

GENERAL ASSEMBLY



ACCOUNTS 2018

FOR THE YEAR ENDED 31 DECEMBER 2018

THE PRESBYTERIAN CHURCH IN IRELAND SUMMARY INDEX

- Introduction to Accounts 2018
- Accounts of the General Assembly of the Presbyterian Church in Ireland incorporating the financial statements of the Trustees of the Presbyterian Church in Ireland, prepared in accordance with the “Statement of Recommended Practice: Accounting and Reporting by Charities” (FRS 102)
 - Statement of Liquid Funds
 - General Council
 - Council for Global Mission
 - Council for Mission in Ireland
 - Council for Social Witness
 - Council for Congregational Life and Witness
 - Council for Training in Ministry
- Accounts of the Trustees of the Presbyterian Church in Ireland, prepared in accordance with the “Statement of Recommended Practice: Accounting and Reporting by Charities” (FRS 102)
- The Presbyterian Church Investment Fund (commonly known as the General Investment Fund)
- Trust Estate of Mr John Getty
- Old Age, Presbyterian Women’s and Indigent Ladies’ Funds
- Presbyterian Church in Ireland Pension Scheme (2009)
- Certificate from the General Assembly’s Solicitor regarding deeds held in Church House
- Published Bequests for the Presbyterian Church in Ireland
- Detailed index

THE PRESBYTERIAN CHURCH IN IRELAND INTRODUCTION TO ACCOUNTS 2018

The Code, the book of the constitution and government of the Presbyterian Church in Ireland, in paragraph Para 272(11)(b) places a responsibility on the General Council to “prepare and present the annual accounts to the General Assembly....”.

This Accounts Book includes three sets of summary accounts,

- (i) the accounts of the General Assembly of the Presbyterian Church in Ireland which incorporate the accounts of the various General Assembly Councils and those of the Trustees (as detailed in (ii)).
- (ii) the accounts of the Trustees of the Presbyterian Church in Ireland, which incorporate the various Trust Funds they are responsible for such as the Commutation Fund, Magee Fund, Lindsay Memorial Fund, Crescent Loan Fund but excluding the General Investment Fund.
- (iii) The Presbyterian Church Investment Fund or the General Investment Fund.

The General Assembly’s auditors, Ernst & Young, have given their audit opinion on these accounts. The accounts for the General Assembly and the Trustees have been prepared in accordance with the Charities SORP (FRS102) “Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)”.

The Accounts Book also contains individual accounts for the various activities of the Councils of the General Assembly and these have been grouped by Council. Ernst & Young have attached a report to these accounts to confirm they have been incorporated into the consolidated accounts of the Councils of the General Assembly on which they have given their audit opinion.

The Accounts Book includes accounts for the Church Pension Scheme, The Old Age, Presbyterian Women’s and Indigent Ladies’ Funds as well as some other Trust Funds although these do not fall under the direct control of the General Assembly.

THE PRESBYTERIAN CHURCH IN IRELAND INTRODUCTION TO ACCOUNTS 2018

COMMENTARY ON THE SORP ACCOUNTS FOR THE BOARDS OF THE GENERAL ASSEMBLY

During the year, there was a deficit of income over expenditure (before accounting for any change in the value of investments or the pension liability) of £515,817 (2017 – deficit of £965,771).

The deficit for the year reflects the conclusion of the refurbishment of the ground floor, or former Spies Mall, area of Assembly Buildings, the final phase of a refurbishment programme at Derryvolgie Halls of residence for students and timing differences between the receipt of donations in one year and payment of funds in the following year.

During 2018 the value of Investments decreased by £2,760,002 (2017, increase of £3,518,041).

In 2018, there was an actuarial loss on the provision for pension benefits of £6,857,478 (2017 a gain of £20,370,233). The loss arose primarily from a reduction in investment values.

As a result, overall funds have decreased from £59,504,860 to £48,855,041.

The following comments explain the main changes in income and expenditure from 2017.

Total Income for 2018 was £27,209,447 compared to £27,756,833 for 2017 i.e. a decrease of £547,386 (2.0%). The main changes in income are detailed below;

- **Income from congregational assessments.** This was consistent with the previous year decreasing slightly from £7,067,771 to £7,048,446. Assessments for all funds, other than the Pension Scheme Fund, are based on a percentage of a congregation's assessable income. The assessment bands and rates for 2018 and 2017 were as follows

Assessment Band	Assessable Income From	Assessable Income To	2018 Assessment Rate	2017 Assessment Rate
1	0	10,999	Nil	Nil
2	11,000	65,000	14.50%	14.50%
3	65,000	130,000	10.75%	10.75%
4	130,000	195,000	7.25%	7.25%
5	195,000	260,000	3.50%	3.50%
6	260,000	and above	0.00%	0.00%
Rates applied to Assessable income for			2016	2015

THE PRESBYTERIAN CHURCH IN IRELAND INTRODUCTION TO ACCOUNTS 2018

As the assessments rates and bands were unchanged in 2018 the overall change in income is due to changes in the level of assessable income and the impact of currency rate moves on the conversion of receipts from congregations in the Republic of Ireland.

The allocation of amount received from congregations for assessments was as follows:

	2018	2017
Central Ministry Fund	41.29%	41.76%
Retired Ministers' Fund	9.75%	9.28%
Widows of Ministers Fund	9.17%	9.86%
Prolonged Disability Fund	1.72%	0.58%
Incidental Fund	17.20%	15.55%
Ministerial Development Fund	2.87%	2.32%
Sick Supply Fund	0.23%	0.35%
Students Bursary Fund	5.73%	8.62%
Church House Repairs Fund	12.04%	10.90%
Special Assembly	—	0.58%
	100.00%	100.00%

The assessment for the Pension Scheme Fund for 2017 and 2018 was 24.0% of the stipend paid to the minister during the year. This reflects the outcome of the actuarial valuation of the Scheme at 31 December 2014. The amounts allocated to each of the assessment funds are shown in note 2 to the accounts.

- **United Appeal income.** Total income from congregations (which includes amounts received late for the previous year's appeal) decreased slightly from £3,461,584 to £3,410,822. While the overall appeal target for 2018 was not reached at the cut-off date a further £125,785 (at date of this report) has subsequently been received giving a total of £3,417,469 against the 2018 "Target of Honour" of £3,500,000.
- **World Development Appeal.** In 2018, £585,685 was raised for the Appeal compared to £551,651 in 2017.
- **Special Appeals.** In 2018, there was a special appeal for Indonesia which raised £268,615. In addition a further £62,077 was received for a prior year appeal for East Africa. In 2017 £635,900 was raised for the East Africa appeal and £15,255 was received for a prior year appeal for Nepal.
- **Gifts and Donations.** Gifts and donations decreased from £682,707 to £590,786.
- **Legacy Income.** This increased from £548,470 in 2017 to £660,968 in 2018 and includes significant bequests for Union Theological College and the Irish Mission.
- **Grants receivable.** The accounts for 2018 reflect a grant in respect of the refurbishment of part of Assembly Building, which is now occupied by the Presbyterian Historical Society, as well as a grant in relation to the new visitor exhibition in the reception area.
- **Investment Income** decreased from £1,384,781 in 2017 to £1,310,696 in 2018. This mainly arises from investments held by Councils in the General Investments Fund and the dividend declared was 27p per share in both 2017 and 2018.

THE PRESBYTERIAN CHURCH IN IRELAND INTRODUCTION TO ACCOUNTS 2018

- **Residential Homes** etc. There was a significant increase in fee income relating to Residential Homes from £5,950,656 to £6,551,306. The full year impact of the opening of a new residential home, Trinity House, in Garvagh in 2017 and the closure of Ard Cluan, Londonderry and York House, Portrush, had an impact on overall income levels. The basic residential fee rate received by Homes in 2018 was £537 (from April 2018) which compared to £514 in 2017 (from April 2017) and £494 in 2016 (from April 2016). Occupancy rates remain at a high level in most facilities. Income from the other social witness facilities was consistent with 2017.
- **Income from Church Publications.** Sales decreased from £196,045 to £178,500 with subscription rates remaining unchanged. Advertising income was £27,714 (2017 - £23,727).
- **Income from Union Theological College fees,** excluding those from the Students Bursary Fund decreased from £774,977 to £738,538 reflecting student numbers.

Total Expenditure remained consistent with 2017 increasing slightly from £27,722,604 to £27,725,264. The main points to note are

- **The Support Services Committee of the General Council** agreed that salaries should increase by 2.0% (pro-rata for part time staff) from 1 January 2018 with incremental point increases applying for years of service. The pension contribution rate from the Church remained at 24.0% in 2018 for those eligible to join the Presbyterian Church in Ireland Pension Scheme (2009). An auto-enrolment pension scheme was introduced on 1 February 2014 in accordance with regulations with the church contributing at the rate of 6%.
- The expenditure of the **General Council** increased from £6,150,915 to £6,321,785 as a result of the completion of the refurbishment works to the ground floor of Assembly Buildings. The expenditure of the General Council also includes amounts incurred through the various assessment funds and overall this was consistent with 2017.
- The expenditure of the **Council for Mission in Ireland** increased from £2,646,941 to £3,298,44 because of a final phase of refurbishment expenditure on the student residential facilities at Derryvolgie Halls, Belfast.
- Overall expenditure levels in 2018 for the **Council for Global Mission** and **Council for Congregational Life and Witness** were consistent with 2017.
- The **Council for Training in Ministry** expenditure decreased from £2,124,136 to £1,593,479 reflecting the completion of the stonework repairs in 2017.
- The **Council for Social Witness'** expenditure increased from £9,491,791 to £10,051,042 due to higher staffing costs connected with rises in the national minimum wage, an increase in agency staffing costs and a higher level of repair expenditure.
- The Mission Department supports the work of the Council for Global Mission and Council for Mission in Ireland. The costs of the department were apportioned equally between the two Councils.

THE PRESBYTERIAN CHURCH IN IRELAND INTRODUCTION TO ACCOUNTS 2018

COMMENTARY ON BALANCE SHEET

Total funds have decreased from £59,504,860 to £48,855,041, primarily due to an increase in the provision for retirement benefits and a decrease in the value of investments. Total assets are represented by Property holdings, Investments and Bank balances.

- **Fixed Assets.** During the year an access strip was purchased to facilitate the marketing of lands held by the Retired Ministers House Fund in Cullybackey and equity-sharing interests were acquired in two properties. The Council for Social Witness incurred some further costs in relation to the refurbishment of Trinity House, Garvagh and there were some capital works to Harold McCauley House in Omagh.
- **Investments** – these decreased from £49,026,626 to £46,512,139 and are represented mainly by holdings in the General Investment Fund. The value of the shares in the General Investment Fund decreased from £10.7557 per share at 31 December 2017 to £10.1764 at 31 December 2018 (a 5.4% decrease).
- **Bank balances** decreased from £7,687,506 to £7,194,240 and are represented by balances and deposits with Danske Bank, Santander, Bank of Scotland and Barclays Bank. The reduction was mainly due to the refurbishment expenditure on the ground floor Assembly Buildings and Derryvolgie Halls of residence.
- **Debtors and Loans** – these include amounts received from congregations for the United Appeal after the end of the year. In 2018 – £1,357,755 and in 2017 - £1,315,070. Loans recoverable represent amounts due through the Retired Ministers House Fund – at 31 December 2018, £238,848 but 2018 also includes a short term loan by the Council for Mission in Ireland to assist a congregation with a manse purchase.
- **Creditors** have increased from £3,591,288 to £3,803,457 mainly due to an increase in amount due to the General Investment Fund from £1,340,731 to £1,417,737. This Fund operates through the Church's central banking facilities and therefore amounts held at the year end are shown as due to that Fund. Creditors include amounts due for PAYE and National Insurance through the various Church House payrolls. Also included are amounts due to the Old Age, Presbyterian Women's and Indigent Ladies Funds which also use the central banking facility operated through the Financial Secretary's Department. At the year-end £24,666 (2017 £61,234) was held in the central account on their behalf. This is detailed in note 21 to the accounts.
- The Balance Sheet includes a liability in relation to retirement benefits in accordance with Financial Reporting Standard FRS102 and details of this are included in Note 14 to the accounts. The amount shown on the Balance Sheet includes the liability not only relating to the Presbyterian Church in Ireland Pension Scheme (2009) but also that related to other retirement benefits including the Retired Ministers' Fund and Widows of Ministers' Fund. The net liability has increased from £17,626,000 to £25,000,000.

PRESENTATION OF AMOUNTS IN THE SORP ACCOUNTS

The SORP Accounts consolidate the various funds and activities of the Councils of General Assembly's and the Trustees of the Presbyterian Church in Ireland. The accounts for these include some "internal" charges which are eliminated or adjusted for when consolidated into the SORP Accounts. As a result, it is not always possible to cross-reference figures from the SORP accounts back to those of the various funds and activities. This applies in particular to overall Council costs as shown in the SORP Accounts. Further details or a reconciliation of figures can be provided by the Financial Secretary's Office if required.

CLIVE KNOX, Financial Secretary

2 May 2019

**THE GENERAL ASSEMBLY OF
THE PRESBYTERIAN CHURCH IN IRELAND**

**(Incorporating the Financial Statements of the
Trustees of the Presbyterian Church in Ireland)**

ANNUAL FINANCIAL REPORT

for the year ended 31 December 2018

The Presbyterian Church in Ireland
Assembly Buildings
2-10 Fisherwick Place
Belfast
BT1 6DW

Registered Charity in Northern Ireland (NIC104483)
Registered Charity in Republic of Ireland (20015695)

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT

Irish Presbyterianism has its origins in Scottish migrations to Ulster in the early seventeenth century. The first presbytery was formed in 1642 by chaplains of a Scottish army, who had come to Ireland because of an Irish Catholic rebellion. In spite of this and later Catholic uprisings and the hostility of the established Anglican Church, Presbyterianism put down strong roots in Ireland before the end of the seventeenth century.

In the eighteenth century it was weakened by emigration to colonial America and by division over subscription to the Westminster formularies, which encouraged Scottish Covenanters and Seceders to form congregations and presbyteries in Ulster. The restoration of subscription in 1835 led to union with the Seceders in 1840 to form the General Assembly of the Presbyterian Church in Ireland.

Today the Irish Presbyterian Church has 537 congregations in 19 presbyteries throughout Ireland with over 215,000 members.

The word 'Presbyterian' describes the form of our Church government which emphasises the individual and corporate responsibility of members. Ministers and members share in the organising and running of every aspect of the Church's work. At a congregational level this means the provision of worship and teaching along with pastoral care while the corporate work of the Church involves social action, evangelism, mission at home and overseas, training of ministers and working with young people and children.

The Presbyterian Church in Ireland is governed by Presbyters (or elders) in representative assemblies, otherwise known as courts of the Church. These courts comprise Kirk Sessions (in each congregation), Presbyteries and the General Assembly.

Kirk Sessions

The Kirk Session is the governing body of a congregation in its Christian calling, overseeing and promoting the spiritual interest of the congregation and of persons not connected with any congregation within its bounds. The Kirk Sessions delegates the administration of its temporal affairs, such as finance, property and personnel matters to the Congregational Committee. A Kirk Sessions membership will include the ordained minister and ruling elders. To be chosen for the office of the eldership a person must be a voting member of the congregations and a regular attendant on its ordinances. The Congregational Committee consists of the members of the Kirk Session and those elected by the congregation. Each congregation of the Presbyterian Church in Ireland is a separate charity in its own right and while the financial statement of the General Assembly of the Presbyterian Church in Ireland include contributions by congregations to central appeal and assessments they do not incorporate the financial statements of each congregation.

Presbyteries

A Presbytery is the body primarily responsible for corporate oversight of the congregations assigned to it by the General Assembly and of the ministers and elders connected with it as well as the advancement of Christ's kingdom generally within its bounds.

Presbyteries mainly consist of the ministers in active duty of congregations assigned to it by the General Assembly, those who have retired from active ministerial duty together with an elder appointed by the Kirk Session of each congregation. Each Presbytery is a charity in its own right and the accounts of the General Assembly do not incorporate the financial statements of each Presbytery.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

The General Assembly

The General Assembly is the supreme legislative, administrative and judicial authority of the Church. It deliberates upon and superintends matters which concern the whole Church in its doctrine, worship, witness, discipline and government. The General Assembly mainly consists of the ministers in active duty of each congregation and a ruling elder appointed by the Kirk Session of each established congregation. In addition Chaplains, Associate Ministers, certain ex-officio members and General Assembly appointed elders are also the members of the General Assembly.

The General Assembly is normally constituted during the first week in June each year and at the conclusion of its business is dissolved. During the year the work of the General Assembly is undertaken by a numbers of Commissions and Councils which it has established. Details of the responsibilities of Commissions and Councils are provided in the Section on Objectives and Activities.

The members of the General Assembly's General Council act as the Charity Trustees for the purposes of registration with the Charity Commission for Northern Ireland. The membership of the General Council is set out in Para 272(1) of The Code and consists of the Moderator, Clerk and Deputy Clerk of the General Assembly, Council Convener, Conveners of the Council Committees, Financial Secretary, preceding two Moderators, preceding Clerk of Assembly, Conveners of Councils and Commissions, Clerks of Presbytery, one direct nominee from each Presbytery and nine nominees of the Nominations Committee. The individuals who were the charity's trustees on the date this report was approved or who served as a trustee in the reporting period were:

Charity Trustees

The following were members of the General Council on the date these financial statements were approved or had served on the Council during the reporting period.

Rev R.I. Abraham (Resigned 07/12/18)	Mr J. Livingstone (Appointed 08/06/2018)
Rev J.J. Andrews	Very Rev Dr J.W. Lockington
Mr J. Bole	Mr T. Long
Rev J. Boyd	Rev G.J. Mackarel
Rev J. Brackenridge	Rev J.A. McCaughan
Rev Dr T.R. Buick (Resigned 06/01/19)	Rev N. McClean
Very Rev Principal J.S. Carson	Mr J.D. McCleery
Rev M. Catney (Appointed 08/06/2018)	Rev Dr C.D. McClure
Rev T.J. Conway	Rev Dr T.J. McCormick
Mr James Copeland	Rev N. McCullough
Rev Dr M.C. Cowan	Rev Dr D.J. McKelvey
Very Rev Dr R.L. Craig (Resigned 08/06/2018)	Rev R.A. McLernon
Mr D.A. Crowe	Rt. Rev Dr C. McMullen (Appointed 04/06/18)
Rev K.D.W. Crowe	Rt Rev Dr J.N.I. McNeely
Rev J.A. Curry	Very Rev Dr D.I.J. McNie (Resigned 08/06/18)
Rev J.I. Davey	Mr S. Miskelly (Resigned 02/10/18)

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

Rev A.J. Dunlop	Rev R.A. Moffett
Rev D.T.R. Edwards	Rev T.C. Morrison
Mr S. Ferguson	Rev R. Orr
Rev S.A. Finlay	Very Rev Dr I.J. Patterson
Rev J.H. Flaherty	Very Rev Dr R.A. Patton
Rev E.P. Gamble	Rev D.J. Paul (Appointed 01/01/18)
Rev M.S. Gault	Mrs C. Poynton
Rev R.D. Gregg	Rev A.C. Rankin
Rev T.D. Gribben	Rev M. Russell (Appointed 07/01/19)
Very Rev Dr T.N. Hamilton	Rev Dr R.A. Russell (Resigned 04/10/18)
Mr J. Hanna	Very Rev Dr F.P. Sellar
Mrs A. Heenan	Rev G. Simpson (Appointed 04/10/18)
Rev W.J. Henry	Rev M. Spratt (Appointed 07/12/2018)
Rev R. Herron	Rev M. Stanfield
Rev Dr S.E. Hughes	Rev T.J. Stothers
Mr J. Hunter (Resigned 08/06/2018)	Rev A.J. Thompson
Rev D.J. Irvine (Resigned 07/02/18)	Rev A.S. Thompson
Rev P. Jamieson	Mr David Thomson (Appointed 08/06/2018)
Mr R. Kennedy	Mr W. Watson
Rev L. Kennedy-Ritchie	Rev L.W. Webster
Mr J. Lamont	Mrs Anne White (Appointed 03/10/2018)

The Charity Trustees do not receive any remuneration for acting in that capacity or as members of the General Council although they are entitled to claim expenses in connection with their attendance at meetings.

The General Council seeks through a process on ongoing training and education to ensure all members are fully aware of their responsibilities and the role of the Council as set out in The Code.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

The Trustees of the Presbyterian Church in Ireland

The Trustees of the Presbyterian Church in Ireland are a body incorporated under Royal Charter in 1871, with powers and duties regulated by the Irish Presbyterian Church Act 1871 and the Irish Presbyterian Church Act 1901, for management of certain trust properties (including investments) for the Church and other purposes. Individual Trustees must be members, of at least two years standing of a congregation in the Presbyterian Church in Ireland and are appointed by a vote of the General Assembly. The Trustees act as holding trustees for property owned by the General Assembly.

The Code

"The Code" is the book of the constitution and government of the Presbyterian Church in Ireland and the current version is dated 9 June 2017.

MISSION STATEMENT

The Presbyterian Church in Ireland, as a Reformed Church within the wider body of Christ, is grounded in the Scriptures and exists to love and honour God through faith in His Son and by the power of His Spirit, and to enable her members to play their part in fulfilling God's mission to our world.

This is an extract from the Mission Statement received by the General Assembly in June 1992 at its meeting to mark the 350th anniversary of the establishment of the first Presbytery in Ireland.

OBJECTIVES AND ACTIVITIES

The General Assembly governance structures consist of a number of Commissions and Councils which, on its behalf, are responsible for different aspects of the Church's work. The notes to the Statement of Financial Activities analyses the Church's charitable activities under each Council.

The Linkage Commission *is responsible for granting "leave to call" and setting associated terms where a ministerial vacancy has arisen in a congregation. It is also responsible for setting terms for the dissolution, amalgamation or linkage of congregations. It regulates the appointment of additional pastoral personnel and auxiliary ministers in congregations, reviews stipends and sets figures for ministerial expenses and certain fees, and oversees matters to do with church architecture and manses.*

The Judicial Commission *along with its related Special Commission and Applications Commission is responsible for dealing with any cases of appeal or reference or any other matter which may be referred to it under or by virtue of The Code.*

The General Council *deals with exceptional matters affecting public interest or the general work of the Church as may arise and require action between meetings of the General Assembly. It has a role in coordinating the work of other councils and is responsible for effectively communicating the Assembly views both within and beyond the Church. It facilitates the process of nominations to Councils, orders the business of the General Assembly at its annual meeting, draws up priorities for the work of the General Assembly, prepares general Church policy or statements on Doctrine, develops relationships with other Churches and ensures that support services are being provided to Councils effectively and efficiently.*

It provides support services for the other Councils, which includes personnel, finance, information technology, creative production and certain property support. It is specifically

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

responsible for the management of and contractual arrangements in respect of all personnel employed by the General Assembly and overseeing the finances of the Church which includes the administration of a number of Funds including the United Appeal through which the Church collectively supports Missions and funds the work of a number of General Assembly Councils. The General Council acts as charity trustees for the General Assembly.

Council for Public Affairs *is responsible for identifying current issues which the Church needs to address, helping to develop the Church's thinking in these areas and communicating the General Assembly's views in the public square. It also seeks to develop relationships with the Westminster and Dublin governments and makes representations to them on behalf of the Church and responding to consultations from them. The Council is also responsible for providing nominations to education and other state bodies where the Church is a stakeholder.*

Council for Training in Ministry *is responsible for the selection, training and on-going development of ministers, for the pastoral care of manse families, the selection training and ongoing development of auxiliary ministers and accredited preachers, selection and training of deaconesses and the management of Union Theological College and for the reception of ministers and licentiates from other churches. It also provides a conciliation service.*

Council for Congregational Life and Witness *seeks to support the ongoing life and witness of congregations in their work with all age groups, through casting vision, assisting in development, offering training, providing and signposting models of good practice and resourcing in the areas of worship, discipleship, nurturing and teaching, pastoral care, evangelism and outreach in the community, co-operative working with others, involvement in global mission and leadership. It is responsible for the strategic development of Youth and Children's ministry, ministry among women, young adults' ministry, support for the family and marriage and counseling services. It also aims to build supportive links with local schools, support Christians in the workplace and be proactive in the work of good relations. It aims to provide support to congregations in the areas of finance, health and safety and personnel matters.*

Council for Mission in Ireland *seeks to develop strategic priorities in all-age mission in Ireland, considers new church developments and planting, oversee all aspects of the work of Home and Irish Mission, the deployments and support of deaconesses, supports chaplaincy in the Forces, Hospitals, Hospices and Prisons and supports mission and ministry in Universities and Colleges.*

Council for Global Mission *seeks to supervise the overseas mission of the Church, to develop a strategy on mission overseas, including partnerships with overseas Churches and the sending of personnel to serve overseas. It aims to promote world development issues and leads the thinking on issues of global concern such as the environment, world faiths, inter-cultural and international relations.*

Council for Social Witness *is responsible for delivering an effective social care service on behalf of the Church and to the wider community in partnership with appropriate organisations in the areas of older people services including residential care, disability services, criminal justice and substance abuse. It oversees policy development and administration of the Church "Taking Care" programme for the protection of children and vulnerable adults.*

Councils carry out their remits through a range of Committees, Task Groups and Panels.

Councils, in fulfilling their responsibilities, may provide grant assistance to congregations of the Presbyterian Church in Ireland or to externally related agencies as approved by the supervising Council or the General Assembly.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

All members of Councils, Committees, Task Groups and Panels offer their services on a voluntary basis and the Church acknowledges with gratitude those who service the Church in this way. Members are entitled to claim expenses incurred in coming to meetings. Members of Councils and Committees are detailed in the Directory of the General Assembly which is available from Assembly Buildings.

The Trustees of the Presbyterian Church in Ireland are charged with the management of the following funds:

The Commutation Fund was established under the Irish Presbyterian Church Act 1871 and is governed by sections 1 to 33 of that Act. Investments are managed as provided for by a deed dated 18 July 1870, the income of which is to be paid to the Sustentation Fund for the benefit of Ministers. The Fund invests in Government Securities, Equities and Ground Rents with the objective of maximising growth and increasing annual income.

The Non-Participating Trusts Fund represents 7 individual trusts which do not participate in the General Investment Fund. Each Trust has its own identity and investments which the Trustees administer in accordance with the terms of the respective trust deeds.

The Magee Fund was established when Magee University College, Londonderry was closed and the assets transferred to the fund which was established by a Court Order of 7 May, 1974. The Order required the Trustees to manage the assets of the Fund under the exclusive control of the General Assembly and subject to the advice and direction of the Scheme committee to further the provision of training and education for the work of the Church at Union College.

The Tops Wilson Trust Fund is administered in accordance with the terms of a scheme made by the Department of Finance and Personnel for Northern Ireland dated 1 September 1982 founded by the will of James Wilson late of The Tops, Raphoe.

The Fire Insurance Trust Fund is administered in accordance with a scheme dated 24 February 1934 which is derived from the assets of the Fire Insurance Trust Limited, a company which has been wound up.

The Fortune Mission Bequest is administered in accordance with the terms of a scheme dated 5 August 1869 founded by the will of Alexander Fortune and the estate and funds belonging thereto.

The Lindsay Memorial Fund was established in 1997 from the residuary estate of Mr John Kennedy Lindsay, late of Beechvale, Ballycraigy, Newtownabbey. The Fund was established in memory of his parents William Gray Lindsay and Mary Lindsay, his brother Rev Dr. William Robert Lindsay, his sister Dr Janet Margaret Martha Lindsay and himself.

The Fund is to be used for charitable purposes in connection with the education and training of persons of integrity and excellent character domiciled in any part of Africa who wish to study at a school, college or university in the United Kingdom and who have promised to undertake, for not less than five years, employment in Africa approved for each beneficiary individually by the Trustees of the Presbyterian Church in Ireland.

The Scott Benevolent Fund was established in 1938 from a bequest of Mr F W Scott, late of La Vista Avenue, Sutton, Co. Dublin. The purpose of the Fund is to provide financial assistance to such persons being members of the Presbyterian Church in Ireland as are in necessitous circumstances, and for whom, in the opinion of the Trustees, adequate provision cannot properly be made from other funds of the Church.

The Crescent Loan Fund was established following the sale of the Crescent Church premises in 1975. Sixty percent of the sales proceeds were placed in this Fund from which congregations, with short-term financial problems, could be granted interest free or low interest loans.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

Familybooks Limited was a Christian bookshop operating within the Spires Mall in Assembly Buildings. The Trustees of the Presbyterian Church in Ireland were the sole shareholder. In 2003 the business of Familybooks Limited was sold and the proceeds were being held by the Trustees, pending a decision on whether, at some stage in the future, another bookshop should be established. During 2007 it was agreed to distribute part of the proceeds to the Incidental Fund of the General Assembly of the Presbyterian Church in Ireland, which provided some of the initial capital investment. The remainder of the proceeds are being retained by the Trustees of the Presbyterian Church in Ireland to be used as a fund for the production of suitable resources to assist congregations in their mission and ministry.

FSR Hall Fund During 2010 the Trustees took over as Trustees of the FSR Hall Fund from the Northern Bank Executor and Trustee Company Limited. A Sum of £68,100 was received and in accordance with the terms of the Trust the income is to be applied for the benefit of the Presbyterian Residential Trust.

The Trustees Discretionary Fund is represented by bequests received which either do not specify how the funds are to be applied or have been left to be used at the Trustees discretion. The Trustees present policy is to invest such bequests in the General Investment Fund until some specific charitable activity is identified which, in the view of the Trustees, merits immediate financial support. Income from the investments in the Trustees Discretionary Fund is distributed annually by the Trustees on the basis of requests made from the various Councils and Agencies of the General Assembly of the Presbyterian Church in Ireland and to other charitable activities identified by the Trustees.

The Sir Thomas McClure Trust Fund. During 2017 the Trustees were approached by the Trustees of the Sir Thomas McClure Trust Fund to take over as trustee of the Fund. The permission of the Charity Commission for Northern Ireland was sought and permission to transfer the Fund granted. The Fund was established by the Will, and codicils thereto, of Sir Thomas McClure, Bart. who died on 19 January 1893 and under the terms of the will, the income is to be distributed as follows:

- Three quarters towards the support, maintenance, promotion or advancement at home or abroad of the cause of religion and education in conformity with the principles of The Presbyterian Church in Ireland.
The Trustees current practice is to support certain students for the Presbyterian ministry and other Presbyterian agencies who grant scholarships.
- One quarter towards the support, maintenance, promotion or advancement at home of the cause of religion and education whether connected with The Presbyterian Church in Ireland or not.

The Local Bible Fund. During 2017 the Trustees were approached by the Local Bible Fund Committee to take over the management of the Fund. The permission of the Charity Commission for Northern Ireland was sought and permission to transfer the Fund granted.

The Local Bible Fund was set up under a scheme approved and adopted by the Court of Chancery under an order dated 12 February 1929.

- To supply Bibles, New Testaments, Psalters and Hymnaries as used and authorised by the Presbyterian Church in Ireland, to Churches, Mission Halls, Sabbath Schools, and other religious organisations and societies in Ireland in connection with the said Presbyterian Church in Ireland.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

- *To supply Bibles, New Testaments, Psalters and Hymnaries as used and authorised by the Presbyterian Church in Ireland to individuals or families in Ireland, members or adherents of said Church.*
- *To supply Bibles, New Testaments, Psalters and Hymnaries, or other religious literature, as prizes in Sabbath Schools, Bible Classes, Guilds, or other similar organisations in connection with said Church in Ireland, and as prizes for religious knowledge to Presbyterian pupils in Public Elementary Schools in Ireland.*

Other Trust Funds managed by the Trustees in accordance with their terms include:

Elizabeth Guthrie Gass	James McMaster
Miss Ida Mary McKeown	Miss Irene Scott
Mr Victor Morrow	Mrs A M Davidson Trust
Mrs GGDS Tuite	Mrs Janet Farquharson Estate
Mrs Margaret Hilary Simpson	Mrs Maria Hurst Smyth
Sir Wm V McCleery Estate	Sloan Education Gift
Stranahan Trust	Thomas Boyle Trust
McMullen Estate	Florence Beatrice Jamison

All other Trust Funds are invested in the General Investment Fund and the income distributed annually in accordance with the term of the bequest.

ACHIEVEMENTS AND PERFORMANCE

The Linkage Commission

In 2018 the Linkage Commission:

- Gave advice concerning income from a manse farm and a redundant manse when a minister is on sick leave for a prolonged period.
- Gave advice concerning the request of a minister on sick leave for a prolonged period for expenses to be reduced to zero.
- Responded to requests from 50 congregations concerning proposals for adjustment to their property, including sales and purchases.
- Concluded an agreement with the Department for Communities concerning Ecclesiastical exemption.
- Issued Leave (permission) to Call a Minister to 22 congregations or groups of congregations.
- Issued Leave (permission) to Call 3 Associate Ministers.
- Changes to allowances paid to licentiate assistants were both noted and agreed.
- Gave permission for a minister nearing retirement to live away from the manse.
- Adopted new Presbytery Comment Forms to accompany requests for Leave to Call.
- Adopted revised Protracted Illness Guidelines.
- Adopted procedures in connection with requests to extend the percentages in part-time ministries.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

- Nominated, or renewed the nomination of 10 ministers as Stated Supply to vacant congregations.
- Agreed proposals concerning effective contemporary ministry.
- Renewed and extended the tenure in three congregations or groups of congregations that fell due for review and removed the reviewable tenure restriction from a further two.
- Reviewed the stipend in 49 congregations.
- Granted permission for the creation of 36 Additional Pastoral Personnel posts and gave permission for the extension or alteration of another nine posts.
- Authorised the creation of two Auxiliary Ministry posts.
- Adopted recommended salary scales for Additional Pastoral Personnel posts.
- Agreed to the request of 15 congregations concerning the sale of, sale and replacement of, or use of income from, a manse or former manse.
- Approved requests from five congregations to rent their manse during a period of vacancy.
- Appointed a new secretary, and a new panel convener.
- Agreed special arrangements for three ministers in varying circumstances and issued relevant advice to presbyteries.
- Adopted new requirements in connection with job titles for additional pastoral personnel.
- Approved the entry of two congregations into the Home Mission.
- Agreed terms of Amalgamation of two sets of congregations.
- Adopted revised guidelines for part-time ministries.
- Appointed a Special Commission to deal with Prolonged Illness and other sensitive matters.
- Appointed a Standing Commission to take urgent decisions on non-urgent matters between meetings of the Linkage Commission.
- Agreed terms for the creation of one new linkage.
- Agreed revised guidelines for reviews in Reviewable Tenure Congregations.
- Agreed the variation of terms of call in a linkage in respect to the proportions contributed by the congregations to the maintenance of the manse.
- Proposed to the General Assembly Guidelines for Interviews at vacancies.
- Presented an Overture to the General Assembly to change the arrangements applicable at the termination of an appointment made under reviewable tenure.
- Presented to the General Assembly a proposal to allow licentiates to apply for calls to part-time ministries.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

The Judicial Commission

During 2018 the Commission fulfilled its remit by:

- dealing as required with a small number of judicial cases, either by reference or through appeal;
- beginning the process, as instructed by the General Assembly, to republish the Code. This involves a complete updating and rewriting and will be a process that runs over several years (last republishing was in 1980).

The General Council

During 2018 the Council fulfilled its remit by:

- assisting the General Assembly in ordering its business, bringing nominations for its councils and committees and implementing agreed change in both these areas;
- acting on behalf of the General Assembly, as required, between its meetings;
- continuing to oversee the review of relationships with other Churches while at the same time overseeing those relationships;
- continuing the task of overseeing communication on behalf of the Assembly;
- carrying out the ongoing work of central administration remitted to it, in relation to human resources, property matters and finance, the latter including payroll facilities and direct advice and guidance for congregations.
- overseeing the outworking of the Assembly's priorities, with special reference to proposed new work or posts;
- ongoing overview of charity registration of in Northern Ireland and seeking to progress the registration process in the Republic of Ireland;
- continuing in the task of assisting PCI with the implantation of GDPR
- setting up ad-hoc task groups to carry forward a range of work in relation to exceptional matters which arose, including some coming directly from decisions of the 2018 General Assembly;

Council for Public Affairs

During 2018 the Council for Public Affairs continued to identify topical issues which the Church needed to address and developed the Church's thinking. Issues addressed included the Eighth Amendment to the Constitution of Ireland; dealing with the legacy of the past; and education matters.

Work continued on a research project – supported by the Department of Foreign Affairs and Queen's University Belfast – examining how Presbyterians responded to the Troubles. Chapters of the book have been drafted and work has begun on developing focus groups to assist with the development of resources for congregations and to inform the training of ministers. This work will support PCI in its contributions to the wider societal discussions on dealing with the past.

The Council responded to the Northern Ireland Office public consultation on 'Addressing the Legacy of Northern Ireland's Past' in September 2018.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

The Council worked throughout the year to develop relationships with elected representatives and others in civic society, writing to and arranging meetings with MPs, TDs and MLAs to communicate the Church's views on, inter alia, poverty, beginning and end of life issues and state education policy.

In preparation for the reconstitution of the Boards of Governors of controlled primary and post-primary schools resources were developed to encourage transferor governors, or those considering taking on the role. Council staff assisted officers of the Education Authority through the reconstitution process, alongside other colleagues from the Transferors' Representatives Council. A review of the RE Core Syllabus is also underway.

Council for Training in Ministry

The Council for Training in Ministry has responsibility for Union Theological College which educates theology students for Queen's University, Belfast, alongside ministerial students. There were 95.5 full-time equivalent (FTE) Queen's students funded by Education and Library Boards, along with 21.5 FTE self-funded students at undergraduate and postgraduate level, or taking QUB Modules part-time enrolled at 31 December 2018.

The Priorities Reference Panel has been requested to extend the contracts of two lecturers on three-year contracts by one year from 1st September 2019.

A temporary administration post has been made permanent.

Members of the Union Theological College Management Committee undertook training led by the Head of Personnel.

A member of teaching staff has been suspended since 25th June 2018 as part of a Staff Disciplinary Process.

A new Presbyterian Theological Faculty, Ireland (PTFI) Masters degree programme in Reformed Theology has been produced. It has been confirmed that PTFI has authority to award post-graduate entry degrees. Towards the end of the year, the annual Quality Assurance agency (QAA) 'Educational Oversight: report of the monitoring visit of Union Theological College' identified shortcomings in the PTFI programme. An immediate start was made to address these and a full QAA Higher Education Review requested. This will take place in 2019.

A new BA (Theology) degree for Queen's University students was introduced in September 2018. As the College will receive 70% of the tuition income from this, rather than the previous 100% for a pure theology degree, it is anticipated that, at current numbers, there will be a reduction in income. However, the reduction may be mitigated if increased numbers of students enrol from outside Northern Ireland, and if significant numbers of students enrol for the BD, rather than the BA (Theology). The College is developing online learning as a further source of income. Initial active consideration was given to future options for the College, should it not be able to sustain any substantial reduction in income under current arrangements.

Following a Review of the Institute of Theology by Queen's University, in December 2018 the College was informed that the university had suspended enrolment of undergraduates from September 2019. This will lead to a further reduction in income which will impact from the 2019 accounts onwards. The College Management Committee built on the initial consideration of the future options for the College, as referred to in the previous paragraph, and appointed a Task Group to look at options should the university make the suspension of enrolment permanent.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

During 2018 the Council continued to select and train candidates for the ordained ministry. At 31 December 15 ministerial students were in training in Union Theological College and none elsewhere. 6 final year students were assigned to congregations and the Council oversaw the training of 36 men and women who had completed their academic studies and were assisting in congregations. 87 Ministers who had been recently ordained took part in post-ordination training, while 12 ministers approaching retirement took part in a course tailored to their situations, along with their spouses. 89 ministers availed of in-service training and 34 undertook Sabbaticals under the direction of the Council.

23 Accredited Preachers successfully completed courses of training.

Three student trainee deaconesses were being trained at Union Theological College.

The Council seeks to ensure that pastoral care is delivered to ministers and their families. The General Assembly sent a report down to presbyteries on the matter seeking responses to it: these will be considered in 2019.

A new grant system for students for the ministry was introduced in September. Allowances to licentiates serving assistantships were revised to parallel the new system of payments to ministers. The allowance paid to Summer Assistants was increased from £260 to £300 per week.

The Council provided a Conciliation Service which, in 2018 included making available 34 men and women trained in conciliation. There were five cases active at some point in 2018. Ten training courses were delivered to Kirk Sessions, licentiates and others.

Four ministers transferring from other denominations served as assistant ministers during the year. Two new applications to be received as transferring ministers were received. One of these was approved and the other deferred by mutual agreement. Recommendations concerning 5 Licentiates not serving an assistantship and 38 Ministers without charge were made to the General Assembly. Two requests for permission to preach in a vacancy were granted.

The Council continues to seek to develop all aspects of its work and is continually monitoring and reviewing its performance.

Council for Congregational Life and Witness

During 2018 the Council continued to envision, equip and enable congregations to develop their lives as communities of faith and to play their part in God's mission in their local neighbourhoods, wider society and the world.

