wales on 7 May 2008, in Scotland on 11 June 2008 and in the Republic of Ireland on 15 August 2018. During the period 20 March 2008 to 31 March 2009 the entity was dormant. At the close of business on 31 March 2009, the undertakings, assets and liabilities of the unincorporated body known as OMF International (UK) (charity number 1086040) were transferred to this charitable company. The charitable company began to operate on 1 April 2009.

We understand the importance of having an effective Board and Trustees, who are all evangelical Christians in full agreement with the doctrinal basis and ethos of the organisation and are carefully selected on the basis of their skills and expertise. Trustees serve for a maximum of three consecutive terms of three years.

New Trustees undertake a process of induction to give them a sound understanding of OMF UK and its work. They are able to attend conferences, to meet personnel at their work, and to attend meetings with various members of the Leadership Team.

The Trustees meet at least four times a year, including a day in the National Office in Borough Green, Kent. The Trustees delegate day-to-day management of OMF UK to the National Directors and the Leadership Team. The Trustees delegate the detailed scrutiny of budgets and annual accounts to the Audit and Finance Committee, which meets at least four times a year and is composed of representative Trustees and other suitably qualified persons.

The National Directors and all but one member of the Leadership Team, who is an employee, in common with all other mission partners of OMF UK serving in UK, receive monthly needs based allowances on the same needs based allowance levels as other members. The living allowance levels are reviewed on an annual basis, (normally with a RPI increase) by the Trustees. (These were benchmarked in 2015 against the stipend for Anglican curates and allowances paid in other similar organisations). If OMF UK does not receive sufficient income the living allowances are reduced. (Within OMF internationally, it's supported mission partners are known as members and the term 'members' is used throughout this document, only being used in the sense of company law 'members' in Note 23),

On an ongoing basis, the Trustees are reviewing their current policies and processes against those detailed in the Charity Governance Code, seeking to adopt the recommendations of the Code towards increasingly effective governance and achievement of charitable objectives, where these are not already being implemented.

OMF UK is a member body of OMF International, formerly the Overseas Missionary Fellowship, an inter-denominational evangelical Christian organisation which is united by common aims and values set out by James Hudson Taylor, the founder of the China Inland Mission, and the organisation is committed to taking the Good News of Jesus Christ in all its fullness to the countries and peoples of East Asia. The Overseas Missionary Fellowship succeeded the China Inland Mission, which ceased to operate in China in 1951.

The international organisation was restructured during 2015 and the Joint Ministries Agreement, which previously governed the working relationship of the organisational units of OMF International, has been replaced by a Covenantal Agreement to which all legal entities linked to OMF International, including OMF UK, are signatories. This agreement sets out the commonly agreed principles, practices and responsibilities shared by those different entities, whilst ensuring the autonomy and separate legal responsibilities of each unit.

OMF UK co-operates with other Christian agencies in the pursuit of its mission, both directly and through Global Connections, an inter-mission organisation that seeks to develop common understanding and approaches to key issues in Christian mission.

On the 23rd December 2019, Lammermuir Limited Signed a Deed of Transfer of Charitable Undertaking with OMF UK which resulted in all of Lammermuir Limited's assets being transferred to OMF International (UK). Prior to the signing of the Deed of Transfer of Charitable Undertaking, Lammermuir Limited owned a number of properties, which, under its principal object, the advancement of the Christian faith worldwide, it provided rent free to OMF UK. The notional value of this rental is included under General donations and Charitable activity expenditure.

Objectives and Activities

We have referred to the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our activities.

The objects of OMF UK are:

- The advancement of the Christian faith worldwide
- The advancement of education according to Christian principles

The mission statement of OMF UK is to glorify God by serving the UK and Irish churches as a catalyst for cross-cultural mission with a special focus on the peoples of East Asia.

Within the UK and Ireland, OMF UK is increasingly seeking to put local churches at the heart of its mission, channelling resources towards resourcing, training and facilitating churches and individuals to engage in world mission with a special focus on East Asia's unreached peoples. OMF UK has hitherto prioritised the selecting and allocating of personnel to work with East Asia's churches and amongst its peoples, engaging in pastoral, teaching, leadership training, discipleship, resourcing and evangelistic ministries. In addition, OMF UK members are involved in various aspects of practical witness to the gospel of Jesus Christ as they serve in East Asian communities, including addressing significant contemporary issues such as ethical business practices and environmental challenges, as well as providing support ministries in areas such as counselling and people trafficking. In response to the changing context, a significant shift in focus is, however, reflected in the measurement criteria detailed later in this section, being to ensure that it is the East Asian churches' requirements and agenda which are taking priority, including consideration of whether sending workers from the UK is better and more appropriate than resourcing local East Asian workers. This has an impact on the criteria used for identifying achievement of the organisation's objects, as detailed later in this section.

Whichever of the priorities detailed in the section above are pursued, the intended public benefit or impact, which is difficult to measure quantitatively, is through enhancing the physical, mental and spiritual well-being of the East Asian beneficiaries, also leading to positive transformational development within their communities. Furthermore, significant public benefit is derived by the UK and Irish churches as OMF UK's service to them seeks to facilitate its own service and witness for engaging in culturally sensitive, effective and informed ways with the East Asian and other communities (be they cross-cultural or cross generational) living on its doorstep.

One area that is becoming increasingly significant in this regard is that of 'reverse mission', the bringing to the UK and Ireland of East Asian missionaries to work with the UK and Irish churches. This ministry priority, incorporated into an intentionally expanded focus to train and equip the UK and Irish churches for its engagement amongst diaspora peoples, could become a significant component of OMF UK's activities in the years ahead.

The main activities and strategies employed to achieve the objectives are:

- An operation overseen and supported from the National Office in Borough Green, led by the National Directors as part of Leadership Team comprising mainly of director members, who are responsible for the main functional departments. They are supported by skilled members, staff, interns and volunteers.

- The full financial sponsorship and responsible oversight of workers amongst East Asians, ensuring that effective and appropriate ministry direction, pastoral concern and other support structures are provided in the fields of ministry, meeting their necessary life and ministry requirements. Financial sponsorship is being achieved through members requiring minimum pledged financial support commitments (currently 80% of their expected annual budget) prior to their departing for field ministries, a policy which is intended to reduce dependence on General Fund and legacy income in the medium term.
- A network of Area Representatives across the UK and Ireland who serve the UK and Irish churches in their engagement in God's mission. Area Representatives are the primary face of OMF UK to the Christian public in the UK and Ireland, engaging with individuals and the Church through conferences, digital media, direct invitations, new enquiries or existing relationships. OMF UK members returning from overseas fields of service for home assignments also work as part of this diverse team.
- We have established and intentionally recruit for a volunteer network called Bridge Asia, which has a dedicated focus towards mobilisation ministries. A two year Vision (To see the UK and Irish churches passionate and prepared to share Jesus Christ with East Asian peoples) and Mission (To mobilise and equip every age group in the UK and Irish churches to share Jesus Christ with East Asian peoples) was rolled out in early 2018 for the Mobilisation and Media Team. In addition, serious consideration is now being given to how to provide more of a training and equipping (spiritual formation) resource for the UK and Irish churches.
- A Communications Department, which strengthens the ministry of engagement and service to the Christian public through organising OMF UK led events and attendance at third party Christian conferences, as well as printed and digital materials targeting the specific needs of those engaging in cross cultural mission. Increasingly, strategies are being prioritised to develop engagement through collaborative software, such as Zoom, and other social media platforms.
- The Candidate Department is administered from the National Office, supported by volunteer area ministry teams working together with the local church, to provide a thorough screening process for candidates to ensure their suitability to operate in a demanding mission context. The team seeks to prepare missionary candidates so that they remain effective and healthy, reducing unnecessary attrition.
- The short-term mission department (Serve Asia) is administered from the National Office with a view to seeing increased engagement and awareness of God's mission in East Asia. It provides effective screening, mission discipleship resourcing, debriefing and follow up of short-term workers to various serving opportunities in East Asia. The department also seeks to engage UK Christians in God's mission to East Asia through Next Gen conferences (day/weekend) with a particular focus on transformational discipleship to equip them to share Jesus Christ cross culturally across the street and the wider world.
- A Member Care and HR Department, which seeks to support members and their families, primarily while in the UK and Ireland, seeing them engaged and serving amongst their sending churches and communities of supporters. The Member Care and HR Department also provides resources to both members and churches to help facilitate this. Volunteer Area Ministry Teams are a key part of the wider member care team as are the volunteer medical team and debriefers. Support is also provided for retired members in partnership with the local church as well as the adult children of members who have served with OMF UK. The Member Care and HR Department also oversees a team of 13 full-time and part-time employed staff in the office.

OMF UK's identified core values with respect to undertaking activities and strategies are:

- depending on God in prayer;
- seeking that the needs of the East Asian Church and its peoples are the highest priority driving the organisation's agenda;
- keeping the priority of long term mission and the biblical basis for mission before the Christian public, providing training, resourcing and facilitation of engagement;
- seeking general and personal income through prayer and the responsive provision of information while not appealing for funds;

- continuing to be a humble, learning organisation, listening to the Church in the UK, Ireland and East Asia, reviewing and critiquing our historic/traditional approaches to mission where these are being challenged and discerning God's leading to embrace new challenges/opportunities, accepting the risk and loss of control inherent in such approaches;
- aiming to maintain high standards, which include giving appropriate attention and resource to ensuring strong regulatory compliance; and
- maintaining value and integrity in relationships.

The criteria used to measure achievement of the objectives are firstly, the amount of resources provided through OMF UK for serving the local church operating amongst East Asians, as well as establishing pioneer ministries where the local church is not already well established. One measure for quantifying this is the number of fully supported workers, ensuring they are engaging in ministries, which are regularly reviewed for their effectiveness and appropriateness, sent with full sending church involvement in the areas of prayer, finance and pastoral support, as a minimum. The number of workers going on short-term Serve Asia programme placements is a sub-category of this criterion.

It must, however, be highlighted that, increasingly, in the current changing world mission context, this quantifying of objective achievement needs to be considered in the light of whether it is workers (both overseas and in the UK) financed at high cost, or overseas local workers financed at lower cost, which provide the greatest beneficiary impact.

As detailed elsewhere in this report, there is increasingly a need to ensure that a holistic/integral mission focus is prioritised, including the provision of structures and pathways to place more professionals in ministry contexts, facilitating those with a Christian gospel focus serving in the workplaces of East Asia. Furthermore, issues raised in the Cape Town Commitment 2010, such as engagement with creation care challenges and facilitating the significant contribution that those with disabilities have to offer to world mission, need to be adequately addressed. One further factor also to be considered in the changing world mission context is the need to provide more fluid, less controlled pathways such as facilitating as simply, yet effectively as possible, those with particular areas of expertise to make regular short-term trips over a long term.

In considering these matters, it needs to be noted that OMF UK is part of and integrally linked with a number of other entities comprising the Fellowship that is OMF International. This means that many of the intentions highlighted here may be more effectively achieved if they are also adopted by the other OMF International entities that OMF UK works closely with.

Secondly, achievement of these objectives will be assessed in terms of the number of appropriately equipped, well managed and supported Area Representatives, OMF UK members on Home Assignment and volunteers engaging in effective training, resourcing, discipleship formation, mobilisation, candidate and member care activities on behalf of OMF UK there are amongst the UK and Irish churches. A significant element of this criterion, as already mentioned, is the service, training and equipping that the organisation can provide to the local church for it to engage in effectively impacting the diaspora and other cross-cultural/generational communities on its doorstep. Alongside this, OMF UK needs to consider how it can be facilitating good Christian worker practice in East Asian contexts for churches engaging in such ministries, outside of sending workers via the traditional mission agency route. The achievement of this requires the intentional expansion of OMF UK's diaspora ministries, including the facilitation of East Asian missionaries coming to serve amongst the UK and Irish churches.

Thirdly, achievement of these objectives is to be measured in terms of the breadth of church, cultural and generational constituencies with which OMF UK is able to engage and serve effectively. Much of the current growth of the UK and Irish churches is outside of the traditional church constituency that OMF UK has engaged with over many decades. In addition, the younger millennial generation engages with the Church's mission calling in a very different way to that of the older generation. Unless OMF UK is able to broaden its engagement in these areas, it is going to increasingly find itself unable to achieve its desired objectives.

Finally, the cost of the UK operation will need to remain within strict financial constraints. The financial support policy for OMF UK members has, in recent years, led to a trend towards the support of members strengthening the organisation's financial stability. However, with the trend of reduced numbers of workers, as detailed in the Achievements and Performance section below, through whom the UK and Ireland operation is largely funded, the UK and Ireland operation is being reviewed along with other potential income streams, to ensure that it remains sustainable.

Risk Analysis and Mitigation

The Trustees recognise their responsibility for the management of risk. Together with the Leadership Team, they have carefully considered the major risks facing the charity. They have reviewed and updated their risk register, which prioritises all recognised risks and identifies the mitigating factors, systems and controls in relation to each risk. The Trustees have also ensured that there is a comprehensive monitoring and review process in place to capture new risks as they may arise and that systems are in place to manage these. As part of this process, the Charity Commission Internal Financial Controls Checklist for Charities (CC8) is completed on an annual basis. The Leadership Team reports to the Trustees regularly on all these matters.

The most significant medium to long-term risk to the organisation is, as already identified above, the effect of changes within the Church in UK, Ireland and East Asia.

The economic and logistical impact of the Covid 19 pandemic is also a considerable risk and challenge to the organisation in the short and medium term. Financially, it will be difficult to see the full extent of the pandemic impact both on the UK and world economy for at least a year, especially when combined with the end of the potential Brexit transition period at the end of 2020. The closing of borders has delayed members on Home Assignment returning to their countries of service, delayed the processing of candidates as well as causing the cancellation of all Serve Asia trips until at least 1 September 2020, with others being cancelled until 1 January 2021. However, as seen by many churches and OMF UK, the use of collaborative software such as Zoom and others has expanded the reach of organisations to those who may not have been able to physically engage with them.

In the UK and Ireland, churches now have more options for engaging directly in cross-cultural mission than previously, to the point that the once essential role of mission organisations to facilitate this has declined. In addition, as the Church in East Asia strengthens, there is less demand for UK Christian workers in traditional roles (although these are still required in certain East Asian contexts) and those sent from the UK and Ireland now often need to be professionally trained and experienced to fill specific vacancies, such as education or social welfare roles. This does however, present opportunities as well as risks, exemplified by the increasing openings for those experienced in areas such as running businesses for example.

In general, as already indicated in this report, the organisation is seeking to mitigate these risks by ensuring that faithful relationships of service to the UK and Irish churches (which entail more than just seeing workers sent out to serve through OMF UK) are prioritised and appropriately resourced. Included in this intention, the organisation has been taking steps to engage relevantly with a younger generation, both in terms of the opportunities for involvement presented to it and how these are communicated.

At a board retreat in January 2020 the following strategic priorities, now being reflected in the objective priorities detailed in this report, were identified to help mitigate the potential risks from a reducing number of members:

- i) Listening to and learning from East Asian churches, facilitating spaces within the organisation for this to happen.
- ii) Listening to and learning from other OMF International Boards. Investment at governance level was identified as a strategic priority with the potential to strengthen the overall effectiveness of OMF internationally.
- iii) Facilitating reverse mission to the UK from churches and mission movements in East Asia.
- iv) Developing OMF UK's message on integral mission; creating theological clarity alongside examples of current ministry that demonstrate OMF UK's commitment to holistic (integral) mission.
- v) Diversifying OMF UK's short-term Serve Asia placements programme.

Working with children and vulnerable adults requires detailed and appropriate policies and management to mitigate against risks arising from inappropriate relationships and actions towards such people. OMF UK has a comprehensive Safeguarding Policy, details of which are displayed on the organisation's website, prescribing that processes and protections are in place to ensure the wellbeing of such people when OMF UK working with and serving them from time to time.

As previously noted, the organisation has been managing a legal claim against it that was settled in 2019. The legal fees relating to this matter have been accrued in the accounts (note 17 £92k) and all outstanding costs were finally paid by the end of February 2020.

With increased giving from many donors to support individuals, the organisation is not exposed to the risk of changing giving patterns from single large donors. However, as detailed in the Objectives and Activities section, the reducing number of OMF workers is affecting the sustainability of the UK and Ireland operation, as currently established.

Achievements & Performance

Member Summary

At the end of 2019, OMF UK had a total of 127 members working overseas in 13 different countries of East Asia and Latin America. Their work varies widely but they are all working in partnership with local churches. In addition, there were 19 members in the UK and Ireland, working as part of the Diaspora Returnee Ministries Field, reaching East Asians who expect to return to their native countries. During 2019, OMF UK also supported one couple working in theological education in the UK. In addition to the 5 members serving on the Leadership Team, within the UK and Ireland there were also 12 members serving in regional mobilisation roles. A further 8 members were serving in roles within Central Mobilisation, Member Care, Candidates, Serve Asia, Diaspora and Creation Care. There were also 13 members who were retaining their OMF membership whilst temporarily pursuing other activities not under OMF UK's direction.

During 2019, there were 5 members who retired and a further 10 members who resigned. The main reasons for the resignations were educational/family reasons or completion of designated term of service. The reduction in member numbers is part of a broader trend seen across organisations in the same sector as OMF UK, however, we are anticipating a slight increase in 2020.

Candidates

8 new members were sent to minister in East Asia in 2019, including 2 singles, 2 married couples and a family. All but 1 family unit joined as members and all but 1 family unit went into creative access nations. New applications continued to reveal a downward trend, with only 6 new applications for mid to long-term service in 2019.

2 week-long European Candidate Introduction Courses, which are an orientation to life and ministry with OMF for new missionary candidates from OMF's European centres, were hosted in 2019, serving 19 candidates who are being sent from the UK, the Netherlands and Germany.

The work of volunteers to interview missionary candidates is vital to the selection process. In order to equip these teams to serve well, we have continued with the strategy of recruiting new team members, combining Member Care and Candidate Selection teams, where they do not already operate as one team, and ensure that the geography of Area Ministry Teams coincides with OMF UK's mobilisation areas. To that end, in 2019 we recruited some new volunteers and combined the Member Care and Candidate Selection teams in Ireland.