A wide range of conferences, regional roadshows and resources continue to challenge and inspire local churches to grow in their capacity to develop appropriate models of leadership that facilitate progress and development, to articulate Christian faith in worship, to provide care for those in need, to understand how faith relates and contributes to everyday life and to make a valuable contribution to the community and the global world. Examples have included Eldership and Pastoral Care Roadshows and a Handling the Word Course.

A range of events both empowered and contributed to the holistic spiritual development of children and young people from all over Ireland. Examples included the Youth Night Rally attended by around 400 young people; the MAD weekend attended by almost 1000 young people and their leaders; summer teams, based in Ballyweaney (Clough Mills), Abbey (Monkstown), Whitehouse (Newtownabbey), Dungannon, Mullingar, Friendship House (Belfast), St Andrews (Bangor), Seaview (Belfast), Grange (Ballymena) and County Cavan

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

offered opportunities for leadership development and service of others. Regional Roadshows in Ballymoney and Lurgan, along with longer programmes, such as Children's and Youth Ministry Courses, envisioned and enabled children's and youth leaders to hone basic skills and grapple with the challenges of supporting young people as they navigate a rapidly changing contemporary world. Events in Ballymoney and Ballydown enabled churches to explore the area of inclusion of children with special needs in worship and children's ministry. Suggestions for congregations in developing family and schools' ministry continue to be provided, as does envisioning for the church's contribution to the good relations agenda in a still divided society.

The Council also oversees important services and initiatives such as Fresh Light, the denominational counselling service and the PCI Family Holiday, both of which seek to engage directly with those particularly in need of help and support.

Council for Mission in Ireland

During 2018, the Council supported 42 Home and Urban Mission ministers, 21 Deaconesses (including 1 probationer), 5 Irish Mission workers and 2 Nightlight evangelists. It also supported various full and part-time chaplaincy appointments, 32 in Hospitals, 3 in Prisons, 19 in The Armed Forces and 10 in Universities and Colleges.

The Council continued its full Review of the work of the Home Mission as it operates in both jurisdictions. The review process included the formation of a specialised Task Group addressing a number of regulatory issues surrounding the proposed changes.

Three-yearly reviews were completed for five serving Deaconesses, and their ministerial colleagues. A residential retreat for Deaconesses, Irish Mission Workers and Community Outreach Workers was held in October 2018.

The Belfast Conference, drawing together representative groups from the three Belfast Presbyteries met four times, agreed its remit and tested its referrals system, in preparation for receiving requests for advisory comment during 2019.

Funding agreements for the deployment of Chaplains in the Northern Ireland Prison Service were negotiated and similar agreements with Health and Social Care Trusts on both sides of the Border were refreshed.

Plans for the construction of a new church building in Maynooth were advanced with the local Project Team. The third and final phase of refurbishment of the student residence in Derryvolgie was completed, and the facilities in the Chaplaincy Centre in Elmwood Avenue Belfast were upgraded, and new and existing tenancies negotiated.

During March-October 2018, 12 Mission in Ireland evenings were held in locations all over the island. The purpose of these events was for the building of awareness of the work of the Council, and the prayerful support of Home Mission Ministers, Irish Mission Workers and Deaconesses, many of whom addressed these meetings.

Council staff, with conveners and others contributed to the published outputs of the denomination in print and online.

Council for Global Mission

During 2018 the Council for Global Mission continued to support individuals and their families who have been called to serve overseas. At 31 December 2018 31 global mission workers

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

were serving with partner churches, agencies and institutions in eleven countries, including Kenya, Brazil, Nepal and Portugal. These global mission workers serve in a wide range of disciplines such as church planting, healthcare, development, education, theological training and outreach to young people. The Council seeks to support global mission workers during candidacy, preparation for overseas assignment, and to encourage pastoral and practical support for them while overseas and on home assignment. They receive a field allowance and assistance with medical treatment, accommodation, travel, and their children's educational needs. The Council provides a channel for the wider church's support for specified global mission partner projects in which global mission workers participate while overseas and administers funds collected for such purposes.

The Council continues to inform the church at congregational level about concerns and needs around the world, and about the value of relating to PCI's global mission partners as we do so. This is taken forward through the Global Concerns Committee with its focus on issues relating to the stewardship of creation, world faiths, inter-cultural and international relations. Currently the challenge of how PCI witnesses in a multi-faith society is being highlighted, along with the ongoing challenges faced by Christians living in the Middle East. Global mission workers point to broader global issues when taking up speaking engagements during their home assignments. Further attention is drawn to matters of global concern through a flow of articles for PCI publications and website; and through events run by the Council, such as the launch of the annual World Development Appeal.

The Council continues to build up relationships with partner churches in more than twenty countries and has funded visits by representatives to/from a selection of these countries in the course of the year, including meetings, partner consultations and General Assemblies in countries such as South Sudan, Zambia, Russia, Greece and Jordan.

In the course of the year the Council provided grants towards projects and scholarships for global mission partners and individuals in countries such as India, Nepal, South Sudan, Malawi and Myanmar, with an emphasis on the training of church leaders and new outreach initiatives.

The Council continued to provide advice and encouragement to congregations and individuals to enhance their prayerful and practical global engagement, including the development of twinning relationships, sending overseas teams, and funding projects. This work is being undertaken in collaboration with the Council for Congregational Life and Witness.

Working through PCI's development partners, the World Development Appeal contributed to sustainable development in a range of countries, and currently has a focus on gender justice and the prevention of gender-based violence, especially in fragile states.

The administrative work of the Council is taken forward effectively by the dedicated endeavour of the staff team in the Mission Department.

Council for Social Witness

The Council continues to deliver a social care service on behalf of the Presbyterian Church in Ireland. The programmes provided range from Child Protection to Dementia Care of Older People. Council have agreed its Strategic Plan for 2019-2022. The Social Care Sector is under considerable strain as a result of the lack of any Northern Ireland Assembly and no Minister of Health and Social Care being in place. This has resulted in essential legislation and funding not being in place.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

Disability Services aims to deliver a high standard of Day, Residential, Supported Housing and Respite Care in all of the Council's Units and oversees the Ministry of the Kinghan Church and wider Ministry to the Deaf. It contributes to the Disability, Health and Wellbeing work of the wider Church in partnership with the Council for Congregational Life and Witness.

- Negotiations continue in relation to Peacehaven and a Task Group being established.
- A 'Christmas Cracker' Task Group has also been set up to look at the development of a regular respite service throughout the year.
- Kinghan Church is now working closely with the Windsor Congregation.

Older People Services aims to deliver a high standard of day, residential, nursing and respite care to all our users and to campaign and raise awareness of older people's issues and services. It oversees one nursing home, two supported living projects and seven residential care facilities one of which is in the Republic of Ireland providing services to around 235 residents.

- Trinity House is now fully occupied and is well established.
- A number of 'Dementia Gardens' are reaching maturity and are being well used by residents, staff and families.
- Dementia Care remains a major concern and a priority for the Committee.

Taking Care (the Safeguarding Programme of the Presbyterian Church) aims to create a safe environment for all our members, users, volunteers and staff.

- A Director of Safeguarding has now been appointed.
- A comprehensive audit has been launched within the denominations.
- Adult Safeguarding will be a major priority in the coming months.

Specialist Services aims to deliver a high standard of service to those with Addictions and/ or Offending Behaviours and who require Supported Housing.

- Major concerns on mental health, suicide and drug related uses.
- A desire to develop the work of the 'Flourish' material, guidelines for clergy and pastoral care workers.

Business and Finance Panel aims to monitor the Financial Management, Personnel Functions, Information Technology and Property Management of the Council.

Major issues currently being addressed relate to funding of dementia care, underfunding of Specialist Services, Disability Services and the difficulty of recruiting nurses and senior staff.

Trustees of the Presbyterian Church in Ireland

The Trustees oversaw the various Trust funds for which they are responsible and made distribution in accordance with the underlying terms of each fund. Most of the funds are invested within the General Investment Fund and the dividend received on these during 2018 was 27p per share (2017: 27p). As a result the overall level of distributable income was similar in both years.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

FINANCIAL REVIEW

These financial statements consolidate the various activities of the Councils of the General Assembly of the Presbyterian Church in Ireland and certain funds falling under the responsibility of the Trustees of the Presbyterian Church in Ireland. They do not include the financial activities of individual congregations of the Presbyterian Church in Ireland which have their own separate legal identity and are individually registered as charities. Further information on the basis of accounts preparation is provided in Accounting Policies Note 1. The financial statements for each Council and the Trustees are included within the "Accounts Book" which is presented annually to the General Assembly and which is available from Assembly Buildings. Each year Councils and the Trustees report to the General Assembly and their reports are included within the "Annual Reports" Book to the General Assembly which is also available from Assembly Buildings. The "Minutes of the General Assembly and Statistics" Book includes some key statistical information and the latest figures, which for the year ended 31 December 2017 are:

Congregations	537
Membership	217,363
Communicant membership	96,217
Ministers in active duty	375
Stipend paid to ministers	£10,295,374
Congregational Assessable Income	
– Northern Ireland	£36,929,769
– Republic of Ireland	€4,065,460
Congregational Other Income	
– Northern Ireland	£38,558,199
– Republic of Ireland	€2,664,037
Congregational Expenditure	
– Northern Ireland	£66,167,586
– Republic of Ireland	€6,350,264

One of the main sources of central income is quarterly assessments from congregations. Congregational assessments, other than for the Pension Fund, are calculated as a percentage of a congregation's assessable income in the preceding year. The bands used in 2018 and 2017 are shown below. The assessment for the Pension Fund is based on the stipend paid to the minister of the congregation and the rate for 2018 was 24.0% (2017: 24.0%).

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

Assessable Income	2018	2017
First £10,999	0.00%	0.00%
Next £54,000 at	14.50%	14.50%
Next £65,000 at	10.75%	10.75%
Next £65,000 at	7.25%	7.25%
Next £65,000 at	3.50%	3.50%
Thereafter at	Nil	Nil
Received from Assessments	<u>£7,048,446</u>	<u>£7,067,771</u>

An analysis of the amounts allocated to each of the assessment funds is shown in Note 2 to the financial statements

The work of each Council is dependent on a grant being allocated by the General Council out of contributions received from congregations to the annual United Appeal for Missions. During 2018 £3,410,822 was raised from congregations for the Appeal compared to £3,461,584 in 2017. The grants awarded to Councils in 2018 and 2017 and which are partly funded from reserves were as follow;

	2018	2017
	£	£
General Council	230,000	200,000
Council for Mission in Ireland	1,050,000	1,050,000
Council for Global Mission	1,050,000	1,000,000
Council for Congregational Life and Witness	720,000	740,000
Council for Training in Ministry	370,000	375,000
Council for Social Witness	245,000	245,000
	<u>3,665,000</u>	<u>3,610,000</u>

Income from donations and bequests increased from £1,231,177 in 2017 to £1,251,754 in 2018.

Grants were receivable in 2018 in respect of the refurbishment of ground floor accommodation now occupied by the Presbyterian Historical Society Ireland and a new visitor exhibition highlighting the history of Presbyterianism in Ireland.

The amount raised toward the World Development and Special Appeals in 2018 was £916,377 which compared to £1,202,806 in 2017.

Overall expenditure increased slightly from £27,722,604 in 2017 to £27,725,264. This includes expenditure on charitable activities for which an analysis is provided in Note 10 to the financial statements.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

During 2018 there was a cash outflow from charitable activities of £493,266. This was primarily due to the conclusion of the refurbishment works to the ground floor of Assembly Buildings (£602,009 in 2018 and £915,655 in 2017) and the final phase of work to Derryvolgie Halls of residence to improve the student accommodation facilities (£1,097,188 in 2018 and £594,444 in 2017). Both were funded from cash reserves.

During 2018 overall fund balances decreased from £59,504,860 to £48,855,041. This was mainly due to an increase in the provision required for pension benefits under Financial Reporting Statement No. 102 as detailed in Note 14 to the financial statements and a decline in the value of investments.

Councils and the Trustees hold investments in the General Investment Fund. This is a common investment fund managed by the Trustees of the Presbyterian Church in Ireland in which charities connected with the Presbyterian Church in Ireland can invest. The Trustees of the Presbyterian Church in Ireland prepare separate financial statements for the General Investment Fund which are not incorporated into the accounts of the General Assembly of the Presbyterian Church in Ireland. The shares in the Fund are valued on a monthly basis and dividends declared on two occasions during the year, 31 March and 30 September. The Trustees declared a dividend of 27p per share in 2018 which was the same as in 2017. The value of a share in the Fund at 31 December 2018 was £10.1764 compared to £10.7557 at 31 December 2017.

The Trustees of the Presbyterian Church in Ireland overall investment strategy is to produce an acceptable annual rate of return but also to provide capital growth over the medium to longer term. All Funds are invested in accordance with the ethical investment policy approved by the General Assembly of the Presbyterian Church in Ireland.

The Trustees have delegated investment management of the General Investment Fund to Newton Investment Management Limited who manage the Funds on a discretionary basis.

At the start of 2018, following necessary approvals from the Charity Commission for Northern Ireland, the individual holdings in the investment portfolios held by the Commutation Fund and Magee Fund were transferred into the General Investments Fund. Shares in the General Investment Fund were allocated to the Commutation and Magee Funds at the share price applicable at the date of transfer as follows;

	Amount transferred	No. of shares allocated
Commutation Fund	£6,039,839	561,548
Magee Fund	£1,350,296	125,542

The Trustees of the Presbyterian Church in Ireland meet with the investment managers on a regular basis to review changes in the portfolios and investment performance. The Trustees have agreed an investment performance composite benchmark with Newton Investment Management comprising the FT Government All Stocks Index, FTSE All-Share Index, FTSE World ex UK Index, the Property IPD and the Sterling Cash LIBID 7 day rate. During 2018 the General Investment Fund showed a negative return of 6.94% (2017 – positive return of 11.37%),

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT For the year ended 31 December 2018

RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

The General Council is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The General Council is required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the General Assembly and the financial activities for that year. In preparing the financial statements the General Council is required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Funds will continue in operation.

The Council is responsible for keeping adequate accounting records that are sufficient to show and explain the funds transactions and disclose with reasonable accuracy at any time the financial position of the Funds and enable them to ensure that the financial statements comply with the Statement of Recommended Practice “Accounting and Reporting by Charities”. They are also responsible for safeguarding the assets of the Funds and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

GOING CONCERN

The activities of the Councils of the General Assembly are dependent on contributions from congregations of the Presbyterian Church in Ireland to the United Appeal and the various Assessment Funds. The level of the annual United Appeal to congregations and the rates of assessments for the Assessment Funds are set annually by the General Assembly. As noted under the Principal Activities section of the Annual Report the General Assembly is attended by active and retired ministers and representative elders from each congregation each with voting rights. The General Assembly endeavors to set the level of the United Appeal and the rates of assessments at amounts which congregations can afford to meet from their incoming resources. This should provide the financial support Councils require to continue their activities and the work carried out through the various assessment funds. No significant changes to either are envisaged in the next financial year. The Charity Trustees therefore believe it is appropriate to continue to prepare accounts on the going concern basis.

RESERVES POLICY

Councils of the General Assembly are generally funded through the United Appeal and normally have any revenue reserves taken into account when being awarded their annual grant. Therefore, such Councils do not normally hold significant revenue reserves. The policy of the General Council in relation to United Appeal Funds is to hold no more than one year's grants to funded Councils in reserves.

The policy relating to the Assessment Funds is to hold no more than one year's expenditure as revenue reserves. Councils or Agencies of the General Assembly are permitted to maintain capital reserves (equivalent to corresponding fixed assets), and these normally relate to funding for properties or to restricted bequests held in the form of investments, which provide income to cover annual recurring expenditure.

**THE GENERAL ASSEMBLY OF
THE PRESBYTERIAN CHURCH IN IRELAND**

ANNUAL REPORT
For the year ended 31 December 2018

The Trustees policy is to maintain the capital in the various Funds under management. In the General Investment Fund dividends are paid based on dividend and interest income received during the year subject to maintaining a balance in the Dividend Equalisation Reserve to minimise fluctuations in the level of dividends paid. For all other Funds, the objective is to distribute income receivable during the year.

RISK REVIEW

A review of major risks has been undertaken by the Councils of the Church and the Trustees and systems and procedures implemented to manage identified risks. The principal risks are in relation to the likelihood of reputational damage and financial risks associated with funding for the pension scheme and other retirement benefits. It is recognised that the ongoing work of the General Assembly Councils is dependent on funding from congregations, through their members, from congregational assessments and contributions towards the United Appeal. These risks are mitigated by Councils and the Trustees regularly monitoring the areas of work falling under their responsibility and through reports to the General Assembly at its annual meeting.

DISCLOSURE OF INFORMATION TO AUDITORS

So far as each person who was a member of the General Council at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of fellow Council members and the General Assembly auditor, each Council member has taken all the steps that they are obliged to take as a Council member in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITORS

Ernst & Young LLP have expressed their willingness to continue in office as auditors and a resolution proposing their reappointment will be proposed at the General Assembly.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

Bankers

Danske Bank Limited
Donegall Square West
Belfast, BT1 6JS

Santander (UK) plc
301 St Vincent Street
Glasgow, G2 5HN

Barclays Bank plc
1 Churchill Place
London, E14 5HP

Bank of Scotland plc
Faryners House
25 Monument Street
London, EC3R 8BQ

General Assembly Solicitor

Mr Stephen Gowdy
King & Gowdy
298 Upper Newtownards Road
Belfast, BT4 3EJ

Investment Advisers

Newton Investment Management Limited
Mellon Financial Centre
160 Queen Victoria Street
London
EC4V 4LA

Auditors

Ernst & Young LLP
16 Bedford House
Bedford Street
Belfast, BT2 7DT

Pension Consultants

Kerr Henderson
(Consultants and Actuaries) Ltd
29 College Gardens
Belfast
BT9 6BT

Clerk of the Assembly

Rev T D Gribben

Financial Secretary

Mr C Knox

The Presbyterian Church in Ireland
Assembly Buildings
2-10 Fisherwick Place
Belfast
BT1 6DW

Registered Charity in Northern Ireland (NIC104483)

Registered Charity in Republic of Ireland (20015695)

D.W. Thompson, Support Sevices Committee Convener
T.D. GRIBBEN, Secretary and Clerk of the General Assembly
For the General Council
10 May 2019

INDEPENDENT AUDITOR'S REPORT TO THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

Opinion

We have audited the financial statements of The General Assembly of The Presbyterian Church in Ireland for the year ended 31st December 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes 1 to 27, 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 (United Kingdom Generally Accepted Accounting Practice) [including FRS 102 "The Financial Reporting standard applicable in the UK and Republic of Ireland"].

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st December 2018 and of its incoming resources and application of resources, 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 Charities Act (Northern Ireland) 2008

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 below. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

- the charity trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the charity trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity'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.

INDEPENDENT AUDITOR'S REPORT TO THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

Other information

The other information comprises the information included in the annual report set out on pages 10 to 30, other than the financial statements and our auditor's report thereon. The charity trustees are responsible for the other information.

Our opinion on the financial statements does not cover the other information and 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 the other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations (Northern Ireland) 2015 require us to report to you if, in our opinion:

- the information given in the charity trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the charity trustees

As explained more fully in the charity trustees' responsibilities statement, set out on page 22, the charity 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 charity 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 charity trustees are responsible for assessing the charity'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 management either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 65 of the Charities Act (Northern Ireland) 2008 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

**INDEPENDENT AUDITOR'S REPORT TO THE GENERAL ASSEMBLY OF
THE PRESBYTERIAN CHURCH IN IRELAND**

A further description of our responsibilities for the audit of the financial statements is located on the

Financial Reporting Council's website at <https://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 General Assembly, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

ERNST & YOUNG LLP

Statutory Auditor

Belfast

20 May 2019

Ernst & Young LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE PRESBYTERIAN CHURCH IN IRELAND
STATEMENT OF FINANCIAL ACTIVITIES
(Including Income and Expenditure Account)
For the year ended 31 December 2018

	Notes	Designated Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2018 £	Total Funds 2017 £
INCOMING RESOURCES						
Incoming resources from generated funds						
Voluntary income	2	34,226	13,862,302	–	13,896,528	14,009,854
Activities for generating funds	3	284,992	272,188	–	557,180	490,816
Investment income	4	35,565	961,650	313,481	1,310,696	1,384,781
Incoming resources from charitable activities	5	–	11,353,737	–	11,353,737	10,788,647
Other incoming resources	6	–	91,306	–	91,306	82,735
Total incoming resources		354,783	26,541,183	313,481	27,209,447	26,756,833
RESOURCES EXPENDED						
Costs of generating funds	7	–	24,911	–	24,911	18,064
Costs of generating voluntary income	8	6,279	–	–	6,279	305,998
Fundraising trading, costs of goods sold and other costs	9	–	–	1,731	1,731	41,409
Investment management costs	10	658,392	26,833,903	68,521	27,560,816	27,220,636
Charitable activities	11	1,528	127,237	2,762	131,527	136,497
Governance costs						
Total resources expended		666,199	26,986,051	73,014	27,725,264	27,722,604
Net (outgoing) / incoming resources before transfers and recognised gains and losses		(311,416)	(444,868)	240,467	(515,817)	(965,771)
Pension reporting adjustments under FRS102	14	–	(516,522)	–	(516,522)	(279,233)
Transfers		242,686	(50,272)	(192,414)	–	–
Recognised gains	12	(35,391)	(579,066)	(2,145,545)	(2,760,002)	3,518,041
Actuarial (losses) / gains on pension benefits	13/14	–	(6,857,478)	–	(6,857,478)	20,370,233
Net movement of funds		(104,121)	(8,448,206)	(2,097,492)	(10,649,819)	22,643,270
Total funds as previously reported		4,139,608	13,544,896	41,820,356	59,504,860	36,861,590
Total funds carried forward	27	4,035,487	5,096,690	39,722,864	48,855,041	59,504,860

The Statement of Financial Activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

THE PRESBYTERIAN CHURCH IN IRELAND

BALANCE SHEET

As at 31 December 2018

	Notes	Designated Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2018 £	Total Funds 2017 £
FIXED ASSETS						
Tangible assets	15	3,446,395	16,462,621	1,020,000	20,929,016	21,128,657
Investments	16	620,974	8,351,691	37,539,474	46,512,139	49,026,626
Total Fixed Assets		4,067,369	24,814,312	38,559,474	67,441,155	70,155,283
CURRENT ASSETS						
Debtors	17	205,707	2,533,794	114	2,739,615	2,811,682
Loans	18	–	660,737	99,583	760,320	539,847
Investments	19	–	–	–	–	–
Cash at bank and in hand	20	(130,751)	6,167,249	1,157,742	7,194,240	7,687,506
Total Current Assets		74,956	9,361,780	1,257,439	10,694,175	11,039,035
LIABILITIES						
Creditors : Amounts falling due within one year	21	(106,838)	(3,602,570)	(94,049)	(3,803,457)	(3,591,288)
NET CURRENT ASSETS / (LIABILITIES)		(31,882)	5,759,210	1,163,390	6,890,718	7,447,747
Creditors: Amounts falling due after more than one year	22	–	(456,002)	–	(456,002)	(450,901)
Provisions for liabilities and charges	23	–	(20,830)	–	(20,830)	(21,269)
NET ASSETS, excluding pension liability		4,035,487	30,096,690	39,722,864	73,855,041	77,130,860
Pension liability	14	–	(25,000,000)	–	(25,000,000)	(17,626,000)
NET ASSETS including pension liability		4,035,487	5,096,690	39,722,864	48,855,041	59,504,860
FUNDS						
Endowment funds	27	–	–	39,722,864	39,722,864	41,820,356
Restricted funds	27	–	5,096,690	–	5,096,690	13,544,896
Designated funds	27	4,035,487	–	–	4,035,487	4,139,608
Total Funds		4,035,487	5,096,690	39,722,864	48,855,041	59,504,860

The financial statements were approved and authorised for issue by the General Council and were signed on its behalf by
D.W. THOMPSON, Support Services Committee Convener; T.D. GRIBBEN, Secretary and Clerk of the General Assembly
For the General Council, 10 May 2018

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

STATEMENT OF CASH FLOWS For the year ended 31 December 2018

**Reconciliation of net movement of funds
to net cash outflow from charitable activities**

	2018	2017
	£	£
Net movement of funds	(10,649,819)	22,643,270
Depreciation on fixed assets	916,933	836,629
Impairment adjustment land and buildings	80,000	–
Exchange gain on translation of fixed assets	(18,473)	(69,877)
Loss / (Gain) on investments	2,680,002	(3,518,041)
Actuarial loss / (gain) on pension liabilities	6,857,478	(20,370,233)
FRS 102 reporting adjustments to charitable activities	516,522	279,233
Gain on disposal of fixed assets	(90,609)	(82,735)
Exchange gain on and release of deferred grants	(439)	202
Decrease / (increase) in debtors	72,067	(493,602)
Decrease in loans	(220,473)	138,149
Increase / (decrease) in creditors	217,270	458,646
	360,459	(178,359)
Financial investment		
Payments to acquire fixed assets	(845,672)	(2,039,567)
Proceeds from disposal of fixed assets	157,462	408,005
Payments to acquire investments	(165,515)	(2,919,540)
Proceeds from disposal of investments	–	3,193,455
	(853,725)	(1,357,647)
Total cash outflows from charitable activities	(493,266)	(1,536,006)

**Reconciliation of net cash outflow to
movement in bank and cash balances**

Cash and bank balances at end of year	7,194,240	7,687,506
Cash and bank balances at start of year	(7,687,506)	(9,223,512)
Decrease in cash and bank balances in the year	(493,266)	(1,536,006)

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

1. ACCOUNTING POLICIES AND BASIS OF ACCOUNTS PREPARATION

(i) BASIS OF PREPARATION

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) – (Charities SORP (FRS102)).

The Presbyterian Church in Ireland meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognized at historical costs or transaction value unless otherwise stated in the relevant accounting policy note.

These financial statements reflect the activities of the General Assembly of the Presbyterian Church in Ireland. They do not include the financial activities of congregations of the Presbyterian Church in Ireland. These have their own separate legal identity and are individually registered as charities with HM Revenue and Customs. The accounts do not include the financial activities of associated organisations and in particular The Presbyterian Children's Society, The Presbyterian Widows Fund Association, The Old Age, Presbyterian Women's and Indigent Ladies' Funds and The Presbyterian Historical Society which are separately constituted and prepare their own financial statements. These financial statements do not include the General Investment Fund, a common investment fund, which is managed by the Trustees of the Presbyterian Church in Ireland. The Trustees prepare a separate set of accounts for the General Investment Fund in accordance with the Statement of Recommended Practice: Financial Statement of Authorised Funds (May 2014).

The Statement of Recommended Practice "Accounting and Reporting by Charities" (FRS102) requires charities to account for the proper administration of individual funds in accordance with their respective terms. Charities will normally have the following types of funds:

- Unrestricted funds – where the fund can be applied for general purposes;
- Designated funds – where unrestricted funds are earmarked for specific purposes;
- Restricted funds – where the funds must be applied for a specific purpose and;
- Endowment funds – where the fund must be permanently maintained.

The main source of incoming resources from the Councils established by the General Assembly is from congregational donations to the United Appeal and from Congregational Assessments. Contributions to the United Appeal are to support the Mission work of the General Assembly and cannot be used for other purposes. Congregational Assessments are used to support congregations who are unable to fully fund the cost of their ministerial staff and also provide central support to congregations. Congregational Assessments also make provision for ministerial pension in respect of pre 1978 service for ministers and their widows and for other specific purposes. Therefore in preparing these financial statements the activities of those Councils of the General Assembly which receive funding either from United Appeal or from Congregational Assessments have been treated as restricted funds.

Councils may also receive direct support for their own activities, e.g. donations, legacies or grants. These funds are treated as being applied towards a Councils costs in priority to any funding from United Appeal or Congregational Assessments. United Appeal Funding, in particular, is therefore seen as deficit funding.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

The General Assembly of the Presbyterian Church in Ireland has adopted the requirements of Financial Reporting Standard No. 102 in relation to retirement benefits. Pension liabilities have been included on the Balance Sheet in relation to:

The Presbyterian Church in Ireland Pension Scheme (2009)

A liability has been recognised in respect of the entire membership of this Scheme. These accounts, as noted above, do not include the accounts of congregations of the Presbyterian Church in Ireland or the costs relating to ministers of those congregations who are members of the scheme. Although the full liability of the pension scheme is shown as a liability on the balance sheet, congregations contribute to the pension cost of ministers by way of an assessment and the amount received is shown in Note 2 to the accounts and the amount paid to the scheme in Note 10. The pension liability is therefore expected to be significantly funded by ongoing annual assessments on congregations.

Other Retirement Benefits

A liability had been recognised in respect of pensions payable by the Retired Ministers' Fund and the Widows of Ministers' Fund to ministers and their widows respectively in respect of a minister's service prior to 1 April 1978. A liability has also been included in respect of some other unfunded retirement arrangements and in respect of members of the Pension Trust Growth Plan.

(ii) VOLUNTARY INCOME

(a) Congregational Assessments

Assessments on Congregations are raised for the following funds:

The Central Ministry Fund – this fund provides support to congregations who are unable to finance the cost of their ministerial staff and also provides other financial support to congregations.

The Retired Ministers' Fund – this fund provides pensions in respect of ministerial service prior to 1 April (1978). Service after that date is funded by The Presbyterian Church in Ireland Pension Scheme (2009).

The Widows of Ministers' Fund – this fund provides pensions to widows of ministers in respect of ministerial service prior to 1 April 1978. Service after that date is funded by The Presbyterian Church in Ireland Pension Scheme (2009).

The Prolonged Disability Fund – this fund provides financial assistance to ministers who are incapacitated and unable to fulfil the substantial duties of their position.

The Incidental Fund – this fund provides financial assistance towards Council and Committee members' expenses and membership of certain affiliated organisations.

Ministerial Development Fund – this fund provides financial assistance to ministers for in-service training and sabbatical leave.

Assembly Buildings Repairs – this fund provides finances for repairs to Assembly Buildings.

Students Bursary Fund – this fund provides assistance to students undertaking training for the ministry.

Sick Supply Fund – this fund provides assistance to congregations with pulpit supply where the minister is ill.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

Pension Scheme Fund (2009) – this fund receives contributions from congregations towards the accrued pension liability for ministers of congregations.

Assessments for these funds are raised on a quarterly basis for the quarters commencing January, April, July and October. Assessments are accounted for as they accrue to the Presbyterian Church in Ireland.

Ministers' Stipend, Pension and National Insurance

The General Assembly of the Presbyterian Church in Ireland operates a central payroll for the ministers in congregations. The related costs are initially paid through central funds and then collected from congregations with the Assessments. As the General Assembly of the Presbyterian Church in Ireland only act as an agent in the collection and disbursement of these funds, such costs are not reflected in these financial statements but are included in the financial statements of individual congregations.

(b) Congregational Contributions

Contributions to the United Appeal Fund are accounted for on an accrual basis and the accounts therefore reflect the amount receivable from congregational contributions for the calendar year appeal.

Other congregational contributions are accounted for when received.

(c) Legacies

Legacies are accounted for when received or earlier if there is reasonable certainty that it will be received and its value can be measured with sufficient reliability. This will normally be when notification of the legacy is received from the personal representatives of the estate. Where a material legacy has been notified but the conditions of recognition in the Statement of Financial Activities have not been met details are included in the notes to the accounts.

(d) Trust Funds

Income from Trust Funds is accounted for when the amount payable is notified.

(e) Other Income

Other income is accounted for when received. Services provided by volunteers are not included in the Statement of Financial Activities but are disclosed in the Trustees' report.

(iii) INVESTMENT INCOME

Investment income is accounted for on a receivable basis. Interest due at the year end on fixed interest investments is included in the valuation of those investments.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

(iv) INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

(a) Grants Receivable

Grants are accounted for when entitlement is approved and notified by the awarding body.

(v) RESOURCES EXPENDED

Expenditure is recognised when and to the extent that a liability is incurred, when authorised by the relevant Council of the Church or when a legal obligation arises.

(vi) FIXED ASSETS

Fixed assets are recorded at cost or valuation. Fixed assets received as gifts are capitalised at their estimated valuation and the equivalent amount included as voluntary income.

Depreciation is recorded on all tangible fixed assets other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life as follows:

Buildings	– over 50 years
Fixtures, fittings and equipment	– over 10 years
Motor vehicles	– over 4 years
Computers, software and technical equipment	– over 4 years

The carrying values of fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

(vii) INVESTMENTS

Investments are valued at the last traded or closing mid-market price at the balance sheet date and the gain or loss taken to the Statement of Financial Activities.

Income accrued on fixed interest holdings is included as part of the valuation of investments at the year end.

(viii) EXCHANGE RATES

Activities based in the Republic of Ireland

Assets and liabilities denominated in Euro are translated at the rate of exchange ruling at the Balance Sheet date. Transactions in Euro currencies are recorded at the average rate of exchange and all differences are taken to the Statement of Financial Activities.

Transactions in Foreign Currencies

Transactions incurred during the year in foreign currencies are translated at the rate of exchange ruling at the date of the transaction.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

(ix) PENSIONS AND OTHER POST-RETIREMENT BENEFITS

The cost of providing benefits under the defined benefit scheme is determined using the projected unit method, which attributes entitlement to benefits to the current period (to determine current service cost) and to the current and prior periods (to determine the present value of defined benefit obligations) and is based on actuarial advice. Past service costs are recognised in the Statement of Financial Activities on a straight-line basis over the vesting period or immediately if the benefits have vested. When a settlement or a curtailment occur the change in the present value of the scheme liabilities and the fair value of the plan assets reflects the gain or loss which is recognised in the Statement of Financial Activities. Losses are measured at the date that the Church becomes demonstrably committed to the transaction and gains when all parties whose consent is required are irrevocably committed to the transaction.

The interest element of the defined benefit cost represents the change in present value of scheme obligations resulting from the passage of time, and is determined by applying the discount rate to the opening present value of the benefit obligation, taking into account material changes in the obligation during the year. The expected return on plan assets is based on an assessment made at the beginning of the year of long-term market returns on scheme assets, adjusted for the effect on the fair value of plan assets of contributions received and benefits paid during the year. The difference between the expected return on plan assets and the interest cost is recognised in the Statement of Financial Activities as other finance income or expense.

Actuarial gains and losses are recognised in full in the period in which they occur.

The defined benefit pension asset or liability in the balance sheet comprises the present value of the defined benefit obligation (using a discount rate based on high quality corporate bonds that have been rated at AA or equivalent status), less any past service cost not yet recognised and less the fair value of plan assets out of which the obligations are to be settled directly. Fair value is based on market price information and in the case of quoted securities is the published bid price. The value of a net pension benefit asset is limited to the amount that may be recovered either through reduced contributions or agreed refunds from the scheme.

Contributions to defined contribution schemes are recognised in the Statement of Financial Activities in the period in which they become payable and unfunded.

Contributions to other post-retirement benefits are recognised in the Statement of Financial Activities in the period in which they become payable and unfunded.

(x) RELATED PARTY TRANSACTIONS

Income or expenditure received from or paid to congregations and agencies is separately disclosed, but due to the volume of some of these transactions they are aggregated by nature of income or expenditure.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

(xi) CAPITAL GRANTS

Capital grants are treated as deferred income and are capitalised and credited to the Statement of Financial Activities in line with the depreciation of the assets.

(xii) RESERVES

Reserves are primarily held in the form of investments or bank balances to provide a source of income for or to fund expenditure related to charitable activities which are incurred before incoming resources are received.

(xiii) LIABILITIES

Liabilities are recognised when there is an obligation committing any Council of the General Assembly to the expenditure.

(xiv) FUNDS

Restricted funds (including endowment funds) are to be used for specific purposes as specified by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of overheads and support costs, if applicable.

Unrestricted funds are donations and other incoming resources received for charitable purposes.

Designated funds are unrestricted funds earmarked for particular purposes.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

2. VOLUNTARY INCOME

	Designated Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2018 £	Total Funds 2017 £
Congregational Assessments					
- Central Ministry Fund	–	1,885,224	–	1,885,224	2,001,966
- Retired Ministers Fund	–	428,201	–	428,201	403,789
- Widows of Ministers Fund	–	402,366	–	402,366	429,409
- Incidental Fund	–	755,342	–	755,342	677,810
- Assembly Buildings Repairs	–	528,549	–	528,549	474,675
- Special Assembly	–	7	–	7	25,224
- Prolonged Disability Fund	–	77,387	–	77,387	27,137
- Ministerial Development Fund	–	125,944	–	125,944	109,738
- Sick Supply	–	10,121	–	10,121	15,288
- Students Bursary Fund	–	251,839	–	251,839	384,450
- Pension Scheme Fund	–	2,583,466	–	2,583,466	2,518,285
	–	7,048,446	–	7,048,446	7,067,771
Congregational Contributions to					
- United Appeal	–	3,410,822	–	3,410,822	3,461,584
- World Development Appeal	–	585,685	–	585,685	551,651
- Special Appeals	–	330,692	–	330,692	651,155
- Presbyterian Women	–	514,632	–	514,632	515,509
- Students Bursary Fund	–	90,453	–	90,453	75,644
- Sunday School Projects	–	69,278	–	69,278	77,469
- Council for Mission in Ireland	–	52,886	–	52,886	57,372
- Other	–	26,783	–	26,783	24,554
	–	5,081,231	–	5,081,231	5,414,938
Gifts and Donations	–	590,786	–	590,786	682,707
Legacies	33,976	626,992	–	660,968	548,470
Trust Funds	–	99,568	–	99,568	239,657
Grants receivable	–	350,556	–	350,556	–
Other	250	64,723	–	64,973	56,311
	124,226	1,732,625	–	1,766,851	1,527,145
Total	34,226	13,862,302	–	13,896,528	14,009,854

There were no legacies which have been notified which have not been included in the Statement of Financial Activities.

3. ACTIVITIES FOR GENERATING FUNDS

	Designated Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2018 £	Total Funds 2017 £
Rental income from property surplus					
to operational requirements	284,992	205,787	–	490,779	437,650
Sale of goods and services	–	66,401	–	66,401	53,166
Total	284,992	272,188	–	557,180	490,816

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

4. INVESTMENT INCOME

	Total Funds 2018 £	Total Funds 2017 £
General Investment Fund	1,231,951	1,078,162
Government Securities	–	30,226
Corporate Bonds	1,119	10,437
Equities	36,838	209,847
Property income	–	128
Interest on deposits	35,712	50,527
Interest on loans	5,076	5,454
Total	1,310,696	1,384,781

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Designated Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2018 £	Total Funds 2017 £
Sale of Church Magazines & Publications					
- Herald Magazine	–	110,416	–	110,416	110,397
- Reach Out	–	–	–	–	37
- Wider World	–	67,269	–	67,269	69,907
- Points for Prayer	–	815	–	815	15,704
- Publishing services	–	6,508	–	6,508	11,612
- Advertising in magazines	–	27,714	–	27,714	23,727
	–	212,722	–	212,722	231,384
Rental income from provision of a accommodation including students'	–	493,254	–	493,254	423,311
Fees and contractual payments from government or public authorities					
- Care for the Elderly	–	6,551,306	–	6,551,306	5,950,656
- Care for Disability	–	1,653,828	–	1,653,828	1,634,184
- Rehabilitation of Offenders	–	520,853	–	520,853	524,144
- Alcohol and Drug Abuse	–	657,783	–	657,783	621,301
- Youth Work	–	93,884	–	93,884	101,186
- Deaconesses	–	318,161	–	318,161	339,193
- Union Theological College	–	738,538	–	738,538	774,977
- Student Bursary	–	13,538	–	13,538	27,399
- Special Assembly	–	100	–	100	52,301
External Grants	–	94,870	–	94,870	107,183
Other	–	4,900	–	4,900	1,428
Total	–	11,353,737	–	11,353,737	10,788,647

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

6. OTHER INCOMING RESOURCES

	Designated Funds	Restricted Funds	Endowment Funds	Total Funds 2018	Total Funds 2017
	£	£	£	£	£
Gain on disposal of fixed assets	–	91,306	–	91,306	82,735
Gain on disposal of investments	–	–	–	–	–
	–	91,306	–	91,306	82,735

7. COSTS OF GENERATING VOLUNTARY INCOME

	Designated Funds	Restricted Funds	Endowment Funds	Total Funds 2018	Total Funds 2017
	£	£	£	£	£
Promotional Material					
- United Appeal	–	16,286	–	16,286	7,320
- World Development	–	8,625	–	8,625	10,744
	–	24,911	–	24,911	18,064

8. FUNDRAISING TRADING: Costs of goods sold and other costs

	Designated Funds	Restricted Funds	Endowment Funds	Total Funds 2018	Total Funds 2017
	£	£	£	£	£
Letting expenses – Spires Mall	6,279	–	–	6,279	168,929
Service charges – Spires Mall	–	–	–	–	137,069
	6,279	–	–	6,279	305,998

The Spires Mall closed during 2017.

9. INVESTMENT MANAGEMENT COSTS

	Total Funds 2018	Total Funds 2017
	£	£
Investment management costs	1,731	41,409

During 2017 Newton Investment Management Limited managed the funds held in the Commutation and Magee Funds on a discretionary basis. Investment management costs are calculated as a percentage of the fund value at the end of each quarter. At the start of 2018 the investment portfolios were transferred into the General Investment Fund and shares allocated in that Fund to the Commutation and Magee Funds.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

10. CHARITABLE ACTIVITIES

	Total Funds 2018 £	Total Funds 2017 £
Council for Global Mission	2,511,120	2,530,907
Council for Mission in Ireland	3,298,444	2,646,941
Council for Social Witness	10,051,042	9,491,791
Council for Congregational Life and Witness	827,364	807,570
General Council	6,321,785	6,150,915
Council for Training in Ministry	1,593,479	2,124,136
Special Appeals		
- Indonesia Tsunami	40,000	-
- East Africa	80,635	613,150
- Nepal	3,074	14,832
Presbyterian Women	229,429	299,887
Grants distributed by the Trustees of the Presbyterian Church In Ireland under various Trust funds	20,978	22,222
	24,977,350	24,702,351
Pension Contributions relating to congregational ministers funded through congregational assessment	2,583,466	2,518,285
	27,560,816	27,220,636
	24,977,350	24,702,351
Included in £24,977,350 (2017 - £24,702,351) above are the following costs in respect of personnel:		
- Salaries and Allowances	9,256,379	8,991,273
- National Insurance	675,707	668,078
- Pension Contributions	1,222,762	1,204,306
	11,154,848	10,863,657
Pension Payments	896,302	974,435
	12,051,150	11,838,092
	12,051,150	11,838,092
The average number of personnel during the year was	549	553
	549	553
The average number receiving a pension payment was	488	480
	488	480

There were no employees who received emoluments (excluding pension costs) exceeding £60,000.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

10. CHARITABLE ACTIVITIES (cont'd)

Included within the cost of charitable activities is the following allocation of support services costs:

	Total Funds 2018	Total Funds 2017
	£	£
Finance department and central administration costs	393,541	392,094
Information Technology department	291,367	283,514
Payroll office	97,063	99,061
Personnel department	211,497	208,361
General Secretary's department	343,579	335,093
	1,337,047	1,318,123
Less: Income	(7,069)	(25,091)
Less: charges to other agencies and external bodies	(92,428)	(91,813)
	1,237,550	1,201,219

	Total Funds 2018	Total Funds 2017
	£	£
The allocation to Councils is as follows:		
Council for Global Mission	42,781	40,263
Council for Mission in Ireland	86,203	71,615
Council for Social Witness	298,246	290,166
Council for Congregational Life and Witness	63,963	60,420
General Council	593,752	583,205
Council for Training in Ministry	104,071	99,822
Presbyterian Women	22,548	30,874
Creative Production	25,986	24,854
	1,237,550	1,201,219

Support service costs have been allocated on the following basis

- Finance and administration: staff time
- Information Technology: users and user accounts
- Personnel and Payroll: staff numbers
- General Secretary's: to the Incidental Fund

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

11. GOVERNANCE COSTS

	Total Funds 2018	Total Funds 2017
	£	£
Audit	39,889	39,889
Legal fees	22,718	22,326
Costs of the General Assembly		
- Printing of Reports, Accounts and Minutes	10,960	9,850
- Expenses – General Assembly Councils and Committees	42,333	47,651
- Worship Material and Hospitality	15,627	16,781
Total	131,527	136,497

The auditors' remuneration of £39,889 (2017 - £39,889) relates to the audit of the financial statements. No other fees were incurred during the year in respect of non-audit work.

Members of General Assembly Councils and Committees do not receive any remuneration but are entitled to claim an allowance for travel expenses to meetings or any expenses necessarily incurred in fulfilling their duties.

12. OTHER RECOGNISED GAINS AND LOSSES

	Total Funds 2018	Total Funds 2017
	£	£
(Loss) / Gains on investment assets	(2,680,002)	3,518,041
Impairment adjustment land and buildings	(80,000)	-
	(2,760,002)	3,518,041

The impairment adjustment relates to land held by the Retired Ministers House Fund. The valuation was reassessed during the year by the General Council in line with current market valuations.

13. ACTUARIAL (LOSSES) / GAINS ON PENSION BENEFITS

	Total Funds 2018	Total Funds 2017
	£	£
Defined pension obligations (Note 14(i))	(6,583,000)	19,384,000
Unfunded pension obligations (Note 14(ii))	(313,478)	952,233
Pensions Trust (Note (14(iii)))	39,000	34,000
	(6,857,478)	20,370,233

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

14. PENSIONS

Reporting adjustments relating to the accounting for pensions under Financial Reporting Statement No. 102

	2018	2017
	£	£
Presbyterian Church in Ireland Pension Scheme (2009)		
Current service cost	(4,806,000)	(4,770,000)
Administrative expenses (includes PPF levy)	(245,000)	(254,000)
Net Interest cost	83,000	(484,000)
Past Service cost	(758,000)	–
Contributions by the Church	3,961,000	3,909,000
	(1,765,000)	(1,599,000)
Unfunded Pension Scheme contributions	1,248,478	1,319,767
	(516,522)	(279,233)

Balance Sheet Pension Liability

	Total Funds 2018	Total Funds 2017
	£	£
Defined pension obligations* (Note 14(i))	(10,337,000)	(1,989,000)
Unfunded pension obligations (Note 14 (ii))	(14,376,000)	(15,311,000)
Pension Trust (Note 14(iii))	(287,000)	(326,000)
	(25,000,000)	(17,626,000)

* Note 1 to the Financial Statements on Accounting Policies and Basis of Accounts Preparation states that The General Assembly of the Presbyterian Church in Ireland has adopted the requirements of Financial Reporting Standard No. 102 in relation to retirement benefits. The General Assembly's Pension Consultants have provided the required FRS102 disclosures.

(i) The Presbyterian Church in Ireland Pension Scheme (2009)

The Presbyterian Church in Ireland Pension Scheme (2009) is a funded Scheme of the defined benefit type, providing defined benefits based on career average revalued salary. The Scheme has assets held in a separately administered fund managed by a board of trustees. The Church and trustees have agreed a funding plan to ensure the Scheme is sufficiently funded to meet current and future obligations. A formal schedule of contributions was drawn up on 25 November 2015 whereby the Church agreed to pay 27.5% of pensionable salary to 31 December 2015 followed by contributions of 24% of pensionable salaries to cover the accrual of benefits for future service, expenses, the cost of insuring death in service benefits and funding the scheme deficit.

Church contributions to the scheme in 2019 are estimated to be £4,095,000. Additional church contributions may be required if there are any augmentations during the year

The valuation used for FRS 102 disclosures have been based on a full assessment of the liabilities of the scheme as at 31 December 2017. The present values of defined benefit obligations, the related current service cost and any past service costs were measured using the projected unit method. The principal assumption used to calculate the liabilities under FRS 102 are set out below.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

Main financial assumptions	2018	2017
	% p.a.	% p.a.
RPI Inflation	3.40	3.40
CPI Inflation	2.40	2.40
Pension Increases		
- CPI inflation up to 2.5% p.a.	1.80	1.80
- RPI inflation up to 5.00% p.a.	3.20	3.20
- Consumer Prices Index up to 5% p.a. subject to a minimum of 3% p.a.	3.40	3.40
Discount rate for scheme liabilities	2.90	2.60
Longevity for members currently aged 65		
- Male	87	87
- Female	89	89
Longevity for members reaching 65 in 20 years		
- Male	89	89
- Female	91	91

The table below provides information on the sensitivity of the defined obligations to changes to the most significant actuarial assumptions. The table shows the impact of changes of each assumption in isolation although, in practice, changes to the assumptions may occur at the same time and can either offset or compound the overall impact on the defined benefit obligations. These sensitivities have been calculated using the same methodology as used for the main calculations, and there has been no change since the previous period to the method and assumptions used in preparing the sensitivity analysis. The weighted average duration of the defined benefit obligation is 20 years.

Percentage change to Defined Benefit Obligation

Assumption	Change to assumptions	
	Increase by	Decrease by
Discount rate	0.25% p.a	0.25% p.a
Inflation*	(5%)	5%
	3%	(3%)

* This change in inflation allows for corresponding changes to the CARE revaluation rate, deferred revaluation and pension increase assumptions.

An increase of one year in the assumed life expectancy for both males and females would increase the Defined Benefit Obligations by 3%.

Fair value of assets

	Value at 31.12.18	Value at 31.12.17
	£000's	£000's
Equities	122,586	136,140
Matching Core Real Long Fund	26,086	-
Matching Core Fixed Long Fund	15,757	-
Fixed Interest Gilts	-	24,666
Corporate Bonds	-	8,248
Other	15,547	15,286
Assets held in respect of insured pensioners	2,557	2,605
Total	182,523	186,945

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

14. PENSIONS (cont'd)

Reconciliation of funded status to balance sheet

	2018	2017
	£000's	£000's
Fair value of Scheme assets	179,966	184,340
Fair value of insured pensioner annuities	2,557	2,605
Present value of funded defined benefit obligations	(190,303)	(186,329)
Liability in respect of insured pensioners	(2,557)	(2,605)
Liability recognised on the balance sheet	(10,337)	(1,989)

Analysis of Statement of Financial Activities

Current service cost	4,806	4,770
Administrative expenses (includes PPF levy)	245	254
Past service cost	758	–
Net Interest cost	(15)	484
Expense recognised in the Statement of Financial Activities	5,794	5,508

Changes to the present value of the defined benefit obligation

Opening defined benefit obligation	188,934	189,664
Current service cost	4,806	4,770
Expenses	245	254
Interest cost	4,765	5,222
Contributions by Scheme participants	1,134	1,124
Remeasurement (gains) / losses on Scheme liabilities		
- Actuarial (gains) / losses on Scheme liabilities in respect of assumptions	(7,798)	(5,630)
- Actuarial (gains) / losses on Scheme liabilities in respect of experience	6,141	(58)
Net benefits paid out	(6,125)	(6,412)
Past service cost	758	–
Closing defined benefit obligation	192,860	188,934

Changes to the fair value of Scheme assets during the year

Opening fair value of Scheme assets	186,945	169,890
Interest income on Scheme assets	4,848	4,738
Remeasurement gains / (losses)	(8,240)	13,696
Contributions by the Church	3,961	3,909
Contributions by Scheme participants	1,134	1,124
Net benefits paid out	(6,125)	(6,412)
Closing fair value of Scheme assets	182,523	186,945

Analysis of amounts recognised in other comprehensive income

Return on scheme assets less interest income	(8,240)	13,696
Gains / (losses) on assumptions	7,798	5,630
Experience gains/ (losses) on scheme liabilities	(6,141)	58
Total gain / (loss)	(6,583)	19,384

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

14. PENSIONS (cont'd)

Actual return on scheme assets

	2018	2017
	£000's	£000's
Interest income on scheme assets	4,848	4,738
Return on scheme assets less interest income	(8,240)	13,696
Total return on scheme assets	(3,392)	18,434

(ii) Unfunded Pension Arrangements

The Presbyterian Church in Ireland has some unfunded pension arrangements as follows:

Retired Ministers who meet approved eligibility criteria are entitled to receive an amount from the Central Ministry Fund which is determined annually by the General Council and which for 2018 was £1,518 (2017 - £1,518).

Retired Ministers who meet approved eligibility criteria and with service prior to 1 April 1978 are entitled to receive a pension from the Retired Ministers Fund. The pension is based on the length of the service and calculated on half the minimum stipend of a minister of the Presbyterian Church in Ireland.

Widows of ministers who received a pension from the Retired Ministers Fund are entitled on the death of their spouse to a pension from the Widows of Ministers Fund. The pension is based on the length of their spouses' service and calculated on 27.5% of the minimum stipend of a minister of the Presbyterian Church in Ireland.

Professors of Union Theological College who meet approved eligibility criteria are entitled to have their pension from other schemes within the Presbyterian Church in Ireland augmented to equate to half the salary of a College Professor.

Deaconesses who meet approved eligibility criteria and with service prior to the introduction of the PWA / Overseas Board / Irish Mission Retirement and Death Benefits Scheme (now part of the Presbyterian Church in Ireland Pension Scheme (2009)) are entitled to a pension enhancement based on their length of service prior to the introduction of that scheme.

The amounts charged to the Statement of Financial Activities during the year were as follows:

	2018	2017
	£	£
Central Ministry Fund	346,401	339,854
Retired Ministers Fund	510,734	584,045
Widows of Ministers Fund	383,968	388,637
Retired College professors	1,600	1,569
Retired Deaconesses	5,775	5,662
	1,248,478	1,319,767

Retirement Benefits Present value of retirement obligations

	Present value of retirement obligations	Fair value of assets	Present value of retirement obligations	Fair value of assets
	2018	2018	2017	2017
	(£000)	(£000)	(£000)	(£000)
Retired Ministers' Fund	4,977	2,664	5,319	2,819
Widows of Ministers' Fund	4,406	619	4,690	624
Central Ministry Fund	4,628	5,366	4,861	5,543
Presbyterian Women	65	-	69	-
Union Theological College	221	-	372	-
Missionaries and others	79	-	-	-
Total	14,376	8,649	15,311	8,986

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

14. PENSIONS (cont'd)

Present Value of retirement obligations

	2018	2017
	£	£
At start of year	15,311,000	17,583,000
Amount charged to Statement of Financial Activities during the year	(1,248,478)	(1,319,767)
Actuarial (Losses) / Gains during the year	313,478	(952,233)
At end of year	14,376,000	15,311,000

The Fair Value of Assets represents the net assets of the Funds and these are included within the Balance Sheet. These Funds are managed by the General Council and are not held in a separately administered fund with a separate Board of Trustees. Consequently the Fair Value of Assets is not deducted from the pension liability shown on the Balance Sheet.

(iii) The Pensions Trust Growth Plan

The Presbyterian Church in Ireland's Council for Social Witness participates in the Pension Trust Growth a multi-employer scheme which provides benefits to some 1,300 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the Presbyterian Church in Ireland to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the Presbyterian Church in Ireland is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2014. This valuation showed assets of £793m, liabilities of £970m and a deficit of £177m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2016 to 30 September 2025: £12,945,440 per annum (payable monthly and increasing by 3% each on 1st April)

From 1 April 2016 to 30 September 2028: £54,560 per annum (payable monthly and increasing by 3% each on 1st April)

A full actuarial valuation for the scheme was carried out at 30 September 2017. This valuation showed assets of £795m, liabilities of £926m and a deficit of £131m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2019 to 31 January 2025: £11,243 per annum (payable monthly and increasing by 3% each on 1st April)

Unless a concession has been agreed with the Trustees the term to 30 September 2025 applies.

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

Where the scheme is in deficit and where the participating employer has agreed to a deficit funding arrangement the participating employer recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

14. PENSIONS (cont'd)

	2018	2017
	£	£
Present Value of provision	287,000	326,000

Reconciliation of opening and closing provisions

Provision at start of period	326,000	360,000
Unwinding of the discount factor (interest expenses)	5,000	5,000
Deficit contributions paid	(40,000)	(39,000)
Remeasurements – impact of any change in assumptions	(4,000)	–
Remeasurements – amendments to the contributions schedule	–	–
	(39,000)	(34,000)
Provision at end of period	287,000	326,000

Income and expenditure impact

Interest expense	5,000	5,000
Remeasurements – impact of any change in assumptions	(4,000)	–
Remeasurements – amendments to the contributions schedule	–	–

Assumptions

Rate of discount	1.75%	1.39%
------------------	-------	-------

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions. The following schedule details the deficit contributions agreed between the Presbyterian Church in Ireland and the scheme at each year end period:

Year ending	31 December 2018	31 December 2017
(£000s)	(000s)	
Year 1	41	40
Year 2	43	41
Year 3	44	43
Year 4	45	44
Year 5	47	45
Year 6	48	47
Year 7	37	48
Year 8	–	37
Year 9	–	–
Year 10	–	–

(iv) Standard Life Auto-Enrolment Scheme

The Presbyterian Church in Ireland has in place a pension arrangement with Standard Life for those not eligible to join the Presbyterian Church in Ireland Pension Scheme (2009). The Church contribution rate is 6% and the members 4%. This is a defined contribution scheme and contributions are accounted for as they become due.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

15. FIXED ASSETS

	Freehold Land and Buildings £	Fixtures Fittings and Equipment £	Motor Vehicles £	Total £
COST				
At start of year	30,681,104	4,327,776	379,158	35,388,038
Exchange gain on retranslation	31,145	638	–	31,783
Additions	404,459	415,913	25,300	845,672
Impairment review	(80,000)	–	–	(80,000)
Disposals	(96,667)	(61,242)	(33,500)	(191,409)
At end of year	30,940,041	4,683,085	370,958	35,994,084
DEPRECIATION				
At start of year	10,479,613	3,502,594	277,174	14,259,381
Exchange gain on retranslation	12,743	567	–	13,310
Charge for year	662,933	212,041	41,959	916,933
Disposals	(32,158)	(61,242)	(31,156)	(124,556)
At end of year	11,123,131	3,653,960	287,977	15,065,068
NET BOOK VALUE				
At start of year	20,201,491	825,182	101,984	21,128,657
At end of year	19,816,910	1,029,125	82,981	20,929,016

Land and Buildings are recorded at cost or where they have been bequeathed or donated at their estimated value at that time.

16. INVESTMENTS

	Total Funds 2018 £	Total Funds 2017 £
General Investment Fund	46,385,702	41,593,802
British Government Securities	–	804,190
Corporate Bonds	–	237,750
Equities	93,245	6,332,527
Property and Ground Rents	7,773	7,773
	46,486,720	48,976,042
Mount Tabor	25,419	50,584
	46,512,139	49,026,626
At start of year	49,026,626	45,782,500
Additions	165,515	2,919,540
Proceeds on disposal	–	(3,193,455)
Realised gains on disposal of investments and unrealised increases in market value of investments	(2,680,002)	3,518,041
At end of year	46,512,139	49,026,626

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

16. INVESTMENTS (cont'd)

	Total Funds 2018 £	Total Funds 2017 £
Councils and Agencies of the General Assembly of the Presbyterian Church in Ireland	33,634,803	35,571,149
Commutation Fund	5,718,207	5,937,766
Non-Participating Trusts Fund	7,329	7,512
Magee Fund	1,377,559	1,438,494
Tops Wilson Fund	6,228	6,582
Fire Insurance Trust Fund	25,868	27,341
Fortune Mission	14,240	16,427
Lindsay Memorial Fund	1,198,780	1,267,021
Scott Benevolent Fund	120,041	123,873
Trustees Discretionary Fund	620,974	622,389
FSR Hall Fund	93,257	98,565
Florence Jamison	134,664	142,330
McClure Trust	79,005	91,136
Local Bible Fund	62,178	65,717
Other Trust Funds	3,419,006	3,610,324
	46,512,139	49,026,626

All investments were listed on recognised stock exchanges and can be analysed as follows:

	2018 £	2017 £
Investment assets in the UK	46,512,139	46,113,047
Investment assets outside the UK	–	2,913,579
	46,512,139	49,026,626

The Councils of the Church hold shares in the General Investment Fund which is managed by the Trustees of the Presbyterian Church in Ireland, a corporate body established under the Irish Presbyterian Church Act 1871.

Mount Tabor is a partnership between the Council of Social Witness, through the Presbyterian Residential Trust, and Dublin Central Mission to establish a Care/Nursing Home in the Dublin area. The former Board of Social Witness invested IR£500,000 in 1997/8 and have the right to seven beds in the Home. The investment is being amortised over a period of 20 years.

Other investments represent quoted securities held by Councils outside of the General Investment Fund.

FRS 102 requires the disclosure of investments under the following hierarchy.

- Category 1 – Quoted price for an identical asset in an active market
- Category 2 – When quoted prices are not available, the price of a recent transaction for an identical asset as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place
- Category 3 - If the market for the asset is not active and recent transactions on their own are not a good estimate of fair value, fair value is determined based on valuation techniques.

	2018 £	2017 £
Category 1	46,512,139	49,026,626
Category 2	–	–
	46,512,139	49,026,626

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

16. INVESTMENTS (cont'd)

There were no individual shareholdings or investments which are considered to be material with regard to their market values and proportion of the portfolio as at 31 December 2018. The General Council have set 5% of the year end market value of the investment portfolio as the threshold for reporting material investments.

Investment Risk Disclosures

(a) Investment Risks

FRS 102 requires the disclosure of information in relation to certain investment risks. These risks are set out by FRS 102 as follows:

- Credit risk: this is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.
- Market risk: this comprises currency risk interest rate risk and other price risk.
- Currency risk: this is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in foreign exchange rates.
- Interest rate risk: this is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market interest rates.
- Other price risk: this is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Church Trustees determine their investment strategy after taking advice from a professional investment adviser. The Funds have exposure to these risks because investments are made following the investment strategy set out below. The Church Trustees manage investment risks, including credit risk and market risk, within agreed risk limits which are set taking into account the strategic investment objectives. These investment objective and risk limits are implemented through the investment management agreements in place with the Scheme's investment managers and monitored by the Church Trustees by regular reviews of the investment portfolio.

Further information on the Church Trustees' approach to risk management, credit and market risk is set out below.

(i) Investment strategy

The investment objective is to maintain a portfolio of suitable assets of appropriate liquidity which will generate investment returns whilst enabling the Church Trustees to have access to an appropriate level of cash.

The current investment strategy is to:

- Maintain a high level of liquidity across the portfolio
- Maintain an appropriate split of assets between equities, bonds and alternative investment products
- Hold in the region of 25% in overseas currencies

(ii) Credit risk

The Church Trustees' investment portfolio is subject to credit risk because the fund manager directly invests in bonds and has cash balances. The fund manager also invests in pooled investment vehicles and is therefore directly exposed to credit risk in relation to the instruments it holds in the pooled investment vehicles. The Church Trustees' investment portfolio is indirectly exposed to credit risks arising on the financial instruments held by the pooled investment vehicles.

Credit risk arising on bonds held directly is mitigated by investment in government bonds where the credit risk is minimal, or corporate bonds which are rated at least investment grade. Credit risk arising on other investments is mitigated by investment mandates requiring all counterparties to be at least investment grade credit rates. This is the position at the year-end.

Cash is held within financial institutions which are at least investment grade credit rates. This is the position at the year-end.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

16. INVESTMENTS (cont'd)

(iii) Currency risk

The Church Trustees' investment portfolio is subject to currency risk because some of the investments are held in overseas markets, either as segregated investments or via pooled investment vehicles. The Church Trustees have a set a benchmark limit to overseas currency exposure of 25% of the total portfolio value. This was the net currency exposure at the year-end.

(iv) Interest rate risk

The Church Trustees' investment portfolio is subject to interest rate risk because some of the investments are held in bonds, interest rate swaps, either as segregated investments or through pooled vehicles, and cash.

(v) Other price risk

Other price risk arises principally in relation to the Trustees' investment portfolio return seeking portfolio which includes directly held equities, equities held in pooled vehicles, equity futures, hedge funds, private equity and investment properties.

The fund manager manages this exposure to overall price movements by constructing a diverse portfolio of investments across various markets

17. DEBTORS

	Total Funds 2018	Total Funds 2017
	£	£
Amounts receivable from congregations towards United Appeal	1,357,755	1,315,070
Income due from Trust Funds	54,000	54,000
Residents' fees	257,309	185,042
Interest receivable	10,537	20,323
Amounts receivable from Spires Mall (less provisions)	-	111,327
Grants receivable	200,000	-
Prepayments and accrued income	860,014	1,125,920
	2,739,615	2,811,682

18. LOANS

	Total Funds 2018	Total Funds 2017
	£	£
Retired Ministers' House Fund	238,848	439,689
Crescent Loan Fund	99,583	90,917
Council for Mission in Ireland Ministers	421,889	9,241
	760,320	539,847

The Retired Ministers' House Fund provides loans to ministers to assist in the provision of accommodation in retirement. Loans of up to £50,000 are available. Ministers are required to make a monthly loan repayment with any outstanding balance normally repaid within 6 months of a minister's retirement. Interest is charged at 50% on the sum of 2% above base rate. The average rate during 2017 was 1.30% (2017 - 1.15%).

The Crescent Loan Fund provides loans to congregations of the Presbyterian Church in Ireland with short-term financial requirement on an interest free or low interest basis. The present policy is to charge interest at half the sum of bank base rate and 2% on the average balance outstanding over the term of the loan. Loans are provided up to £50,000 and normally have a 3 year term.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

18. LOANS (cont'd)

The Council for Mission in Ireland provides loans to ministers to assist with car purchases. Loans are normally repaid over a 3 year period with interest charged at bank base rate. During 2018 a bridging loan was made to a congregation to assist with the purchase of a manse.

It is expected that £480,000 will be repaid during 2019.

	Total Funds 2018	Total Funds 2017
	£	£
At start of year	539,847	677,996
New loans issued during the year	521,572	55,000
Repayments during the year	(301,099)	(193,149)
At end of year	<u>760,320</u>	<u>539,847</u>

19. CURRENT ASSET INVESTMENTS

	Total Funds 2018	Total Funds 2017
	£	£
Presbyterian Mutual Society		
Cost	144,872	144,872
Provision	(144,872)	(144,872)
	<u>–</u>	<u>–</u>

20. CASH AT BANK AND IN HAND

	Total Funds 2018	Total Funds 2017
	£	£
Danske Bank – Current Account	2,176,081	1,494,729
Euro Accounts	213,906	184,579
Cash in hand	1,500	1,000
Interest Bearing Deposit Accounts		
- Danske Bank	2,602,387	1,742,290
- Santander Bank	11	1,000,000
- Bank of Scotland	1,200,000	2,000,000
- Barclays Bank	1,000,355	1,264,908
	<u>7,194,240</u>	<u>7,687,506</u>

21. CREDITORS: Amounts falling due within one year

	Total Funds 2018	Total Funds 2017
	£	£
Trade creditors	287,938	182,871
Social security creditors	596,058	517,600
Due to General Investment Fund	1,417,737	1,340,731
Due to Old Age, Indigent Ladies and Presbyterian Women's Funds	24,666	61,234
Accruals and other creditors	1,477,058	1,488,852
	<u>3,803,457</u>	<u>3,591,288</u>

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

22. CREDITORS: Amounts falling due after more than one year

	Total Funds 2018	Total Funds 2017
	£	£
Loan – Council of Social Witness, Tritonville Development	456,002	450,901

The former Board of Social Witness received an interest free Euro loan from Frazer House, Dublin towards the cost of the Tritonville Development, Dublin. The loan is only repayable in the event of the disposal of that development. The loan is converted to sterling at the rate of exchange ruling at the Balance Sheet date.

23. PROVISION FOR LIABILITIES AND CHARGES

	Total Funds 2018	Total Funds 2017
	£	£
Deferred Grant – Council for Social Witness (Older People Services)	20,830	21,269
Balance at start of year	21,269	21,067
Exchange rate adjustment	240	847
Amortised during the year	(679)	(645)
Balance at end of year	20,830	21,269

24. TAXATION

The General Assembly is registered with HM Revenue and Customs as a Charity, Charity No. XN45376. It is also registered for Value Added Tax, VAT No. 820745442. There were no activities during the year which gave rise to a liability to Corporation Tax and consequently a deferred tax asset has not been recognised in relation to the pension liability included on the Balance Sheet.

25. FINANCIAL COMMITMENTS AND CONTINGENCIES

On 1 September 2014 the former Board of Social Witness entered into an agreement to take over the running of Lawnfield House, Newcastle a respite care facility, from the Trustees of the Disabled Christians' Fellowship Holiday Homes. The agreement included the transfer of the ownership of the property which was independently valued at £500,000. In exchange the former Board of Social Witness agreed pay an amount to the Trustees of the Disabled Christians' Fellowship Holiday Homes to clear existing loan facilities which were agreed at £168,115. The net amount of £331,885 had been included as a gift within incoming resources in the Statement of Financial Activities. Part of the transfer agreement made provision that if within a 20 year period the former Board of Social Witness sells, transfers, assigns, leases or otherwise disposes of the property (or any part) that it will pay to the Trustees of the Disabled Christians' Fellowship Holiday Homes a percentage of £331,855 starting at 95% if disposed of within year 1 and reducing by 5% each year thereafter with no payment required after 20 years.

Financial Commitments during 2019 in respect of operating leases are:

Land and Buildings	£
Leases expiring within 1 year	102,766
Expiring within two to five years	–
Expiring after 5 years	–

There were no capital or financial commitments contracted for, or contingencies at 31 December 2018 which are not otherwise disclosed in these financial statements.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

26. RELATED PARTY TRANSACTIONS

The Councils of the General Assembly of the Presbyterian Church in Ireland and their respective roles are outlined in the Annual Report. The main source of income for most Councils is from congregations of the Presbyterian Church in Ireland, either through donations to the United Appeal and other appeals or through Congregational Assessments. The amounts received during the year are disclosed in Note 2 to the Financial Statements.

Some of the resources expended as disclosed under Note 10 Charitable Activities will be paid to congregations, individuals or agencies connected with the Presbyterian Church in Ireland. In particular pension paid through the Retired Ministers and Widows of Minister Funds in respect of pre78 service are to retired ministers and widows of the Church (see Note 14).

These financial statements do not include the financial activities of associated organisations and in particular The Presbyterian Children's Society, The Old Age, Presbyterian Women's and Indigent Ladies Funds. The Presbyterian Historical Society which are separately constituted and prepare their own financial statements.

The Retired Minister's House Fund provides loans to ministers to assist in the provision of a retirement home. Ministers receiving loans may also serve on Councils or Committees or be remunerated from the central funds of the Church. The terms of such loan are on the same basis as those for any minister requesting assistance from the fund.

The Charity Trustees of the General Assembly of the Presbyterian Church of Ireland are the member of its General Council and its membership is as set out in The Code Para 272. The membership of the General Council is the Moderator, Clerk and Deputy Clerk of the General Assembly, Council Conveners, Conveners of Council Committees, Financial Secretary, preceding two Moderators, preceding Clerk of the General Assembly, Conveners of other Councils and Commission, Clerks of Presbytery and nine nominees of the Nominations Committee. None of the members receive any remuneration for acting as Charity Trustees or as members of the General Council but they are entitled to claim certain expenses in relation to their attendance at meetings. Members who are ministers of congregation's will be in receipt of a stipend and other amounts directly from their congregation. Retired members will be in receipt of a pension from the Presbyterian Church in Ireland Pension Scheme (2009) and in some cases from other funds of the Church. Clerks of Presbytery will receive remuneration directly from their Presbyteries for acting as Clerk. Three members of the General Council do receive remuneration from the Presbyterian Church in Ireland in their capacity as employees of the Church. The total cost to the Church, including salary, employers national insurance and pension contributions, for these individuals during 2018 was £217,568 (2017: £208,785)

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

27. RESERVES

(i) Endowment Funds	2018	2017
	£	£
Council for Global Mission	5,364,202	5,669,583
Council for Congregational Life & Witness	131,713	139,211
General Council	17,539,077	18,537,505
Presbyterian Women	784,031	828,662
Council for Training in Ministry	2,437,512	2,518,205
Council for Mission in Ireland	46,577	49,228
Trustees of the Presbyterian Church in Ireland		
- Commutation Fund	5,718,469	6,043,770
- Non-Participating Funds	7,466	7,649
- Magee Fund	2,058,433	2,130,257
- Top Wilson Fund	6,228	6,582
- Fire Insurance Fund	30,240	31,713
- Fortune Mission Fund	16,453	18,640
- Lindsay Memorial Fund	1,269,132	1,305,000
- Scott Benevolent Fund	123,112	126,843
- Crescent Loan Fund	374,165	371,514
- Familybooks Fund	-	-
- FSR Hall Fund	93,257	98,565
- Florence Jamison Fund	134,664	142,330
McClure Trust	79,360	91,185
Local Bible Fund	88,025	89,973
- Other Trust Funds	3,420,748	3,613,941
	<u>39,722,864</u>	<u>41,820,356</u>
(ii) Restricted Funds	2018	2017
	£	£
Council for Global Mission	1,944,697	1,841,527
General Council – Creative Production	119,062	152,315
Council for Social Witness	8,669,646	9,028,402
Council for Congregational Life & Witness	501,983	568,674
General Council	3,509,370	3,506,617
Council for Training in Ministry	2,806,718	2,511,236
Council for Mission in Ireland	8,871,654	9,573,493
Presbyterian Women	1,360,457	1,776,011
United Appeal	2,313,103	2,212,621
	<u>30,096,690</u>	<u>31,170,896</u>
Pension Scheme Liability	(25,000,000)	(17,626,000)
Transfer from Unrestricted Funds	-	-
	<u>5,096,690</u>	<u>13,544,896</u>
(iii) Designated Funds	2018	2017
	£	£
Trustees Discretionary Fund	649,073	634,644
General Council	3,386,414	3,504,964
	<u>4,035,487</u>	<u>4,139,608</u>

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

27. RESERVES (cont'd)

The movement on the major funds, being those representing more than 5% of the total funds at 31 December 2017 or 2018, during the year was as follows:

	2017	Incoming Resources	Resources Expended	Gain (Losses)	Transfers	2018
	£	£	£	£	£	£
Global Mission	4,827,053	270,494	(1,440,853)	(230,230)	1,213,485	4,639,949
Central Ministry Fund	17,923,751	2,539,087	(2,257,793)	(873,276)	(44,778)	17,286,991
Older People Services	6,868,568	6,655,625	(6,434,194)	(74,367)	(174,924)	6,840,708
War Memorial Hostel	3,668,185	357,641	(1,418,925)	(55,659)	(5,003)	2,546,239
Commutation Fund	6,043,770	139,531	(136,027)	(325,301)	(3,504)	5,718,469
Retired Ministers House Fund	3,523,910	149,792	(74,038)	–	(5,965)	3,593,699
Retired Ministers' Fund	2,819,442	522,586	(511,443)	(144,278)	(21,799)	2,664,508
United Appeal	2,186,178	3,478,812	(16,873)	–	(3,568,708)	2,079,409
Union Theological College	4,313,290	1,189,125	(1,307,222)	(71,441)	268,970	4,392,722
	52,174,147	15,302,693	(13,597,368)	(1,774,552)	(2,342,226)	49,762,694
Pension Liability	(17,626,000)			(7,374,000)		(25,000,000)
Other Funds	24,956,713	11,906,754	(14,127,896)	(985,450)	2,342,226	24,092,347
	59,504,860	27,209,447	(27,725,264)	(10,134,002)	–	48,855,041

**THE GENERAL ASSEMBLY OF
THE PRESBYTERIAN CHURCH IN IRELAND**
SUPPLEMENTARY INFORMATION – 31 December 2018

The analysis of incoming resources and resources expended on the following pages does not form part of the SORP Accounts and is provided for information purposes only.

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

SUPPLEMENTARY INFORMATION – 31 December 2018

NOTE 3. ACTIVITIES FOR GENERATING FUNDS

Rental income from property surplus to operational requirements

	2018	2017
	£	£
Assembly Buildings		
– Commercial Rents	276,729	300,162
– Hire of Halls	136,605	67,640
Camowen Terrace, Omagh	222	6,004
Elmwood Avenue, Belfast	32,716	14,488
Church Extension	6,052	1,551
Derryvolgie	595	17,919
Council for Mission in Ireland	34,140	28,746
Council for Global Mission	3,720	1,140
	490,779	437,650

NOTE 5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

Rental income from provision of accommodation including students

	2018	2017
	£	£
Derryvolgie Halls	331,340	300,603
Retired Ministers' House Fund	60,741	56,478
Union Theological College	96,628	61,470
PCI Enterprises	1,000	–
Council for Social Witness	3,545	4,760
	493,254	423,311

NOTE 5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

External Grants

	2018	2017
	£	£
Council for Social Witness – DHSS	37,122	37,122
Council for Mission in Ireland – Chaplains	48,989	62,959
Carlisle House – Probation Board /Training Grant	–	–
Release of Deferred Grants	3,238	3,202
Assembly Buildings Refurbishment	–	3,900
Council for Mission in Ireland	5,521	–
	94,870	107,183

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

SUPPLEMENTARY INFORMATION – 31 December 2018

NOTE 10. CHARITABLE ACTIVITIES

Council for Global Mission

	2018	2017
	£	£
Overseas Personnel and Support	1,229,904	1,209,636
Grants to Partner Churches	102,163	108,135
Donations toward the work of Partner Churches overseas	461,778	480,645
World Development Grants (Christian Aid, Tear Fund and other causes)	566,471	576,696
Other	2,000	6,500
Share of Office Support costs (50%)	148,804	149,295
	2,511,120	2,530,907

NOTE 10. CHARITABLE ACTIVITIES

Council for Mission in Ireland

	2018	2017
	£	£
Support for Congregations	1,392,382	1,372,742
Shankill Road Mission	11,667	1,976
Student Accommodation	1,431,999	893,163
Chaplaincy Services	200,539	203,504
Elmwood Avenue	113,053	26,261
Share of Office Support costs (50%)	148,804	149,295
	3,298,444	2,646,941

NOTE 10. CHARITABLE ACTIVITIES

Council for Social Witness

	2018	2017
	£	£
Older People Services	6,594,172	6,211,499
Addiction Services	711,571	659,800
Rehabilitation of Offenders	524,628	522,202
Learning Disability	1,904,216	1,792,353
Central Support Costs	312,579	302,710
Other	3,876	3,227
	10,051,042	9,491,791

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

SUPPLEMENTARY INFORMATION – 31 December 2018

NOTE 10. CHARITABLE ACTIVITIES

Council for Congregational Life and Witness

	2018	2017
	£	£
Training Programmes, Events and Teams	727,517	696,742
Maintenance of former Youth Centres	30,708	29,881
Concorde Fund	2,920	3,180
External project grants	66,219	77,767
	827,364	807,570

NOTE 10. CHARITABLE ACTIVITIES

General Council

	2018	2017
	£	£
Support of Retired Ministers	533,217	606,468
Support of Widows of Ministers	396,196	400,860
Support of Congregations	2,310,356	2,399,478
Retired Ministers' House Fund	83,615	86,189
Assembly Buildings Maintenance	1,656,408	1,330,944
Incidental Fund	622,900	633,911
Special Assembly	–	98,904
Ministerial Development Fund	135,848	109,991
Prolonged Disability Fund	175,374	111,123
Sick Supply	29,833	17,348
Communications Support	292,652	262,035
Herald Magazine	85,120	85,489
Reachout Magazine	–	(103)
Points for Prayer	266	8,278
	6,321,785	6,150,915

NOTE 10. CHARITABLE ACTIVITIES

Council for Training in Ministry

	2018	2017
	£	£
Union Theological College	1,394,520	1,859,412
Students' Bursary Fund	181,248	245,613
Council – general	17,711	19,111
	1,593,479	2,124,136

THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

SUPPLEMENTARY INFORMATION – 31 December 2018

NOTE 10. CHARITABLE ACTIVITIES

Grants distributed by The Trustees of the Presbyterian Church in Ireland

	2018	2017
	£	£
Tops Wilson Fund	166	166
Fire Insurance Trust Fund		
– The Presbyterian Children’s Society	142	141
Fortune Mission Bequest		
– Belfast City Mission	201	190
Grants under various Trust Funds		
– James McMaster	7,669	7,669
– Stranahan Trust	3,490	3,650
– Margaret Hillary Simpson	1,955	1,955
– Thomas Boyle	–	231
– Elizabeth Guthrie Gass	660	800
– Sloan Educational Gift	1,800	1,820
– McMullen Estate	962	962
Non-Participating Trusts Fund	86	86
McClure Trust	3,950	4,275
Lindsay Memorial Fund	(288)	–
Local Bible Fund	185	277
	20,978	22,222

In addition to the above grants various amounts were distributed to internal funds of the Church.

TRANSFERS ON STATEMENT OF FINANCIAL ACTIVITIES EX ENDOWMENT FUNDS

	2018	2017
	£	£
Commutation Fund distribution to Sustentation Fund	136,027	158,427
Magee Fund distribution to Union Theological College	27,000	748,000
Fire Insurance distribution to Retired Ministers Fund	285	285
Fire Insurance distribution to Mission in Ireland	285	285
Fortune Mission distribution to Mission Overseas	402	380
Fortune Mission distribution to Mission in Ireland	201	190
FSR Hall Fund distribution to Social Witness	2,474	2,474
Other Trust Fund distributions to United Appeal	28,692	28,692
Other transfers	(2,952)	(2,568)
	192,414	936,165

STATEMENT OF LIQUID FUNDS**As at 31 December 2018**

The Statement of Liquid Funds shows the centrally held funds of Councils and Agencies, excluding funds specifically invested which are shown on the balance sheet of the appropriate activity.