Beyond the running of candidate courses, training is an important part of the department's work. During 2019, we provided training to the Area Ministry Teams in improving questions to be asked during interviews. We also conducted 2 training sessions for Area Representatives: one on the system of progressing candidates through the application process, and the other looking at lessons learned with the use of a fictitious candidate case based on real events. In terms of training received by the Candidates team, an external consultant presented a day course on the Myers-Briggs Personality Types in teams and attended a Global Connections training day to better understand the mental health issues facing candidates.

Member Care

The Member Care Team at the National Office, working alongside the volunteer Area Ministry Teams and medical team and de-briefers, ensured that members received good member care and support, remaining healthy and effective in ministry, with unnecessary attrition being limited. The Director for Member Care and HR visited each of the five volunteer teams during 2019, continuing to hold the role of team leader for one of the teams as a temporary measure.

The Area Ministry Teams, specialising in the pastoral care of members on home assignment, reviewed all home assignees at a local level, in partnership with their supporting churches. As detailed in the Candidate section above, the Director for Member Care and HR collaborated with the Director for Candidates to bring together the Area Ministry Teams throughout the UK and Ireland so that candidate processing and member care were covered by the same teams/ volunteers.

Mobilisation (inc. Area Representatives)

The Mobilisation and media team (M&M) continued to work towards achieving the five goals that were introduced in the spring of 2018. These included:

- To engage over 30 new churches in a partnership relationship with OMF UK (based on a human relationship e.g. Long-term applicant/Serve Asia worker/Bridge Asia worker etc.) 76 new churches were connected with by the spring of 2020.
- To produce at least 20 new mobilisation resources (10 for OMF UK stakeholders, 10 for Christians not yet engaged in cross-cultural mission). 21 new mobilisation resources were prepared by the spring of 2020, 10 for Christians not yet engaged in cross-cultural mission and 11 for OMF UK stakeholders.
- To see Serve Asia numbers double from approx. 60 (2017 numbers). 69 achieved by the spring of 2020.
- To see Bridge Asia numbers double from approx. 40 (2017 numbers). By spring 2020 the Bridge Asia number was still 40 but there had been starters & leavers during the period. The Bridge Asia department is now being reviewed and a more flexible approach is being considered.
- To see a training programme developed for the Mobilisation & Media Team. 9 initiatives have been introduced since spring 2018 and have helped develop a climate of continuing professional development.

The final review of these goals was planned for spring 2020 but this has been delayed due to the impact of COVID-19.

New churches continued to be regularly engaged, and the Area Representatives received training throughout the year to help facilitate this. This included training on presentations, worldview, mobilisation foundations training and new resourcing. A commitment to training has been established, that ensures a training component is part of the agenda of each of the quarterly Mobilisation & Media events (3 days spent at the Borough Green office) that the whole team attends.

Both the Area Representative and the media teams worked together to train and equip members on home assignment at 'equipping' days throughout the year in each of the areas around the UK. Scotland and Ireland conferences were also held during 2019. The Mobilisation and Media team were also present at approximately 15 third party conferences that included New Wine, Keswick, Big Church Day Out, Spring Harvest, Word Alive and Forum.

Bridge Asia

At the end of 2019 there were 38 Bridge Asia team members, this was the same number as at the start of 2019. Six members had left Bridge Asia and the same number joined. We also have some others in the pipeline for joining in early 2020.

A significant number of Bridge Asia volunteers attended the OMF national conference in March 2019, gained a wider perspective on OMF supporters in the UK, and heard reports from OMF workers based in East Asia.

There were a number of encouragements from 2019, which included the Bridge Asia team in Scotland's involvement in the Next Gen conference. In the North of England, a third prayer gathering was held for prayer groups in the North of England, which was organised by the Area Reps and Bridge Asia team. In London, prayer walks have begun in Chinatown followed by a Chinese meal. Bridge Asia team members are involved in organising these. As well as praying, there is the opportunity to share about life and ministry amongst East Asians to those who attend the prayer walk. In Northern Ireland the team size has reached 9 people and we are at the encouraging stage of thinking of having to divide the team.

Communications

In 2019, the Billions magazine covered OMF's international response to the shifting demographics of the global church in the edition New Horizons, the May-August magazine looked again at how OMF is seeking to be a blessing to Muslim peoples in East Asia and in September to December, the magazine explored short-term mission in the edition titled Serve Asia. The Serve Asia podcast developed further in 2019, with a revised format letting each recording stand on its own rather than having a "season theme" whilst still seeking to adhere to principles of appealing to a younger audience with less mission experience than other OMF UK publications. In total seven episodes were released and the podcast host estimated an average listenership of 150 listeners per podcast.

OMF UK wants the church to know that going to Asia and financially contributing to our work are not the only ways to be meaningfully involved in mission. As a result, a free printed A6 booklet entitled '6 ways to reach God's world' was produced. The booklet gives insight into what each of these ways are and gives five practical tips and resources for getting involved in each way.

The OMF National Conference held at Swanwick, entitled 'All Things New' in March 2019, was well received by attendees. being the best attended conference in recent years, with over 450 attendees, surpassing even the numbers of the 2015 conference celebrating 150 years of OMF/CIM. Overall, the range of speakers and content received excellent feedback from participants. A number of those who attended had not been to an OMF National Conference before and stated in their feedback forms that they would be keen to attend similar events in the future.

The book, Ultimate Grace by Levi Booth, published by 10ofthose, has now sold over 3,000 copies and has been featured in various UK Christian publications as an accessible mission biography for all ages. Development of new book titles continued through 2019, with A Taste of Asia, a family activity book exploring East Asia through Bible verses, stories, games and activities dominated this work. The content and design have been signed off but production of the book is on hold at the time of writing as the publisher, 10ofthose, responds to the implications of Covid-19 on their business.

Serve Asia

By the end of 2019, OMF UK's Serve Asia team had a new 'look' with three new personnel on board. This included a new Serve Asia Co-ordinator, an Intern and a Serve Asia Alumni worker. This new team settled in well over the autumn and continue to help journey with people in the Serve Asia programme providing a short-term experience of East Asia that hopefully results in a long-term commitment to sharing Jesus Christ with East Asians.

Serve Asia facilitated 69 trips in 2019. 2 churches sent teams totalling 8 Serve Asia workers to the same country but worked on different projects. We also partnered with a bible college to send a further 8 students on a vision and prayer trip to a difficult region in south east Asia. These partnerships have resulted in their institutions further engagement with mission as we have continued to build a relationship with them. In addition, 37 individuals went on short-term placements.

The Next Gen conference, which is focused on connecting with people who were thinking seriously about getting involved in cross cultural missions, was held in London and saw 25 people attend, 22 of which had only heard of Serve Asia/OMF via a third party, a further 7 of which had not attended an OMF event before and were starting a conversation about what OMF membership looked like. Compared to the previous year we saw only 3 Serve Asia alumni attend who were alumni from several years previous. Next Gen conferences were also held in the Ireland and Scotland regions that were run jointly by the area and Serve Asia teams.

The OMF UK Serve Asia team also explored short-term initiatives intentionally designed for bible colleges, professionals from media, creation care and education that were drafted, after consultation with various fields to host these, with the aim of being made ready for the 2020 mobilisation cycle.

Volunteers

In addition to the 38 Bridge Asia volunteers, a further approx. 50 volunteers were formally engaged in the Area Ministry Teams (some jointly in both member care and candidate processing teams) and other recurring involvements with OMF UK throughout the year. In addition, many engaged on a one-off basis, representing OMF UK at exhibitions/conferences as well as the many serving the Fellowship informally through their prayer, financial and other support ministries. OMF UK

continues to seek to expand the significant contribution made by volunteers, whose invaluable experiences and skillsets significantly help facilitate the achievement of the organisation's objectives.

Supporter Relationship Management (SRM)

The ThankQ SRM package continues to facilitate a good service to supporters of OMF UK, particularly in the areas of prayer materials distribution, event management and financial gift processing. This software has also enabled OMF UK to progressively increase the quality of the partner/supporter data held, improving efficiencies, standards of communication and regulatory compliance.

Early in 2019 the OMF UK Hub was developed further to enhance the accessible detail of previous gifts given by supporters, to introduce the online direct debit set up facility for regular giving and to better facilitate requests to receive prayer materials from OMF UK workers. The OMF UK Hub, in conjunction with the ThankQ package, continues to help OMF UK meet the requirements of the General Data Protection Regulations (GDPR).

Financial Review and Reserves Policy

Incoming resources to the organisation normally come from 3 main streams: general donations to the organisation, legacies (which are normally also general donations) and gifts for the support of specific individuals. These donations are given to benefit the advance of the Christian faith worldwide, with a particular focus on the peoples of East Asia. Total incoming resources for the year amounted to £17,966k of which £11,278k is attributable to the transfer of Lammermuir Limited's assets, £417k was from the HMRC's Gift Aid scheme and £386k was restricted income. Incoming resources include £697k of accrued legacy income. In accordance with the latest Charities Statement of Recommended Practice, effective for financial years beginning on or after 1 January 2015, legacy income is being accrued for legacies notified prior to the financial year-end that satisfy the regulatory requirements of entitlement, measurement and probability.