	2018		2017	
	£	£	£	£
CASH AND BANK BALANCES				
Danske Bank deposit	2,602,387		1,742,291	
Bank of Scotland deposit	1,200,000		2,000,000	
Barclays deposit	1,000,000		1,264,934	
Santander deposit	—		1,000,000	
Danske Bank - Current Account	1,388,599		647,589	
Danske Bank - Euro current account	145,268		155,750	
Ulster Bank - Euro current account	68,638		28,829	
Cash& other balances	1,866		1,201	
		6,406,758		6,840,594
ADD: SUNDRY DEBTORS				
Treasury interest receivable	10,537		20,323	
Other balances receivable	79,831		33,794	
		90,368		54,117
LESS: SUNDRY CREDITORS				
Trade creditors	287,938		182,871	
Payroll related creditors	596,058		517,600	
Other creditors	166,705		177,493	
		(1,050,701)		(877,964)
		<u>5,446,425</u>		<u>6,016,747</u>
REPRESENTED BY:				
Net amount due to Councils and Agencies (see schedule)		<u>5,446,425</u>		<u>6,016,747</u>

This statement includes the schedule on pages 70 to 72.

The comparative figures have been restated to be consistent with the current year's presentation.

I have examined the above statement together with the schedule relating thereto and confirm that in my opinion these correctly reflect the liquid funds at 31 December 2018 held on behalf of the Councils and Agencies of the Church, excluding funds specifically invested.

CLIVE KNOX

10 May 2019

STATEMENT OF LIQUID FUNDS

SUPPORTING SCHEDULE

As at 31 December 2018

The amount due to/(from) each activity of a council and agency is as follows:

	Due to/(from)	Due to/(from)
	2018	2017
	£	£
GENERAL COUNCIL		
Creative Production Department - General account	(8,868)	4,877
Presbyterian Herald	118,329	131,241
Points for Prayer	1,374	10,775
Reach Out	-	(25)
Support Services	(54,450)	(99,855)
Property Panel	(4,037,941)	(3,778,764)
Incidental and General Purposes Fund ...	154,056	109,889
2013 Special Assembly	55,617	55,202
Ministerial Development Fund	147,231	126,478
Presbyterian Relief Fund	7,311	7,270
Central Ministry Fund	1,900,153	1,665,794
Retired Ministers' Fund	110,025	120,681
Widows of Ministers' Fund	119,378	95,955
Retired Ministers' House Fund	808,663	767,564
Prolonged Disability Fund	445,219	539,788
Sick Supply	20,276	39,822
United Appeal	722,829	874,878
	509,202	671,570
COUNCIL FOR GLOBAL MISSION		
Global Mission - General account	(72,147)	(74,004)
Undesignated Bequests	229,133	101,328
Designated Funds	816,148	761,877
G.O. Children	11,781	13,587
1996 Mission Review Fund	12,032	7,539
World Development	91,283	66,664
Special Appeal Indonesia Tsunami	228,685	-
Special Appeal East Africa	5,009	23,369
Special Appeal Nepal Earthquake	-	3,074
	1,321,924	903,434
COUNCIL FOR MISSION IN IRELAND		
General Account	75,845	22,029
Property Committee	765,021	652,144
Home Mission	(128,229)	144,781
HM Manpower	150,159	193,867
Irish Mission	(83,702)	(121,493)
Shankhill Road Mission	560,376	560,328
War Memorial Hostel	(477,072)	498,787
Elmwood Cafe	(146,967)	(57,818)
Chaplains Committee	88,083	42,864
South Belfast Friendship House	(696)	-
International Meeting Point Projects Committee	5,358	7,579
	808,176	1,943,068

STATEMENT OF LIQUID FUNDS**SUPPORTING SCHEDULE (Cont.)****As at 31 December 2018**

	Due to/(from)	Due to/(from)
	2018	2017
	£	£
COUNCIL FOR SOCIAL WITNESS		
Social Witness - General account ...	756,486	736,456
Alcohol & Drug Education Committee ...	17,601	17,475
Willowbrook ...	(60,597)	(12,212)
Gray's Court ...	(2,523)	4,727
Carlisle House ...	(419,127)	(361,419)
Kinghan Mission ...	351,486	374,455
Thompson House ...	100,551	118,703
Aaron House ...	133,471	161,415
Lawnfield House ...	(824,311)	(700,112)
Older People Services ...	(224,118)	(406,420)
PCI Enterprises ...	(7,376)	(5,879)
	<u>(178,457)</u>	<u>(72,811)</u>
COUNCIL FOR CONGREGATIONAL LIFE & WITNESS (including Presbyterian Women)		
General Account ...	205,595	216,953
Concorde Fund ...	13,143	12,782
Foundations ...	7,189	-
What is Church? ...	-	3,694
Lucan Youth Centre ...	(45,081)	(39,500)
Guysmere Youth Centre ...	(178,229)	(165,838)
Presbyterian Women ...	181,255	241,005
	<u>183,872</u>	<u>269,096</u>
COUNCIL FOR TRAINING IN MINISTRY		
CTM General Account ...	10,178	10,847
Students' Bursary Fund ...	424,642	268,353
Union Theological College ...	408,248	179,491
	<u>843,068</u>	<u>458,691</u>
TRUSTEES		
Crescent Church Loan Fund ...	274,582	280,597
Lindsay Memorial Fund ...	70,352	37,980
Fire Insurance Trust Fund ...	4,342	4,342
Non-Participating Fund ...	215	215
Magee Scheme Fund ...	14,874	(20,355)
Commutation Fund ...	262	6,772
Trustees Discretionary Fund ...	28,099	12,255
Scott Benevolent Fund ...	3,071	2,970
Local Bible Fund ...	25,763	22,530
McClure Trust ...	4,861	4,737
Fortune Mission ...	2,214	2,214
Other Trusts ...	91,207	91,439
	<u>519,842</u>	<u>445,696</u>

STATEMENT OF LIQUID FUNDS
SUPPORTING SCHEDULE (Cont.)
As at 31 December 2018

			Due to/(from)	Due to/(from)
			2018	2017
			£	£
SUNDRY EXTERNAL				
General Investment Fund	...	...	1,415,738	1,340,731
John Getty Management Committee	...	...	(1,660)	(4,016)
Old Age Fund	...	...	14,159	31,997
Presbyterian Women's Fund	...	...	32,850	23,113
Indigent Ladies' Fund	...	...	(22,343)	6,124
Controlled Schools Support Body	...	...	54	54
			<hr/>	<hr/>
			1,438,798	1,398,003
			<hr/>	<hr/>
			5,446,425	6,016,747
			<hr/>	<hr/>

GENERAL COUNCIL

ANNUAL REPORT

For the year ended 31 December 2018

LEGAL AND ADMINISTRATIVE DETAILS

The General Council was established on 1 January 2015 following a decision of the General Assembly in June 2014 to introduce new governance arrangements from that date. It is constituted under Par 272 of The Code, the book of the constitution and government of the Presbyterian Church in Ireland

COUNCIL MEMBERSHIP

The membership of the Council is determined in accordance with Par 272 of The Code and the members are listed in the Directory of the General Assembly.

PRINCIPAL ACTIVITIES

In accordance with Par 272 of The Code the General Council deals with exceptional matters affecting public interest or the general work of the Church as may arise and require action between meetings of the General Assembly. It has a role in coordinating the work of other councils and is responsible for effectively communicating the Assembly views both within and beyond the Church. It facilitates the process of nominations to Councils, orders the business of the General Assembly at its annual meeting, draws up priorities for the work of the General Assembly, prepares general Church policy or statements on Doctrine, develops relationships with other Churches and ensures that support services are being provided to Councils effectively and efficiently. It is also responsible for the management of and contractual arrangements in respect of all personnel employed by the General Assembly and oversees the finances of the Church which includes the administration of a number of Funds including the United Appeal through which the Church collectively supports Missions and funds the work of a number of General Assembly Councils.

The Council carries out its responsibilities through the following Committees:

- Church Relations Committee
- Doctrine Committee
- General Assembly Business Committee
- Moderator’s Advisory Committee
- Nominations Committee
- Priorities Committee
- United Appeal Committee
- Support Services Committee

As well as these Committees the Council or its Committees may establish Panels and/or Task groups to carry out certain delegated responsibilities.

ACTIVITIES

The Council, directly or by committees, administers the following funds:

CENTRAL MINISTRY FUND

The object of this fund is to receive and distribute monies for the support of ministers and agents engaged in the pastoral work of the Church.

GENERAL COUNCIL

ANNUAL REPORT

For the year ended 31 December 2018

RETIRED MINISTERS' FUND

The object of this fund is to provide the appropriate annuity to ministers retired from active duty in respect of service given before 1 April 1978.

WIDOWS OF MINISTERS' FUND

The object of this fund is to make provision for widows and widowers of qualified ministers who are not fully provided for by the Ministers' Pension Scheme (1978).

THE PROLONGED DISABILITY FUND

This fund provides financial assistance to ministers who are unable to fulfil their calling due to prolonged sickness or disability.

THE PENSION SCHEME FUND (2009)

The object of this fund is to provide the appropriate funds for contributions to be made to the Pension Scheme (2009).

THE RETIRED MINISTERS' HOUSE FUND

This fund provides aid to ministers or servants of the Presbyterian Church in Ireland who are making provision for retirement.

INCIDENTAL FUND

The object of this fund is to cover travelling costs incurred in connection with the Boards and Committees of the General Assembly together with any other costs, which may from time to time be placed upon the Fund by the Assembly.

MINISTERIAL DEVELOPMENT FUND

The object of this fund is to help finance a week per year in-service training for ministers and to complement this by providing sabbatical leave for additional opportunities for ministerial development.

PROPERTY FUND

The object of this fund is to provide funds for the upkeep and management of the Assembly Buildings complex.

SICK SUPPLY FUND

The object of this fund is to provide assistance to congregations with pulpit supply where their minister is ill.

UNITED APPEAL FUND

The Council prepares an United Appeal for submission to the General Assembly in June in the financial year proceeding the year the appeal is to take effect. The Council also allocates the appeal between Presbyteries on a basis approved by the General Assembly.

The Appeal provides support for the missions and agencies which the General Assembly has deemed to be eligible for support except that no mission or agency supported by direct assessment may also be supported by the Appeal.

The Appeal is determined following receipt of estimates of income and expenditure and interviews with representatives of the supported missions or agencies.

GENERAL COUNCIL
ANNUAL REPORT
For the year ended 31 December 2018

SUPPORT SERVICES

Support Services covers the costs of running the General Secretary's, Financial Secretary's, Personnel and IT Departments. The costs of these departments are allocated to Councils and Agencies on an agreed basis. Support Services also oversees the Creative Production Department.

REVIEW OF ACTIVITIES

The main source of income of the Ministry Funds is quarterly contributions from congregational assessments. Since 2013, apart from the assessment for the Pension Fund which is calculated on the minister's stipend, assessments are based on a percentage of a congregation's assessable income as shown in a table below. The assessment bands and rates for 2018 were as follows:

Assessment Band	Assessable Income		Assessment Rate
	From	To	
1	0	10,999	0.00%
2	11,000	65,000	14.50%
3	65,000	130,000	10.75%
4	130,000	195,000	7.25%
5	195,000	260,000	3.50%
6	260,000	and above	0.00%

The amounts received from congregations in 2018 have been allocated to the various assessment funds as follows

Central Ministry Fund	41.29%
Retired Ministers' Fund	9.75%
Widows of Ministers Fund	9.17%
Prolonged Disability Fund	1.72%
Incidental Fund	17.20%
Ministerial Development Fund	2.87%
Sick Supply Fund	0.23%
Students Bursary Fund	5.73%
Church House Repairs Fund	12.04%
	<u>100.00%</u>

APPROVAL OF ACCOUNTS

The financial statements of the General Council for the year ended 31 December 2018 as set out on pages 77 to 106 were approved at a meeting of the Council on 11 April 2019.

For and on behalf of the General Council:

DAVID THOMSON, Support Services Committee Convener

T.D. GRIBBEN, Secretary and Clerk of the General Assembly

**REPORT OF ERNST & YOUNG LLP TO THE GENERAL COUNCIL OF THE
GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND**

We have examined the various financial statements of the General Council for the year ended 31 December 2018 on pages 77 to 106. We confirm that the figures contained therein have been incorporated into the consolidated financial statements of the General Assembly of the Presbyterian Church in Ireland, which appear on pages 9 to 63, and upon which we have given our audit opinion.

ERNST & YOUNG LLP

Belfast

20 May 2019

GENERAL COUNCIL SUMMARY (excl United Appeal)

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Congregational assessments (excl pension) ...	4,213,141	4,165,036
United Appeal ...	230,000	200,000
Gifts and donations ...	13,104	11,790
Legacies ...	–	–
Income from trust funds ...	233,982	253,063
Dividend from General Investment Fund ...	492,844	484,090
Interest receivable on deposits ...	24,448	23,099
Interest receivable on loans ...	5,076	5,454
Rental income ...	653,565	648,740
Income from church magazines ...	145,453	161,477
Grants receivable ...	340,000	3,900
Other income ...	32,664	32,610
	<u>6,384,277</u>	<u>5,989,259</u>
EXPENDITURE		
Central Ministry Fund ...	2,314,243	2,403,365
Retired Ministers' Fund ...	533,926	607,200
Widows of Ministers' Fund ...	396,453	401,117
Prolonged Disability Fund ...	175,374	111,123
Incidental Fund ...	714,538	730,519
Ministerial Development Fund ...	135,848	109,991
Retired Ministers' House Fund ...	84,593	87,167
Property Panel ...	1,684,621	1,655,376
Sick Supply Fund ...	29,833	17,348
Special Assembly ...	–	98,904
Creative Production Department ...	409,997	387,000
	<u>6,479,426</u>	<u>6,609,110</u>
DEFICIT FOR THE YEAR ...	(95,149)	(619,851)
(Loss)/Gain on market value of investments ...	(1,055,983)	1,366,827
Impairment review / Gain on fixed assets...	3,653	–
Funds brought forward ...	25,701,401	24,954,425
	<u>24,553,922</u>	<u>25,701,401</u>
Funds carried forward		

GENERAL COUNCIL SUMMARY (excl United Appeal)

BALANCE SHEET As at 31 December 2018

				2018	2017
				£	£
FIXED ASSETS					
Land and buildings	...	...	...	5,817,769	5,802,302
Fixtures, fittings and equipment	...	...	...	136,103	103,802
Motor vehicle	...	...	...	21,083	4,219
				<u>5,974,955</u>	<u>5,910,323</u>
INVESTMENTS					
General Investment Fund	...	...	...	18,550,122	19,606,105
CURRENT ASSETS					
Debtors and prepayments	...	...	...	337,053	304,778
Loans	...	...	...	238,848	439,689
Due from Financial Secretary's Department	...	...	...	-	-
				<u>575,901</u>	<u>744,467</u>
CURRENT LIABILITIES					
Sundry creditors and accruals	...	...	...	333,429	356,186
Due to Financial Secretary's Department	...	...	...	213,627	203,308
				<u>547,056</u>	<u>559,494</u>
NET CURRENT ASSETS	...	...	...	<u>28,845</u>	<u>184,973</u>
TOTAL ASSETS	...	...	...	<u>24,553,922</u>	<u>25,701,401</u>
REPRESENTED BY					
Unrestricted funds	...	...	...	3,386,413	3,504,964
Restricted funds	...	...	...	3,628,432	3,658,932
Endowment funds	...	...	...	17,539,077	18,537,505
				<u>24,553,922</u>	<u>25,701,401</u>

**GENERAL COUNCIL
CENTRAL MINISTRY FUND
INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2018**

INCOME	Note	2018 £	2017 £
Congregational assessments (incl stated supplies)		1,885,224	1,887,499
Gifts and donations		549	151
Income from trust funds:			
– Sir Wm. V. McCleery Estate		28,746	27,681
– CMF Tenths Fund	2	6,625	6,625
– Augmentation Fund transfer	3	323,313	323,313
– Sustentation Fund transfer	4	213,086	234,286
Dividend from General Investment Fund		38,429	26,934
Interest receivable on deposits		11,672	11,488
Home Mission contributions		10,000	10,000
Contributions towards chaplains		20,248	20,273
CMF surcharge		12,207	10,230
		<u>2,550,099</u>	<u>2,558,480</u>
EXPENDITURE			
Support Services		56,450	55,850
Printing and stationery		4,740	4,528
Bank and processing charges		6,419	5,902
Audit		3,227	3,227
Medical fees		620	–
		<u>71,456</u>	<u>69,507</u>
GRANTS			
Augmented grants		493,009	496,435
Monthly grants		221,207	224,226
CMF special grant / bonus		125,194	115,628
Union Commission grants		51,137	52,770
Church Extension charges		22,474	50,255
Family grants		91,427	101,858
Incremental grants		210,225	209,793
Travelling expenses		121,521	50,130
Vacant congregations		282	68
Ordained assistants		33,468	32,213
Licensed assistants		343,556	347,037
Associate ministers		7,258	6,912
National insurance		92,055	79,624
Pension contributions		429,314	451,782
		<u>2,242,127</u>	<u>2,218,731</u>
Total expenditure and grants		<u>2,313,583</u>	<u>2,288,238</u>
SURPLUS FOR THE YEAR		236,516	270,242
(Decrease) / Increase in market value of investments		(873,276)	1,118,068
Funds brought forward		17,923,751	16,535,441
Funds carried forward		<u>17,286,991</u>	<u>17,923,751</u>

GENERAL COUNCIL CENTRAL MINISTRY FUND

BALANCE SHEET As at 31 December 2018

				2018	2017
				£	£
INVESTMENTS			Note		
General Investment Fund	...	...	1	15,340,588	16,213,864
CURRENT ASSETS					
Debtors and prepayments	...	...		46,250	44,093
Due from Financial Secretary's Department	...	...		1,900,153	1,665,794
				<u>1,946,403</u>	<u>1,709,887</u>
CURRENT LIABILITIES					
Sundry creditors and accruals	...	...		-	-
NET CURRENT ASSETS				<u>1,946,403</u>	<u>1,709,887</u>
TOTAL ASSETS				<u>17,286,991</u>	<u>17,923,751</u>
REPRESENTED BY					
Restricted funds	...	...		2,921,139	2,740,111
Endowment funds	...	...		14,365,852	15,183,640
				<u>17,286,991</u>	<u>17,923,751</u>

GENERAL COUNCIL CENTRAL MINISTRY FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

		2018	2017
		£	£
1	GENERAL INVESTMENT FUND		
	No. of Shares	1,507,467	1,507,467
	Share value at 31 December (per share) ...	£10.1764	£10.7557
	Valuation at 31 December ...	<u>15,340,588</u>	<u>16,213,864</u>
	Market value at start of year ...	16,213,864	14,095,796
	Additions during the year ...	–	1,000,000
	(Decrease) / Increase in market value ...	(873,276)	1,118,068
	Market value at end of year ...	<u>15,340,588</u>	<u>16,213,864</u>
	Dividend (pence per share) ...	<u>27p</u>	<u>27p</u>
2	CENTRAL MINISTRY TENTHS FUND		
	Legacies ...	<u>6,625</u>	<u>6,625</u>
3	AUGMENTATION FUND		
	INCOME		
	Legacies and donations	–	–
	Dividend from General Investment Fund	32,498	32,498
	The Frank McCaughey and Sarah Remington Trust dividends from the General Investment Fund	<u>291,047</u>	<u>291,047</u>
		323,545	323,545
	EXPENDITURE		
	Audit fee ...	232	232
		<u>323,313</u>	<u>323,313</u>

The Frank McCaughey and Sarah Remington Trust is invested in the General Investment Fund and as at 31 December 2018 was valued at £10,969,661 (1,077,951 shares at £10.1764 per share).

GENERAL COUNCIL CENTRAL MINISTRY FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

4	SUSTENTATION FUND	Note	2018	2017
			£	£
	INCOME			
	Francis Curley Charitable Fund		38,190	36,947
	Gifts and donations		16	58
	Dividend from General Investment Fund		39,281	39,282
	Commutation Fund		136,027	158,427
			<hr/>	<hr/>
			213,514	234,714
	EXPENDITURE			
	Audit fee		428	428
			<hr/>	<hr/>
	SURPLUS FOR THE YEAR		213,086	234,286
			<hr/> <hr/>	<hr/> <hr/>

**GENERAL COUNCIL
RETIRED MINISTERS' FUND
INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2018**

INCOME	Note	2018	2017
		£	£
Congregational assessments	...	428,201	403,789
Gifts, donations and legacies	...	2	502
Income from trust funds:			
Sir Wm. V. McCleery	...	3,593	3,460
Francis Curley Charitable Fund	...	22,914	21,968
Fire Insurance	...	285	284
Dividend from General Investment Fund	...	67,591	69,794
Interest receivable on deposits	...	684	328
		523,270	500,125
EXPENDITURE			
Retirement pension	...	510,734	584,045
Supplemental grant	...	–	184
Support Services	...	22,483	22,239
Interest payable	...	–	23
Audit	...	709	709
		533,926	607,200
DEFICIT FOR THE YEAR		(10,656)	(107,075)
(Decrease) / Increase in market value of investments	1	(144,278)	197,641
Funds brought forward	...	2,819,442	2,728,876
Funds carried forward	...	2,664,508	2,819,442

GENERAL COUNCIL RETIRED MINISTERS' FUND

BALANCE SHEET As at 31 December 2018

	Note	2018 £	2017 £
INVESTMENTS			
General Investment Fund	1	2,534,483	2,678,761
CURRENT ASSETS			
Debtors and prepayments		20,000	20,000
Due from Financial Secretary's Department		110,025	120,681
		<u>130,025</u>	<u>140,681</u>
CURRENT LIABILITIES			
Sundry creditors and accruals		-	-
NET CURRENT ASSETS		<u>130,025</u>	<u>140,681</u>
TOTAL ASSETS		<u>2,664,508</u>	<u>2,819,442</u>
REPRESENTED BY			
Restricted funds		130,025	140,681
Endowment funds		2,534,483	2,678,761
		<u>2,664,508</u>	<u>2,819,442</u>

RETIRED MINISTERS' FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

	2018 £	2017 £
1 GENERAL INVESTMENT FUND		
No. of Shares	249,055	249,055
Share value at 31 December (per share)	10.1764	10.7557
Valuation at 31 December	<u>2,534,483</u>	<u>2,678,761</u>
Market value at start of year	2,678,761	2,581,118
Proceeds on sale of investments	-	(99,998)
(Decrease) / Increase in market value	<u>(144,278)</u>	<u>197,641</u>
Market value at end of year	<u>2,534,483</u>	<u>2,678,761</u>
Dividend (pence per share)	<u>27p</u>	<u>27p</u>

**GENERAL COUNCIL
WIDOWS OF MINISTERS' FUND
INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2018**

INCOME	Note	2018	2017
		£	£
Congregational assessments	...	402,366	429,409
Gifts and donations	...	2	110
Income from trust funds:			
Sir Wm. V. McCleery	...	3,593	3,460
Dividend from General Investment Fund	...	13,255	13,255
Interest receivable on deposits	...	660	313
		419,876	446,547
EXPENDITURE			
Retirement pension	...	383,968	388,637
Support Services	...	12,228	12,223
Audit Fee	...	257	257
		396,453	401,117
SURPLUS FOR THE YEAR		23,423	45,430
(Decrease) / Increase in market value of investments	1	(28,440)	37,831
Funds brought forward	...	623,985	540,724
Funds carried forward		618,968	623,985

GENERAL COUNCIL WIDOWS OF MINISTERS' FUND

BALANCE SHEET As at 31 December 2018

	Note	2018 £	2017 £
INVESTMENTS			
General Investment Fund	1	499,590	528,030
CURRENT ASSETS			
Due from Financial Secretary's Department ...		119,378	95,955
TOTAL ASSETS		618,968	623,985
REPRESENTED BY			
Restricted funds		119,378	95,955
Endowment funds		499,590	528,030
		618,968	623,985

WIDOWS OF MINISTERS' FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

	2018 £	2017 £
1 GENERAL INVESTMENT FUND		
No. of Shares	49,093	49,093
Share value at 31 December (per share) ...	10.1764	10.7557
Valuation at 31 December	499,590	528,030
Market value at start of year	528,030	490,199
(Decrease) / Increase in market value ...	(28,440)	37,831
Market value at end of year	499,590	528,030
Dividend (pence per share)	27p	27p

GENERAL COUNCIL PROLONGED DISABILITY FUND

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Congregational assessments	77,387	27,137
Dividend from General Investment Fund	634	634
Interest receivable on deposits	2,784	3,243
Other income	225	184
	81,030	31,198
EXPENDITURE		
Grants	174,676	110,136
Professional fees	155	465
Support Services	768	706
	175,599	111,307
DEFICIT FOR THE YEAR	(94,569)	(80,109)
Funds brought forward	539,788	619,897
Funds carried forward	445,219	539,788

PROLONGED DISABILITY FUND

BALANCE SHEET As at 31 December 2018

	2018	2017
	£	£
CURRENT ASSETS		
Due from Financial Secretary's Department	445,219	539,788
CURRENT LIABILITIES		
Sundry creditors and accruals	-	-
TOTAL ASSETS	445,219	539,788
REPRESENTED BY		
Restricted funds	445,219	539,788

GENERAL COUNCIL INCIDENTAL FUND

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

INCOME	Note	2018	2017
		£	£
Congregational assessments	...	755,342	677,810
Dividend from General Investment Fund	...	4,118	4,655
Interest receivable on deposits	...	1,758	1,348
Sale of publications etc.	...	1,908	2,279
		763,126	686,092
EXPENDITURE			
General Secretary's Department	...	336,623	335,093
Other Support Services costs	...	106,684	101,510
Postage and admin	...	9,072	14,150
Convenors', committee and GA members expenses	...	13,730	17,359
Moderator's expenses	...	28,603	30,292
Printing and stationery	...	10,960	9,850
Legal, professional and audit fees	...	22,718	22,326
Insurance	...	7,840	6,919
		536,230	537,499
GRANTS/SUBSCRIPTIONS paid at the request of or to:			
General Council	...	99,492	86,763
Linkage Commission	...	14,803	14,724
Congregational Life and Witness	...	191	4,425
Council for Public Affairs	...	1,446	23,744
Presbyterian Historical Society	...	22,250	22,250
Peninsula Business Services	...	17,280	17,280
Youth Link	...	10,645	10,540
Education	...	9,647	10,732
Churches Legislative Advisory Service	...	2,575	2,525
UK Border Agency	...	(21)	38
		178,308	193,021
Total expenditure and grants	...	714,538	730,520
Surplus / (Deficit) Surplus for the year	...	48,588	(44,428)
(Decrease) / Increase in market value of investments	1	(9,989)	13,287
Funds brought forward	...	274,118	305,259
		312,717	274,118
Funds carried forward	...	312,717	274,118

GENERAL COUNCIL INCIDENTAL FUND

BALANCE SHEET As at 31 December 2018

	Note	2018 £	2017 £
INVESTMENTS			
General Investment Fund	1	175,461	185,450
CURRENT ASSETS			
Due from Financial Secretary's Department ...		154,056	109,889
Debtors and prepayments		-	6,000
		<u>154,056</u>	<u>115,889</u>
CURRENT LIABILITIES			
Sundry creditors and accruals		16,800	27,221
NET CURRENT ASSETS		<u>137,256</u>	<u>88,668</u>
TOTAL ASSETS		<u><u>312,717</u></u>	<u><u>274,118</u></u>
REPRESENTED BY			
Restricted funds		35,340	36,395
Endowment funds		139,152	147,592
Designated funds		111,715	111,097
Unrestricted funds		26,510	(20,966)
		<u>312,717</u>	<u>274,118</u>

INCIDENTAL FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

	2018	2017
1 GENERAL INVESTMENT FUND		
No. of Shares	17,242	17,242
Share value at 31 December (per share) ...	£10.1764	£10.7557
Valuation at 31 December	<u>£175,461</u>	<u>£185,450</u>
	£	£
Market value at start of year	185,450	172,163
(Decrease) / Increase in market value ...	(9,989)	13,287
Market value at end of year	<u>175,461</u>	<u>185,450</u>
Dividend (pence per share)	<u>27p</u>	<u>27p</u>

GENERAL COUNCIL MINISTERIAL DEVELOPMENT FUND

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Congregational assessments	125,944	109,738
Interest receivable on deposits	757	645
Other income	4,900	1,428
	131,601	111,811
EXPENDITURE		
Pre-Retirement and Post Ordination conferences ...	40,740	23,257
Grants	95,108	86,734
	135,848	109,991
(DEFICIT) / SURPLUS FOR THE YEAR ...	(4,247)	1,820
Funds brought forward	6,478	4,658
Funds carried forward	2,231	6,478

MINISTERIAL DEVELOPMENT FUND

BALANCE SHEET As at 31 December 2018

	2018	2017
	£	£
CURRENT ASSETS		
Due from Financial Secretary's Department ...	147,231	126,478
CURRENT LIABILITIES		
Accruals	145,000	120,000
NET ASSETS ...	2,231	6,478
REPRESENTED BY		
Restricted funds	2,231	6,478

**GENERAL COUNCIL
SPECIAL ASSEMBLY FUND
INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2018**

	2018	2017
	£	£
INCOME		
Congregational assessments	7	25,224
Event income	100	52,301
Interest receivable on deposits	308	591
	<u>415</u>	<u>78,116</u>
EXPENDITURE		
Residential accommodation	–	21,038
University room hire	–	8,478
Catering costs	–	30,773
Speakers fees and expenses... ..	–	12,208
Audio visual hire	–	10,180
Musicians expenses	–	4,050
Videos production etc	–	3,237
Administration and sundry expenses	–	8,940
	<u>–</u>	<u>98,904</u>
SURPLUS / (DEFICIT) FOR THE YEAR	415	(20,788)
Funds brought forward	55,202	75,990
Funds carried forward	<u>55,617</u>	<u>55,202</u>

SPECIAL ASSEMBLY FUND

**BALANCE SHEET
As at 31 December 2018**

	2018	2017
	£	£
CURRENT ASSETS		
Due from Financial Secretary's Department	55,617	55,202
TOTAL ASSETS	<u>55,617</u>	<u>55,202</u>
REPRESENTED BY		
Restricted funds	<u>55,617</u>	<u>55,202</u>

GENERAL COUNCIL SICK SUPPLY FUND

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Congregational assessments	10,121	15,288
Interest receivable on deposits	167	223
	10,288	15,511
EXPENDITURE		
Grants	29,833	17,348
DEFICIT FOR THE YEAR		
Funds brought forward	(19,545)	(1,837)
Funds carried forward	39,821	41,658
	20,276	39,821

SICK SUPPLY FUND

BALANCE SHEET As at 31 December 2018

	2018	2017
	£	£
CURRENT ASSETS		
Due from Financial Secretary's Department	20,276	39,821
REPRESENTED BY		
Restricted funds	20,276	39,821
	20,276	39,821

GENERAL COUNCIL SUPPORT SERVICES

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

INCOME	Note	2018 £	2017 £
Support Service charges		1,330,139	1,293,072
Insurance rebate		–	25,000
Gain on disposal of vehicle		6,956	–
Other income		113	91
		1,337,208	1,318,163
EXPENDITURE BY TYPE			
Salaries		971,319	965,146
Insurance		31,359	30,762
Postage, telephone and office supplies		92,513	97,881
Professional fees (excl audit)		19,147	10,730
Rent (internal)		128,342	125,576
Car parking		6,156	6,156
Repairs and maintenance		24,019	27,170
Other		32,373	19,875
Depreciation	1	31,980	34,867
		1,337,208	1,318,163
EXPENDITURE BY DEPARTMENT			
General Secretary's Department		343,579	335,093
Financial Secretary's Department (incl Payrol)		490,604	491,195
IT Department		291,367	283,514
Personnel Department		211,498	208,361
		1,337,208	1,318,163
ALLOCATION OF SUPPORT SERVICES CHARGES			
Global Mission		42,780	40,263
Mission in Ireland		86,204	71,615
Social Witness		298,246	290,166
Congregational Life and Witness		86,511	91,294
General Council		619,738	608,059
Training in Ministry		104,071	99,822
		1,237,550	1,201,219
External agencies		92,589	91,853
		1,330,139	1,293,072

Audit fees of £50,000 (2017: £48,960) were allocated directly to Councils and Agencies.

GENERAL COUNCIL SUPPORT SERVICES

BALANCE SHEET As at 31 December 2018

	Note 1	2018 £	2017 £
FIXED ASSETS			
Fixtures, fittings and equipment	...	35,600	33,315
Motor vehicle	...	21,083	4,219
		56,683	37,534
CURRENT ASSETS			
Debtors and prepayments	...	62,265	120,571
CURRENT LIABILITIES			
Sundry creditors and accruals	...	64,498	58,250
Due to Financial Secretary's Department	...	54,450	99,855
		118,948	158,105
NET CURRENT LIABILITIES	...	(56,683)	(37,534)
TOTAL ASSETS	...	-	-

SUPPORT SERVICES

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1	Fixtures, fittings and equipment	Fix, Fit and Equip.	Motor Vehicle	Total
		£	£	£
	Cost			
	At start of year	270,863	22,500	293,363
	Additions	28,173	25,300	53,473
	Disposals	(61,240)	(22,500)	(83,740)
	At end of year	237,796	25,300	263,096
	Depreciation			
	At start of year	237,548	18,281	255,829
	Provision for year	25,888	6,092	31,980
	Disposals	(61,240)	(20,156)	(81,396)
	At end of year	202,196	4,217	206,413
	Net Book value			
	At end of year	35,600	21,083	56,683
	At start of year	33,315	4,219	37,534

**GENERAL COUNCIL
PRESBYTERIAN RELIEF FUND
INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2018**

INCOME				2018	2017
				£	£
Bank interest	...	...	...	47	40
Surplus for the year	...	...	...	47	40
Funds brought forward	...	...	...	7,270	7,230
Funds carried forward	...	...	...	7,317	7,270

**GENERAL COUNCIL
PRESBYTERIAN RELIEF FUND
BALANCE SHEET
As at 31 December 2018**

CURRENT ASSETS				2018	2017
				£	£
Due from Financial Secretary's Department	...	...	...	7,317	7,270
REPRESENTED BY					
Restricted funds	...	...	...	7,317	7,270

**GENERAL COUNCIL
RETIRED MINISTERS' HOUSE FUND**

**INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2018**

INCOME	Note	2018	2017
		£	£
Interest receivable on loans	...	5,076	5,454
Gifts and donations	...	322	200
Rental income from non-investment properties	...	60,741	56,478
Interest receivable on deposits	...	4,590	3,851
		<hr/>	<hr/>
		70,729	65,983
		<hr/>	<hr/>
EXPENDITURE			
Support Services	...	10,555	9,701
Insurance	...	6,070	5,058
Repairs and maintenance – properties	...	11,786	21,070
Audit	...	978	978
Legal fees	...	7	–
Depreciation – buildings	1	45,958	45,902
Rates	...	1,028	990
Service charges	...	225	450
Planning and professional fees	...	7,810	2,651
Sundry expenses	...	176	367
		<hr/>	<hr/>
		84,593	87,167
		<hr/>	<hr/>
DEFICIT FOR THE YEAR		(13,864)	(21,184)
Gain / (Loss) on disposal of properties/impairment review		3,653	–
Funds brought forward	...	3,523,910	3,545,094
		<hr/>	<hr/>
Funds carried forward	...	3,513,699	3,523,910
		<hr/>	<hr/>

**GENERAL COUNCIL
RETIRED MINISTERS' HOUSE FUND**

**BALANCE SHEET
As at 31 December 2018**

	Note	2018 £	2017 £
FIXED ASSETS			
Freehold land and buildings	1	2,466,188	2,316,657
CURRENT ASSETS			
Loans advanced	2	238,848	439,689
Due from Financial Secretary's Department		808,663	767,564
		<u>1,047,511</u>	<u>1,207,253</u>
CURRENT LIABILITIES			
Creditors		-	-
NET CURRENT ASSETS		<u>1,047,511</u>	<u>1,207,253</u>
TOTAL ASSETS		<u>3,513,699</u>	<u>3,523,910</u>
REPRESENTED BY			
Restricted funds		<u>3,513,699</u>	<u>3,523,910</u>

GENERAL COUNCIL RETIRED MINISTERS' HOUSE FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1	FIXED ASSETS				Freehold Land and Buildings	
					£	
	COST					
	At 1 January 2018	...	...	...	2,895,100	
	Additions	...	...	...	340,000	
	Impairment review	...	...	...	(80,000)	
	Disposals	...	...	...	(96,667)	
	At 31 December 2018	...	...	...	3,058,433	
	DEPRECIATION					
	At 1 January 2018	...	...	...	578,443	
	Charge for year	...	...	...	45,958	
	Disposals	...	...	...	(32,156)	
	At end of year				592,245	
	NET BOOK VALUE					
	At 31 December 2018	...	...	...	2,466,188	
	At 31 December 2017	...	...	...	2,316,657	
2	LOANS				2018	2017
					£	£
	At start of year	...	...	...	439,689	586,792
	Loans advanced	...	...	...	30,000	–
	Loans Repaid	...	...	...	(230,841)	(147,103)
	At end of year				238,848	439,689

GENERAL COUNCIL PROPERTY PANEL

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

INCOME	Note	2018 £	2017 £
Income from Assembly Buildings complex (rents, occupation costs, insurance etc):			
Assembly Buildings offices	...	302,832	296,306
Retail units	...	148,387	174,587
Hire of halls	...	136,605	67,640
Assessment re stonework repairs	...	528,549	474,675
Grants	...	340,000	–
Donations, grants and sundry income	...	250	4,000
		1,456,623	1,017,208
EXPENDITURE			
Alterations to ground floor	...	868,056	914,780
Visitor exhibition	...	119,373	–
		987,429	914,780
Other building maintenance expenses:			
Wages and retiring allowances	...	190,668	202,753
Depreciation	...	156,740	151,090
Utilities – electricity, oil, water	...	88,310	72,707
Repairs and maintenance	...	62,526	28,494
Cleaning	...	57,897	61,721
Insurance	...	48,647	46,447
Waste disposal	...	6,899	7,761
		611,687	570,973
Other Expenses:			
Support Services	...	39,959	37,883
Bank interest	...	20,406	16,906
Sundry expenses	...	15,345	9,183
Hall hire expenses	...	4,779	1,193
Advertising / promotion	...	1,988	750
Audit fees	...	1,528	1,528
Agent's management fees	...	1,500	18,000
Other professional fees	...	–	5,670
Bad debts	...	–	78,510
		85,505	169,623
Total expenditure		1,684,621	1,655,376
Deficit for the year	...	(227,998)	(638,168)
Funds of activity brought forward	...	(264,679)	373,489
Funds of activity carried forward	...	(492,677)	(264,679)

Note 1: The comparative figures have been reclassified to be consistent with the current year's presentation.

Note 2: The overdrawn funds balance is due to the cost of recent renovations and alterations which has been treated as revenue expenditure. Income from the assessment re stonework repairs will continue until that cost has been covered.

GENERAL COUNCIL PROPERTY PANEL

BALANCE SHEET As at 31 December 2018

				2018	2017
				£	£
FIXED ASSETS			Note		
Tangible assets	...	...	1	3,446,395	3,546,592
CURRENT ASSETS					
Sundry debtors	...	...	2	205,707	111,327
CURRENT LIABILITIES					
Amount due to Financial Secretary's Department	...	...		4,037,941	3,778,764
Sundry creditors	...	...	3	106,838	143,834
				<u>4,144,779</u>	<u>3,922,598</u>
Net Current Liabilities	...	...		<u>(3,939,072)</u>	<u>(3,811,271)</u>
Net Liabilities	...	...		<u>(492,677)</u>	<u>(264,679)</u>
REPRESENTED BY					
Funds of activity	...	...		<u>(492,677)</u>	<u>(264,679)</u>

GENERAL COUNCIL PROPERTY PANEL

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1 TANGIBLE ASSETS

The carrying value of land and buildings reflects the cost of the redevelopment of Assembly Buildings in the early 1990s. It does not include any element of historical cost or valuation in respect of the site or original buildings, including Fisherwick Buildings, nor of the recent repairs and alterations.