OMF UK has a policy of not publicly asking for funds. Therefore, although OMF UK does have a fundraising policy, this highlights the fact that whilst OMF UK does not engage in standard fundraising practices, it does comply with the Fundraising Regulator's Code of Fundraising Practice, where the provisions within this remain applicable to OMF UK. The expenditure on 'Raising Funds' reported in the financial statements, is an estimate of the proportion of the costs spent on charitable activities e.g. communications literature, which has an ancillary outcome of contributing to increasing the amount of donations received.

In addition to the resources needed to fund the UK and Ireland operation, the Trustees, operating within the principle of sharing, allocate unrestricted income to OMF International in Singapore, for distribution to UK and Ireland members worldwide who are directly serving the organisation's objects of advancing the Christian faith amongst East Asia's people's. During the year, £2,483k was allocated to OMF International. The sum allocated contributed towards the overall living and ministry costs of those members sent out by OMF UK to work in Asian and other countries outside the UK and Ireland. In 2019, all OMF UK members received at least 100% of their full support requirement through a combination of specific support gifts and general donations received.

OMF UK prepares an annual budget, and has an effective system of budgetary control. Fixed and variable costs have been well contained during the year and the Statement of Financial Activities (SOFA) shows net incoming resources of £11,273k. Excluding the Lammermuir assets, there was a net outgoing resource value of £5k. We give thanks to God for again providing sufficient income during the period.

OMF UK's Reserves Policy is primarily designed to manage the issue of fluctuating legacy income. In addition, reserves can be maintained where there is a known deficit in the budget for the year ahead, normally due to exchange rate or member support level factors.

The maximum level of reserves held for legacy income risk is the amount that would have been required to top up legacies received over the worst three consecutive years during the last 10 years to the equivalent of £967k per year legacy income (this is the average annual legacy income received since 2004). This currently gives a maximum legacy reserve figure of £438k.

Complex projects or initiatives over periods, which may be longer than one year, will normally be covered from designated funds on the understanding that these will be spent within an agreed period. In any case, If there is not sufficient income to cover required expenses, grants to overseas members and allowances to UK based members can be reduced.

At end of 2019, the total funds held were £14,803k of which £340k were restricted funds and £1,878k were designated funds. The signing of the agreement with Lammermuir Ltd on 23 December 2019, resulting in the accrual of the Lammermuir funds, has meant there is temporarily an unusually high General Fund value of £12,585k at the end of the year, however it should be noted that of the £11,278k funds received £5,840k is represented by property assets currently in use by OMF UK. During 2020, OMF UK's Trustees and Leadership Team will carry out a thorough review of the potential best strategic uses of the non-property related funds.

Note 21 to the financial statements shows the assets and liabilities attributable to the various funds by type. There are three types: General Fund, designated funds, and restricted funds. Unrestricted General Fund stands at £12,585k, of which £6,639k is represented by net current assets and £5,945k by tangible fixed assets. Apart from the Designated Legacy Reserve and HSF Buffer Fund, the largest designated fund is the Home Assignment Ministry Fund, which has a closing balance of £349k.

Investments shown in the accounts comprise mainly of accrued former Lammermuir managed funds and short-term cash funds. In addition, there is a small portfolio of shares in a private company, received in 2018 as part of a legacy. Consideration will be given to liquidating these at some point in the near future, as the conditions for selling them when received in 2018 were not perceived to be reasonable to achieve the best possible outcome for the organisation.

In 2020, OMF UK will set up an Investment Committee, which reports to the Trustee Board, to oversee the management of it's investments in line with OMF UK's Investment Policy.

The Trustees have prepared the financial statements on a going concern basis and consider that no disclosures relating to OMF UK's ability to continue as a going concern need to be made in the financial statements.

Plans for Future Periods

As mentioned previously, the Covid 19 pandemic has had a wide-ranging impact across the world on businesses and charities alike causing many organisation to close and others to totally revise their plans for 2020. As an example, OMF UK's Mobilisation & Media team was planning to attend 12 major Christian festivals/exhibitions, which have now been cancelled.

Despite the pandemic, the focus of OMF UK is shifting from how many workers are being sent amongst East Asians to what is OMF UK doing which serves and facilitates the East Asian Church serving amongst the people's around it in its local context. Beyond this long standing primary focus, there are significant needs for East Asian communities in different parts of the world, outside of East Asia, to be served as well as serving and resourcing UK and Irish churches in how they reach out cross-culturally/generationally.

In addition to items already mentioned above, OMF UK is considering involvement in facilitating 'reverse mission' to serve UK and Irish churches through this means. A significant proportion of the supporter base is ageing so a priority is being given to developing engagement with a younger generation whilst also continuing to serve the older supporters.

The main plans for the year ahead to enhance the achievement of our charitable objects in line with the outcomes of the review detailed above are:

Earlier references in this report have highlighted the significance of prioritising the agenda of the East Asian churches and serving the needs of the UK and Irish churches. In this regard, initiatives are to be prioritised to establish links with the East Asian churches, such that workers sent from the UK are appropriately experienced and gifted to meet the specific needs that the East Asian Church is highlighting. A key focus in this area is the need to establish fluid pathways to enable networking with those with relevant business and workplace experience, in order for them to be able to establish missional businesses and demonstrate whole-life discipleship in a range of settings amongst East Asians.

With regard to serving the UK and Irish churches in its member discipleship and engagement in cross-cultural/generational mission, both locally and further afield, consideration is being given to intentionally placing workers in diaspora engagement

OMF INTERNATIONAL (UK)
Trustees' Annual Report
For the year ended 31 December 2019

roles in the local church, including facilitating 'reverse mission' for workers from East Asia coming to serve in the UK and Ireland. As part of this, OMF UK is considering ways to intentionally learn from and relate to parts of the UK and Irish churches, which have not previously engaged with OMF UK, e.g. African churches and fresh expressions of church.

A further consideration of required new initiatives has seen OMF UK co-organise a conference in March 2019 to consider fully recognising and integrating the significant contribution that those with disabilities have to make to OMF UK's serving in God's mission.

OMF (UK) is committed to the working out of an integral understanding of Christian witness, which includes creation care. Resources are being developed to assist the UK and Irish churches in their understanding and engagement with this topic, especially with an East Asia perspective. Pathways to involvement in creation care in East Asia are also being developed as part of our Serve Asia (short-term mission) programme.

The engagement of returning overseas workers with the UK and Irish churches continues to remain critical in facilitating new relationships with non-mission engaged churches/Christian public. It is therefore intended to continue running 'Equipping Days', as detailed in the Achievements and Performance section of this report, to assist such workers in this regard. At least one event in each Area (minimum six) is planned for the forthcoming year. These days will include Serve Asia workers, Bridge Asia workers and Diaspora Ministries workers, when possible, to 'integrate' mobilisation practice between those with different skillsets and experiences as much as possible.

In 2020, OMF UK is seeking to re-develop its web presence at omf.org/uk. This relates to the brand foundations and verbal brand work undergone with Sparks Studio in 2019 to establish OMF UK's unique place and voice in the UK mission context, also with the OMF International project to deliver its next generation web and IT tools platform. This will make the site more user friendly in a way that differentiates OMF UK from other organisations, enabling new visitors to the site to consider their next steps to engaging with our work.

We intend to put out 6 to 10 podcasts in 2020, continuing to explore the broad range of activities and ways for followers of Jesus in the UK to get involved with God's work in the world. Audio recordings of Billions magazine were also made available in 2019 and will now be released as separate podcast feed, widening the opportunities for people to engage with the magazine content using different forms of media.

A fourth Bridge Asia conference is planned for 2020 to continue to equip Bridge Asia team members. Area Representatives will teach Bridge Asia team members elements of the Mobilisation Foundations Training Course they attended in June 2019. This opportunity will help the Area Representatives to develop their ability to deliver this training to others. The 2020 vision for Bridge Asia was not reached, we will continue to recruit more Bridge Asia team members in 2020 but the Covid-19 pandemic is likely to affect this, as is the cancelling of the OM Logos Hope visit, in which OMF UK was partnering.

London still remains a significant Bridge Asia focus and one that we see has great potential. We did recruit two new team members in 2019 and hope to add more to increase mobilisation capacity in London.

The Member Care and HR Department will continue to provide resources for both members and churches in caring for members through expanding the Member Care core team and sourcing new members for the Area Ministry Teams. It is anticipated that there will be changes in the volunteer medical team in 2020 which will need to be resourced.

By the date the Trustees Annual Report and Accounts are signed, Lammermuir Limited, whose close relationship with OMF UK is detailed in the opening section of this report, will have formally transferred the majority of its property and investment assets to OMF UK. The only assets remaining in Lammermuir are the freeholds on some flats, which are scheduled to go to auction in October 2020, and Lammermuir's cash balance. Once the freeholds are sold and the relevant funds received the remaining Lammermuir funds will be transferred to OMF UK by 31 December 2020.

Funds Held as Custodian trustee

There are none held.

Post Balance Sheet Events

None

Statement of Trustees' Responsibilities

The Trustees (who are also directors of OMF International (UK) for the purposes of company law) are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted

Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records which are sufficient to show and explain OMF UK's transactions, which disclose with reasonable accuracy, at any time, the financial position of OMF UK, to enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 and the charity's constitution. 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.

As far as the Trustees are aware, there is no relevant audit information of which OMF UK's auditor is unaware and the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on OMF UK's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approval

In approving the Trustees Annual Report, the Trustees are also approving the Directors Report in their capacity as company directors.

Signed on behalf of the Trustees



K.S. Ashman
Trustee

2 September 2020

Independent Auditor's Report to the trustees and members of OMF International (UK)
For the year ended 31 December 2019

Opinion

We have audited the financial statements of OMF International (UK) (the 'charitable company') for the year ended 31 December 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cashflow Statement 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 Republic of 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 31 December 2019 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, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

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 the financial statements section of our report. We are independent of the charitable company 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 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 audit opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate, or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

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.

OMF INTERNATIONAL (UK)

Independent Auditor's Report to the trustees and members of OMF International (UK) For the year ended 31 December 2019

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 17, the trustees 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Councils website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 and to the charitable company's trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Wilks Kennedy Audit Services

John Howard, Senior Statutory Auditor
for and on behalf of Wilks Kennedy Audit Services

Statutory Auditor
2nd Floor, Regis House
45 King William Street
London, United Kingdom
EC4R 9AN

04 September 2020

OMF INTERNATIONAL (UK)
Statement of Financial Activities for the year ended 31 December 2019

		2019			2018		
	Note	Unrestricted Funds £	Restricted Funds £	Total Funds £	Unrestricted Funds £	Restricted Funds £	Total Funds £
Income from:							
Donations:							
Support gifts		4,322,049	-	4,322,049	4,508,602	-	4,508,602
General donations		12,112,775	-	12,112,775	891,048	-	891,048
Restricted funds- projects		-	339,710	339,710	-	192,709	192,709
Designated funds - Philip Henman fund		-	-	-	5,892		5,892
Designated funds - Serve Asia	18-19	7,964	-	7,964	15,693	-	15,693
Legacies	2,15	1,044,026	46,721	1,090,747	478,683	(8,315)	470,368
Other Trading Activities							
Publications income		20,602	-	20,602	29,976	-	29,976
Rental income		61,568	-	61,568	61,920	-	61,920
Investment income:							
Interest receivable	2	10,557	-	10,557	6,598	-	6,598
Other income							
Net gain on disposal of assets		-	-	-	531	-	531
Total Income		17,579,541	386,431	17,965,972	5,998,943	184,394	6,183,337
Expenditure on:							
Raising funds	4	4,953	-	4,953	4,287	-	4,287
Charitable activities							
Mobilisation	5	1,235,336	55,858	1,291,194	1,156,603	37,302	1,193,905
Evangelisation	6	3,322,979	340,454	3,663,433	3,215,080	285,935	3,501,015
Mission Support	3,7	563,119	6,982	570,101	557,676	4,663	562,339
Administration Support	3,8	408,762	-	408,762	576,192	-	576,192
Education and Information	9	59,509	-	59,509	50,524	-	50,524
Retirement	10	695,044	-	695,044	672,462	-	672,462
Total Expenditure		6,289,702	403,294	6,692,996	6,232,824	327,900	6,560,724
Net (expenditure)/ income		11,289,839	(16,863)	11,272,976	(233,881)	(143,506)	(377,387)
Transfers between funds		(99,845)	99,845	-	49,003	(49,003)	-
Net movement in funds		11,189,994	82,982	11,272,976	(184,878)	(192,509)	(377,387)
Reconciliation of funds:							
Total funds brought forward		3,272,511	257,264	3,529,775	3,457,389	449,773	3,907,162
Total funds carried forward	18-20	14,462,505	340,246	14,802,751	3,272,511	257,264	3,529,775

All amounts relate to continuing activities.


The notes on pages 22 to 38 form part of these financial statements.

OMF INTERNATIONAL (UK)**Balance Sheet as at 31 December 2019**

	Note	2019 £	2018 £
Fixed Assets			
Tangible fixed assets	12	5,945,495	96,819
Fixed asset investments	13	5,405,927	33,627
		11,351,422	130,446
Current Assets			
Investment property held for re-sale	15	52,972	-
Stock		7,411	13,953
Debtors	16	1,163,478	1,260,499
Cash at bank and in hand		2,713,110	2,762,752
		3,936,971	4,037,204
Creditors: amounts falling due within one year	17	(485,642)	(637,875)
Net Current Assets		3,451,329	3,399,329
Net Assets		14,802,751	3,529,775
Funds			
Unrestricted - General funds		12,584,910	896,387
- Designated HSF Buffer reserve		850,000	950,000
- Designated Legacy reserve		438,000	729,000
- Designated Home Assignment Ministry fund		349,215	569,660
- Designated other funds		240,380	127,464
	19 - 22	14,462,505	3,272,511
Restricted	19 - 22	340,246	257,264
		14,802,751	3,529,775

These financial statements have been prepared in accordance with the special provisions for small companies under part 15 of the Companies Act 2006.

Approved and authorised by the Trustees for issue on 2 September 2020 and signed on their behalf by:


K. S. Ashman
Trustee

The notes on pages 22 to 38 form part of these financial statements.

Company no. 06541911

OMF INTERNATIONAL (UK)
Cashflow Statement for the year ended 31 December 2019

	Total funds	Prior Year funds
	£	£
Cash flows from operating activities:		
Net Cash used in operating activities	(6,007)	(53,511)
Cash flows from investing activities:		
Interest from investments	10,557	6,598
Proceeds from the sale of property, plant and equipment	-	643
Purchase of property, plant and equipment	(54,192)	(71,977)
Net cash provided (used in)/by investing activities	(43,635)	(64,736)
Change in cash and cash equivalents in the reporting period	(49,642)	(118,247)
Cash and cash equivalents at the beginning of the reporting period	2,762,752	2,880,999
Cash and cash equivalents at the end of the reporting period	2,713,110	2,762,752

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

	Current Year	Prior Year
	£	£
Net (expenditure)/income for the reporting period (as per the statement of financial activities)	11,272,976	(377,387)
Depreciation	45,516	17,753
Lammermuir donation - (adjusted for cash elements)	(11,195,948)	-
Interest from investments	(10,557)	(6,598)
Profit on sale of fixed assets	-	(531)
(Decrease) in creditors	(152,233)	(332,886)
Decrease in debtors	97,021	645,516
Lammermuir inter-company account elimination	(69,674)	-
Lammermuir ground rent Debtors included in OMF Trade Debtors	350	-
Decrease in stocks	6,542	622
Net (used in)/provided by operating activities	(6,007)	(53,511)

The notes on pages 22 to 38 form part of these financial statements.

1 Status and general information

OMF International (UK) is a company limited by guarantee incorporated in the United Kingdom and a registered charitable company (company number 6541911, England and Wales registered charity number 1123973 and Scottish registered charity number SC039645). It is governed by its Memorandum and Articles and its registered office is Station Approach, Borough Green, Kent TN15 8BG.

Refer to the Trustee's Annual Report (page 7) for a full description of the organisation's objectives and activities.

The financial statements are presented in Pounds Sterling (£), the Company's functional currency and rounded to the nearest £.

2 Accounting policies

a) Basis of accounting and assessment of going concern

The financial statements are prepared on the historical cost basis of accounting, with items recognised at cost or transaction value unless otherwise stated in these accounting policies, in compliance with the Companies Act 2006, the Charities Act 2011 and in accordance with applicable accounting standards and the Charities SORP (FRS102) 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) (effective 1 January 2015).

OMF International (UK) is a public benefit entity as defined by FRS102.

On 23 December 2019 a Deed of Transfer of Charitable Undertaking was signed between OMF International (UK) and Lammermuir Limited, another registered charity, which transferred all Lammermuir Limited's assets and liabilities to OMF International (UK). As a result of this Lammermuir limited's assets and liabilities have been included within OMF International (UK)'s 2019 annual accounts using the appropriate valuation methods as at 31 December 2019.

The values at which the assets and liabilities have been included in the accounts are shown in the table below:

	£
Tangible fixed assets (property)	5,840,000
Fixed assets investments	5,372,300
Current asset – investment property held for sale	52,972
Trade Debtors	350
Cash at bank and in hand	82,162
Creditor - OMF International (UK)	(69,674)
Net donation to OMF International (UK)	<u>11,278,110</u>

As Lammermuir Limited's only liability was to OMF International (UK) this has been offset against OMF International (UK)'s debtor balance with Lammermuir Limited, as part of the accounts preparation process.