	Freehold Land and Buildings	Fixtures and Fittings	Computers, Software and Technical Equipment	Total
	£	£	£	£
COST:				
At 1 January 2018	6,703,163	126,836	39,204	6,869,203
Additions during the year	–	31,449	25,094	56,543
Disposals during the year	–	–	–	–
At 31 December 2018	6,703,163	158,285	64,298	6,925,746
DEPRECIATION:				
At 1 January 2018	3,217,518	75,043	30,050	3,322,611
Charge for year	134,063	14,653	8,024	156,740
Disposals during the year	–	–	–	–
At 31 December 2018	3,351,581	89,696	38,074	3,479,351
NET BOOK VALUE:				
At 31 December 2018	3,351,582	68,589	26,224	3,446,395
At 31 December 2017	3,485,645	51,793	9,154	3,546,592

2 SUNDRY DEBTORS

		2018	2017
		£	£
Grant re alterations to ground floor	...	110,000	–
Grant re visitor exhibition	... ..	90,000	–
Prepayments and sundry debtors	... ..	5,707	59,377
Amounts due for rents	... ..	–	73,315
		205,707	132,692
Less: Provision for bad debts	... ..	–	(21,365)
		205,707	111,327

3 SUNDRY CREDITORS AND ACCRUALS

		2018	2017
		£	£
Accruals	... ..	98,510	135,306
Deferred income	... ..	8,328	8,328
Rent deposit	... ..	–	200
		106,838	143,834

GENERAL COUNCIL – CREATIVE PRODUCTION DEPARTMENT

INCOME AND EXPENDITURE ACCOUNTS

For the year ended 31 December 2018

	CPD - General Account		Presbyterian Herald		Prayer Handbook	
	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £
INCOME						
United Appeal	230,000	200,000	—	—	—	—
Sale of publications	6,508	11,612	110,416	110,397	815	15,704
Sale of advertising	—	—	27,714	23,727	—	—
Miscellaneous income	258	299	6	136	—	400
Bank interest	25	49	952	909	50	71
	236,791	211,960	139,088	135,169	865	16,175
EXPENDITURE						
Admin. salaries and allowances	225,913	211,060	—	—	—	—
Support Services	25,986	24,854	—	—	—	—
Audit and reporting	1,161	1,161	—	—	—	—
Office rent etc.	30,798	30,135	—	—	—	—
Postage and phones	5,031	6,059	4,289	5,330	227	371
Equipment maintenance	908	240	—	—	—	—
Staff expenses	3,103	2,815	—	—	—	—
Production expenses	5,397	4,462	72,425	77,029	39	7,907
Sundry expenses	2,558	2,291	5,203	631	—	—
Insurance	577	537	—	—	—	—
Web site development	19,329	6,549	—	—	—	—
Depreciation	3,851	3,167	—	—	—	—
VAT	—	—	3,203	2,499	—	—
	324,612	293,330	85,120	85,489	266	8,278
Surplus/(Deficit) for year	(87,821)	(81,370)	53,968	49,680	599	7,897
Internal transfers	70,000	70,000	(60,000)	(60,000)	(10,000)	(10,000)
Net Surplus/(Deficit) for the year after transfers	(17,821)	(11,370)	(6,032)	(10,320)	(9,401)	(2,103)
Funds of activity brought forward	17,179	28,549	124,361	134,681	10,775	12,878
Funds of activity carried forward	(642)	17,179	118,329	124,361	1,374	10,775

GENERAL COUNCIL – CREATIVE PRODUCTION DEPARTMENT

BALANCE SHEETS
As at 31 December 2018

	CPD - General Account		Presbyterian Herald		Prayer Handbook	
	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£
FIXED ASSETS						
Computers at NBV	5,689	9,540	–	–	–	–
CURRENT ASSETS						
Due from Financial Secretary's Department	–	4,877	118,329	131,241	1,374	10,775
Sundry debtors	2,830	2,762	–	–	–	–
	2,830	7,639	118,329	131,241	1,374	10,775
CURRENT LIABILITIES						
Sundry creditors	293	–	–	6,880	–	–
Due to Financial Secretary's Department	8,868	–	–	–	–	–
	9,161	–	–	6,880	–	–
Net current assets/(liabilities)	(6,331)	7,639	118,329	124,361	1,374	10,775
NET ASSETS / (LIABILITIES)	(642)	17,179	118,329	124,361	1,374	10,775
REPRESENTED BY						
Funds of activity	(642)	17,179	118,329	124,361	1,374	10,775

**GENERAL COUNCIL
UNITED APPEAL COMMITTEE**

**INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 2018**

INCOME			2018	2017
			£	£
Congregational contributions				
Current year target (Note 2)	...	...	3,291,684	3,301,533
Prior year target	...	...	118,943	158,847
Earmarked (Note 2)	...	...	195	1,204
			<hr/>	<hr/>
			3,410,822	3,461,584
Donations	...	...	39,293	22,306
Income from trust funds	...	...	28,698	27,635
Bank interest	...	...	6,487	5,458
			<hr/>	<hr/>
			3,485,300	3,516,983
 EXPENDITURE				
Allocations to Councils				
General (Note 3)	...	...	3,665,000	3,610,000
Earmarked	...	...	195	1,204
			<hr/>	<hr/>
			3,665,195	3,611,204
Printing, audit and sundries	...	...	16,874	7,907
			<hr/>	<hr/>
			3,682,069	3,619,111
Deficit for year	...	...	(196,769)	(102,128)
Transfer from Council for Congregational Life and Witness			90,000	150,000
Unrestricted funds brought forward	...	...	2,186,178	2,138,306
			<hr/>	<hr/>
Unrestricted funds carried forward	...	...	2,079,409	2,186,178

**GENERAL COUNCIL
UNITED APPEAL COMMITTEE**

**BALANCE SHEET
As at 31 December 2018**

CURRENT ASSETS			2018	2017
			£	£
Received from congregations re appeal	...	...	1,329,790	1,287,105
Sundry debtors	...	...	27,965	27,965
Due from Financial Secretary's Department	...	...	722,829	874,878
			<hr/>	<hr/>
			2,080,584	2,189,948
 CURRENT LIABILITIES				
Sundry creditors	...	...	(1,175)	(3,770)
			<hr/>	<hr/>
NET ASSETS			2,079,409	2,186,178
 REPRESENTED BY				
Unrestricted funds	...	...	2,079,409	2,186,178

GENERAL COUNCIL UNITED APPEAL COMMITTEE

NOTES TO THE FINANCIAL STATEMENTS - 31 December 2018

1 ACCOUNTING POLICIES

- i Congregational contributions received after the year end but prior to the Committee's final approval of grants to the Missions and Agencies is regarded as funding for these grants and is included in income for the year.
- ii Expenditure includes Allocations to Missions and Agencies approved by the Committee in February 2019.

2 Congregational Contributions

Target	General		Earmarked	
	2018	2017	2018	2017
£	£	£	£	£
322,848 Ards	332,179	314,891	–	–
181,298 Armagh	174,570	162,545	–	–
322,337 Ballymena	280,210	285,711	–	–
268,231 Belfast East	266,052	259,042	–	–
194,425 Belfast North	192,930	210,330	20	–
145,341 Belfast South	131,908	139,995	–	–
191,941 Carrickfergus	187,077	192,378	–	–
237,876 Coleraine and Limavady	233,807	243,013	–	442
205,390 Derry and Donegal	190,090	197,279	–	–
183,672 Down	164,683	159,912	–	–
206,098 Dromore	194,880	195,606	–	–
95,772 Dublin/Munster	74,305	77,458	–	–
152,740 Iveagh	120,883	136,309	–	–
56,286 Monaghan	56,384	57,677	–	–
120,817 Newry	114,662	98,350	–	–
146,663 Omagh	132,187	140,574	175	762
144,246 Route	132,011	126,810	–	–
164,989 Templepatrick	163,623	157,521	–	–
159,030 Tyrone	149,243	146,132	–	–
3,500,000	3,291,684	3,301,533	195	1,204

GENERAL COUNCIL UNITED APPEAL COMMITTEE

NOTES TO THE FINANCIAL STATEMENTS - 31 December 2018

3 Allocations to Councils

			2018	2017
			£	£
Council for Mission in Ireland	...	...	1,050,000	1,050,000
Council for Global Mission	...	...	1,050,000	1,000,000
Council for Congregational Life and Witness	...	...	720,000	740,000
Council for Training in Ministry	...	...	370,000	375,000
Council for Social Witness	...	...	245,000	245,000
General Council – Creative Production Dept.	...	...	230,000	200,000
Total allocations to Missions and Agencies			3,665,000	3,610,000

COUNCIL FOR GLOBAL MISSION

ANNUAL REPORT

For the year ended 31 December 2018

LEGAL AND ADMINISTRATIVE DETAILS

The Council for Global Mission is a Council of the General Assembly of the Presbyterian Church in Ireland and is constituted under Par. 278 of the Code, the book of the constitution and Government of the Presbyterian Church in Ireland. It was established on 1 January 2015 following a decision of the General Assembly in June 2014 to introduce new governance arrangements from that date.

COUNCIL MEMBERSHIP

The membership of the Council and its working committees is determined in accordance with Par. 278 of the Code. Members are listed in the Directory of the General Assembly.

PRINCIPAL ACTIVITIES

The Council is responsible for the following:

- Supervising the global mission of the General Assembly.
- Selecting and calling Global Mission Workers and allocating them to their sphere of service – at present 29 Global Mission Workers are serving in 10 countries.
- Exercising a general supervision over the Church's Global Mission Workers in life and work, in association with the Presbytery under whose jurisdiction they are, in accordance with mission rules.
- Generally promote the cause of Global mission throughout the Church, including the organisation of mission events and missionary deputation.
- Overseeing the work of the World Development Committee.

Accounts are presented for the following financial activities of the Council:

- General account – reflects the Council's main activity, sending Global Mission Workers and grants to support partner churches abroad. The Mission Department supports the Global Mission Workers, maintains relationships with partner churches abroad, maintains missionary accommodation and shares in the promotion of education and involvement in overseas mission throughout the Presbyterian Church in Ireland, especially among congregations.
- World Development – an appeal is launched in the autumn of each year, and overseas the launch of Moderator's Special Appeals.
- Restricted donations – donations for specific areas of work of Global Mission Workers or partner churches that are channeled through the Mission Department.
- Unrestricted bequest fifth funds – bequests received for the general work of the Council are reflected here and are released to the general account over five years to "smooth" fluctuations in income.
- 1996 Mission Review Fund – the 1996 Mission Review Fund was established under a court order in November 1996 to incorporate the income and assets of the Colonial Mission, Continental Mission, Jewish Mission, Jungle Tribes and Zenana Mission and provides for the income to be released to the General Account.
- GO Children's Fund – income of the Fund is applied for the relief of need among orphans and children in any country in which the Presbyterian Church in Ireland carries out mission work.

COUNCIL FOR GLOBAL MISSION**ANNUAL REPORT****For the year ended 31 December 2018**

APPROVAL OF ACCOUNTS

The financial statements of the Council for Global Mission for the year ended 31 December 2018 as set out on pages 109 to 117 were approved at a meeting of the Council on 7 March 2019.

For and on behalf of the Council for Global Mission:

S.E. HUGHES, Council Convener

W.S. MARRS, Council Secretary

**REPORT OF ERNST & YOUNG LLP TO THE BOARD OF MISSION OVERSEAS
OF THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND**

We have examined the financial statements of the various activities of the Council for Global Mission for the year ended 31 December 2018 on pages 109 to 117. We confirm that the figures contained therein have been incorporated into the financial statements of the Councils of the General Assembly, which appear on pages 9 to 63, and upon which we have given our audit opinion.

ERNST & YOUNG LLP

Belfast

20 May 2019

COUNCIL FOR GLOBAL MISSION GENERAL ACCOUNT

INCOME AND EXPENDITURE For the year ended 31 December 2018

INCOME	Notes	2018	2017
		£	£
Grants from United Appeal		1,050,000	1,000,000
Investment and Trust Income		139,737	136,060
United Appeal Earmarked contributions		—	—
Contributions and Donations		23,183	17,776
PW Grant (Contribution)		170,000	170,000
Bank and other deposit interest		850	589
Transfers Received		107,128	82,612
Other (Miscellaneous)		12,641	4,782
		<u>1,503,539</u>	<u>1,411,819</u>
EXPENDITURE			
Field Salaries and Costs	1	1,043,183	1,034,791
Grants	2	102,163	108,135
Office Costs	3	331,051	321,318
Properties	4	31,820	29,358
		<u>1,508,217</u>	<u>1,493,602</u>
Surplus/(Deficit) for year before transfers		(4,678)	(81,783)
Transfer (to)/from Endowment Funds		204,972	(272,659)
Gains/(Losses) on Investments in Market Value		<u>(230,230)</u>	<u>306,258</u>
Funds of Activity Brought Forward		(29,936)	(48,183)
		<u>840,051</u>	<u>888,234</u>
Funds of Activity Carried Forward		<u>810,115</u>	<u>840,051</u>

COUNCIL FOR GLOBAL MISSION GENERAL ACCOUNT

BALANCE SHEET As at 31 December 2018

					2018	2017
				Note	£	£
FIXED ASSETS						
Tangible Assets	...	...	...	5	437,631	462,133
Investments	...	...	...	6	4,044,376	4,274,606
					4,482,007	4,736,739
CURRENT ASSETS						
Sundry Debtors and Prepayments	...	...	...		45,594	42,697
Due by / (to) Financial Secretary's Department			...		(68,301)	(72,477)
					(22,707)	(29,780)
CURRENT LIABILITIES						
Sundry Creditors and Accruals		...	...		48,484	61,234
					48,484	61,234
NET CURRENT ASSETS					(71,191)	(91,014)
NET ASSETS					4,410,816	4,645,725
REPRESENTED BY						
Funds Activity	...	...	...		815,115	840,051
Endowment Funds	...	...	...		3,600,701	3,805,674
TOTAL FUNDS					4,410,816	4,645,725

COUNCIL FOR GLOBAL MISSION GENERAL ACCOUNT

NOTES TO THE ACCOUNTS – 31 December 2018

		2018	2017
		£	£
1	FIELD ALLOWANCES AND COSTS		
	Missionary allowances	633,489	620,139
	Retiring allowances	8,407	8,269
	Education of missionary children	127,221	157,294
	Accommodation/security	95,315	94,784
	Field Costs	51,024	50,344
	Medical Insurance/Health	43,770	42,330
	Travel to/from Field	46,769	28,632
	Professional education/training	16,691	6,763
	Other Expenses	9,565	12,219
	Depreciation	10,932	14,017
		1,043,183	1,034,791
2	CGM OFFICE COSTS		
	Staffing Costs and allowances	67,772	66,393
	Staff Travel and Other expenses	21,305	15,835
	General Expenses – “Allocated”	33,671	31,364
	Audit and Accountancy	2,763	2,763
	Bank Interest and Charges	755	457
	Mission Department Costs	181,742	181,510
	Office Costs – Stationery, Phone, IT, etc	23,043	22,996
	Depreciation	--	--
		331,051	321,318
3	GRANTS		
	Leaders in Training	45,184	59,908
	Global Concerns	7,070	4,081
	Partners Project Support	49,909	44,146
		102,163	108,135
4	UPKEEP CGM PROPERTIES		
	Insurance	2,037	1,577
	Utilities (electricity, gas, oil, water, phone)	4,273	3,817
	Rent and Rates	4,004	4,730
	Repairs and Maintenance	7,936	5,664
	Depreciation	13,570	13,570
		31,820	29,358

COUNCIL FOR GLOBAL MISSION GENERAL ACCOUNT

NOTES TO THE ACCOUNTS – 31 December 2018

5	FIXED ASSETS	Buildings	Vehicles	Computer Equipment	Total
		£	£	£	£
	COST:				
	At 1 January 2018	678,500	141,525	32,194	852,219
	Additions during the year	–	–	–	–
	Disposals during the year	–	(11,000)	–	(11,000)
	At 31 December 2018	678,500	130,525	32,194	841,219
	DEPRECIATION				
	At 1 January 2018	245,650	112,242	32,194	390,086
	Charge for year	13,570	10,932	–	24,502
	Disposals during the year	–	(11,000)	–	(11,000)
	At 31 December 2018	259,220	112,174	32,194	403,588
	NET BOOK VALUE				
	At 31 December 2018	419,280	18,351	–	437,631
	At 1 January 2018	432,850	29,283	–	462,133
	6 GENERAL ACCOUNT - INVESTMENTS			2018	2017
	Market value at 31 December			£4,044,376	£4,274,606
	General Investment Fund – number of shares			397,427	397,427

COUNCIL FOR GLOBAL MISSION

INCOME AND EXPENDITURE ACCOUNTS For the year ended 31 December 2018

	Restricted donations		Unrestricted Bequests Fifth Fund		1996 Mission Review Fund		GO Children Fund	
	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £
INCOME								
United Appeal Earmarked Cont.	–	600	–	–	–	–	–	–
Donations and Bequests	497,808	480,291	94,933	137,580	442	417	4	250
Transfers received	–	–	–	–	–	–	–	–
Investment and Trust Income	16,448	16,448	–	–	65,219	62,567	125	125
Bank interest	4,218	4,029	–	–	132	101	66	88
Other income	–	–	–	–	–	–	–	–
	518,474	501,368	94,933	137,580	65,793	63,085	195	463
EXPENDITURE								
Field costs	–	–	–	–	–	–	–	–
Grants paid	460,235	477,475	–	–	–	–	2,000	6,500
Mission Education	–	–	–	–	–	–	–	–
Transfers paid	–	–	47,128	19,612	60,000	63,000	–	–
Sundry expenses	1,145	3,170	–	–	–	–	–	–
	461,380	480,645	47,128	19,612	60,000	63,000	2,000	6,500
Surplus/(Deficit) for year	57,094	20,723	47,805	117,968	5,793	85	(1,805)	(6037)
Gain/(Loss) on investments	–	–	–	–	–	–	(275)	342
Transfer (to)/from other activities	(398)	–	–	–	–	–	275	(342)
Funds of activity b/fwd	719,858	699,135	181,328	63,360	20,039	19,954	13,587	19,625
Funds of activity c/fwd	776,554	719,858	229,133	181,328	25,832	20,039	11,781	13,587

COUNCIL FOR GLOBAL MISSION

BALANCE SHEETS As at 31 December 2018

	Restricted donations		Unrestricted Bequest Fifth Fund		1996 Mission Review Fund		GO Children Fund	
	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £
FIXED ASSET								
Tangible assets	-	-	-	-	-	-	-	-
Investments	-	-	-	-	1,759,011	1,859,144	4,490	4,765
	-	-	-	-	1,759,011	1,859,144	4,490	4,765
CURRENT ASSETS								
Due from Financial Secretary's Department	816,148	761,877	229,133	101,328	12,032	7,539	11,781	13,587
Sundry debtors and prepayments	-	-	-	80,000	13,799	12,500	-	-
	816,148	761,877	229,133	181,328	25,831	20,039	11,781	13,587
CURRENT LIABILITIES								
Accruals and deferred income	39,594	42,019	-	-	-	-	-	-
	776,554	719,858	229,133	181,328	25,831	20,039	11,781	13,587
NET CURRENT ASSETS								
	776,554	719,858	229,133	181,328	1,784,842	1,879,183	16,271	18,352
NET ASSETS								
REPRESENTED BY								
Funds of activity	-	-	229,133	181,328	25,831	20,039	11,781	13,587
Restricted funds	776,554	719,858	-	-	-	-	-	-
Restricted funds - endowment	776,554	719,858	229,133	181,328	1,784,842	1,879,183	16,271	18,352

COUNCIL FOR GLOBAL MISSION – SPECIAL APPEALS

INDONESIA TSUNAMI 2018 APPEAL

Hundreds of thousands of survivors are in need of ongoing humanitarian assistance and help to rebuild their livelihoods after the earthquake, which struck off the coast of Central Sulawesi on 28 September 2018 measuring 7.4 on the Richter scale. Triggering a tsunami with waves 18 feet high, tens of thousands of homes were destroyed and entire communities decimated. Hospitals, roads and bridges and the local airport were damaged. Indonesia has a population of around 264 million people, only around 10% are Christian. Sulawesi is predominantly Muslim, but Christians make up around 20% of the island's population, concentrated in North Sulawesi. The city of Palu was badly affected, as were many other areas.

The Moderator, in his appeal launch letter said, "It is distressing to hear of so many people whose lives have been devastated in an instant and who are now in desperate need of emergency assistance and the very basics for survival: clean water, food and shelter, not forgetting of course, medical help."

Funds raised were distributed to PCI's relief and development partners, Christian Aid and Tearfund, working through their partners on the ground to provide food, shelter and medical help for those in need. A third was also sent to PCI's partner organisation, the Communion of Churches in Indonesia (CCI), which is also working on the ground.

MODERATOR'S EAST AFRICA APPEAL

Millions of people were placed at risk of food shortages and possible starvation following the worst drought to hit East Africa in over half a century. Parts of South Sudan, Ethiopia, Kenya and Somalia suffered two seasons of prolonged dry spells and crop failures leaving a shocking 16 million people at risk of food shortages. Famine was declared in parts of South Sudan in February 2017 – making it the first official famine in any part of the world in the past six years. Urgent action was needed to prevent this becoming one of the worst humanitarian crisis since the Second World War, due the numbers of people at risk. In response to this, the Moderator launched an appeal, asking congregations and individuals to pray for those facing this crisis and to give generously to help save lives.

Funds raised were distributed to PCI's partners, Christian Aid, Tearfund and the Presbyterian Church of South Sudan's Relief and Development Agency (PRDA). All have been engaged in longer term sustainable development work in the affected regions.

**COUNCIL FOR GLOBAL MISSION
WORLD DEVELOPMENT AND SPECIAL APPEALS FUNDS**
INCOME AND EXPENDITURE ACCOUNTS
For the year ended 31 December 2018

	World Development Fund		Tsunami-Indonesia Appeal		East Africa Appeal		Nepal Earthquake Appeal	
	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£
INCOME								
Congregational Appeals	585,685	551,651	268,614	-	62,077	635,900	-	15,255
Donations and Bequests	12,778	11,651	-	-	-	-	-	-
Transfers received	-	-	-	-	-	-	-	-
Bank interest	1,252	747	82	-	198	619	-	31
Other income	-	-	-	-	-	-	-	-
	599,715	564,049	268,696	-	62,275	636,519	-	15,286
EXPENDITURE								
Field costs	-	-	-	-	-	-	-	-
Grants paid	566,471	576,696	40,000	-	80,635	613,131	3,074	14,832
Publications and Resources Materials	8,625	10,744	-	-	-	-	-	-
Transfers paid	-	-	-	-	-	-	-	-
Sundry expenses	-	-	12	-	-	19	-	-
	575,096	587,440	40,012	-	80,635	613,150	3,074	14,832
Surplus/(Deficit) for year	24,619	(23,391)	228,684	-	(18,360)	23,369	(3,074)	454
Gain/(Loss) on investments	-	-	-	-	-	-	-	-
Transfer (to)/from other activities	-	-	-	-	-	-	-	-
Funds of activity b/fwd	66,664	90,055	-	-	23,369	-	3,074	2,620
Funds of activity c/fwd	91,283	66,664	228,684	-	5,009	23,369	-	3,074

COUNCIL FOR GLOBAL MISSION WORLD DEVELOPMENT AND SPECIAL APPEALS FUNDS

BALANCE SHEETS As at 31 December 2018

	World Development Fund		Tsunami-Indonesia Appeal		East Africa Appeal		Nepal Earthquake Appeal	
	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£
FIXED ASSET								
Tangible assets	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
CURRENT ASSETS								
Due from Financial Secretary's Department	91,283	66,664	228,684	-	5,009	23,369	-	3,074
Sundry debtors and prepayments	-	-	-	-	-	-	-	-
	91,283	66,664	228,684	-	5,009	23,369	-	3,074
CURRENT LIABILITIES								
Accruals and deferred income	-	-	-	-	-	-	-	-
NET CURRENT ASSETS	91,283	66,664	228,684	-	5,009	23,369	-	3,074
NET ASSETS	91,283	66,664	228,684	-	5,009	23,369	-	3,074
REPRESENTED BY								
Funds of activity	91,283	66,664	228,684	-	5,009	23,369	-	3,074
Restricted funds	-	-	-	-	-	-	-	-
Restricted funds - endowment	-	-	-	-	-	-	-	-
	91,283	66,664	228,684	-	5,009	23,369	-	3,074

COUNCIL FOR MISSION IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

LEGAL AND ADMINISTRATIVE DETAILS

The Council for Mission in Ireland is a Council of the General Assembly of the Presbyterian Church in Ireland and is constituted under Par. 277 of the Code, the book of the constitution and Government of the Presbyterian Church in Ireland. It was established on 1 January 2015 following a decision of the General Assembly in June 2014 to introduce new governance arrangements from that date.

COUNCIL MEMBERSHIP

The membership of the Council and its working committees is determined in accordance with Par. 277 of the Code. Members are listed in the Directory of the General Assembly.

THE PRINCIPAL ACTIVITIES

Developing PCI's strategic priorities in all-age mission in Ireland

Considering new church development and church planting

Overseeing all aspects of the Home and Irish Mission, including the Irish Mission Fund

Overseeing the deployment and ongoing support of Deaconesses

Supporting a chaplaincy service in the Forces, Healthcare and Prisons

Supporting mission and ministry in Universities and Colleges through chaplaincy services

THE STRUCTURES OF THE COUNCIL

The Council for Mission in Ireland is structured with four Assembly Committees and twelve support (Council) Panels.

Assembly Committees

Home Mission, Irish Mission and Deaconess Committee

- The development of policies regarding the Home Mission, Irish Mission and Deaconess provision in the Church
- On behalf of the Council, the issuing of calls to Home Mission Ministers, Irish Mission Workers (Lay Agents) and Deaconesses
- The support of Irish Mission Workers
- The support, in collaboration with Presbyteries, of Home Mission Ministers and congregations
- The support of Deaconesses throughout the church, including their deployment

Strategy for Mission Coordination Committee

- Setting missional priorities for the Church
- Church Planting
- Providing advisory comment on missional matters to the Linkage Commission
- Assessing Home Mission Vacancies
- Stimulating missional development in new ways and places

Healthcare, Prisons and Forces Chaplaincy Committee

- The development of policies regarding the deployment of Chaplains within the remit of the Committee
- On behalf of the Council, the issuing of calls to Chaplains falling within the remit of the Committee

COUNCIL FOR MISSION IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

- The support of Chaplains appointed to work in Health and Social Care Trusts and with the HSE in the Irish Republic
- The support and management of Chaplains appointed to work in Prisons in Northern Ireland, and the support of honorary chaplains in the Irish Republic
- The support of Chaplains appointed to serve in each branch of the armed services in the UK and the Irish Republic

Universities and Colleges Chaplaincy Committee

- The development of policies regarding the deployment of Chaplains within the remit of the Committee
- The management of properties allocated by the Church for the use of Universities and Colleges Chaplaincy
- The support and management of Chaplains appointed to work in Universities and Colleges in Northern Ireland and the Irish Republic.

Council Panels

Business Panel

- The management of routine business between meetings of the Council for Mission in Ireland, including the issuing of calls as required
- The provision of advice to the Council Convener and Secretary

Finance Panel

- Supervision of the financial aspects of the Council's grant making capacity
- Supervision of management of Council finances
- Preparation of budgets for the Council

Property Panel

- Supervision of management of all CMI property
- Acquisitions, disposals, maintenance
- Advisory comment on property matters for congregations, especially within the Home Mission

ACHIEVEMENTS AND PERFORMANCE

Personnel

- During 2018, the Council called and supports 40 Home and Urban Mission ministers, 18 Deaconesses, 5 Irish mission workers and 2 Nightlight evangelists. It called and supports full and part-time Chaplains in hospitals (54), prisons (4), the armed forces (15), universities and colleges (10).

Reviews

- A comprehensive review of the Home Mission was commenced in 2017, and is being implemented during the course of the current year.

Chaplaincy and Partnerships

- Funding agreements for the deployment of Chaplains in the Northern Ireland Prison Service were negotiated, and similar agreements with Health and Social Care Trusts on both sides of the Border were monitored.

COUNCIL FOR MISSION IN IRELAND

ANNUAL REPORT

For the year ended 31 December 2018

- Developing the Church's relations with public bodies in healthcare provision in both jurisdictions remains a priority.

Deaconesses

- Three-yearly reviews were completed for five serving Deaconesses, and their ministerial colleagues.

Properties

- Plans for the construction of a new church building in Maynooth, Co Kildare were further advanced to planning stage, and a project team appointed.

Promotion

- During March-May 2018, 12 Mission in Ireland evenings were held in locations all over Ireland, for the building of awareness of the work of the Council, and the prayerful support of Home Mission Ministers, Irish Mission Workers and Deaconesses, many of whom addressed these meetings.

COUNCIL FOR MISSION IN IRELAND**ANNUAL REPORT****For the year ended 31 December 2018**

APPROVAL OF ACCOUNTS

The financial statements of the Council for Mission in Ireland for the year ended 31 December 2018 as set out on pages 123 to 150 were approved at a meeting of the Council on 14 March 2019.

For and on behalf of the Council for Mission in Ireland:

F.P. SELLAR, Council Convener

D. BRUCE, Council Secretary

**REPORT OF ERNST & YOUNG LLP TO THE COUNCIL FOR MISSION IN IRELAND
OF THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND**

We have examined the financial statements of the various activities of the Council for Mission in Ireland for the year ended 31 December 2018 on pages 123 to 150. We confirm that the figures contained therein have been incorporated into the financial statements of the Councils of The General Assembly, which appear on pages 9 to 63, and upon which we have given our audit opinion.

ERNST & YOUNG LLP

Belfast

20 May 2019

COUNCIL FOR MISSION IN IRELAND SUMMARY ACCOUNT

INCOME AND EXPENDITURE For the year ended 31 December 2018

INCOME	2018	2017
	£	£
Grants from United Appeal	1,050,000	1,050,000
United Appeal Earmarked contributions	–	953
Investment and Trust Income	122,888	122,031
Congregational Assessments	1,753	1,976
Donations and Bequests	286,844	155,625
Grants Receivable-Chaplaincy	48,989	49,922
Congreg'l reimburt: Deaconesses' salaries	318,161	339,193
PW Grants	288,300	239,522
Bank and other deposit interest	10,707	12,592
Gain on disposal of fixed assets	–	55,527
Presbytery/Congregations Distributions	13,403	19,486
Rent Receivable	66,781	62,704
Fee Income	331,340	300,603
Other Income	13,175	1,921
	<u>2,552,341</u>	<u>2,412,072</u>
 EXPENDITURE		
General Account	314,712	310,229
Home Mission	614,393	712,534
Irish Mission	379,821	362,552
Irish Mission Fund Account	143,701	119,328
CMI Properties Account	58,590	54,837
War Memorial Hostel (DV)	1,425,461	886,785
Elmwood Ave. (Chaplaincy Centre)	113,441	26,523
Chaplaincy	200,557	203,514
Shankill Road Mission Fund	11,667	1,976
South Belfast Friendship House	68,566	–
	<u>3,330,909</u>	<u>2,678,278</u>
Surplus/(Deficit) for year before transfers	(778,568)	(266,206)
Gains/(Losses) on Investments at Market Value	(218,256)	290,173
	(996,824)	23,967
Funds of Activity Brought Forward	<u>9,622,721</u>	<u>9,598,753</u>
	8,625,897	9,622,721
Transfers (to)/from other Councils	292,334	–
Funds of Activity Carried Forward	<u><u>8,918,231</u></u>	<u><u>9,622,721</u></u>

COUNCIL FOR MISSION IN IRELAND SUMMARY ACCOUNT

BALANCE SHEET As at 31 December 2018

	2018	2017
	£	£
FIXED ASSETS		
Tangible Assets	3,835,444	3,749,068
Investments	3,895,416	4,051,698
	7,730,860	7,800,766
CURRENT ASSETS		
Current Investments and Deposits	—	—
Sundry Debtors and Prepayments	172,925	53,110
Loans	421,889	9,241
Due by Financial Secretary's Department	1,648,689	2,123,906
Cash at bank and in hand	2,586	2784
	2,246,089	2,189,041
CURRENT LIABILITIES		
Sundry Creditors and Accruals	222,051	187,775
Due to Financial Secretary's Office	836,667	179,311
	1,058,718	367,086
NET CURRENT ASSETS	1,187,371	1,821,955
NET ASSETS	8,918,231	9,622,721
REPRESENTED BY		
Funds Activity	8,775,494	9,486,631
Restricted Funds	96,160	86,862
Endowment Funds	46,577	49,228
TOTAL FUNDS	8,918,231	9,622,721

COUNCIL FOR MISSION IN IRELAND GENERAL ACCOUNT

INCOME AND EXPENDITURE For the year ended 31 December 2018

INCOME	2018	2017
	£	£
Grants from United Appeal	300,000	320,000
Donations and Bequests	64,369	3,165
Bank and other deposit interest	471	200
Other Income	2,735	61
	<u>367,575</u>	<u>323,426</u>
EXPENDITURE		
Staffing Costs and allowances	67,556	66,238
Staff Travel and Other expenses	7,390	7,161
Conference, Venues and Catering	1,169	1,744
Bank Interest and Charges	–	8
Management Charge – PCI	44,218	40,438
Audit and Accountancy	5,220	5,220
Mission Department Costs	181,742	181,510
Office Costs – Stationery, Phone, IT, etc	1,115	1,091
Sundry Expenses	50	392
Depreciation	6,252	6,427
	<u>314,712</u>	<u>310,229</u>
Surplus/(Deficit) for year before transfers	<u>52,863</u>	<u>13,197</u>
Funds of Activity Brought Forward	<u>31,625</u>	<u>18,428</u>
Funds of Activity Carried Forward	<u>84,488</u>	<u>31,625</u>

COUNCIL FOR MISSION IN IRELAND GENERAL ACCOUNT

BALANCE SHEET As at 31 December 2018

				Notes	2018	2017
					£	£
FIXED ASSETS						
Tangible Assets	...	...	...	1	5,854	12,106
Investments	...	...	...		–	–
					<u>5,854</u>	<u>12,106</u>
CURRENT ASSETS						
Sundry Debtors and Prepayments	...	...	...		141	–
Due by Financial Secretary's Department	...	...	...		79,692	23,557
Cash at bank and in hand	...	...	...		–	–
					<u>79,833</u>	<u>23,557</u>
CURRENT LIABILITIES						
Sundry Creditors and Accruals	...	...	...		1,200	4,038
NET CURRENT ASSETS					<u>78,633</u>	<u>19,519</u>
NET ASSETS					<u>84,487</u>	<u>31,625</u>
REPRESENTED BY						
Funds Activity	...	...	...		<u>84,487</u>	<u>31,625</u>

COUNCIL FOR MISSION IN IRELAND GENERAL ACCOUNT

NOTES TO THE ACCOUNTS – 31 December 2018

1	FIXED ASSETS	Plant and Equipment	Computers	Vehicle	Totals
		£	£	£	£
	COST:				
	At 1 January 2018	11,576	11,098	20,235	42,909
	Additions	–	–	–	–
	Disposals	–	–	–	–
	At 31 December 2018	11,576	11,098	20,235	42,909
	DEPRECIATION:				
	At 1 January 2018	9,589	11,098	10,116	30,803
	Charge for year	1,194	–	5,058	6,252
	Disposals	–	–	–	–
	At 31 December 2018	10,783	11,098	15,174	37,055
	Net Book Value				
	At 31 December 2018	793	–	5,061	5,854
	At 1 January 2018	1,987	–	10,119	12,106

COUNCIL FOR MISSION IN IRELAND – HOME MISSION BY ACTIVITIES
INCOME AND EXPENDITURE ACCOUNTS
For the year ended 31 December 2018

	Home Mission		Nightlight		Deaconesses		Totals	
	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£
INCOME								
Grants from United Appeal	115,000	115,000	-	-	-	-	115,000	115,000
Investment and Trust Funds Income	50,374	49,430	-	-	-	-	50,374	49,430
Congregational Assessments	567	649	-	-	-	-	567	649
Donations and Bequests	1,567	2,211	11,653	12,058	-	-	13,220	14,269
Congreg'l reimbursement: Deaconesses Salary	-	-	-	-	318,161	339,193	318,161	339,193
PW Grant: Deaconesses Salary	359	654	-	-	233,300	239,522	233,300	239,522
Bank and Other deposits interest	-	7,554	-	-	-	-	359	654
Presbytery/Congregation Distributions	-	-	-	-	-	-	-	-
Other (Miscellaneous)	267	18	-	-	-	-	267	18
	168,134	175,516	11,653	12,058	551,461	578,715	731,248	766,289
EXPENDITURE								
Staffing Costs and Allowances	18,902	-	56,297	56,436	-	-	75,199	56,436
Staff Expenses	1,286	642	-	-	2,324	2,210	3,610	2,852
Field Staff Costs and Allowances	-	-	-	-	464,066	569,913	464,066	569,913
Grants Payable	11,327	27,090	-	-	-	-	11,327	27,090
Field Expenses	33,008	31,072	1,126	3,002	-	-	34,134	34,074
Conference, Venues and Catering	31	-	-	-	4,194	5,286	4,225	5,286
Insurance	-	379	328	322	3,350	701	3,678	701
Interest and Bank Charges	404	52	-	-	-	-	404	52
Office Costs – Stationery, Phone, IT, etc	-	-	4,076	4,212	-	-	4,076	4,212
Management Charges	-	-	4,482	4,347	4,217	5,040	8,699	9,387
Sundry Expenses	3,874	2,531	-	-	980	-	4,854	2,531
Depreciation	-	-	121	-	-	-	121	-
	68,832	61,766	66,430	68,319	479,131	582,449	614,393	712,534
Surplus/(Deficit) for the Year	99,302	113,750	(54,777)	(56,261)	72,330	(3,734)	116,855	53,755
Transfer (to)/from other Activities	12,482	(59,995)	54,777	56,261	(72,330)	3,734	(5061)	-
Gains/(Losses) on Investments in Market Value	(63,837)	84,918	-	-	-	-	(63,837)	84,918
Funds of Activity Brought Forward	47,957	136,673	-	-	-	-	47,957	136,673
	1,321,652	1,182,979	-	-	-	-	1,321,652	1,182,979
Funds of Activity Carried Forward	1,369,609	1,321,652	-	-	-	-	1,369,609	1,321,652

COUNCIL FOR MISSION IN IRELAND HOME MISSION BY ACTIVITIES

BALANCE SHEETS As at 31 December 2018

Notes	Home Mission		Nightlight		Deaconesses		Totals	
	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£
FIXED ASSETS								
Tangible assets	1,043	–	–	–	–	–	1,043	–
Investments	1,121,411	1,185,248	–	–	–	–	1,121,411	1,185,248
	1,122,454	1,185,248	–	–	–	–	1,122,454	1,185,248
CURRENT ASSETS								
Due from Financial Secretary's Department	–	144,781	–	–	–	–	–	144,781
Other debtors (Loans)	421,889	9,241	–	–	–	–	421,889	9,241
Sundry debtors and prepayments	626	517	–	–	–	–	626	517
	422,515	154,539	–	–	–	–	422,515	154,539
CURRENT LIABILITIES								
Due to Financial Secretary's Department	128,230	–	–	–	–	–	128,230	–
Other Accruals and deferred income	47,130	18,135	–	–	–	–	47,130	18,135
	175,360	18,135	–	–	–	–	175,360	18,135
NET CURRENT ASSETS	247,155	136,404	–	–	–	–	247,155	136,404
NET ASSETS	1,369,606	1,321,652	–	–	–	–	1,369,606	1,321,652
REPRESENTED BY								
Funds of activity	1,369,609	1,321,652	–	–	–	–	1,369,609	1,321,652
Restricted funds	–	–	–	–	–	–	–	–
Restricted funds - endowment	–	–	–	–	–	–	–	–
	1,369,609	1,321,652	–	–	–	–	1,369,609	1,321,652

COUNCIL FOR MISSION IN IRELAND HOME MISSION

NOTES TO THE ACCOUNTS – 31 December 2018

1 FIXED ASSETS

	NightLight Computers £
COST:	
At 1 January 2018	–
Additions	1,164
Disposals	–
At 31 December 2018	1,164
 DEPRECIATION:	
At 1 January 2018	–
Charge for year	121
Disposals	–
At 31 December 2018	121
 Net Book Value:	
At 31 December 2018	1,043
At 1 January 2018	–

2 INVESTMENTS

	Home Mission £
The Presbyterian Church in Ireland General Investment Fund at Market Value	
At start of year	1,185,248
Additions	–
Disposal Proceeds	–
Gain/(Loss) on Disposal and increase/(Decrease) in Market Value	(63,837)
At end of year	1,121,411
 Holdings:	
General Investment Fund – Number of Shares	110,197