The Trustees have considered the potential emerging impact of the COVID-19 virus on the future viability of the charitable company. The Trustees are of the opinion that given the significant surplus for the period, positive cash inflows since the year end and the high value of net assets, the charitable company can continue in operation for the foreseeable future and therefore the financial statements have been prepared on a going concern basis.

b) Fixed assets and impairments

Tangible fixed assets are stated at cost less depreciation. Assets are reviewed for indications of impairment at each balance sheet date. If such indication exists, the recoverable amount of the asset is estimated and compared to the carrying amount. Where the carrying amount exceeds the recoverable amount, an impairment loss is recognised in the statement of financial activities.

c) Depreciation of tangible fixed assets

Tangible fixed assets are depreciated over their expected useful life on the following straight-line bases:

Land	0%
Buildings	2%
Motor vehicles	25%
Computer equipment	33.33%
Fixtures, fittings and office equipment	25%

d) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year. The charity does not acquire put options, derivatives or other complex financial instruments.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

e) Investment property

Investment property is included on the balance sheet at market value at the balance sheet date. The valuation is the result of calculations made by surveyors, at the time of receipt of the assets, on the basis of the premiums payable if the lessee wished to extend their lease. Where the lessee has now extended their lease the valuation included is now the difference between the surveyor's peppercorn rent based premium valuation and the ground rent based premium valuation. Realised and unrealised gains and losses on investment property are included in the Statement of Financial Activities in the year in which they arise.

f) Stock

The stock of the publications department is stated at the lower of cost and net realisable value. Provision is made for slow moving and obsolete stock.

g) Income recognition

Income from donations is accounted for on a receipts basis, and the related Gift Aid is usually received and accounted for in the month following the month of the original donation.

Legacies are accounted for when received or when receipt is probable and the value can be measured with sufficient reliability.

Where legacies notified to OMF International (UK) by the end of the relevant accounting period do not meet the above criteria, the total estimated value of such legacies will be disclosed in a note to the financial statements.

Publications income is accounted for on a receipts basis.

Income other than mentioned above is dealt with on an accruals basis.

h) Expenditure recognition

Charitable expenditure comprises services supplied and activities undertaken which are identifiable wholly or mainly in support of OMF International (UK)'s objectives. Those costs shown as management and administration relate to the management of OMF International (UK)'s assets, organisational administration and compliance with constitutional and statutory requirements.

Where appropriate, expenditure is apportioned on a reasonable and consistent basis to other costs within mobilisation and evangelisation expenditure.

The underlying principle upon which cost apportionment is based is staff time.

h) Pension scheme

OMF International (UK) operates a defined contribution pension scheme for staff. The assets of the scheme are held separately from that of OMF International (UK) in an independently administered fund. The pension costs charged represent the contributions payable under the scheme by the OMF International (UK) to the fund. OMF International (UK) has no liability under the scheme other than for the payment of these contributions.

i) Funds

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of OMF International (UK) and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors. The aim and use of each restricted fund is set out in the notes to the financial statements.

j) Financial instruments

Financial instruments are classified as either 'basic' or 'other' in accordance with Chapter 11 of FRS 102 and are recognised on the charity's balance sheet when it becomes party to the contractual provisions of the instrument. Financial instruments are initially measured at transaction price, unless the arrangement constitutes a financing transaction, which includes transaction costs for financial instruments not subsequently measured at fair value. A financing transaction is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. The only financial instruments held by charity are debtors, creditors, loans and investments. These are basic financial instruments and are therefore recognised at the transaction price less any impairment.

k) Funds significant judgements and estimates

The preparation of the financial statements requires the Trustees to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the date of the financial statements. If in the future such estimates and assumptions, which are based on the Trustees' best judgement at the date of the financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the year in which the circumstances change. The Trustees' consider the following to be the main sources of estimation uncertainty:

Income recognition of legacies – legacies have been recognised when receipt is probable and on a case by case basis once the value can be measured reliably, rather than adopting using a portfolio basis based on past experience.

OMF INTERNATIONAL (UK)
Notes to the financial statements
For the year ended 31 December 2019

1) Governance costs

Governance costs comprise the expenditure associated with fulfilling statutory obligations and providing strategic direction to OMF International (UK).

	2019	2018
	£	£
Staff costs	8,824	8,276
Trustee Expenses	5,321	2,776
Auditors' fees - for audit	14,360	14,040
Auditors' fees - other	-	4,782
Notional Rental Cost	6,765	6,414
Other costs	12,650	10,477
	47,920	46,765

3 Connected parties

OMF International (UK) co-operates with other Christian agencies in the pursuit of its mission.

Prior to signing a Deed of Transfer of Charitable Undertaking with OMF International (UK), Lammermuir Limited, provided a number of properties rent free to OMF International (UK). If OMF International (UK) were to occupy similar accommodation, Lammermuir Limited estimates that OMF International (UK) would incur costs in the region of £298,620 (2018 £298,620), based on current market values and rentals payable. Although the ownership of the properties has now been transferred to OMF International (UK), this did not happen until almost the end of the year. In the light of this fact, as required by the charity SORP, a benefit in kind for this amount has been included under General donations and the corresponding cost has been included as Notional Rental Cost under the relevant Charitable Activity headings in notes 5-10.

As stated in Note 1 (above), during the year, Lammermuir Limited donated all its assets and liabilities to OMF International (UK) £11,278,110 (2018:£18,086).

Prior to the transfer of assets & liabilities, Lammermuir Limited owed £69,674 to OMF International (UK) at 31 December 2019 (2018:£34,157). This was offset against OMF International (UK)'s balance with Lammermuir Limited and appears as a zero balance for 2019 in Debtors Note 16.

OMF International (UK) normally provides accounting services to Lammermuir Limited in the form of ledger maintenance and accounts preparation for an annual management charge of £1,000. This was waived in 2019 in lieu of the donation of all Lammermuir's assets and liabilities.

OMF International (UK) received £1,556 in donations and £100 in conference payments from trustees during the year (2018: donations £3,600, & conference payments £100).

None of the trustees receive any remuneration in their capacity as trustees, although all received refreshments at trustees' meetings provided by OMF International (UK). 8 trustees received travel expense payments during the year. The total expenses relating to Trustees paid in the year were £5,321 (2018:£2,776).

R.J. Porter and his wife received £7,877 (2018:£8,285) in allowances as a retired former mission worker of the charity in line with other UK based retired former mission workers of the charity and in accordance with the charity's Memorandum & Articles of Association.

4 Cost of raising funds

The cost of raising funds recognises the promotional aspect contained within education and information expenditure. Cost of generating funds was £4,953 (2018: £4,287).

5 Mobilisation expenditure

	Unrestricted Funds	Restricted Funds	TOTAL 2019	Unrestricted Funds	Restricted Funds	TOTAL 2018
	£	£	£	£	£	£
Staff salaries (note 11)	105,116	-	105,116	94,571	-	94,571
Member Allowance payments	364,356	-	364,356	390,827	-	390,827
Member Expense payments	17,013	-	17,013	3,999	-	3,999
Member Pension, NI & Tax	67,477	-	67,477	69,539	-	69,539
Home Assignment Allowances & Expenses	460,092	-	460,092	414,116	-	414,116
Notional Rental Cost	101,530	-	101,530	92,572	-	92,572
Literature & Information	28,442	-	28,442	37,857	-	37,857
Other Costs	89,525	55,858	145,383	49,232	37,302	86,534
Serve Asia Teams	1,785	-	1,785	3,890	-	3,890
	1,235,336	55,858	1,291,194	1,156,603	37,302	1,193,905

Mobilisation expenditure comprises the allocated functional costs arising from the process of encouraging people to participate in world mission.

6 Evangelisation expenditure

	Unrestricted Funds	Restricted Funds	TOTAL 2019	Unrestricted Funds	Restricted Funds	TOTAL 2018
	£	£	£	£	£	£
Overseas allocation to OMF International (Singapore)	2,219,583	263,652	2,483,235	2,233,401	234,646	2,468,047
Member Allowance payments	400,891	-	400,891	334,479	-	334,479
Member Expense payments	6,432	-	6,432	(3,618)	-	(3,618)
Member Pension, NI & Tax	573,556	-	573,556	591,082	-	591,082
Serve Asia Teams	5,357	-	5,357	11,669	-	11,669
Other costs	117,160	76,802	193,962	48,067	51,289	99,356
	3,322,979	340,454	3,663,433	3,215,080	285,935	3,501,015

Evangelisation expenditure comprises the allocated functional costs arising from the process of sharing the gospel with East Asians. The amounts shown as restricted funds represent payments made to specific overseas projects.

OMF INTERNATIONAL (UK)
Notes to the financial statements
For the year ended 31 December 2019

7 Mission Support expenditure

	Unrestricted Funds	Restricted Funds	TOTAL 2019	Unrestricted Funds	Restricted Funds	TOTAL 2018
	£	£	£	£	£	£
Staff salaries (note 11)	91,052	-	91,052	83,797	-	83,797
Member Allowance payments	218,346	-	218,346	229,297	-	229,297
Member Expense payments	8,674	-	8,674	2,343	-	2,343
Member Pension, NI & Tax	26,991	-	26,991	27,816	-	27,816
Home Assignment Allowances & Expenses	51,121	-	51,121	46,013	-	46,013
Notional Rental Cost	95,558	-	95,558	110,489	-	110,489
Other costs	71,377	6,982	78,359	57,921	4,663	62,584
	563,119	6,982	570,101	557,676	4,663	562,339

Mission Support expenditure comprises the allocated functional costs arising from the process of providing mission specific support i.e. processing candidates and pastoral care to personnel engaged in Mobilisation and Evangelisation.

8 Administrative Support expenditure

	Unrestricted Funds	Restricted Funds	TOTAL 2019	Unrestricted Funds	Restricted Funds	TOTAL 2018
	£	£	£	£	£	£
Staff salaries (note 11)	181,105	-	181,105	181,337	-	181,337
Member Allowance payments	20,633	-	20,633	22,817	-	22,817
Member Expense payments	1,051	-	1,051	284	-	284
Member Pension, NI & Tax	6,748	-	6,748	6,954	-	6,954
Information Technology	35,089	-	35,089	32,220	-	32,220
Notional Rental Cost	83,615	-	83,615	80,628	-	80,628
Exceptional Costs	(191,344)	-	(191,344)	84,872	-	84,872
Other costs	271,865	-	271,865	167,080	-	167,080
	408,762	-	408,762	576,192	-	576,192

Administrative support expenditure comprises the allocated functional costs arising from the standard organisational administrative processes e.g. IT, HR, facilities management and finance processing required to support the organisation. The negative Exceptional Costs value relates to a reduction in the previously estimated and accrued value of the legal costs.

9 Education and Information expenditure

	Unrestricted Funds	Restricted Funds	TOTAL 2019	Unrestricted Funds	Restricted Funds	TOTAL 2018
	£	£	£	£	£	£
Literature and information	10,669	-	10,669	10,919	-	10,919
Books and Conferences	5,633	-	5,633	1,416	-	1,416
Staff salaries (note 11)	28,276	-	28,276	26,244	-	26,244
Notional Rental Cost	14,931	-	14,931	11,945	-	11,945
	59,509	-	59,509	50,524	-	50,524

Education and information expenditure comprises the costs of producing the magazine "East Asia Billions", books, conferences and prayer resources.

10 Retirement expenditure

	Unrestricted Funds	Restricted Funds	TOTAL 2019	Unrestricted Funds	Restricted Funds	TOTAL 2018
	£	£	£	£	£	£
Retired member allowance payments	682,575	-	682,575	659,544	-	659,544
Member Allowance payments	5,158	-	5,158	5,704	-	5,704
Member Expense payments	263	-	263	71	-	71
Staff salaries (note 11)	3,957	-	3,957	4,078	-	4,078
Notional Rental Cost	2,986	-	2,986	2,986	-	2,986
Other costs	105	-	105	79	-	79
	695,044	-	695,044	672,462	-	672,462

Retirement expenditure comprises the costs of allowances paid to retired members of OMF International (UK) and allocated functional costs arising from the support of those retired members. 44 single retired members and 61 married retired members received payments in 2019.

11 Staff costs

	2019	2018
	£	£
Wages & salaries	351,163	333,862
Social security costs	30,854	29,565
Pension contributions	27,489	26,600
	409,506	390,027
Staff costs analysed by function:		
Note 5 Mobilisation Expenditure	105,116	94,571
Note 7 Mission Support	91,052	83,797
Note 8 Administration Support	181,105	181,337
Note 9 Education and Information Expenditure	28,276	26,244
Note 10 Retirement costs	3,957	4,078
	409,506	390,027

No employee earned more £60,000 or more in the year.
The average number of employees was 13 (2018: 12).

Key management personnel comprise Trustees, who are unpaid, 9 senior managers (including the National Directors), of which 6 individuals are supported members and 3 are employees. The total benefits received by key management personnel, including pension contributions, in the year was £229,780 (2018: £267,324).

12 Tangible fixed assets

	Land and Buildings £	Computer equipment £	Office equipment £	Fixtures and Fittings £	Motor Vehicles £	Total £
Cost or valuation						
1 January 2019	-	191,737	59,598	87,260	10,150	348,745
Additions	-	31,268	509	22,415	-	54,192
Transfers in	5,840,000	-	-	-	-	5,840,000
Disposals	-	-	-	-	-	-
31 December 2019	5,840,000	223,005	60,107	109,675	10,150	6,242,937
Accumulated depreciation						
1 January 2019	-	(153,310)	(57,553)	(34,097)	(6,966)	(251,926)
Charge for the year	-	(24,287)	(1,136)	(18,355)	(1,738)	(45,516)
Released on disposals	-	-	-	-	-	-
31 December 2019	-	(177,597)	(58,689)	(52,452)	(8,704)	(297,442)
Net book value						
1 January 2019	-	38,427	2,045	53,163	3,184	96,819
31 December 2019	5,840,000	45,408	1,418	57,223	1,446	5,945,495

Land and buildings of £5,840,000 has been transferred from Lammermuir to OMF on 31 December 23 December 2019 at fair value. (See note 1).

13 Fixed Asset Investments

	Managed Investments	
	2019	2018
	£	£
Market Value at 1 January 2019	-	-
Transfers in	5,372,300	-
Disposals	-	-
Unrealised investment gains/ (losses)	-	-
Market Value at 31 December 2019	5,372,300	-

At the end of December 2019 Lammermuir Limited, another registered charity, transferred all its assets to OMF International (UK) which included managed investments with a market value at 31 December 2019 of £5,372,300. The managed investments are held with the investment manager Ruffer LLP and represented by a segregated portfolio predominantly invested directly in conventional assets, such as equities, bonds, commodities and currencies. Investment income and management fees are both rolled up in the capital account, which forms part of the market value of investments.

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The investments were transferred into the ownership of OMF International (UK) during February 2020 and were valued at £5,228,531 at the date of transfer. Globally, the Covid 19 crisis initially had a major negative impact on the value of investments but at the date of signing the accounts OMF International (UK)'s investments were valued at £5,678,444.

	Unlisted Investments	
	2019	2018
	£	£
Value at 1 January 2019	33,627	33,627
Additions	-	-
Disposals	-	-
Unrealised investment gains/ (losses)	-	-
Market Value at 31 December 2019	<u>33,627</u>	<u>33,627</u>

During 2017, shares in an unlisted company were received as part of a legacy. The shares have been valued at fair value.

14 Capital commitments

No capital expenditure was contracted for or committed at 31 December 2019 (2018: Nil).

15 Current Asset investments

Current Asset Investments - property held for sale (restricted)

	2019	2018
	£	£
Market Value at 1 January 2019	-	-
Transfers in	52,972	-
Disposals	-	-
Unrealised investment gains/ (losses)	-	-
Market Value at 31 December 2019	<u>52,972</u>	<u>-</u>

The fair value of the freeholds on several blocks flats owned by Lammermuir Limited have been accrued in the OMF International (UK) accounts for 2019 as part of the transfer agreement signed on 23 December 2019. They have been classed as current assets since the Directors plan to sell them during 2020.

OMF INTERNATIONAL (UK)
Notes to the financial statements
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16 Debtors

	2019	2018
	£	£
Trade debtors	1,017	3,563
Other debtors	7,892	1,530
NI Bulk Payment Class 2 & 3	27,237	27,237
Lammermuir Limited	-	34,157
Prepayments	45,340	52,004
Accrued income - Legacies	697,328	291,776
Accrued income from OMF IC - legal case costs	346,825	805,935
Accrued income - Gift Aid	37,524	43,417
Accrued income - Other	315	880
	<u>1,163,478</u>	<u>1,260,499</u>

Of the £677,328 legacies accrued, £534,291 had been received by the charity at the date the financial statements were signed. The full, accrued re-imbursement of the legal case costs was received from the OMF International centre (IC) during April 2020

17 Creditors: amounts falling due within one year

	2019	2018
	£	£
Sundry creditors	144,868	150,102
Accruals - general	35,811	14,925
Exceptional legal cost accrual	91,667	283,011
Taxation & social security	1,903	13,001
OMF International (Singapore)	36,410	63,720
Deferred income	174,983	113,116
	<u>485,642</u>	<u>637,875</u>

The Exceptional legal cost accrual relates to an ongoing legal case for which all outstanding costs were finally paid by the end of February 2020.

Reconciliation of deferred income

	2019	2018
	£	£
Amount deferred at January 1 2019	113,116	71,430
Amounts deferred in year	126,079	89,294
Amounts released – from prior years	(64,212)	(47,608)
– from current year	-	-
Deferred income at 31 December 2019	<u>174,983</u>	<u>113,116</u>

OMF INTERNATIONAL (UK)
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Deferred income relates to donations given by supporters with the express intention for those donations to be used by OMF International (UK) in future accounting periods.

The trustees are satisfied that no provision should be made in the accounts in relation to future amounts which may be paid to retired members, as they do not believe there is any commitment to make such payments. They are only made at the discretion of OMF International (UK), and as income permits, and therefore there is no expectation by the members that any quantifiable amounts will be payable to them.

18 Financial instruments

The charity's financial instruments may be analysed as follows:

	2019	2018
	£	£
Financial Assets		
Financial assets at amortised cost	3,804,011	3,944,010
Fixed asset investments at market value	5,372,300	-
Fixed asset investments at fair value	33,627	33,627
Financial Liabilities		
Financial liabilities at amortised cost	310,659	524,759

Financial assets measured at amortised cost comprise cash at bank and in hand, trade debts, other debtors, and accrued income of £1,081,992 (2018:£1,142,008).

Fixed asset investments at fair value comprise shares in a private limited company received as part of a legacy during the year. They have been valued, for estate valuation purposes, by a firm of chartered accountants on an average of the last 5 years dividend yield basis.