COUNCIL FOR MISSION IN IRELAND – IRISH MISSION BY ACTIVITIES

INCOME AND EXPENDITURE ACCOUNTS

For the year ended 31 December 2018

	Irish Mission		International Meeting Point		Irish Mission Restricted Funds		Irish Colporteurs Association		Totals	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
INCOME	£	£	£	£	£	£	£	£	£	£
Grants from United Appeal Investment and Trust Funds Income	200,000	210,000	–	–	–	–	–	–	200,000	210,000
Donations and Bequests	22,447	22,585	–	–	1,392	1,392	1271	1271	25,110	25,248
Restricted Donations & Bequests	54,768	27,058	9,093	6,914	–	–	–	–	63,861	33,972
Grants Receivable - Presbyterians	126,480	–	9,631	4,865	–	–	–	–	136,111	4,865
Bank and Other deposits Interest	–	–	5,521	5,483	–	–	–	–	5,521	5,463
Gain on disposal of fixed assets	–	–	23	54	177	166	4	8	204	175
Rent Receivable	32,480	28,746	–	–	–	–	–	–	32,480	28,746
Other (Miscellaneous)	2,490	1,860	510	–	–	–	–	–	3,000	1,860
	438,665	302,534	24,778	17,316	1,569	1,558	1,275	1,279	466,287	322,634
EXPENDITURE										
Staffing Costs and Allowances	–	–	–	–	–	–	–	–	–	–
Staff Expenses	–	–	–	–	–	–	–	–	–	–
Field Staff Costs and Allowances	228,047	224,656	36,706	31,586	–	–	–	–	264,753	256,242
Field Expenses	18,436	18,773	21,780	22,122	–	–	–	–	40,216	40,895
Conference, Venues and Catering	1,528	3,752	–	–	–	–	–	–	1,528	3,752
Insurance	11,449	11,064	397	–	–	–	–	–	11,846	11,064
Interest and Bank Charges	726	661	–	–	–	–	–	–	726	661
Rent and Rates	3,370	4,787	–	–	–	–	–	–	3,370	4,787
Repairs and Maintenance	2,777	3,253	4,576	301	–	–	–	–	7,353	3,554
Management Charges	–	–	5,131	4,176	–	–	–	–	4,176	–
Sundry Expenses	1,630	1,479	741	542	–	–	–	–	2,371	2,021
Depreciation	42,466	35,400	61	–	–	–	–	–	42,527	35,400
	310,429	303,825	69,392	58,727	–	–	–	–	379,821	362,552
Surplus/(Deficit) for the Year	128,236	(1,291)	(44,614)	(41,411)	1,569	1,558	1,275	1,279	86,466	(39,918)
Transfer (to)/from other Activities	(19,048)	(16,238)	42,392	38,662	–	–	(1,275)	(1,279)	22,069	21,145
Gains/(Losses) on Investments in Market Value	(46,248)	61,520	–	–	(2,986)	3,972	(2,651)	3,527	(51,885)	69,019
	62,940	43,991	(2,222)	(2,749)	(1,417)	5,530	(2,651)	3,527	56,650	50,246
Funds of Activity Brought Forward	1,915,141	1,871,150	7,579	10,328	86,862	81,331	49,228	45,701	2,058,757	2,008,511
Funds of Activity Carried Forward	1,978,081	1,915,141	5,957	7,579	85,445	86,862	46,577	49,228	2,115,407	2,058,757

COUNCIL FOR MISSION IN IRELAND – IRISH MISSION BY ACTIVITIES
BALANCE SHEETS
As at 31 December 2018

Notes	Irish Mission		International Meeting Point		Irish Mission Restricted Funds		Irish Colporteurs Association		Totals	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£	£	£
FIXED ASSETS										
Tangible assets	1,161,468	1,203,412	–	–	–	–	–	–	1,161,468	1,203,412
Investments	812,420	858,669	–	–	52,448	55,434	46,577	49,228	911,445	963,331
	1,973,888	2,062,081	–	–	52,448	55,434	46,577	49,228	2,072,913	2,166,743
CURRENT ASSETS										
Due from Financial Secretary's Department	–	–	5,357	7,579	32,997	31,428	–	–	38,354	39,007
Cash and other Bank Balances	1,986	2,285	–	–	–	–	–	–	1,986	2,285
Sundry debtors and prepayments	128,638	7,762	–	–	–	–	–	–	128,638	7,762
	130,624	10,047	5,357	7,579	32,997	31,428	–	–	168,978	49,054
CURRENT LIABILITIES										
Due to Financial Secretary's Department	116,689	152,922	–	–	–	–	–	–	116,689	152,922
Accruals and deferred income	9,732	4,065	–	–	–	–	–	–	9,732	4,065
	126,431	156,987	–	–	–	–	–	–	126,431	156,987
	4,193	(146,940)	5,357	7,579	32,997	31,428	–	–	42,547	(107,933)
NET CURRENT ASSETS										
	1,978,081	1,915,141	5,357	7,579	85,445	86,862	46,577	49,228	2,115,460	2,058,810
NET ASSETS										
	1,978,081	1,915,141	–	–	–	–	–	–	1,978,081	1,915,141
Funds of activity	–	–	5,357	7,579	85,445	86,862	–	–	90,802	94,441
Restricted funds	–	–	–	–	–	–	46,577	49,228	46,577	49,228
Restricted funds - endowment	1,978,081	1,915,141	5,357	7,579	85,445	86,862	46,577	49,228	2,115,460	2,058,810

COUNCIL FOR MISSION IN IRELAND IRISH MISSION BY ACTIVITIES

NOTES TO THE ACCOUNTS – 31 December 2018

1	FIXED ASSETS	Irish Mission Buildings £	IM Vehicles £	IMP Computers £	Total £
	COST:				
	At 1 January 2018	1,585,354	97,534	–	1,682,888
	Additions during the year	–	–	581	581
	Disposals during the year	–	–	–	–
	At 31 December 2018	1,585,354	97,534	581	1,683,469
	DEPRECIATION				
	At 1 January 2018	418,638	60,838	–	479,476
	Charge for year	32,589	9,877	61	42,527
	Disposals during the year	–	–	–	–
	At 31 December 2018	451,227	70,715	61	522,003
	NET BOOK VALUE				
	At 31 December 2018	1,134,127	26,819	520	1,161,466
	At 1 January 2018	1,166,716	36,696	–	1,203,412
	2 INVESTMENTS				
	The Presbyterian Church in Ireland				
	General Investment Fund (GIF) at Market Value				
		Irish Mission £	IM Rest'd Fd £	IM Endowm't £	Totals £
	At start of year	858,669	55,434	49,228	963,331
	Additions	–	–	–	–
	Disposal Proceeds	–	–	–	–
	Gain (Loss) on Disposal and Increase (Decrease) In Market Value	(46,248)	(2,986)	(2,651)	(51,885)
	Market value at 31 December	812,420	52,448	46,577	911,445
	Holdings:				
	G I Fund - number of shares	79,834	5,154	4,577	89,565

COUNCIL FOR MISSION IN IRELAND IRISH MISSION FUND ACCOUNT

INCOME AND EXPENDITURE For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Grants from United Appeal	120,000	120,000
Donations and Bequests	—	—
Grants receivable – Presbyteries	7,882	6,450
Bank and other deposit interest	881	1,060
Other Income	—	—
	128,763	127,510
EXPENDITURE		
Grants Payable	143,701	119,328
Sundry Expenses	—	—
	143,701	119,328
Surplus/(Deficit) for year before transfers	(14,938)	8,182
Transfer (to)/from other Activities	(22,069)	(21,145)
	(37,007)	(12,963)
Funds of Activity Brought Forward	187,166	200,129
Funds of Activity Carried Forward	150,159	187,166

BALANCE SHEET As at 31 December 2018

	2018	2017
	£	£
CURRENT ASSETS		
Sundry Debtors and Prepayments	—	—
Due by Financial Secretary's Department	150,159	193,866
	150,159	193,866
CURRENT LIABILITIES		
Sundry Creditors and Accruals	—	6,700
	—	6,700
NET ASSETS	150,159	187,166
REPRESENTED BY		
FUNDS ACTIVITY	150,159	187,166

COUNCIL FOR MISSION IN IRELAND CMI PROPERTY ACCOUNTS

INCOME AND EXPENDITURE ACCOUNTS For the year ended 31 December 2018

	Capital Account		Property Account		Totals	
	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£
INCOME						
Grants from United Appeal	—	—	150,000	120,000	150,000	120,000
Investment and Trust Funds Income	—	—	18,636	18,636	18,636	18,636
Congregational Assessments	—	—	1,186	1,327	1,186	1,327
Bank and other deposits interest	3,536	2,622	250	898	3,786	3,520
Gain on disposal of fixed assets	—	42,611	—	—	—	42,611
Rent recoverable	—	—	1,567	1,551	1,567	1,551
Other (miscellaneous)	—	—	4,485	—	4,486	—
	3,536	45,233	176,124	142,412	179,660	187,645
EXPENDITURE						
Grants payable	—	—	36,344	26,696	36,344	26,696
Insurance	—	—	11,914	14,426	11,914	14,426
Professional fees	—	—	—	3,319	—	3,319
Repairs and Maintenance	—	—	1,357	1,421	1,357	1,421
Depreciation	—	—	8,975	8,975	8,975	8,975
	—	—	58,590	54,837	58,590	54,837
Surplus / (Deficit) for the Year	3,536	45,233	117,534	87,575	121,070	132,808
Transfer (to) / from other Activities	50,000	120,000	(50,000)	(120,000)	—	—
Gains / (Losses) on Investments in Market Value	—	—	(40,979)	54,513	(40,979)	54,513
	53,536	165,233	26,555	22,088	80,091	187,321
Funds of Activity Brought Forward	636,839	471,606	1,073,656	1,051,568	1,710,495	1,523,174
Funds of Activity Carried Forward	690,375	636,839	1,100,211	1,073,656	1,790,586	1,710,495

COUNCIL FOR MISSION IN IRELAND CMI PROPERTY ACCOUNTS

BALANCE SHEETS As at 31 December 2018

	Notes	Capital Account		Property Account		Totals	
		2018 £	2017 £	2018 £	2017 £	2018 £	2017 £
FIXED ASSETS							
Tangible assets	1	–	–	305,142	314,117	305,142	314,117
Investments	2	–	–	719,885	760,864	719,885	760,864
		–	–	1,025,027	1,074,981	1,025,027	1,074,981
CURRENT ASSETS							
Due from Financial Secretary's Department		690,375	636,839	74,646	15,305	765,021	652,144
Sundry debtors and prepayments		–	–	538	455	538	455
		690,375	636,839	75,184	15,760	765,559	652,599
CURRENT LIABILITIES							
Accruals and deferred income		–	–	–	17,085	–	17,085
		690,375	636,839	75,184	(1325)	765,559	635,514
NET CURRENT ASSETS							
NET ASSETS							
REPRESENTED BY							
Funds of activity		690,375	636,839	1,100,211	1,073,656	1,790,586	1,710,495
Restricted funds		–	–	–	–	–	–
Restricted funds - endowment		–	–	–	–	–	–
		690,375	636,839	1,100,211	1,073,656	1,790,586	1,710,495

COUNCIL FOR MISSION IN IRELAND CMI PROPERTY ACCOUNTS

NOTES TO THE ACCOUNTS – 31 December 2018

1	FIXED ASSETS	Capital Account	Property Account	Totals
		Freehold Land and Buildings	Freehold Land and Buildings	
		£	£	£
	COST:			
	At 1 January 2018	–	448,738	448,738
	Additions	–	–	–
	Disposals	–	–	–
	At 31 December 2018	–	448,738	448,738
	DEPRECIATION:			
	At 1 January 2018	–	134,621	134,621
	Charge for year	–	8,975	8,975
	Disposals	–	–	–
	At 31 December 2018	–	143,596	143,596
	Net Book Value			
	At 31 December 2018	–	305,142	305,142
	At 1 January 2018	–	314,117	314,117
	2 INVESTMENTS			
	The Presbyterian Church in Ireland General Investment Fund at Market Value			
		Capital Account	Property Account	Totals
		£	£	£
	At start of year	–	760,864	760,864
	Additions	–	–	–
	Disposal Proceeds	–	–	–
	Gain/(Loss) on Disposal and Increase/(Decrease) in Market Value	–	(40,979)	(40,979)
	At end of year	–	719,885	719,885
	Holdings:			
	General Investment Fund – Number of Shares	–	70,741	70,741

**COUNCIL FOR MISSION IN IRELAND
WAR MEMORIAL HOSTEL TRUST FUND
AND DERRYVOLGIE HALL**

**INCOME AND EXPENDITURE
For the year ended 31 December 2018**

INCOME	2018	2017
	£	£
Grants from United Appeal	–	–
Investment and Trust Funds Income	25,941	25,941
Donations and Bequests	–	–
Bank and other deposits interest	1,534	4,155
Rent receivable	–	17,919
Fee income	331,340	300,603
Other income	360	–
	<u>359,175</u>	<u>348,618</u>
 EXPENDITURE		
Staffing costs and allowances	15,826	28,853
Staff travel and other expenses	2,186	238
Promotion and education	495	727
Heat and light	34,764	36,043
Bank interest and charges	1,011	10
Management charge – PCI	6,537	6,378
Audit and professional fees	93,465	44,471
Insurance	10,630	11,253
Office costs – stationery, phone, IT, etc	10,776	8,922
Rent and rates	55,935	54,977
Repairs and maintenance	1,097,188	594,444
Volunteers and Conveners expenses	2,925	2,350
Catering costs	5,313	3,601
Sundry expenses	2,902	9,553
Depreciation	85,508	84,965
	<u>1,425,461</u>	<u>886,785</u>
 Surplus/(Deficit) for year before transfers	(1,066,286)	(538,167)
 Gains/(Losses) on Investments in Market Value	(55,659)	74,038
	<u>(1,121,945)</u>	<u>(464,129)</u>
 Funds of Activity Brought Forward	3,668,185	4,132,314
Funds of Activity Carried Forward	<u>2,546,239</u>	<u>3,668,185</u>

**COUNCIL FOR MISSION IN IRELAND
WAR MEMORIAL HOSTEL TRUST FUND
AND DERRYVOLGIE HALL**

**BALANCE SHEET
As at 31 December 2018**

				Notes	2018	2017
					£	£
FIXED ASSETS						
Tangible Assets	...	...	...	1	2,133,655	2,219,164
Investments	...	...	...	2	977,737	1,033,396
					<u>3,111,392</u>	<u>3,252,560</u>
CURRENT ASSETS						
Sundry Debtors and Prepayments	...	...	...		18,378	14,647
Due by Financial Secretary's Department	...	...	...		–	499,287
Cash at bank and in hand	...	...	...		–	–
					<u>18,378</u>	<u>513,934</u>
CURRENT LIABILITIES						
Due to Financial Secretary's Department	...	...	...		476,572	–
Sundry Creditors and Accruals	...	...	...		106,959	98,309
					<u>583,531</u>	<u>98,309</u>
NET CURRENT ASSETS					<u>(565,153)</u>	<u>415,625</u>
NET ASSETS					<u>2,546,239</u>	<u>3,668,185</u>
REPRESENTED BY						
Funds activity	...	...	...		2,546,239	3,668,185
Restricted funds	...	...	...		–	–
Endowment funds	...	...	...		–	–
TOTAL FUNDS					<u>2,546,239</u>	<u>3,668,185</u>

**COUNCIL FOR MISSION IN IRELAND
WAR MEMORIAL HOSTEL TRUST FUND
AND DERRYVOLGIE HALL**

NOTES TO THE ACCOUNTS – 31 December 2018

1 FIXED ASSET

COST	Freehold Land and Buildings	Computers	Plant and Equipment	Totals
	£	£	£	£
Cost at 1 January 2018	3,572,715	55,125	249,353	3,877,193
Additions	–	–	–	–
Disposals	–	–	–	–
	<u>3,572,715</u>	<u>55,125</u>	<u>249,353</u>	<u>3,877,193</u>
DEPRECIATION:				
Depreciation at 1 January 2018	1,411,223	55,125	191,680	1,658,028
Charge for year	71,455	–	13,509	84,964
Disposals	–	–	–	–
	<u>1,482,678</u>	<u>55,125</u>	<u>205,189</u>	<u>1,742,992</u>
Net Book Value				
At 31 December 2018	<u>2,090,037</u>	–	44,164	<u>2,134,201</u>
At 1 January 2018	<u>2,161,492</u>	–	57,673	<u>2,219,165</u>

2 INVESTMENTS

The Presbyterian Church in Ireland General Investment Fund at Market Value	£
At start of year	1,033,396
Additions	–
Disposal Proceeds	–
Gain/(Loss) on Disposal and increase/(Decrease) in Market Value	<u>(55,659)</u>
At end of year	<u>977,737</u>
Holdings:	
General Investment Fund – Number of Shares	<u>96,079</u>

**COUNCIL FOR MISSION IN IRELAND
CHAPLAINCY CENTRE (ELMWOOD AVENUE)**

**INCOME AND EXPENDITURE
For the year ended 31 December 2018**

INCOME	2018	2017
	£	£
Grants from United Appeal	—	—
Investment and Trust Funds Income	631	631
Donations and Bequests	—	—
Bank and other deposits interest	—	—
Rent receivable	32,716	14,488
Other income	—	—
	<u>33,347</u>	<u>15,119</u>
EXPENDITURE		
Staffing Costs and allowances	—	—
Staff Travel and other expenses	208	—
Promotion and Education	—	—
Heat and Light	11,337	6,997
Bank Interest and Charges	387	262
Management Charge-PCI	2,402	2,337
Audit and Professional Fees	600	—
Insurance	3,929	3,998
Rent and Rates	322	1,172
Repairs and Maintenance	89,888	8,400
Catering Costs	1,091	—
Sundry Expenses	3,008	3,089
Depreciation	269	268
	<u>113,441</u>	<u>26,523</u>
Surplus/(Deficit) for year before transfers	(80,094)	(11,404)
Gains/(Losses) on Investments in Market Value	(1,354)	1,801
	<u>(81,447)</u>	<u>(9,603)</u>
Funds of Activity Brought Forward	<u>(50,277)</u>	<u>(40,674)</u>
Funds of Activity Carried Forward	<u>(131,724)</u>	<u>(50,277)</u>

**COUNCIL FOR MISSION IN IRELAND
CHAPLAINCY CENTRE (ELMWOOD AVENUE)**

**BALANCE SHEET
As at 31 December 2018**

				Notes	2018	2017
					£	£
FIXED ASSETS						
Tangible Assets	...	...	...	1	–	269
Investments	...	...	...	2	23,782	25,136
					<u>23,782</u>	<u>25,405</u>
CURRENT ASSETS						
Sundry Debtors and Prepayments	...	...	...		15,690	5,136
Due by Financial Secretary's Department			...		–	–
					<u>15,690</u>	<u>5,136</u>
CURRENT LIABILITIES						
Due to Financial Secretary's Department			...		146,967	57,818
Sundry Creditors and Accruals	...	...	...		24,229	23,000
					<u>171,196</u>	<u>80,818</u>
NET CURRENT ASSETS					<u>(155,506)</u>	<u>(75,682)</u>
NET ASSETS					<u>(131,724)</u>	<u>(50,277)</u>
REPRESENTED BY						
Funds Activity	...	...	...		(131,724)	(50,277)
Restricted Funds	...	...	...		–	–
Endowment Funds	...	...	...		–	–
TOTAL FUNDS					<u>(131,724)</u>	<u>(50,277)</u>

COUNCIL FOR MISSION IN IRELAND CHAPLAINCY CENTRE (ELMWOOD AVENUE)

NOTES TO THE ACCOUNTS – 31 December 2018

1 FIXED ASSET

	Freehold Land and Buildings	Computers	Plant and Equipment	Totals
	£	£	£	£
COST:				
At 1 January 2018	–	–	37,749	37,749
Additions	–	–	–	–
Disposals	–	–	–	–
	–	–	37,749	37,749
DEPRECIATION:				
At 1 January 2018	–	–	37,480	37,480
Charge for year	–	–	269	269
Disposals	–	–	–	–
	–	–	37,749	37,749
Net Book Value				
At 31 December 2018	–	–	–	–
At 1 January 2018	–	–	269	269

2 INVESTMENTS

The Presbyterian Church in Ireland		
General Investment Fund at Market Value		£
At start of year		25,136
Additions		–
Disposal Proceeds		–
Gain/(Loss) on Disposal and increase/(Decrease) in Market Value		(1,354)
At end of year		<u>23,782</u>
Holdings:		
General Investment Fund – Number of Shares		<u>2,337</u>

COUNCIL FOR MISSION IN IRELAND CHAPLAINCY ACCOUNT

INCOME AND EXPENDITURE For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Grants from United Appeal	165,000	165,000
Investment and Trust Income	194	194
Donations and Bequests	690	125
Grants Receivable – NIPS	48,989	49,922
Bank and other deposit interest	349	228
Other income	595	–
	215,817	215,469
 EXPENDITURE		
Staffing costs and allowances	187,885	194,725
Staff travel and other expenses	5,694	1,789
Field expenses	3,171	3,614
Bank interest and charges	18	10
Office costs – stationery, phone, IT, etc	1,229	1,328
Sundry expenses	2,249	2,048
Depreciation	311	–
	200,557	203,514
Surplus/(Deficit) for year before transfers	15,260	11,955
Gains/(Losses) on Investments in Market Value	(240)	320
	15,020	12,275
Funds of Activity Brought Forward	55,478	43,203
Funds of Activity Carried Forward	70,498	55,478

COUNCIL FOR MISSION IN IRELAND CHAPLAINCY ACCOUNT

BALANCE SHEET As at 31 December 2018

				2018	2017
				£	£
FIXED ASSETS			Notes		
Tangible Assets	...	...	1	2,674	–
Investments	...	...	2	4,224	4,464
				6,898	4,464
CURRENT ASSETS					
Sundry Debtors and Prepayments	...	...		8,318	24,593
Due by Financial Secretary's Department		...		88,083	42,864
Cash at bank and in hand	...	...		–	–
				96,401	67,457
CURRENT LIABILITIES					
Sundry Creditors and Accruals	...	...		32,801	16,443
				32,801	16,443
NET CURRENT ASSETS				63,600	51,014
NET ASSETS				70,498	55,478
REPRESENTED BY					
Funds Activity	...	...		70,498	55,478

COUNCIL FOR MISSION IN IRELAND CHAPLAINCY ACCOUNT

NOTES TO THE ACCOUNTS – 31 December 2018

1 FIXED ASSET

	Freehold Land and Buildings	Computers	Plant and Equipment	Totals
	£	£	£	£
COST:				
At 1 January 2018	–	–	–	–
Additions	–	2,985	–	2,985
Disposals	–	–	–	–
	–	2,985	–	2,985
DEPRECIATION:				
At 1 January 2018	–	–	–	–
Charge for year	–	311	–	311
Disposals	–	–	–	–
	–	311	–	311
Net Book Value				
At 31 December 2018	–	2,674	–	2,674
At 1 January 2018	–	–	–	–

2 INVESTMENTS

The Presbyterian Church in Ireland General Investment Fund at Market Value	£
At start of year	4,464
Additions	–
Disposal Proceeds	–
Gain/(Loss) on Disposal and increase/(Decrease) in Market Value	(240)
At end of year	4,224
Holdings:	
General Investment Fund – Number of Shares	415

COUNCIL FOR MISSION IN IRELAND SHANKILL ROAD MISSION FUND

INCOME AND EXPENDITURE For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Grants from United Appeal	–	–
Investment and Trust Income	2,002	1,952
Donations and Bequests	8,593	100,182
Bank and other deposit interest	3,123	2,545
Other Income	–	631
	13,718	105,310
EXPENDITURE		
Field expenses	–	26
Grants payable	11,667	–
Insurance	–	499
Professional fees	–	812
Bank Interest and charges	–	–
Office costs – stationery, phone, IT, etc	–	46
Repairs and maintenance	–	593
	11,667	1,976
Surplus/(Deficit) for year before transfers	2,051	103,334
Gains/(Losses) on Investments in Market Value	(4,302)	5,564
	(2,251)	108,898
Funds of Activity Brought Forward	639,586	530,688
Funds of Activity Carried Forward	637,335	639,586

BALANCE SHEET As at 31 December 2018

	Notes	2018	2017
		£	£
FIXED ASSETS			
Investments	1	76,959	79,258
CURRENT ASSETS			
Due by Financial Secretary's Department		560,376	560,328
NET ASSETS		637,355	639,586
REPRESENTED BY			
Funds Activity		637,335	639,586

**COUNCIL FOR MISSION IN IRELAND
SHANKILL ROAD MISSION FUND**

NOTES TO THE ACCOUNTS

1 INVESTMENTS

The Presbyterian Church in Ireland

General Investment Fund at Market Value

	£
At start of year	79,258
Additions	2,002
Disposal Proceeds	—
Gain/(Loss) on Disposal and increase/(Decrease) in Market Value	(4,302)
At end of year	<u>76,959</u>

Holdings:

General Investment Fund – Number of Shares	<u>7,552</u>
--	--------------

COUNCIL FOR MISSION IN IRELAND SOUTH BELFAST FRIENDSHIP HOUSE

INCOME AND EXPENDITURE For the year ended 31 December 2018

			2018	2017
			£	£
INCOME				
PW Grants	...	...	55,000	–
Donations and Bequests	...	...	–	–
Bank and Other deposits interest	...	...	–	–
Other Income	...	...	1,751	–
			56,751	–
 EXPENDITURE				
Staffing costs and allowances	...	...	32,583	–
Staff travel and other expenses	...	...	1,332	–
Promotion and education	...	...	39	–
Heat and light	...	...	1,743	–
Bank interest and charges	...	...	71	–
Management charge – PCI	...	...	10,107	–
Insurance	...	...	1,698	–
Office supplies, postage and phone	...	...	2,388	–
Rent and rates	...	...	371	–
Repairs and maintenance	...	...	7,323	–
Catering costs	...	...	1,349	–
Sundry expenses	...	...	1,568	–
Depreciation	...	...	7994	–
			68,566	–
Surplus/(Deficit) for year before transfers			(11,815)	–
Transfers – Home Mission Account			5,061	–
			(6,754)	–
Funds of Activity transferred from PW			292,334	–
Funds of Activity carried forward			285,580	–

COUNCIL FOR MISSION IN IRELAND SOUTH BELFAST FRIENDSHIP HOUSE

BALANCE SHEET As at 31 December 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible Assets	1	285,580	–
Investments		–	–
		285,580	–
CURRENT ASSETS			
Sundry Debtors and Prepayments		596	–
		596	–
CURRENT LIABILITIES			
Due to Financial Secretary's Department		596	–
		596	–
NET CURRENT ASSETS		–	–
NET ASSETS		285,580	–
REPRESENTED BY			
Funds Activity		285,580	–

NOTES TO THE ACCOUNTS – 31 December 2018

1 FIXED ASSETS

	Freehold Land and Buildings £	Computers £	Plant and Equipment £	Totals £
COST:				
At 1 January 2018	366,501	4,827	–	371,328
Additions	–	1,239	–	1,239
Disposals	–	–	–	–
At 31 December 2018	366,501	6,066	–	372,567
DEPRECIATION:				
At 1 January 2018	75,133	3,861	–	78,994
Charge for year	7,330	664	–	7,994
Disposals	–	–	–	–
At 31 December 2018	82,463	4,525	–	86,988
Net Book Value				
At 31 December 2018	284,038	1,542	–	285,580
At 1 January 2018	291,368	966	–	292,334

COUNCIL FOR SOCIAL WITNESS

ANNUAL REPORT

For the year ended 31 December 2018

LEGAL AND ADMINISTRATIVE DETAILS

The Council for Social Witness was established on 1 January 2015 following a decision of the General Assembly in June 2014 to introduce new governance arrangements from that date. It is constituted under Par 279 of The Code, the book of the constitution and government of the Presbyterian Church in Ireland.

COUNCIL MEMBERSHIP

The membership of the Council is determined in accordance with Par 279 of The Code and the members are listed in the Directory of the General Assembly.

PRINCIPAL ACTIVITIES

In accordance with the provision Par 279 of The Code the Council for Social Witness is responsible for delivering an effective social care service on behalf of the Church and to the wider community in partnership with appropriate organisations in the areas of older people services including residential care, disability services, criminal justice and substance abuse. It oversees policy development and administration of the Church's "Taking Care" programme for the protection of children and vulnerable adults.

The Council, directly or by committees, administers the following activities:

- Addiction Services
- Gray's Court
- Council for Social Witness
- Taking Care
- Willow Brook
- Topley Terrace
- Aaron House
- Lawnfield House
- PCI Enterprises
- Carlisle House
- Thompson House
- Kinghan Mission
- Older People Services

Addiction Services

The object of this activity is to provide advice and information regarding various addictions.

Gray's Court

The object of Gray's Court supported housing is to assist people who are recovering from various addictions to assimilate back into the community.

Council for Social Witness

This relates to the costs of running the Council Office in Assembly Buildings.

Taking Care

This group is responsible for monitoring Child Protection and Vulnerable Adults legislation and providing guidance and training where required.

Willow Brook

This is a supported housing scheme in Coleraine for a people with a learning disability.

COUNCIL FOR SOCIAL WITNESS

ANNUAL REPORT

For the year ended 31 December 2018

Topley Terrace

Topley Terrace is a supported housing scheme in Coleraine for people with a physical disability

Aaron House

This is a scheme for people with severe and profound learning difficulties and the associated physical problems.

Lawnfield House

Lawnfield House is a 20 bed respite care home in Newcastle.

PCI Enterprises

This was previously a community development initiative which helped churches offer practical support to a wider community.

Carlisle House

This is a purpose-built centre providing residential rehabilitation for up to 17 persons between the ages of 18 and 65 who are addicted to alcohol or drugs.

Thompson House

The object in this case is to provide accommodation suitable to meet the needs of male ex-offenders.

Kinghan Mission

The Mission provides a Church and pastoral care for those with impaired speech and hearing.

Older People Services

The object is to provide residential, nursing and sheltered accommodation for older people.

APPROVAL OF ACCOUNTS

The financial statements of the Council for Social Witness for the year ended 31 December 2018 as set out on pages 154 to 175 were approved at a meeting of the Council on 19 March 2019.

For and on behalf of the Council for Social Witness:

LINDSAY CONWAY, Council Secretary

TREVOR McCORMICK, Council Convener

COUNCIL FOR SOCIAL WITNESS**ANNUAL REPORT****For the year ended 31 December 2018**

**REPORT OF ERNST & YOUNG LLP TO THE COUNCIL FOR SOCIAL WITNESS
OF THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND**

We have examined the various financial statements of the Council for Social Witness for the year ended 31 December 2018 on pages 154 to 175. We confirm that the figures contained therein have been incorporated into the consolidated financial statements of the General Assembly of the Presbyterian Church in Ireland, which appear on pages 9 to 63, and upon which we have given our audit opinion.

ERNST & YOUNG LLP

Belfast

20 May 2019

COUNCIL FOR SOCIAL WITNESS SUMMARY

INCOME & EXPENDITURE ACCOUNT For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Gifts and Donations	40,711	156,660
Legacies	29,430	281,837
Income from Trust Funds	35,048	26,056
Dividend from General Investment Fund... ..	17,608	17,485
Grants Receivable – External	43,034	40,324
Grants from United Appeal	245,000	245,000
Interest Receivable on Deposits	24,771	21,889
Fees from residents etc.	9,383,770	8,730,285
Rental income from non investment properties	4,767	10,764
Sale of goods and services	19,169	15,448
Other income	28,932	13,259
	<u>9,872,240</u>	<u>9,559,007</u>
EXPENDITURE		
Kinghan Mission	63,541	71,346
Council for Social Witness	329,748	319,534
Older People Services	6,634,769	6,234,882
Carlisle House	645,599	601,412
Gray's Court	68,484	61,093
AES	122	122
Thompson House	525,484	523,058
PCI Enterprises	4,300	3,618
Willow Brook	226,300	239,990
Aaron House	1,021,878	943,415
Lawnfield House	598,566	543,461
	<u>10,118,791</u>	<u>9,541,931</u>
SURPLUS/(DEFICIT) FOR THE YEAR	(246,551)	17,076
Gain on disposal of fixed assets	–	27,208
Gain/(loss) on market value of investments	(111,871)	91,392
Funds brought forward	9,028,402	8,892,726
Funds carried forward	<u>8,669,980</u>	<u>9,028,402</u>

COUNCIL FOR SOCIAL WITNESS SUMMARY

BALANCE SHEET As at 31 December 2018

	2018	2017
	£	£
FIXED ASSETS		
Freehold Land and Buildings	5,959,035	6,116,883
Leasehold Land and Buildings	290,338	301,687
Fixtures, Fittings and Equipment	666,238	575,192
	6,915,611	6,993,762
INVESTMENTS		
General Investment Fund	1,523,141	1,609,847
Other	25,419	50,584
	1,548,560	1,660,431
CURRENT ASSETS		
Debtors and Prepayments	372,144	562,534
Due from Financial Secretary's Department	1,417,014	1,413,232
Cash at bank and in hand	784,913	659,152
	2,574,071	2,634,918
CURRENT LIABILITIES		
Sundry Creditors and Accruals	298,578	302,498
Due to Financial Secretary's Department	1,592,852	1,486,041
Loans	456,002	450,901
	2,347,432	2,239,440
NET CURRENT ASSETS	226,639	395,478
DEFERRED INCOME	(20,830)	(21,269)
NET ASSETS	8,669,980	9,028,402
REPRESENTED BY		
Funds carried forward	8,669,980	9,028,402
	8,669,980	9,028,402

COUNCIL FOR SOCIAL WITNESS

INCOME AND EXPENDITURE ACCOUNTS For the year ended 31 December 2018

	Addiction Services		Gray's Court	
	2018	2017	2018	2017
	£	£	£	£
INCOME				
Fees charged	–	–	77,469	81,011
Donations and bequests	–	–	–	–
Other income	1,248	1,245	282	169
TOTAL INCOME	<u>1,248</u>	<u>1,245</u>	<u>77,751</u>	<u>81,180</u>
EXPENDITURE				
Salaries	–	–	33,830	26,602
Establishment costs	–	–	17,122	16,800
Other costs	1,122	1,122	30,867	30,806
TOTAL EXPENDITURE	<u>1,122</u>	<u>1,122</u>	<u>81,819</u>	<u>74,208</u>
SURPLUS/(DEFICIT)	126	123	(4,068)	6,972
Gain /(Loss) on investments	(2,463)	3,277	–	–
NET SURPLUS/(DEFICIT)	<u>(2,337)</u>	<u>3,400</u>	<u>(4068)</u>	<u>6,972</u>

COUNCIL FOR SOCIAL WITNESS**BALANCE SHEETS
As at 31 December 2018**

	Addiction Services		Gray's Court	
	2018	2017	2018	2017
	£	£	£	£
FIXED ASSETS				
Tangible assets	–	–	8,410	7,439
Investments	43,271	45,734	–	–
CURRENT ASSETS				
Due from Financial Secretary's Department	17,601	17,475	–	4,860
Sundry debtors and prepayments	–	–	7,577	5,750
	<u>17,601</u>	<u>17,475</u>	<u>7,577</u>	<u>10,610</u>
CURRENT LIABILITIES				
Creditors and accruals	–	–	–	517
Due to Financial Secretary's Department	–	–	2,523	–
	<u>–</u>	<u>–</u>	<u>2,523</u>	<u>517</u>
NET ASSETS	<u>60,872</u>	<u>63,209</u>	<u>13,464</u>	<u>17,532</u>
ACCUMULATED FUNDS				
Balance as at 1 January	63,209	59,809	17,532	10,560
Surplus/(Deficit) for the year	(2,337)	3,400	(4,068)	6,972
Balance as at 31 December	<u>60,872</u>	<u>63,209</u>	<u>13,464</u>	<u>17,532</u>

COUNCIL FOR SOCIAL WITNESS
INCOME AND EXPENDITURE ACCOUNTS
For the year ended 31 December 2018

	Council for Social Witness		Taking Care		PCI Enterprises		Willow Brook		Aaron House		Lawnfield House	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£	£	£	£	£
INCOME												
Grants – DHSS	37,122	37,122	–	–	–	–	–	–	–	–	–	–
Tenants rents	–	–	–	–	–	–	188,696	232,675	978,299	951,239	486,833	450,270
Transfers	51,368	50,719	–	–	–	–	–	–	–	–	–	–
Donations and bequests	63	63	–	–	–	–	–	–	10,357	5,749	3,556	181
Other income	3,680	3,484	–	–	1,123	1,164	515	377	17,422	16,157	–	–
United Appeal	206,748	198,957	38,252	46,043	–	–	–	–	–	–	–	–
TOTAL INCOME	298,981	290,345	38,252	46,043	1,123	1,164	189,211	233,052	1,006,078	973,145	490,389	450,451
EXPENDITURE												
Salaries	184,273	188,061	28,375	39,102	–	–	150,253	138,540	735,796	681,009	403,593	374,886
Establishment costs	16,550	16,193	2,328	2,319	–	–	39,059	38,008	30,059	29,479	14,751	14,409
Other cost	92,673	71,237	7,549	4,622	4,300	3,617	48,597	74,849	261,827	238,630	186,026	159,870
TOTAL EXPENDITURE	293,496	275,491	38,252	46,043	4,300	3,617	237,909	251,397	1,027,682	949,118	604,370	549,165
SURPLUS/(DEFICIT)	5,485	14,854	–	–	(3,177)	(2,453)	(48,698)	(18,345)	(21,604)	24,027	(113,981)	(98,714)
Gain on investments	–	–	–	–	–	–	–	–	(32,782)	43,607	–	–
NET SURPLUS/(DEFICIT)	5,485	14,854	–	–	(3,177)	(2,453)	(48,698)	(18,345)	(54,386)	67,634	(113,981)	(98,714)

COUNCIL FOR SOCIAL WITNESS CARLISLE HOUSE

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

INCOME	2018	2017
	£	£
Northern Health and Social Care Trust	266,923	241,711
Belfast Health and Social Care Trust	278,149	266,638
NIHE - Supporting People	32,934	30,400
Other income	2,673	1,802
Donations and bequests	2,360	17,013
	<u>583,039</u>	<u>557,564</u>
EXPENDITURE		
Salaries	389,457	361,491
Staff training	10,046	7,231
Staff travelling	5,374	3,549
Catering	28,143	29,262
Recreation and rehabilitation	27,911	19,944
Rent	35,137	31,598
Heat and light	16,298	14,076
Repairs	59,591	57,077
Water charges	2,585	2,792
Depreciation	3,954	3,553
Insurance	6,848	6,002
Printing, stationery and postage	6,626	7,549
Computer support	753	549
Advertising	3,934	4,646
Telephone	3,006	3,469
Audit	978	978
Allocation of administration costs	7,000	7,000
Registration fees	736	799
Miscellaneous expenses	2,992	3,794
General expenses allocated	25,232	24,548
Bank interest	1,885	1,727
Professional fees	780	3,664
	<u>639,266</u>	<u>595,298</u>
Deficit for the year	(56,227)	(37,734)
Unrestricted funds brought forward	(375,798)	(338,064)
Unrestricted funds carried forward	<u>(432,025)</u>	<u>(375,798)</u>

COUNCIL FOR SOCIAL WITNESS CARLISLE HOUSE

BALANCE SHEET As at 31 December 2018

				2018	2017
			Notes	£	£
FIXED ASSETS					
Fixtures, fittings and equipment	...	...	1	14,738	12,911
CURRENT ASSETS					
Debtors and prepayments	...	...		2,767	2,890
Cash at bank and in hand	...	...		500	500
				3,267	3,390
CURRENT LIABILITIES					
Creditors and accruals	...	...		31,264	30,680
Amount due to Financial Secretary's Department	...	...		418,766	361,419
				450,030	392,099
NET CURRENT LIABILITIES				(446,763)	(388,709)
NET ASSETS				(432,025)	(375,798)
REPRESENTED BY					
Unrestricted funds				(432,025)	(375,798)

COUNCIL FOR SOCIAL WITNESS CARLISLE HOUSE

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1	FIXED ASSETS	Fixtures and Building Computer			Total
		Fittings	Extension	Equipment	
		£	£	£	£
	Cost				
	At 1 January	99,689	68,060	18,449	186,198
	Additions	1,970	–	3,811	5,781
	At 31 December	101,659	68,060	22,260	191,979
	Depreciation				
	At 1 January	90,851	68,060	14,376	173,287
	Charge for year	2,393	–	1,561	3,954
	At 31 December	93,244	68,060	15,937	177,241
	Net book value				
	At 31 December 2018	8,415	–	6,323	14,738
	At 31 December 2017	8,838	–	4,073	12,911

COUNCIL FOR SOCIAL WITNESS THOMPSON HOUSE

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

INCOME	2018	2017
	£	£
Residents rents	148,163	134,816
NIHE – Supporting People	372,690	389,328
Bank interest	648	713
Sundry receipts	7,773	4,059
Donations	55	2,931
	529,329	531,847
EXPENDITURE		
Salaries	319,709	317,202
Staff training	1,761	906
Travel	2,077	1,385
Telephone	1,552	1,703
Heat and light	25,486	22,256
Water	1,104	3,417
Rent external	83,385	83,385
Catering – Mt Charles	27,098	27,887
Payroll – Mt Charles	14,811	14,966
Stationery and printing	655	297
Computer support	438	1,199
Recreation and rehabilitation	1,200	–
Insurance	9,967	9,685
Repairs	3,901	1,589
Cleaning	11,888	11,965
General expenses	696	2,938
General expenses allocated	13,302	12,941
Audit	856	856
Professional Fees	1,434	4,617
Depreciation	4,164	3,864
BSW – Administration charge	19,112	18,810
	544,596	541,868
(Deficit)/Surplus for the year	(15,267)	(10,021)
Gain/(loss) on investments	(924)	1,229
Transfer to designated fund	(1,315)	(5,528)
Unrestricted funds brought forward	157,144	171,464
Unrestricted funds carried forward	139,638	157,144

COUNCIL FOR SOCIAL WITNESS THOMPSON HOUSE

BALANCE SHEET As at 31 December 2018

				Note	2018	2017
					£	£
FIXED ASSETS						
Tangible assets	...	...	...	1	19,545	19,316
Investments	...	...	...	2	16,230	17,154
					35,775	36,470
CURRENT ASSETS						
Cash at bank and in hand	...	...	...		21,807	20,492
Debtors and prepayments	...	...	...	3	12,744	13,820
Due from Financial Secretary's Department	...	...	...		100,551	118,869
					135,102	153,181
CURRENT LIABILITIES						
Creditors and accruals	...	...	...	4	9,681	12,265
					9,681	12,265
NET CURRENT ASSETS					125,421	140,916
NET ASSETS					161,196	177,386
REPRESENTED BY						
Unrestricted funds	...	...	...		139,638	157,144
Designated fund	...	...	...		21,558	20,242
					161,196	177,386

COUNCIL FOR SOCIAL WITNESS THOMPSON HOUSE

NOTES TO THE FINANCIAL STATEMENTS - 31 December 2018

1	FIXED ASSETS	Fixtures and Fittings £	Computers and Equipment £	Total £
	Cost			
	At 1 January	38,632	9,335	47,967
	Additions	–	4,393	4,393
	At 31 December	38,632	13,728	52,360
	Depreciation			
	At 1 January	19,316	9,335	28,651
	Charge for year	3,863	301	4,164
	At 31 December	23,179	9,636	32,815
	Net Book Value			
	At 31 December 2018	15,453	4,092	19,545
	At 31 December 2017	19,316	–	19,316
			2018	2017
			£	£
2	INVESTMENTS			
	The Presbyterian Church in Ireland			
	1,595 General Investment Fund units at cost		8,481	8,481
	Market value		16,230	17,154
			2018	2017
			£	£
3	SUNDRY DEBTORS AND PREPAYMENTS			
	NIHE Supporting People		12,160	12,799
	Other		584	1,021
			12,744	13,820
			2018	2017
			£	£
4	CREDITORS AND ACCRUALS			
	Electricity		2,800	456
	Gas		–	1,149
	Cleaning		1,053	1,782
	Water		1,467	2,123
	Catering		4,328	6,755
	General		33	–
			9,681	12,265

COUNCIL FOR SOCIAL WITNESS KINGHAN MISSION

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Congregational contributions	6,323	5,557
Subscriptions and donations	18,965	20,940
Investment income	622	622
Bank and deposit interest	2,011	2,156
	27,921	29,275
EXPENDITURE		
Salaries	28,407	37,049
Travelling expenses	1,191	620
Repairs and maintenance	3,643	2,681
Insurance	2,095	2,093
Heat light and water	3,674	3,639
Printing, postage and telephone	911	762
Audit	599	599
Catering	118	343
Sundry expenses	5,126	6,060
General expenses allocated	5,816	5,658
Depreciation – Buildings	11,349	11,349
Depreciation – Equipment	493	493
Depreciation – Computers	120	–
	63,542	71,346
Deficit for the year before gains/losses on investments	(35,621)	(42,071)
(Loss)/Gain on investments	(1,335)	1,776
Deficit for the year	(36,956)	(40,295)

COUNCIL FOR SOCIAL WITNESS KINGHAN MISSION

BALANCE SHEET As at 31 December 2018

				2018	2017
				£	£
FIXED ASSETS			Notes		
Tangible assets	...	...	1	291,366	302,180
Investments	...	...	2	23,456	24,791
				<u>314,822</u>	<u>326,971</u>
CURRENT ASSETS					
Debtors and prepayments	...	...	3	1,865	2,212
Cash at bank and in hand	...	...		450	350
Due by Financial Secretary's Department...	...	...		351,486	375,089
				<u>353,801</u>	<u>377,651</u>
CURRENT LIABILITIES					
Creditors and accruals	...	...	4	3,719	2,762
Due to Financial Secretary's Department	...	...		-	-
				<u>3,719</u>	<u>2,762</u>
NET CURRENT ASSETS				350,082	374,889
NET ASSETS				<u>664,904</u>	<u>701,860</u>
REPRESENTED BY					
Accumulated funds					
At 1 January	...	...		701,860	742,155
Deficit for the year	...	...		(36,956)	(40,295)
At 31 December				<u>664,904</u>	<u>701,860</u>

COUNCIL FOR SOCIAL WITNESS KINGHAN MISSION

NOTES TO THE FINANCIAL STATEMENTS - 31 December 2018

1	FIXED ASSETS	Equipment Fixtures & Computer			
		Buildings	Fittings	Equipment	Total
		£	£	£	£
	Cost				
	At 1 January	567,436	33,743	8,892	610,071
	Additions	-	-	1,148	1,148
	At 31 December	567,436	33,743	10,040	611,219
	Depreciation				
	At 1 January	265,750	33,249	8,892	307,891
	Charge for year	11,349	493	120	11,962
	At 31 December	277,099	33,742	9,012	319,853
	Net book value				
	At 31 December 2018	290,337	1	1,028	291,366
	At 31 December 2017	301,686	494	-	302,180

The leasehold building at 13 Botanic Avenue, Belfast is carried at historical cost less accumulated depreciation which at 31 December 2018 amounted to £1. The rebuilding which cost £567,436 is being depreciated at the rate of 2% per annum.

2	INVESTMENTS		2018	2017
			£	£
	The Presbyterian Church in Ireland 2,305 General Investment Fund units at cost		12,179	12,179
	Market Value		23,456	24,791
3	SUNDRY DEBTORS AND PREPAYMENTS		2018	2017
			£	£
	Insurance		1,683	1,418
	Repairs		182	794
			1,865	2,212
4	SUNDRY CREDITORS AND ACCRUALS		2018	2017
			£	£
	Heat, light and water		767	333
	General		2,224	2,429
	Repairs		728	-
			3,719	2,762

COUNCIL FOR SOCIAL WITNESS OLDER PEOPLE SERVICES

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2018

INCOME	Note	2018	2017
		£	£
Residents fee income		6,551,306	5,950,656
Rental income	1	222	6,004
Donations and legacies		20,134	271,780
Donations and legacies – houses		10,682	117,635
Trust and investment income		35,048	26,056
Other income - houses		42,353	24,672
Bank interest		11,789	10,542
Bank interest - houses		5,517	3,867
		<hr/>	<hr/>
		6,677,051	6,411,212
EXPENDITURE			
Operating costs of houses		6,645,155	6,288,954
Administration expenses	2	–	–
		<hr/>	<hr/>
		6,645,155	6,288,954
OPERATING SURPLUS FOR THE YEAR		31,896	122,258
Amortisation - Mt Tabor	7	(25,420)	(25,293)
		<hr/>	<hr/>
SURPLUS FOR THE YEAR		6,476	96,965
Gain on investments		(49,202)	65,449
Gain on sale of fixed assets		–	27,208
Exchange gain/(loss) - Tritonville		17,157	60,947
		<hr/>	<hr/>
NET SURPLUS FOR THE YEAR		(25,569)	250,569
Transfer (to)/from restricted funds	5	13,826	(21,327)
Unrestricted funds brought forward		6,767,260	6,538,018
		<hr/>	<hr/>
Unrestricted funds carried forward		6,755,517	6,767,260

COUNCIL FOR SOCIAL WITNESS OLDER PEOPLE SERVICES

BALANCE SHEET AS AT 31 DECEMBER 2018

					2018	2017	
					Note	£	£
FIXED ASSETS							
Properties	...	...	...	4	5,110,481	5,172,357
Major repairs				4	211,382	292,252	
Fixtures and equipment	...	...	...	4	471,573	438,172
Computer equipment	...	...	...	4	27,487	6,652
Investments	...	...	...	3	864,311	913,513
					6,685,234	6,822,946	
Mount Tabor	...	...	...	7	25,419	50,584
					6,710,653	6,873,530	
CURRENT ASSETS							
Sundry debtors	...	...	...	8	262,830	440,579
Cash at bank and in hand	...	...	...		760,331	636,187
Due from Financial Secretary's Department	...	...	...		-	-
					1,023,161	1,076,766	
CURRENT LIABILITIES							
Sundry creditors	...	...	...	9	192,155	203,139
Due to Financial Secretary's Department	...	...	...		224,146	406,419
					416,301	609,558	
NET CURRENT ASSETS						606,860	467,208
TOTAL ASSETS LESS CURRENT LIABILITIES						7,317,513	7,340,738
Deferred grant	...	...	...	6	20,830	21,269
Loans	...	...	...	10	456,002	450,901
NET ASSETS					6,840,681	6,868,568	
REPRESENTED BY:							
Unrestricted funds	...	...	...		6,755,517	6,767,260
Restricted funds	...	...	...	5	85,164	101,308
					6,840,681	6,868,568	

COUNCIL FOR SOCIAL WITNESS OLDER PEOPLE SERVICES

NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2018

		2018	2017
1	RENTAL INCOME	£	£
	Camowen Court and Terrace, Omagh	222	6,004

Since 2002 income from this source is credited to Harold McCauley House.
The apartments were sold during 2017

		2018	2017
2	ADMINISTRATION CHARGES	£	£
	Salaries	136,290	128,172
	Repairs and renewals	348	389
	General expenses	172,574	163,723
	Depreciation	19,175	19,175
	Postage and telephone	421	410
	Travelling expenses	6,746	6,962
	Upkeep of grounds	–	97
	Rent of offices	19,286	18,930
	Insurance	239	6,835
	Training	1,232	(645)
	Legal fees	4,334	–
	Computer support	1,193	1,018
	Recharged to homes	(361,838)	(345,066)
		–	–

		2018	2017
3	INVESTMENTS	£	£
	General Investment Fund		
	Balance at 1 January - cost	526,574	526,574
	Additions	–	–
	Balance at 31 December - cost	526,574	526,574

Market value of investments
at 31 December - 84,933 shares

	864,311	913,513
--	---------	---------

COUNCIL FOR SOCIAL WITNESS OLDER PEOPLE SERVICES

NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2018

4	FIXED ASSETS	Properties	Major Repairs	Fixtures and fittings	Computer equipment	Total
	COST	£	£	£	£	£
	At 1 January	8,022,433	832,341	1,489,130	108,177	10,452,081
	Additions	64,459	–	110,054	24,748	199,261
	Disposals	–	–	–	–	–
	Exchange gain	21,729	9,416	638	–	31,783
	At 31 December	8,108,621	841,757	1,599,822	132,925	10,683,125
	GRANTS					
	At 1 January and 31 December	(972,570)	–	–	–	(972,570)
	Net cost	7,136,051	841,757	1,599,822	132,925	9,710,555
	DEPRECIATION					
	At 1 January	1,877,506	540,089	1,050,958	101,525	3,570,078
	Disposals	–	–	–	–	–
	Charge for year	141,432	84,176	76,724	3,913	306,245
	Exchange gain	6,632	6,110	567	–	13,309
	At 31 December	2,025,570	630,375	1,128,249	105,438	3,889,632
	NET BOOK VALUE					
	31 December 2018	5,110,481	211,382	471,573	27,487	5,820,923
	NET BOOK VALUE					
	31 December 2017	5,172,357	292,252	438,172	6,652	5,909,433

During 2018 depreciation was charged on buildings at 2% of cost net of grants.

No depreciation was charged on buildings between 1975 and 1997.

The cost of major repairs is depreciated by equal annual instalments over 10 years.

The cost of fixtures and fittings is depreciated by equal annual instalments over 10 years.

The cost of computer equipment is depreciated by equal annual instalments over 4 years.

COUNCIL FOR SOCIAL WITNESS OLDER PEOPLE SERVICES

NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2018

				2018	2017
				£	£
5	RESTRICTED FUNDS				
	"Comfort" of residents in specific houses				
	Balance at 1 January	...	...	80,081	54,527
	Net Income/(Expenditure) during year	...	...	(9,551)	25,554
	Balance at 31 December			<u>70,530</u>	<u>80,081</u>
	Tritonville MBA				
	Balance at 1 January	...	...	12,773	14,694
	Exchange loss	...	...	(2,414)	(1,921)
	Balance at 31 December			<u>10,359</u>	<u>12,773</u>
	Donation towards the cost of Mt Tabor Nursing Home				
	Balance at 1 January	...	...	8,454	12,177
	Released during year	...	...	(4,275)	(4,227)
	Exchange gain/(loss)	...	...	96	504
	Balance at 31 December			<u>4,275</u>	<u>8,454</u>
	Total restricted funds			<u>85,164</u>	<u>101,308</u>
	Transfer to (from) restricted funds			<u>(13,826)</u>	<u>21,327</u>
				2018	2017
				£	£
6	DEFERRED GRANT				
	Balance at 1 January	...	...	21,269	21,067
	Released during year	...	...	(679)	(672)
	Exchange gain/(loss)	...	...	240	874
	Balance at 31 December			<u>20,830</u>	<u>21,269</u>

COUNCIL FOR SOCIAL WITNESS OLDER PEOPLE SERVICES

NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2018

		2018		2017
7	MOUNT TABOR	£		£
	Balance at 1 January	50,584		74,530
	Amortisation charge for year	(25,420)		(25,293)
	Exchange gain/ (loss)	255		1,347
	Balance at 31 December	25,419		50,584
<p>Mount Tabor is a partnership between the Presbyterian Residential Trust and Dublin Central Mission, to establish a new Care Centre/Nursing Home in the Dublin area. The Presbyterian Residential Trust have the right to 7 beds in Mount Tabor. In 1997 the Residential Trust invested IR£300,000 and a further IR£200,000 during 1998. The investment is being amortised over a period of 20 years.</p>				
8	SUNDRY DEBTORS	£		£
	Outstanding Fees	200,530		131,378
	Prepayments	62,300		309,201
		262,830		440,579
9	SUNDRY CREDITORS	£		£
	Creditors and accruals	192,155		203,139
10	LOANS	£		£
	Interest free loans received from Frazer House towards the cost of Tritonville development.	456,002		450,901

COUNCIL FOR SOCIAL WITNESS – OLDER PEOPLE SERVICES

HOUSE INCOME AND EXPENDITURE ACCOUNTS

For the year ended 31 December 2018

	Adelaide		Ard Cluan		Corkey		River Sunnyside		York House		Harold House		Trinity House		St Andrew		Bungallows		Tritonville		Total	
	£	House	£	House	£	House	£	House	£	House	£	House	£	House	£	House	£	House	£	House	£	
Residents fees etc	1,211,179	-	973,684	769,833	1,210,568	-	1,023,665	1,067,071	5,072	290,232	6,551,304	-	10,682	-	-	-	-	-	-	-	-	
Gifts and bequests	105	-	253	905	693	-	7,380	1,346	-	19,169	37,051	-	7,355	-	-	-	-	-	-	-	-	
Other income	-	-	302	1,255	2,494	620	3,081	10,130	13	-	-	-	-	-	-	-	-	-	-	-	-	
Bank interest	4,560	5	515	100	197	-	222	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental income – Carnowen	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
TOTAL INCOME	1,215,844	5	974,754	772,093	1,213,952	620	1,034,348	1,078,560	5,072	311,366	6,606,614	9,039	12,298	385,482	864	38,019	350,380	5,936	139,629	308,649	110,041	26,869
Staff costs	637,817	-	606,734	498,028	756,497	-	903,688	816,999	9,039	60,224	4,289,006	-	12,298	385,482	864	38,019	350,380	5,936	139,629	308,649	110,041	26,869
Catering costs	69,921	33	60,375	53,222	75,138	-	56,217	58,278	-	12,298	385,482	-	12,298	385,482	864	38,019	350,380	5,936	139,629	308,649	110,041	26,869
Heat and light	48,875	614	59,021	31,374	62,116	684	46,787	62,026	864	38,019	350,380	-	1,907	35,581	-	-	-	-	-	-	-	-
Admin expenses	3,579	55	4,660	2,995	5,545	597	5,057	11,186	-	5,936	139,629	-	5,936	139,629	5,192	38,248	308,649	784	2,653	110,041	26,869	
Cleaning and laundry	29,595	-	25,231	17,056	17,023	-	20,288	24,500	-	26,869	6,606,614	-	7,631	27,529	-	-	-	-	-	-	-	-
Repairs and renewals	70,777	1,794	43,970	44,687	11,529	163	43,893	48,996	5,192	38,248	308,649	-	7,631	27,529	-	-	-	-	-	-	-	-
General expenses	10,504	2,216	10,702	14,373	11,413	8,320	21,725	27,951	784	2,653	110,041	-	7,631	27,529	-	-	-	-	-	-	-	-
Medical expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Registration fees	4,573	170	2,908	2,773	3,749	363	3,911	1,451	-	7,631	27,529	-	7,631	27,529	-	-	-	-	-	-	-	-
Water rates	7,590	(389)	11,077	5,268	-	1,401	4,017	10,677	258	435	40,334	-	435	40,334	-	-	-	-	-	-	-	-
Training	2,022	-	234	234	1,728	-	2,015	998	-	7,231	-	-	7,231	-	-	-	-	-	-	-	-	-
Insurance	10,065	307	7,282	6,509	9,362	652	8,159	9,039	-	7,874	59,249	-	7,874	59,249	-	-	-	-	-	-	-	-
Rent – Housing Associations	-	-	57,630	155,227	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Admin charge – HO	68,038	-	54,121	43,297	69,584	-	49,482	77,316	418	-	362,256	-	-	362,256	-	-	-	-	-	-	-	-
Depreciation	30,067	6,459	6,993	16,202	10,597	10,982	40,435	54,016	1,517	127,708	304,976	-	127,708	304,976	-	-	-	-	-	-	-	-
Audit fees	1,198	-	1,198	1,198	1,198	-	1,198	1,199	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	994,621	11,259	952,136	737,216	1,190,706	23,162	1,233,721	1,203,432	18,072	302,933	6,667,258	(22,542)	(199,373)	(124,872)	(13,000)	8,433	(60,644)	(11,312)	(14,320)	(184,493)	(184,493)	(184,493)
SURPLUS/(DEFICIT) – 2018	221,223	(11,254)	22,618	34,877	23,246	(22,542)	(199,373)	(124,872)	(13,000)	8,433	(60,644)	(11,312)	(14,320)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)
SURPLUS/(DEFICIT) – 2017	227,330	(116,076)	22,592	(17,688)	23,916	(181,891)	(46,276)	(70,768)	(11,312)	(14,320)	(184,493)	(11,312)	(14,320)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)	(184,493)

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS

ANNUAL REPORT

For the year ended 31 December 2018

LEGAL AND ADMINISTRATIVE DETAILS

The Council for Congregational Life and Witness was established on 1 January 2015 following a decision of the General Assembly in June 2014 to introduce new governance arrangements from that date. It is constituted under Par 276 of The Code, the book of the constitution and government of the Presbyterian Church in Ireland

COUNCIL MEMBERSHIP

The membership of the Council is determined in accordance with Par 276 of The Code and the members are listed in the Directory of the General Assembly.

PRINCIPAL ACTIVITIES

In accordance with Par 276 of The Code the Council for Congregational Life and Witness seeks to support the ongoing life and witness of congregations in their work with all age groups, through casting vision, assisting in development, offering training, providing and signposting models of good practice and resourcing in the areas of worship, discipleship, nurturing and teaching, pastoral care, evangelism and outreach in the community, co-operative working with others, involvement in global mission and leadership. It is responsible for the strategic development of Youth and Children's ministry, ministry among women, young adults' ministry, support for the family and marriage and counselling services. It also aims to build supportive links with local schools, support Christians in the workplace and be proactive in the work of good relations. It aims to provide support to congregations in the areas of finance, health and safety and personnel matters.

The Council carries out its responsibilities through the following Committees:

- Outreach Committee.
- Pastoral Care Committee.
- Leadership Committee.
- Discipleship Committee.
- Global Mission Involvement Committee.
- Worship Committee.
- Women's Strategy and Coordination Committee.
- Youth, Children and Family Strategy Coordination Committee.

As well as these Committees the Council or its Committees may establish Panels and/or Task Groups to carry out certain delegated responsibilities.

ACTIVITIES

In the **General Account** expenditure is grouped according to the Committee to which it relates and is analysed by event or team in the related notes. Generally contributions from participants at events or from team members are intended to cover the costs directly related to those events or teams. Costs related to the Council office staff are shown separately and include the salaries of office and field staff who support congregations and make possible the wide range of activities and events overseen by the above Committees.

Separate accounts are shown for each of the youth centres at **Lucan and Guysmere**. On 1 October 2010 responsibility for operating the hall and residential buildings on the Lucan site was transferred to the Presbytery of Dublin and Munster, as agreed by the General Assembly in June 2008. Guysmere Youth Centre closed on 1 December 2009. The Council remains responsible for insuring and maintaining these buildings.

The **Concorde Fund** was established with the proceeds of the 1984/85 Youth and Sunday School Project and its purpose is to support young people who wish to gain experience of Christian work overseas.

Accounts are also presented for current **Youth and Children's projects**.

The aim of **Presbyterian Women (PW)** is to encourage women to become disciples of Christ highlighting the need for love and unity; obedience to God; Christian living and spiritual maturity; service using gifts, time and money; and local and global mission. To that end PW Groups are formed in congregations.

Contributions from Presbyterian Women groups support the work of Mission in Ireland and Global Mission and other projects at home and overseas. The office staff supports groups, providing resources, organising events and producing the *Wider World* magazine.

APPROVAL OF ACCOUNTS

The financial statements of the Council for Congregational Life and Witness for the year ended 31 December 2018 as set out on pages 179 to 192 were approved at a meeting of the Council on 26 February 2019.

For and on behalf of the Council for Congregational Life and Witness:

COLIN MORRISON, Council Convener

DAVID H. THOMPSON, Council Secretary

REPORT OF ERNST & YOUNG LLP TO THE COUNCIL FOR CONGREGATIONAL LIFE AND WITNESS OF THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

We have examined the various financial statements of the Council for Congregational Life and Witness for the year ended 31 December 2018 on pages 179 to 192. We confirm that the figures contained therein have been incorporated into the consolidated financial statements of the General Assembly of the Presbyterian Church in Ireland, which appear on pages 9 to 63, and upon which we have given our audit opinion.

ERNST & YOUNG LLP
Belfast

20 May 2019

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS

INCOME AND EXPENDITURE ACCOUNTS For the year ended 31 December 2018

	Note	General Account	Lucan Youth Centre	Guysmere Youth Centre	Concorde Fund
		2018	2018	2018	2018
		£	£	£	£
INCOME					
United Appeal		720,000	-	-	-
Contributions from participants – events, teams etc	1	95,989	-	-	-
Sale of publications		13,407	-	-	-
Investment income		3,632	-	50	3,213
Bank interest		1,111	-	-	65
Other income		3,489	-	-	-
		837,628	-	50	3,281
EXPENDITURE					
CCLW Office	2	611,050	-	-	-
Outreach	3	54,407	-	-	-
Pastoral Care	4	31,031	-	-	-
Discipleship	5	22,597	-	-	-
Leadership	6	22,891	-	-	-
Worship	7	13,504	-	-	-
Family Strategy and Coordination Committee		20,255	-	-	-
Promotion of Fruitful Congregations Theme		3,147	-	-	-
Women's Strategy and Coordination Committee		558	-	-	-
Global Mission		-	-	-	-
Centres utilities and insurance		-	5,365	9,451	7,949
Centres repairs and depreciation		-	6,647	9,245	8,524
Other expenses		-	216	864	1,312
Grants – other		-	-	-	2,920
		779,440	12,228	13,096	17,785
				19,560	2,920
					3,180
Surplus/(Deficit) for year		58,188	(12,228)	(13,096)	(17,735)
Gain/(loss) on investments		(7,498)	-	-	143
Transfer (to)/from restricted funds		7,498	-	(107)	-
Transfer (to)/from designated funds		(643)	-	-	-
Funds transferred to United Appeal		(90,000)	-	-	-
Funds of activity b/wd		90,035	201,958	215,054	140,764
				4,059	131,497
Funds of activity carried forward		57,580	189,730	201,958	134,232
				(15,558)	4,059
					140,764

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS

BALANCE SHEETS As at 31 December 2018

	General Account 2018	£	Note	Lucan Youth Centre 2018	£	Note	Guysmere Youth Centre 2018	£	Note	Concorde Fund 2018	£
FIXED ASSETS											
Tangible assets	8	7,422		10	234,811		11	160,068		12	121,089
Investments	9	131,713					1,863				127,982
		139,211					1,990				127,982
		3,055			241,458		167,104				127,982
		142,266			234,811		169,094				127,982
CURRENT ASSETS											
Due from Financial Secretary's Department	205,595	216,953					-			13,143	12,782
Sundry debtors and prepayments	1,900	3,680					838			-	-
	207,495	220,633					838			13,143	12,782
CURRENT LIABILITIES											
Due to Financial Secretary's Department	-	-		45,081	39,500		178,229	165,838		-	-
Accruals and deferred income	28,530	5,489					118			-	-
	28,530	5,489		45,081	39,500		178,347	165,838		-	-
	178,965	215,144		(45,081)	(39,500)		(177,509)	(165,035)		13,143	12,782
NET CURRENT ASSETS / (LIABILITIES)											
	318,100	357,410		189,730	201,958		(15,558)	4,059		134,232	140,764
REPRESENTED BY											
Funds of activity	57,580	90,035		189,730	201,958		(15,558)	4,059		134,232	140,764
Designated funds	122,774	122,131					-			-	-
Restricted funds - other	6,033	6,033					-			-	-
Restricted funds - endowment	131,713	139,211					-			-	-
	318,100	357,410		189,730	201,958		(15,558)	4,059		134,232	140,764

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – YOUTH AND CHILDREN'S PROJECTS

INCOME AND EXPENDITURE ACCOUNTS For the year ended 31 December 2018

	Foundations (2018/19)		What is church? (2017/18)	
	2018 £	2017 £	2018 £	2017 £
INCOME				
From congregations	14,180	–	55,098	7,454
Other income	–	–	330	127
Bank interest	–	–	107	3
	14,180	–	55,535	7,584
EXPENDITURE				
Grants paid	3,750	–	59,229	–
Project information	3,241	–	–	3,890
	6,991	–	50,229	3,890
Surplus/(Deficit) for year	7,189	–	(3,694)	3,694
Funds of activity b/fwd	–	–	3,694	–
Funds of activity c/fwd	7,189	–	–	3,694

BALANCE SHEETS As at 31 December 2018

	Foundations (2018/19)		What is church? (2017/18)	
	2018 £	2017 £	2018 £	2017 £
CURRENT ASSETS				
Due from Financial Secretary's Department	7,189	–	–	3,694
CURRENT LIABILITIES				
Due to Financial Secretary's Department	–	–	–	–
NET ASSETS	7,189	–	–	3,694
REPRESENTED BY				
Funds of activity	7,189	–	–	3,694

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1	CONTRIBUTIONS FROM PARTICIPANTS – EVENTS, TEAMS ETC.	2018	2017
		£	£
	MAD	47,303	45,192
	Holiday Week	9,617	16,405
	Summer Outreach	7,080	6,180
	Transform	4,125	5,219
	Emerge	3,900	3,480
	Youth Night	3,175	2,452
	Kids Big Day Out	2,580	2,588
	Full Time Youth Workers	2,348	1,473
	Communicators School	2,326	–
	Fresh Light (PCI Counselling)	2,105	3,694
	Youth Ministry Course	2,070	3,180
	Small & Fruitful Conference	1,678	–
	Discipleshaping Worship Conference	1,475	–
	Disciple Makers Network	552	3,178
	Other	5,655	6,969
	The Big Sing	–	2,750
	Contributions from members of Overseas teams	–	2,119
		95,989	104,879
2	GENERAL ACCOUNT – CCLW OFFICE	2018	2017
		£	£
	Staff payroll and pensions	455,822	432,736
	Support Services	63,963	60,420
	Rent	50,480	49,392
	Staff expenses	17,254	15,685
	Office costs	12,200	15,293
	Staff training / professional development	4,535	4,227
	Other expenses	6,796	5,405
		611,050	583,158
3	GENERAL ACCOUNT – OUTREACH	2018	2017
		£	£
	MAD	44,820	41,497
	Summer Outreach	8,989	6,782
	Other	598	2,082
		54,407	50,361
4	GENERAL ACCOUNT – PASTORAL CARE	2018	2017
		£	£
	Fresh Light (PCI Counselling)	17,674	17,266
	Holiday Week	13,177	18,142
	Other	180	2,170
		31,031	37,578

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS**NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018 (Cont.)**

5	GENERAL ACCOUNT – DISCIPLESHP	2018	2017
		£	£
	Discipleship Committee	8,234	14,981
	Transform	6,627	6,192
	Youth Night	2,560	3,871
	Kids Big Day Out	2,422	2,224
	Disciple Shaping Worship Conference	2,110	–
	Disciple Makers Network	34	3,178
	Other	610	545
		<u>22,597</u>	<u>30,991</u>
6	GENERAL ACCOUNT – LEADERSHIP	2018	2017
		£	£
	Emerge	5,886	5,430
	Volunteers & Interns Programme	4,736	3,662
	Full Time Youth Workers	3,558	1,795
	Youth Ministry Course	3,052	3,256
	Communicators School	1,727	–
	Youth Assembly	1,558	1,503
	Interns Together	1,318	1,101
	Children's Ministry Course	906	1,118
	Other	150	3,273
		<u>22,891</u>	<u>21,138</u>
7	GENERAL ACCOUNT – WORSHIP	2018	2017
		£	£
	Worship Committee	13,504	4,900
	The Big Sing	–	6,123
	Worship Camp	–	1,128
		<u>13,504</u>	<u>12,151</u>

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018 (Cont.)

8	GENERAL ACCOUNT – FIXED ASSETS				Computer Equipment
					£
	Cost				
	At 1 January 2018	...	...	...	30,611
	Additions during the year	...	...	...	6,132
	Disposals during the year	...	...	...	–
	At 31 December 2018				<u>36,743</u>
	Depreciation				
	At 1 January 2018	...	...	...	27,556
	Charge for year	...	...	...	1,765
	Disposals during the year	...	...	...	–
	At 31 December 2018	...	...	...	<u>29,321</u>
	Net book value				
	At 31 December 2018	...	...	...	<u>7,422</u>
	At 31 December 2017	...	...	...	<u>3,055</u>

9	GENERAL ACCOUNT – INVESTMENTS	
		2018 2017
	Market value at 31 December	£131,713 £139,211
	General Investment Fund - number of shares	<u>12,943 12,943</u>

10	LUCAN YOUTH CENTRE – FIXED ASSETS					
		Land	Buildings	Fixtures & Fittings	Total	
		£	£	£	£	
	Cost					
	At 1 January 2018	...	56,433	332,381	5,872	394,686
	Additions during the year	...	–	–	–	–
	Disposals during the year	...	–	–	–	–
	At 31 December 2018	...	<u>56,433</u>	<u>332,381</u>	<u>5,872</u>	<u>394,686</u>
	Depreciation					
	At 1 January 2018	...	–	147,356	5,872	153,228
	Charge for year	...	–	6,647	–	6,647
	Disposals during the year	...	–	–	–	–
	At 31 December 2018	...	<u>–</u>	<u>154,003</u>	<u>5,872</u>	<u>159,875</u>
	Net book value					
	At 31 December 2018	...	<u>56,433</u>	<u>178,378</u>	<u>–</u>	<u>234,811</u>
	At 31 December 2017	...	<u>56,433</u>	<u>185,025</u>	<u>–</u>	<u>241,458</u>

Title to the building used as the Lucan Youth Centre is held by The Trustees of the Presbyterian Church in Ireland.

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018 (Cont.)

11 GUYSMERE YOUTH CENTRE – FIXED ASSETS

	Buildings	Fixtures & Fittings	Total
Cost	£	£	£
At 1 January 2018	351,797	20,672	372,469
Additions during the year	–	–	–
Disposals during the year	–	–	–
At 31 December 2018	351,797	20,672	372,469
Depreciation			
At 1 January 2018	184,693	20,672	205,365
Charge for year	7,036	–	7,036
Disposals during the year	–	–	–
At 31 December 2018	191,729	20,672	212,401
Net book value			
At 31 December 2018	160,068	–	160,068
At 31 December 2017	167,104	–	167,104

Title to the building used as the Guysmere Youth Centre is held by The Trustees of the Presbyterian Church in Ireland. The site was acquired many years ago at an unknown cost. The original building was demolished, rebuilt and opened on 14 June 1975.

12 CONCORDE FUND – INVESTMENTS

	2018	2017
Market value at 31 December	£121,089	£127,982
General Investment Fund - number of shares	11,899	11,899

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – PRESBYTERIAN WOMEN

INCOME AND EXPENDITURE ACCOUNT For the year ended 31 December 2018

	Note	2018 £	2017 £
INCOME			
Donations from PW Groups		501,381	500,042
Bequests and legacies		–	500
Other donations and collections	1	25,867	22,888
Investment and trust income		52,762	52,809
Bank and other deposit interest		1,017	1,393
Sale of publications, resources and other income	2	73,566	80,047
		654,593	657,679
EXPENDITURE			
Mission in Ireland and Global Mission Grants ...	3	390,000	400,000
PW Mission projects	4	103,493	112,785
PW office costs	5	186,911	183,193
Publications and other costs	6	29,837	27,474
		710,241	723,452
Surplus/(deficit) for year before transfers ...		(55,648)	(65,773)
Gains/(losses) on investments		(112,204)	149,257
		(167,852)	83,484
Transfer South Belfast Friendship House to CMI (see note 7)		(292,333)	–
Funds of activity brought forward		2,604,673	2,521,189
Funds of activity carried forward	11	2,144,488	2,604,673

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – PRESBYTERIAN WOMEN

BALANCE SHEET As at 31 December 2018

	Note	2018 £	2017 £
FIXED ASSETS			
Tangible assets	7	–	292,333
Investments	8	1,971,057	2,083,261
		<u>1,971,057</u>	<u>2,375,594</u>
CURRENT ASSETS			
Due by Financial Secretary's Department	9	181,255	241,005
Current asset investments	10	–	–
Sundry debtors and prepayments		1,464	2,031
Cash at bank and in hand		200	200
		<u>182,919</u>	<u>243,236</u>
CURRENT LIABILITIES			
Sundry creditors and accruals		9,488	14,157
		<u>9,488</u>	<u>14,157</u>
NET CURRENT ASSETS		<u>173,431</u>	<u>229,079</u>
NET ASSETS		<u>2,144,488</u>	<u>2,604,673</u>
REPRESENTED BY			
Total funds	11	<u>2,144,488</u>	<u>2,604,673</u>

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – PRESBYTERIAN WOMEN

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

		2018	2017
		£	£
1	OTHER DONATIONS AND COLLECTIONS		
	PW Mission Fund	21,106	19,202
	South Belfast Friendship House	2,173	1,144
	Home and Overseas Projects	2,096	–
	Deaconesses Training Fund	492	2,542
		25,867	22,888
2	SALE OF PUBLICATIONS, RESOURCES & OTHER INCOME		
	Wider World	67,269	69,907
	Literature and other resource materials	4,812	4,417
	PW Conference	–	3,565
	Sundries	1,485	2,158
		73,566	80,047
3	MISSION IN IRELAND AND GLOBAL MISSION GRANTS		
	Global Mission partnership	170,000	170,000
	Mission in Ireland partnership	220,000	230,000
		390,000	400,000
4	PW MISSION PROJECTS		
	4a. Home and Overseas Projects		
	PW Deaconess Training Fund (see TFR below)	–	–
	Trinity House, Garvagh	7,500	–
	International Justice Mission	7,500	–
	The Big House, Ireland	–	7,500
	Sola Gracia Church, Mantova, Italy	–	7,500
		15,000	15,000
	TFR: In 2018 and 2017 there was an internal transfer of £15,000 from the Mission Fund to the Deaconess Training Fund		
	4b. Deaconesses Training costs	32,793	23,822
	4c. South Belfast Friendship House		
	Grant to Council for Mission in Ireland	55,700	–
	Salaries and allowances	–	32,093
	Support Services	–	9,834
	Maintenance and upkeep	–	8,539
	Depreciation	–	7,813
	Telephone, postage and office supplies	–	1,583
	Insurance	–	1,532
	Electricity, gas and oil	–	1,484
	Sundry expenses	–	680
		55,700	63,558
	4d. South Belfast Friendship House Programmes	–	10,405
	TOTAL	103,493	112,785

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – PRESBYTERIAN WOMEN

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018 (Cont.)

		2018	2017		
5	PW OFFICE COSTS	£	£		
	Administrative salaries	121,487	121,529		
	Support Services	22,547	21,040		
	Office rent and occupation costs	12,453	12,185		
	Retiring allowances	5,775	5,662		
	AGM and Forums	5,793	3,693		
	PW Conference	–	3,549		
	Telephone, postage and office supplies	5,888	7,810		
	Printing	5,958	1,743		
	Audit fee	1,858	1,858		
	Staff travel and other costs	2,733	3,706		
	Sundry expenses	2,419	418		
		<u>186,911</u>	<u>183,193</u>		
6	PUBLICATIONS AND OTHER COSTS				
	Wider World (excl. salaries and office costs)	27,183	26,062		
	Resource packs	2,654	1,412		
		<u>29,837</u>	<u>27,474</u>		
7	TANGIBLE ASSETS				
		Freehold Land & Buildings	Plant & Equipment	Computers	Total
	Cost	£	£	£	£
	At 1 January 2018	366,500	4,827	8,288	379,615
	Additions	–	–	–	–
	Tfr to Mission in Ireland (Note)	(366,500)	(4,827)	–	(371,327)
	At 31 December 2018	<u>–</u>	<u>–</u>	<u>8,288</u>	<u>8,288</u>
	Depreciation				
	At 1 January 2018	75,132	3,862	8,288	87,282
	Charge for year	–	–	–	–
	Tfr to Mission in Ireland	(75,132)	(3,862)	–	(78,994)
	At 31 December 2018	<u>–</u>	<u>–</u>	<u>8,288</u>	<u>8,288</u>
	Net book value				
	At 31 December 2018	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
	At 31 December 2017	<u>291,368</u>	<u>965</u>	<u>–</u>	<u>292,333</u>

Note: With effect from 1 January 2018 the Council for Mission in Ireland (CMI) has assumed responsibility for operating South Belfast Friendship House (SBFH) as an outreach centre. A Memorandum of Understanding has been agreed between Presbyterian Women and CMI under which SBFH has been transferred to CMI.

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – PRESBYTERIAN WOMEN

NOTES TO THE FINANCIAL STATEMENTS - 31 December 2018 (Cont.)

	2018	2017				
	£	£				
8 INVESTMENTS						
The Presbyterian Church in Ireland General Investment Fund – at market value	1,971,057	2,083,261				
Holdings:						
General Investment Fund – number of shares	193,689	193,689				
9 DUE BY FINANCIAL SECRETARY'S DEPARTMENT						
PW Mission Fund	164,460	203,754				
Deaconess Training Fund	16,795	37,251				
	<u>181,255</u>	<u>241,005</u>				
10 CURRENT ASSET INVESTMENTS						
Presbyterian Mutual Society						
Loan holding	137	137				
Provision for diminution in value	(137)	(137)				
Less distribution	–	–				
Balance at the year end	<u>–</u>	<u>–</u>				
11 TOTAL FUNDS						
	Opening Balance 1 Jan 2018	Income	Expend -iture	Transfers	Gains/(Losses) Investments at Mkt Value	Closing Balance 31 Dec 2018
	£	£	£	£	£	£
Unrestricted						
Mission Fund	1,744,359	641,863	(662,448)	(310,211)	(67,573)	1,345,990
Designated						
Home and						
Overseas Projects	–	12,122	(15,000)	2,878	–	–
Deaconesses Training	31,652	608	(32,793)	15,000	–	14,467
Restricted						
Endowment Fund	828,662	–	–	–	(44,631)	784,031
	<u>2,604,673</u>	<u>654,593</u>	<u>(710,241)</u>	<u>(292,333)</u>	<u>(112,204)</u>	<u>2,144,488</u>

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – PRESBYTERIAN WOMEN

APPENDIX: INCOME AND EXPENDITURE ANALYSIS BY FUND For the year ended 31 December 2018

	Mission Fund		Home and Overseas Projects		Deaconess Training		SBFH Programmes		Endowment Fund	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£	£	£
INCOME										
Donations from PW Groups	489,259	495,164	12,122	4,878	–	–	–	–	–	–
Bequests and legacies	–	500	–	–	–	–	–	–	–	–
Other donations and collections	25,375	20,346	–	–	492	2,542	–	–	–	–
Dividend from General Investment Fund	52,762	52,809	–	–	–	–	–	–	–	–
Bank and other deposit interest	901	1,159	–	–	116	197	–	–	–	–
Sale of publications, resources and other income	73,566	80,047	–	–	–	–	–	–	–	–
	641,863	650,025	12,122	4,878	608	2,739	–	37	–	–
EXPENDITURE										
Home and Overseas Mission grants	390,000	400,000	–	–	–	–	–	–	–	–
PW Mission projects	55,700	63,558	15,000	15,000	32,793	23,822	–	10,405	–	–
PW office costs	186,911	183,193	–	–	–	–	–	–	–	–
Publications and other costs	29,837	27,474	–	–	–	–	–	–	–	–
	662,448	674,225	15,000	15,000	32,793	23,822	–	10,405	–	–
Surplus/(Deficit) for the year before transfers	(20,586)	(24,200)	(2,878)	(10,122)	(32,185)	(21,083)	–	(10,368)	–	–
Gains/(Losses) on investments	(67,573)	89,887	–	–	–	–	–	–	(44,631)	59,370
Transfers between funds	(17,878)	(25,122)	2,878	10,122	15,000	15,000	–	–	–	–
Transfer to Mission in Ireland	(292,333)	–	–	–	–	–	–	–	–	–
	(398,369)	40,565	–	–	(17,185)	(6,083)	–	(10,368)	(44,631)	59,370
Funds of activity brought forward	1,744,359	1,703,794	–	–	31,652	37,735	–	10,368	828,662	769,292
Funds of activity carried forward	1,945,990	1,744,359	–	–	14,467	31,652	–	–	784,031	828,662

COUNCIL FOR CONGREGATIONAL LIFE & WITNESS – PRESBYTERIAN WOMEN

APPENDIX: BALANCE SHEET ANALYSIS BY FUND As at 31 December 2018

	Mission Fund		Home and Overseas Projects		Deaconess Training		SBFH Programmes		Endowment Fund	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£	£	£
FIXED ASSETS										
Tangible assets	–	292,333	–	–	–	–	–	–	–	–
Investments	1,187,026	1,254,599	–	–	–	–	–	–	784,031	828,662
	1,187,026	1,546,932	–	–	–	–	–	–	784,031	828,662
CURRENT ASSETS										
Due by Financial Secretary's Department	164,460	203,754	–	–	16,795	37,251	–	–	–	–
Sundry debtors and prepayments	1,464	2,031	–	–	–	–	–	–	–	–
Cash at bank and in hand	200	200	–	–	–	–	–	–	–	–
	166,124	205,985	–	–	16,795	37,251	–	–	–	–
CURRENT LIABILITIES										
Sundry creditors and accruals	7,160	8,558	–	–	2,328	5,599	–	–	–	–
	7,160	8,558	–	–	2,328	5,599	–	–	–	–
NET CURRENT ASSETS	158,964	197,427	–	–	14,467	31,652	–	–	–	–
NET ASSETS	1,345,990	1,744,359	–	–	14,467	31,652	–	–	784,031	828,662
REPRESENTED BY										
Funds of activity	1,345,990	1,744,359	–	–	14,467	31,652	–	–	784,031	828,662

COUNCIL FOR TRAINING IN MINISTRY

ANNUAL REPORT

For the year ended 31 December 2018

LEGAL AND ADMINISTRATIVE DETAILS

The Council for Training in Ministry was established on 1 January 2015 following a decision of the General Assembly in June 2014 to introduce new governance arrangements from that date. It is constituted under Par 275 of The Code, the book of the constitution and government of the Presbyterian Church in Ireland

COUNCIL MEMBERSHIP

The membership of the Council is determined in accordance with Par 275 of The Code and the members are listed in the Directory of the General Assembly.