Financial liabilities measured at amortised cost comprise sundry creditors, accruals (including exceptional legal case accruals), taxation and social security and amounts to OMF International (Singapore).

OMF INTERNATIONAL (UK)
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19 Funds

	Balance 01/01/2019	Income	Expenditure	Transfers	Balance 31/12/2019
General Fund	896,387	15,385,266	(3,939,346)	242,603	12,584,910
Designated HSF Buffer Reserve	950,000	-	-	(100,000)	850,000
Designated Legacy Reserve	729,000	-	-	(291,000)	438,000
Other Designated Funds:					
Joining Members Fund	56,406	105,168	(122,682)	-	38,892
Home Assignment Ministry Fund	569,660	290,768	(511,213)	-	349,215
UK Ministry Funds	52,356	1,694,979	(1,661,195)	-	86,140
Philip Henman Fund	6,978	-	(270)	48,954	55,662
Serve Asia Fund	10,847	7,964	(7,142)	(132)	11,537
Leaving members fund	877	50,396	(48,124)	-	3,149
Logos Hope Fund	-	45,000	-	-	45,000
Total Designated funds	2,376,124	2,194,275	(2,350,626)	(342,178)	1,877,595
Total Unrestricted Funds	3,272,511	17,579,541	(6,289,972)	(99,575)	14,462,505
Restricted Funds					
Holland Legacy Fund	76,303	-	(25,000)	-	51,303
China Youth Project Mobilisation	12,750	-	(5,000)	-	7,750
Medical Missionaries Fund	5,351	-	-	27,113	32,464
Leah Evans Bequest	16,843	-	-	72,462	89,305
Chapman Legacy	91,792	-	(7,062)	-	84,730
Member Ministry Development Bursary	23,417	-	(8,451)	-	14,966
Other Miscellaneous Funds (<£8k)	30,808	92,779	(93,859)	-	29,728
Other Overseas funds	-	293,652	(263,652)	-	30,000
Total Restricted Funds	257,264	386,431	(403,024)	99,575	340,246
Total Funds	3,529,775	17,965,972	(6,692,996)	-	14,802,751

OMF INTERNATIONAL (UK)
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20 Prior Year Funds

	Balance 01/01/2018	Income	Expenditure	Transfers	Balance 31/12/2018
General Fund	2,174,695	3,726,736	(3,967,186)	(1,037,858)	896,387
Designated HSF Buffer Reserve				950,000	950,000
Designated Legacy Reserve	591,000	-	-	138,000	729,000
Other Designated Funds:					
Joining Members Fund	50,981	48,325	(42,900)	-	56,406
Home Assignment Ministry Fund	538,183	491,606	(460,129)	-	569,660
UK Ministry Funds	87,073	1,656,856	(1,690,434)	(1,139)	52,356
Philip Henman Fund	1,086	5,892	-	-	6,978
Serve Asia Fund	10,579	31,386	(31,118)	-	10,847
Other Designated Funds	3,792	38,142	(41,057)	-	877
Total Designated funds	1,282,694	2,272,207	(2,265,638)	1,086,861	2,376,124
Total Unrestricted Funds	3,457,389	5,998,943	(6,232,824)	49,003	3,272,511
Restricted Funds					
Holland Legacy Fund	131,801	-	(55,498)	-	76,303
China Youth Project Mobilisation	12,750	-	-	-	12,750
Medical Missionaries Fund	1,830	3,521	-	-	5,351
Leah Evans Bequest	8,171	8,672	-	-	16,843
Chapman Legacy	104,170	-	(12,378)	-	91,792
Member Ministry Development Bursary	31,125	-	(7,708)	-	23,417
Other Miscellaneous Funds (<£7k)	24,784	22,555	(17,670)	1,139	30,808
Accrued Restricted Legacy Income	135,142	-	-	(135,142)	-
Other Overseas funds	-	149,646	(234,646)	85,000	-
Total Restricted Funds	449,773	184,394	(327,900)	(49,003)	257,264
Total Funds	3,907,162	6,183,337	(6,560,724)	-	3,529,775

Designated Funds

The HSF Buffer fund has been set up to help offset some of the costs of the UK and Ireland operation, which would otherwise result in increased amounts being passed on to member support budgets during the current period of declining member numbers; this amount was calculated as being the amount necessary to provide buffering over a five year period during which the UK and Ireland operation is reviewed.

The purpose of the Legacy Reserve is to smooth the impact of unusually high or low legacy income during a particular year.

Home Assignment Ministry Fund has been established primarily for the provision of members' home assignment allowances, as well as miscellaneous other member expenses.

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UK Ministry Fund was created for the provision of member allowances and ministry expenses for those members permanently based in the UK.

Philip Henman Fund is a fund designated for general purposes.

Serve Asia fund is for short-term team trips to Asia.

Logos Hope Fund is a fund created for a collaborative mobilisation project with other similar organisations that is related to the visit to the UK of the Operation Mobilisation ship called Logos Hope.

Other designated funds include funds for members who have recently left OMF International (UK).

Restricted Funds

The Holland legacy fund is used for OMF International (UK)'s work in China.

CMI (China Youth Project Mobilisation) fund is to be used in relation to a youth project and work in China.

The Chapman Legacy fund is to be used to give support to the children of missionaries in whatever way it is needed, including the provision of holidays and the travel costs of bringing children and parents together in one place.

The Member Ministry Development Bursary is a fund created to help fund the training and ministry development of members.

The Medical Missionaries Fund was established in 1974 to support medical missionary work in China and the other countries of East Asia.

The objective of Leah Evans Bequest fund is to assist with the accommodation costs of active service members and retired members of OMF International (UK).

Other miscellaneous funds comprises of a number of several funds with an individual fund balance of less than £7k used for work in the UK.

21 Analysis of net assets between Funds

	Tangible Fixed Assets	Net Current Assets	Total 2019
	£	£	£
Unrestricted Funds			
General Fund	5,945,495	6,639,415	12,584,910
Designated HSF Buffer Reserve	-	850,000	850,000
Designated Legacy Reserve	-	438,000	438,000
Other Designated Funds:			
Joining Members Fund	-	38,892	38,892
Home Assignment Ministry Fund	-	349,215	349,215
UK Ministry Fund	-	86,140	86,140
Philip Henman Fund	-	55,662	55,662
Serve Asia Fund	-	11,537	11,537
Other Designated Funds	-	3,149	3,149
Logos Hope Fund	-	45,000	45,000
Total Unrestricted Funds	5,945,495	8,517,010	14,462,505
Restricted Funds			
Holland Legacy Fund	-	51,303	51,303
China Youth Project Mobilisation (CMI)	-	7,750	7,750
Medical Missionaries Fund	-	32,464	32,464
Leah Evans Bequest	-	89,305	89,305
Chapman Legacy	-	84,730	84,730
Member Ministry Development	-	14,966	14,966
Bursary	-		
Other miscellaneous UK Funds (<£7k)	-	29,728	29,728
Other Overseas funds	-	30,000	30,000
Total Restricted Funds	-	340,246	340,246

22 Prior Year Analysis of net assets between Funds

	Tangible Fixed Assets £	Net Current Assets £	Total 2018 £
Unrestricted Funds			
General Fund	96,819	799,568	896,387
Designated HSF Buffer Reserve	-	950,000	950,000
Designated Legacy Reserve	-	729,000	729,000
Other Designated Funds:			
Joining Members Fund	-	56,406	56,406
Home Assignment Ministry Fund	-	569,660	569,660
UK Ministry Fund	-	52,356	52,356
Serve Asia Fund	-	10,847	10,847
Other Designated Funds	-	877	877
Total Unrestricted Funds	96,819	3,168,714	3,265,533
Restricted Funds			
Holland Legacy Fund	-	76,303	76,303
China Youth Project Mobilisation (CMI)	-	12,750	12,750
Medical Missionaries Fund	-	5,351	5,351
Leah Evans Bequest	-	16,843	16,843
Chapman Legacy	-	91,792	91,792
Member Ministry Development Bursary	-	23,417	23,417
Other miscellaneous UK Funds (<£7k)	-	37,786	37,786
Total Restricted Funds	-	264,242	264,242

23 Taxation

OMF International (UK) is a registered charitable company and therefore is not liable to income tax or corporation tax on income or gains derived from its charitable activities, as they fall within the various exemptions available to registered charities.

24 Liability of members

OMF International (UK) is constituted as a company limited by guarantee and has no share capital. The liability of the members of the company, who are also the trustees of OMF International (UK), in the event of the company being wound up is limited to a sum not exceeding £1 each. There were 8 members of the company at 31 December 2019 (2018:10).

25 Events after the reporting date

The COVID-19 pandemic is a non-adjusting event as at 31 December 2019 for the purposes of these financial statements. The charitable company has assessed the impact of COVID-19 on its ability to continue as a going concern. The COVID-19 outbreak has developed rapidly in 2020 and has caused widespread disruption to business, economic activities and impacted global markets.

The Trustees continue to consider the potential implications of the COVID-19 pandemic, however at this stage it has not had a material impact on any of the charitable company's activities or the balances in the financial statements.