PRINCIPAL ACTIVITIES

In accordance with Par 275 of The Code, the Council for Training in Ministry is responsible for the selection, training and on-going development of ministers and the management of Union Theological College; the pastoral care of manse families; the selection, training and ongoing development of auxiliary ministers and accredited preachers; and the selection and training of deaconesses. It also receives ministers and licentiates from other denominations and provides a conciliation service.

The Council carries out its responsibilities through the following Committees:

- Union Theological College Management Committee
- Ministerial Studies and Development Committee
- Reception of Ministers and Licentiates Committee

As well as these Committees the Council or its Committees may establish Panels and/or Task Groups to carry out certain delegated responsibilities.

ACTIVITIES

Accounts have been presented for the following activities of the Council:

Union Theological College (the College) – is managed by the Union Theological College Management Committee which is responsible for managing the physical and human resources and ensuring that these resources are used efficiently in the achievement of the Council's mission. The Management Committee is not responsible for staffing matters which fall under the arrangements approved by the Support Services Committee, through its HR Panel, and which apply to all staff employed by the Presbyterian Church in Ireland. The College is constituted by the Union Theological College for the Presbyterian Church in Ireland Act 1978 which combines the former Presbyterian college in Belfast and Magee Theological College in Londonderry. The College's property is vested in the Trustees of The Presbyterian Church in Ireland.

There are currently 195 (2017: 212) students enrolled at the College undertaking primary and post-graduate degrees and other courses, 13 (2017: 17) of which are ministerial students. Many of these students are undertaking degrees awarded by Queen's University of Belfast, which announced in April 2019 that from September 2019 it will no longer offer theology degrees. The General Council is to bring a recommendation to the 2019 General Assembly to appoint a commission to consider the recommendations of the Union Theological College Management Committee and/or Council for Training in Ministry and/or other relevant General Assembly bodies, and to make any necessary legal, financial and staffing decisions in regard to Union Theological College.

COUNCIL FOR TRAINING IN MINISTRY

ANNUAL REPORT

For the year ended 31 December 2018

Students' Bursary Fund – provides a maintenance grant and pays the tuition fees of students training to be ministers of The Presbyterian Church in Ireland. In conjunction with the Support Services Committee of the General Council a congregational assessment is set and the Fund also receives the offerings from services of ordination and installation of ministers and elders.

Council General – reflects the other activities of the Council.

APPROVAL OF ACCOUNTS

The financial statements of the Council for Training in Ministry for the year ended 31 December 2018 as set out on pages 195 to 198 were approved at a meeting of the Council on 19 March 2019.

For and on behalf of the Council for Training in Ministry:

NIGEL McCULLOUGH, Council Convener

T. JAMES STOTHERS, Council Secretary

REPORT OF ERNST & YOUNG LLP TO THE COUNCIL FOR TRAINING IN MINISTRY OF THE GENERAL ASSEMBLY OF THE PRESBYTERIAN CHURCH IN IRELAND

We have examined the various financial statements of the Council for Training in Ministry for the year ended 31 December 2018 on pages 195 to 198. We confirm that the figures contained therein have been incorporated into the consolidated financial statements of the General Assembly of the Presbyterian Church in Ireland, which appear on pages 9 to 63, and upon which we have given our audit opinion.

ERNST & YOUNG LLP

Belfast

20 May 2019

COUNCIL FOR TRAINING IN MINISTRY
INCOME AND EXPENDITURE ACCOUNTS
For the year ended 31 December 2018

	Note	Union Theological College		Students' Bursary Fund		General Account	
		2018	2017	2018	2017	2018	2017
		£	£	£	£	£	£
INCOME							
Student fees and rents	1	902,516	926,747	—	—	—	—
United Appeal		357,000	357,000	—	—	13,000	18,000
Congregational assessments		—	—	251,839	384,450	—	—
From congregations		—	—	90,453	75,644	—	—
Assigned/Summer assistants		—	—	31,745	40,847	—	—
Investment income		33,297	38,597	11,014	11,014	—	—
Magee Fund grant		27,000	727,525	—	—	—	—
Bequests		203,451	—	38,468	15,368	—	—
Other income		24,843	6,532	2,063	558	5,102	4,008
		1,548,107	2,056,401	425,582	527,881	18,102	22,008
EXPENDITURE							
Teaching		659,519	673,494	—	—	—	—
Library		113,621	115,828	—	—	—	—
Property occupation & maintenance		192,107	179,030	—	—	—	—
Administration and other		333,401	318,732	9,383	8,065	7,135	8,154
Ministry student fees, grants and scholarships	2	20,331	15,969	215,113	315,880	—	—
Summer assistants		—	—	42,663	25,771	—	—
Ministerial Studies & Development, Accredited Preacher and Auxiliary Ministers		—	—	—	—	10,576	10,957
Stonework repairs		(39,456)	452,645	—	—	—	—
Depreciation		117,711	106,539	—	—	—	—
		1,397,234	1,862,237	267,159	349,716	17,711	19,111
Surplus/(Deficit) for year		150,873	194,164	158,423	178,165	391	2,897
Gain/(loss) on investments		(71,441)	110,864	(23,457)	31,204	—	—
Transfer (to)/from restricted funds		69,130	(72,519)	22,323	(29,695)	—	—
Transfer from/(to) designated funds		12,895	12,893	—	—	—	—
Funds of activity b/fwd		3,002,145	2,756,943	291,223	111,549	10,457	7,560
Funds of activity c/fwd		3,163,602	3,002,145	448,512	291,223	10,848	10,457

COUNCIL FOR TRAINING IN MINISTRY

BALANCE SHEETS As at 31 December 2018

	Note	Union Theological College		Note	Students' Bursary Fund		General Account	
		2018 £	2017 £		2018 £	2017 £	2018 £	2017 £
FIXED ASSETS								
Tangible assets	3	3,295,409	3,306,367					
Investments	4	1,254,974	1,326,415	8	412,084	435,541		
		4,550,383	4,632,782		412,084	435,541		
CURRENT ASSETS								
Due from/(to) Financial Secretary's Department		408,248	179,491		424,642	268,353	10,178	10,847
Sundry debtors and prepayments		340,756	378,446		4,160	1,800	745	
		749,004	557,937		428,802	270,153	10,923	10,847
CURRENT LIABILITIES								
Accruals and deferred income		240,665	211,429		226		75	390
Net current assets/(liabilities)		508,339	346,508		428,576	270,153	10,848	10,457
OTHER LIABILITIES								
Loan - Magee Fund	5	666,000	666,000					
		4,392,722	4,313,290		840,660	705,694	10,848	10,457
NET ASSETS								
REPRESENTED BY								
Funds of activity		3,163,602	3,002,145		448,512	291,223	10,848	10,457
Designated funds			12,895					
Restricted funds - other		12,586	13,132					
Restricted funds - scholarships	6	572,490	604,411					
Restricted funds - endowment	7	644,044	680,707		392,148	414,471		
		4,392,722	4,313,290		840,660	705,694	10,848	10,457

COUNCIL FOR TRAINING IN MINISTRY

NOTES TO THE FINANCIAL STATEMENTS - 31 December 2018

1	UTC – Student fees and rents		2018	2017
			£	£
	Student fees		805,888	865,277
	Accommodation rent		96,628	61,470
			902,516	926,747
2	UTC – Administration and other		2018	2017
			£	£
	Support staff salaries & retiring allowances ...		146,111	144,675
	Support services, telephone, postage & other		109,614	109,808
	College promotion, website etc		27,925	5,836
	Accreditation fees		17,281	17,106
	Catering		14,586	20,009
	Stationery, printing & sundry		15,170	18,584
	Audit fees		2,714	2,714
			333,401	318,732
3	UTC – Fixed assets			
		Computer	Other	Total
		Buildings	Equipment	Equipment
	Cost	£	£	£
	At 1 January 2018	4,080,135	171,562	821,958
	Additions during the year	–	26,035	80,718
	Disposals during the year	–	–	–
	At 31 December 2018	4,080,135	197,597	902,676
				5,180,408
	 Depreciation			
	At 1 January 2018	874,622	143,858	748,808
	Charge for year	83,252	16,334	18,125
	Disposals during the year	–	–	–
	At 31 December 2018	957,874	160,192	766,933
				1,884,999
	 Net book value			
	At 31 December 2018	3,122,261	37,405	135,743
	At 31 December 2017	3,205,513	27,704	73,150
				3,306,367
4	UTC – Investments		2018	2017
			£	£
	Market value at 31 December		£1,254,974	£1,326,415

Investments at 31 December 2018 represent 123,322 (2017: 123,322) shares in the General Investment Fund.

COUNCIL FOR TRAINING IN MINISTRY

NOTES TO THE FINANCIAL STATEMENTS - 31 December 2018

5 UTC – Loan - Magee Fund

This is an interest free loan from the Magee Fund toward the cost of refurbishment of the College. The Trustees, after consultation with the College, may demand repayment of the loan by giving 12 months' notice in writing. Notwithstanding the loan shall be immediately repayable on demand by the Trustees if the College substantially ceases or disposes of the property.

6 UTC – Restricted funds - scholarships

The terms under which these funds were received require that they are used to provide various scholarships for students. Generally the terms require the capital to be invested and the income distributed as a scholarship.

	2018	2017
	£	£
Scholarship Revenue		
Balance at 1 January	201,384	207,236
Investment income	10,117	10,117
	211,501	217,353
Scholarships paid	(20,331)	(15,969)
Balance at 31 December	191,170	201,384
Scholarship capital		
Balance at 1 January	403,027	374,152
Additional capital received	–	–
Increase/(decrease) in market value	(21,707)	28,875
Balance at 31 December	381,320	403,027
 Total scholarship funds	 572,490	 604,411

7 UTC – Restricted Funds – Endowment

	2018	2017
	£	£
Balance at 1 January	680,707	631,937
Increase/(decrease) in market value	(36,663)	48,770
Balance at 31 December	644,044	680,707

8 SBF – Investments

	2018	2017
Market value at 31 December	£412,084	£435,541
General Investment Fund - number of shares	40,494	40,494

**The Trustees of
The Presbyterian Church
In Ireland**

Annual Report and Financial Statements

For the year ended 31 December 2018

The Trustees of The Presbyterian Church In Ireland

Annual Report and Financial Statements For the year ended 31 December 2018

LEGAL AND ADMINISTRATIVE DETAILS

The Trustees of the Presbyterian Church in Ireland are a body incorporated under Royal Charter in 1871 with powers and duties regulated by the Irish Presbyterian Church Act 1871 and the Irish Presbyterian Church Act 1901 for the management of certain trust properties for the Church and other purposes.

PRINCIPAL ACTIVITIES

The Trustees oversee the management of the following Funds

The Commutation Fund was established under the Irish Presbyterian Church Act 1871 and is governed by sections 1 to 33 of that Act. Investments are managed as provided for by a deed dated 18 July 1870, the income of which is to be paid to the Sustentation Fund for the benefit of Ministers. Until 31 December 2017 the Fund invested directly in Government Securities, Equities and Ground Rents with the objective of maximising growth and increasing annual income. With effect from the start of 2018 these investments were transferred into the General Investments Fund which is a common investment fund also managed by the Trustees of the Presbyterian Church in Ireland and which has a similar investment objective.

The Magee Fund was established when Magee University College, Londonderry was closed and the assets transferred to the fund which was established by a Court Order of 7 May, 1974. The Order required the Trustees to manage the assets of the Fund under the exclusive control of the General Assembly and subject to the advice and direction of the Scheme committee to further the provision of training and education for the work of the Church at Union College.

The Non-Participating Trusts Fund represents 7 individual trusts which do not participate in the General Investment Fund. Each Trust has its own identity and investments which the Trustees administer in accordance with the terms of the respective trust deeds.

The Lindsay Memorial Fund was established in 1997 from the residuary estate of Mr John Kennedy Lindsay, late of Beechvale, Ballycraigy, Newtownabbey. The Fund was established in memory of his parents William Gray Lindsay and Mary Lindsay, his brother Rev Dr. William Robert Lindsay, his sister Dr Janet Margaret Martha Lindsay and himself. The Fund is to be used for charitable purposes in connection with the education and training of persons of integrity and excellent character domiciled in any part of Africa who wish to study at a school, college or university in the United Kingdom and who have promised to undertake, for not less than five years, employment in Africa approved for each beneficiary individually by the Trustees of the Presbyterian Church in Ireland.

The Scott Benevolent Fund was established in 1938 from a bequest of Mr F W Scott, late of La Vista Avenue, Sutton, Co. Dublin. The purpose of the Fund is to provide financial assistance to such persons being members of the Presbyterian Church in Ireland as are in necessitous circumstances, and for whom, in the opinion of the Trustees, adequate provision cannot properly be made from other funds of the Church.

The Crescent Loan Fund was established following the sale of the Crescent Church premises in 1975. Sixty percent of the sales proceeds were placed in this Fund from which congregations, with short-term financial problems, could be granted interest free or low interest loans.

The Tops Wilson Trust Fund is administered in accordance with the terms of a scheme made by the Department of Finance and Personnel for Northern Ireland dated 1 September 1982 founded by the will of James Wilson late of The Tops, Raphoe.

The Fire Insurance Trust Fund is administered in accordance with a scheme dated 24 February 1934 which is derived from the assets of the Fire Insurance Trust Limited, a company which has been wound up.

The Fortune Mission Bequest is administered in accordance with the terms of a scheme dated 5 August 1869 founded by the will of Alexander Fortune and the estate and funds belonging thereto.

FSR Hall Fund In 2010 the Trustees took over as Trustees of the FSR Hall Fund from the Northern Bank Executor and Trustee Company Limited. A sum of £68,100 was received and in accordance with the terms of the Trust the income is to be applied for the benefit of the Presbyterian Residential Trust.

The Trustees Discretionary Fund is represented by bequests received which either do not specify how the funds are to be applied or have been left to be used at the Trustees discretion. The Trustees present policy is to invest such bequests in the General Investment Fund until some specific charitable activity is identified which, in the view of the Trustees, merits immediate financial support. Income from the investments in the Trustees Discretionary Fund is distributed annually by the Trustees on the basis of requests made from the various Boards and Agencies of the General Assembly of the Presbyterian Church in Ireland and to other charitable activities identified by the Trustees.

The Sir Thomas McClure Trust Fund

During 2017 The Trustees were approached by the Trustees of the Sir Thomas McClure Trust Fund to take over as trustee of the Fund. The permission of the Charity Commission for Northern Ireland was sought and permission to transfer the Fund granted. The Fund was established by the Will, and codicils thereto, of Sir Thomas McClure, Bart. who died on 19 January 1893 and under the terms of the will, the income is to be distributed as follows:

- Three quarters towards the support, maintenance, promotion or advancement at home or abroad of the cause of religion and education in conformity with the principles of The Presbyterian Church in Ireland.

The Trustees current practice is to support certain students for the Presbyterian ministry and other Presbyterian agencies who grant scholarships.

One quarter towards the support, maintenance, promotion or advancement at home of the cause of religion and education whether connected with The Presbyterian Church in Ireland or not.

The Local Bible Fund

During 2017 The Trustees were approached by the Local Bible Fund Committee to take over the management of the Fund. The permission of the Charity Commission for Northern Ireland was sought and permission to transfer the Fund granted.

The Local Bible Fund was set up under a scheme approved and adopted by the Court of Chancery under an order dated 12 February 1929.

- To supply Bibles, New Testaments, Psalters and Hymnaries as used and authorised by the Presbyterian Church in Ireland, to Churches, Mission Halls, Sabbath Schools, and other religious organisations and societies in Ireland in connection with the said Presbyterian Church in Ireland.
- To supply Bibles, New Testaments, Psalters and Hymnaries as used and authorised by the Presbyterian Church in Ireland to individuals or families in Ireland, members or adherents of said Church.
- To supply Bibles, New Testaments, Psalters and Hymnaries, or other religious literature, as prizes in Sabbath Schools, Bible Classes, Guilds, or other similar organisations in connection with said Church in Ireland, and as prizes for religious knowledge to Presbyterian pupils in Public Elementary Schools in Ireland.

Other Trust Funds managed by the Trustees in accordance with their terms include:

Elizabeth Guthrie Gass	Mrs Maria Hurst Smyth
James McMaster	Sir Wm. V. McCleery Estate
Miss Ida Mary McKeown	Sloan Education Gift
Miss Irene Scott	Stranahan Trust
Mr Victor Morrow	Thomas Boyle Trust
Mrs A.M. Davidson Trust	Trustees Discretionary Fund
Mrs G.G.D.S. Tuite	Florence Beatrice Jameson Trust
Mrs Janet Farquharson Estate	McMullen Trust
Mrs Margaret Hilary Simpson	

The majority of the other Trust Funds are invested in the General Investment Fund and the income distributed annually in accordance with the term of the bequest.

The Trustees also manage the General Investment Fund. The General Investment Fund was established under an order dated 8 July 1965 made by the Ministry of Finance under section 25 of the Charities Act (Northern Ireland) 1964. It is a common investment fund managed by the Trustees for the benefit of participating charities. The Trustees have prepared a separate set of accounts for the General Investment Fund and these are not incorporated into these financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Individual Trustees must be members of at least two years standing of some congregation in the Presbyterian Church in Ireland and are appointed by a vote of the General Assembly. Six of the individual trustees are ministers of the Presbyterian Church in Ireland, and include the Clerk of the General Assembly. In appointing the other 10 individual Trustees, those with skills and experience in disciplines such as accountancy, law, and investments are to be represented. Each individual Trustee, other than the Clerk of the General Assembly, who remain as individual Trustees while in post, serve for a term of five years and are eligible for re-election for one further term of five years. All individual Trustees are asked to attend an induction session covering the Rules and operation of the Funds.

The Individual Trustees who served on the Trustee Body during the year were:

Very Rev Dr S. Hutchison	Mr N. Bennett
Very Rev Dr D. Clarke	Mr D. Crowe
Rev R. Cobain	Mr L. Cubbitt
Rev T.D. Gribben	Mrs M. Guiler
Rev W. Orr (Chairman)	Mr W.H. Scott
Rev Dr D. Watts	Mr N.H. McLean
Sir Bruce Robinson	Mr N. Morrison
Mrs A. Heenan	Mr S. Johnston

The Trustees meet at least six times during the year. The General Secretary of the Church, Rev T.D. Gribben, and the Financial Secretary of the Church, Mr Clive Knox, are responsible for implementing the decisions of the Trustees and for the day to day management of the Funds.

The individual Trustees do not receive any remuneration in respect of their services as trustees nor are any individual Trustee expenses borne by any of the Funds. No expenses were reimbursed during the year although the individual Trustees are entitled to claim for expenses necessarily incurred in fulfilling their duties.

Under the Irish Presbyterian Church Act, 1871 the Trustees are indemnified out of the Trust Funds.

ACHIEVEMENTS AND PERFORMANCE AND FINANCIAL REVIEW

During 2018 the Trustees continued to manage the various Funds for which they are responsible in accordance with the underlying trust deeds or terms of Will.

Investment income during the year includes income from those funds which are invested in the General Investment Fund and the dividend received was 27p per share which was the same as in 2017.

At the start of 2018, following necessary approvals from the Charity Commission for Northern Ireland, the individuals holding in the investment portfolios held by the Commutation Fund and Magee Fund were transferred into the General Investments Fund. Shares in the General Investment Fund were allocated to the Commutation and Magee Funds at the share price applicable at the date of transfer as follows;

	Amount transferred	No. of shares allocated
Commutation Fund	£6,039,839	561,548
Magee Fund	£1,350,296	125,542

Distributions during the year from the various funds under management were £264,126 compared to £1,008,812 in 2017 and were to various funds of the General Assembly of the Presbyterian Church in Ireland, to individuals and associated organisations. An analysis of the distributions is shown in Note 6 to the accounts. In 2017 the Trustees made a special distribution of £700,000 from their Magee Fund to Union Theological College to assist with necessary stonework repairs.

There was a surplus of incoming resources over resources expended in 2018 compared to a deficit in 2017 which arose as a result of the special distribution from the Magee Fund. Overall Fund balances have decreased from £14,712,606 to £14,068,500 with the value of investments decreasing by £741,654.

The Trustees overall investment strategy is to produce an acceptable annual rate of return but also to provide capital growth over the medium to longer term. The Funds are invested in accordance with the ethical investment policy approved by the General Assembly of the Presbyterian Church in Ireland.

The Trustees have delegated investment management of the General Investment Fund to Newton Investment Management Limited who manage the Fund on a discretionary basis subject to the Trustee's ethical investment policy. The Trustees meet with the investment managers on a regular basis to review changes in the portfolios and investment performance. The Trustees have agreed an investment performance composite benchmark with Newton Investment Management comprising the FT Government All Stocks Index, FTSE All-Share Index, FTSE World ex UK Index, the Property IPD and the Sterling Cash

LIBID 7 day rate. During 2018 the General Investment Fund, produced a negative return of 2.02%, compared to a benchmark negative return of 4.43%. The average annual return for the five years to 31 December 2018 was 6.57% compare to a benchmark return of 5.82%.

The Trustees plan to continue managing the various funds in accordance with their investment strategy and making distributions in accordance with the underlying trust deeds and terms of Will.

RESERVES POLICY

The Trustees general policy is to maintain the capital in the various Funds under management and to distribute income receivable during the year. The Trustees may, if permitted under the Funds terms, realise the underlying capital to meet specific requirements. Cash at bank and in hand balances at the year-end are in respect of approved distribution from funds which are not paid until after the year end together with funds for the purposes of the Crescent Loan Fund as described in the Principal Activities section of this report.

STATEMENT OF TRUSTEES RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

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

The Trustees are required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Funds and of their financial activities for that year. In preparing the financial statements the Trustees are required to

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Funds will continue in operation.
- observe the methods and principles in the applicable Charities SORP

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the funds transactions and disclose with reasonable accuracy at any time the financial position of the Funds and enable them to ensure that the financial statements comply with the Charities Act (Northern Ireland) 2008, the applicable Charities (Accounts and Reports) Regulations (Northern Ireland) 2015 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Funds and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

RISK MANAGEMENT REVIEW

A review of major risks has been undertaken by the Trustees and systems and procedures implemented to manage identified risks. The principal risk relates to the performance of the investments within each fund and the level of income available for distribution. This is mitigated by the Trustees regularly monitoring the relative performance of the portfolio of investments with the Fund Manager, including comparison with benchmarks and targets.

DISCLOSURE OF INFORMATION TO AUDITORS

So far as each person who was a trustee at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of fellow trustees and the Trustees auditor, each trustee has taken all the steps that they are obliged to take as a trustee in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITORS

Ernst & Young LLP have expressed their willingness to continue in office as auditors and a resolution proposing their reappointment will be proposed at the Annual General Meeting.

WILFRED J. ORR

S. JOHNSTON

N. BENNETT

For the Board of Trustees

19 March 2019

Bankers

Danske Bank Limited
Donegall Square West
Belfast, BT1 6JS

Santander (UK) plc
301 St Vincent Street
Glasgow, G2 5HN

Barclays Bank PLC
1 Churchill Place
London, E14 5HP

Bank of Scotland plc
Faryners House
25 Monument Street
London, EC3R 8BQ

General Assembly Solicitor

Mr Stephen Gowdy
King & Gowdy
298 Upper Newtownards Road
Belfast, BT4 3EJ

Investment Fund Manager

Newton Investment Management Limited
Mellon Financial Centre
160 Queen Victoria Street
London
EC4V 4LA

Investment Custodian

Bank of New York Mellon
160 Queen Victoria Street
London
EC4V 4LA

Auditors

Ernst & Young LLP
16 Bedford House
Bedford Street
Belfast, BT2 7DT

Secretary to the Trustees

Mr Clive Knox

Charity Registration References

The financial statements of the Trustees of the Presbyterian Church in Ireland are incorporated into the financial statements of the Presbyterian Church in Ireland which is a registered charity in Northern Ireland (NIC104483) and in the Republic of Ireland (20015695).

The Trustees of the Presbyterian Church in Ireland
Assembly Buildings
Fisherwick Place
Belfast
BT1 6DW

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND**Opinion**

We have audited the financial statements of The Trustees of the Presbyterian Church in Ireland for the year ended 31 December 2018 which comprise The Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes 1 to 14, including as summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st December 2018 and of its incoming resources and application of resources, 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 Charities Act (Northern Ireland) 2008.

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 below. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to 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 charity'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.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND (cont'd)**Other information**

The other information comprises the Report of the Trustees included in the annual report set out on pages 200 to 205, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information.

Our opinion on the financial statements does not cover the other information and 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 the other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations (Northern Ireland) 2015 require us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 204, 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 charity'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 management either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND (cont'd)**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 65 of the Charities Act (Northern Ireland) 2008 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Council's 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 Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations (Northern Ireland) 2015. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP
Statutory Auditor
Belfast
19 March 2019

Ernst & Young LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

STATEMENT OF FINANCIAL ACTIVITIES (including Income and Expenditure Account) For the year ended 31 December 2018

	Unrestricted Note	Funds £	Restricted Funds £	2018 £	2017 £
INCOME AND ENDOWMENTS					
Donations, legacies and trust funds	2	33,975	–	33,975	169,805
Investment income	3	15,845	316,433	332,278	405,754
Total income		49,820	316,433	366,253	575,559
EXPENDITURE					
Costs of raising funds					
Income distributed to investors	4	–	86	86	86
Investment management costs	5	–	1,731	1,731	41,409
Expenditure on charitable activities					
Charitable activities	6	–	263,801	263,801	1,008,182
Governance costs	7	–	2,762	2,762	2,762
Total expenditure		–	268,380	268,380	1,052,439
Net income/(expenditure) and net movement in funds before gains and losses on investments					
		49,820	48,053	97,873	(476,880)
Transfer between funds					
		–	–	–	–
Net (losses) / gains on investment assets	8	(35,391)	(706,263)	(741,654)	1,019,439
Net movement in funds		14,429	(658,210)	(643,781)	542,559
Reconciliation of funds					
Total funds brought forward		634,644	14,077,962	14,712,606	14,170,047
Total funds carried forward	13	649,073	13,419,752	14,068,825	14,712,606

The Statement of Financial Activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

BALANCE SHEET As at 31 December 2018

	Note	Unrestricted Funds £	Restricted Funds £	2018 £	2017 £
FIXED ASSETS					
Investments	8	620,974	12,256,362	12,877,336	13,455,477
CURRENT ASSETS					
Debtors	9	–	702,447	702,447	708,281
Cash at bank and in hand	10	28,099	491,742	519,841	600,990
Total current assets		28,099	1,194,189	1,222,288	1,309,271
LIABILITIES					
Creditors: amounts falling due within one year	11	–	94,049	94,049	100,892
Net current assets		28,099	1,100,140	1,128,239	1,208,379
Debtors: amounts falling due after more than one year	12	–	63,250	63,250	48,750
Net assets		649,073	13,419,752	14,068,825	14,712,606
TRUSTEE FUNDS					
Unrestricted funds	13	649,073	–	649,073	634,644
Restricted funds	13	–	13,419,752	13,419,752	14,077,962
	13	649,073	13,419,752	14,068,825	14,712,606

The financial statements were approved and authorised for issue by the Trustees and are signed on their behalf by:

WILFRED J. ORR
S. JOHNSTON
N. BENNETT

For the Board of Trustees
19 March 2019

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

STATEMENT OF CASH FLOWS For the year ended 31 December 2018

	2018	2017
	£	£
Reconciliation of net incoming resources to net cash inflow from charitable activities		
Net income/(expenditure) and net movement in funds before gains and losses on investments	97,873	(476,880)
Increase in debtors	(8,666)	(13,584)
(Decrease) / Increase in creditors	(6,843)	7,722
Net cash inflow / (outflow) from charitable activities	82,364	(482,742)
 Financial investment		
Payments to acquire investments	(163,513)	(1,917,587)
Proceeds from disposal of investments	-	2,479,717
Net cash (outflow) / inflow from financial investments	(163,513)	562,130
 Net (outgoing) / incoming resources	(81,149)	79,388
 Reconciliation of net (outgoing) / incoming resources to movement in bank and cash balances		
Cash and bank balances at start of year	600,990	521,602
Cash and bank balances at end of year	519,841	600,990
(Decrease) / Increase in cash and bank balances for the year	(81,149)	79,388

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention modified to include the revaluation of investments and with applicable accounting standards and follow the recommendation in the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2008. This requires all transactions and assets and liabilities of all funds under the control of the trustees to be accounted for in the Trustees financial statements.

The Trustees of the Presbyterian Church in Ireland constitutes a public benefit entity as defined by FRS 102.

The Trustees consider that there are no material uncertainties about the ability of the various Funds under management to continue as a going concern.

Income Recognition

The main source of income is investment income. This is accounted for on a receivable basis. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio. Interest due at the year end on fixed interest investments is included in the valuation of those investments. Legacy gifts are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. Legacy income is accounted for when notified and when the amount receivable can be determined. Other incoming resources are recognised on a receivable basis.

Expenditure Recognition and grants payable

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trustees' to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

Charitable activities represent grants awarded by the Trustees and are accounted for when the grant has been approved.

Governance costs include an element of central staff costs which is allocated on the basis of time spent on the various funds under the control of the Trustees.

Change in market value of investments

The change in market value of investments during the year comprises all increases and decreases in the market value of investments held at any time during the year, including profits and losses realised on sales of investments during the year.

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

1. ACCOUNTING POLICIES (cont'd)

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 closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trustees do not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

Investments are included at fair value as described below:

- (a) Quoted securities in active markets are usually valued at the current mid-market prices at the reporting date
- (b) Unquoted securities are included at fair value in accordance with the valuation guidelines of the International Private Equity and Venture Capital Valuation Guidelines. Bonds are valued by valuation techniques that use observable market data
- (c) Accrued interest is excluded from the market value of fixed income securities and is included in investment income receivable
- (d) Unitised pooled investment vehicles have been valued at the latest available bid price or single price provided by the pooled investment manager. Shares in other pooled arrangements have been valued at the latest available net asset value (NAV), determined in accordance with fair value principles, provided by the pooled investment manager
- (e) The Scheme functional and presentational currency is pounds sterling. Monetary items denominated in foreign currency are translated into sterling using the closing exchange rates at the Scheme year-end. Foreign currency transactions are recorded in sterling at the spot exchange rate at the date of the transaction.

Realised gains and losses

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.

Funds

Restricted funds (including endowment funds) are to be used for specific purposes as specified by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of overheads and support costs, if applicable.

Unrestricted funds are donations and other incoming resources received for charitable purposes.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

1. ACCOUNTING POLICIES (cont'd)

Liabilities

Liabilities are recognised when there is an obligation committing the Trustees to the expenditure.

Taxation

The organisation has charitable status for tax purposes and as such is exempt from UK and Irish income and capital gains taxes. In certain circumstances fiscal law does not allow the recovery of all VAT incurred on costs and irrecoverable VAT is added to the cost incurred for the services provided.

2. DONATIONS, LEGACIES AND TRUST FUNDS

	2018	2017
	£	£
Sir Thomas McClure Trust Fund	–	85,489
Local Bible Fund	–	83,816
Legacies	33,975	500
	33,975	169,805

3. INVESTMENT INCOME

	2018	2017
	£	£
Government securities	–	30,226
Corporate bonds	329	9,689
Equities	28,341	210,595
Property	–	128
Interest	3,458	2,817
General Investment Fund	309,150	152,299
	341,278	405,754

The General Investment Fund is a common investment fund managed by the Trustees of the Presbyterian Church in Ireland. Charities connected with the Presbyterian Church in Ireland can invest in the Fund and many of the bequests and trust funds the Trustees are responsible for are invested in it (see Note 14). During the year the Trustees declared a dividend of 27p per share (2017 – 27p per share)

4. INCOME DISTRIBUTED TO INVESTORS

	2018	2017
	£	£
Distribution from Non-Participating Trusts Fund	86	86
	86	86

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

5. INVESTMENT MANAGEMENT COSTS

	2018	2017
	£	£
Investment managers fees	1,731	41,409

6. CHARITABLE ACTIVITIES

	2018	2017
	£	£
Magee Fund – Grant to Union Theological College	27,000	748,000
Commutation Fund – Distribution to Sustentation Fund of the Presbyterian Church in Ireland	136,027	158,427
	163,027	906,427

Grants under various Trust Funds

– Trustees Discretionary Fund	–	–
– Mrs A.M. Davidson	6,882	6,882
– Sir Wm. V. McCleery	35,933	35,933
– Miss Irene Scott	7,445	7,445
– Miss Ida Mary McKeown	4,778	4,778
– Mr Victor Morrow	1,557	1,557
– Miss Janet Farquharson	1,352	1,352
– Stranahan Trust	3,490	3,650
– Mrs Margaret Hilary Simpson	5,865	5,865
– James McMaster	15,338	15,338
– Thomas Boyle	231	231
– Elizabeth Guthrie Gass	660	800
– Sloan Educational Gift	1,800	1,820
– McMullen Estate	962	962
– Maria Hurst Smyth	2,767	2,767
	89,060	89,380

Fortune Mission Bequest

– Belfast City Mission	201	190
– Global Mission / Mission Overseas for Foreign Missions	201	190
– Global Mission / Mission Overseas for Jewish Mission	201	190
– Mission in Ireland for Home Missions	201	191

Fire Insurance Trust Fund

– Retired Ministers Fund	285	285
– Mission in Ireland for Home Missions	285	285
– The Presbyterian Orphan and Children's Society	142	141

Tops Wilson Trust Fund

G.G.D.S. Tuite	139	139
Scott Benevolent Fund	–	–
Lindsay Memorial Fund (to individual beneficiaries)	(288)	–
F.S.R. Hall Fund	2,474	2,474
Florence Beatrice Jameson	3,573	3,573
Sir Thomas McClure Trust Fund	3,950	4,275
Local Bible Fund	185	277

	263,801	1,008,182
--	---------	-----------

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

6. CHARITABLE ACTIVITIES (cont'd)

The grant to Union Theological College is from the Magee Fund whose main purpose is to further the provision of training and education for the work of the Church at Union College and elsewhere for approved persons being those wishing to prepare for the Christian Ministry who are unable to avail themselves of normal undergraduate studies.

The distributions under the various funds were as follows;

	2018	2017
	£	£
General Assembly Funds		
Sustentation Fund	136,027	158,427
Union Theological College	27,000	748,000
United Appeal	28,692	28,692
Other funds	52,153	53,764
Individuals	8,012	9,343
Associated organisations	11,917	9,956
	263,801	1,008,182

7. GOVERNANCE COSTS

	2018	2017
	£	£
Audit	2,762	2,762

The auditors' remuneration of £2,762 (2017 - £2,762) relates to the audit of the financial statements and no additional work was undertaken during the year (2017 - £nil). The Trustees do not receive any remuneration for their services as trustees nor were any Trustees expenses borne by any of the Funds.

8. FIXED ASSET INVESTMENTS

	2018	2017
	£	£
Market value at start of year	13,455,477	12,998,168
Add: Additions to investments at cost	163,513	1,917,587
Disposals at carrying value	–	(2,479,717)
Realised gains on disposal of investments	–	449,461
Unrealised increases in market value of investments	(741,654)	569,978
Market value at end of year	12,877,336	13,455,477

Investments at fair value comprised:

	2018	2017
	£	£
UK Government Securities	–	804,190
Corporate bonds	–	237,750
Equities	93,245	6,332,527
Property and ground rents	7,773	7,773
General Investment Fund	12,776,318	6,073,237
	12,877,336	13,455,477

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

8. INVESTMENTS (cont'd)

The investments are held in the following funds

	2018	2017
	£	£
Commutation Fund	5,718,207	5,937,766
Non-Participating Trusts Fund	7,329	7,512
Magee Fund	1,377,559	1,428,494
Tops Wilson Fund	6,582	6,582
Fire Insurance Trust Fund	25,868	27,341
Fortune Mission	14,240	16,427
Lindsay Memorial Fund	1,198,780	1,267,021
Scott Benevolent Fund	120,041	123,873
Trustees Discretionary Fund	620,974	622,389
FSR Hall Fund	93,257	98,565
The Sir Thomas McClure Trust Fund	62,178	65,717
Local Bible Fund	79,005	91,136
Other Trust Funds (note 14)	3,553,316	3,752,654
	<u>12,877,336</u>	<u>13,445,477</u>

All investments were listed on recognised stock exchanges and can be analysed as follows;

	2018	2017
	£	£
Investment assets in the UK	12,877,336	10,531,898
Investment assets outside the UK	–	2,913,579
	<u>12,877,336</u>	<u>13,445,477</u>

Fair value hierarchy of investment assets;

FRS 102 requires the disclosure of investments under the following hierarchy.

- Category 1 – Quoted price for an identical asset in an active market
- Category 2 – When quoted prices are not available, the price of a recent transaction for an identical asset as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place
- Category 3 - If the market for the asset is not active and recent transactions on their own are not a good estimate of fair value, fair value is determined based on valuation techniques.

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

8. INVESTMENTS (cont'd)

	2018	2017
	£	£
Category 1	12,877,336	12,984,627
Category 3	–	460,850
	12,877,336	13,445,477

There were no individual shareholdings or investments which are considered to be material with regard to their market values and proportion of the portfolio as at 31 December 2018. The Trustees have set 5% of the year end market value of the investment portfolio as the threshold for reporting material investments.

Investment Risk Disclosures

(a) Investment Risks

FRS 102 requires the disclosure of information in relation to certain investment risks. These risks are set out by FRS 102 as follows:

- Credit risk: this is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.
- Market risk: this comprises currency risk interest rate risk and other price risk.
- Currency risk: this is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in foreign exchange rates.
- Interest rate risk: this is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market interest rates.
- Other price risk: this is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Trustees determine their investment strategy after taking advice from a professional investment adviser. The Funds have exposure to these risks because investments are made following the investment strategy set out below. The Trustees manage investment risks, including credit risk and market risk, within agreed risk limits which are set taking into account the strategic investment objectives. These investment objective and risk limits are implemented through the investment management agreements in place with the Scheme's investment managers and monitored by the Trustees by regular reviews of the investment portfolio.

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

8. INVESTMENTS (cont'd)

Further information on the trustees' approach to risk management, credit and market risk is set out below.

(i) Investment strategy

The investment objective is to maintain a portfolio of suitable assets of appropriate liquidity which will generate investment returns whilst enabling the Trustees to have access to an appropriate level of cash.

- The current investment strategy is to:
- Maintain a high level of liquidity across the portfolio
- Maintain an appropriate split of assets between equities, bonds and alternative investment products
- Hold in the region of 25% in overseas currencies

(ii) Credit risk

The Trustees' investment portfolio is subject to credit risk because the fund manager directly invests in bonds and has cash balances. The fund manager also invests in pooled investment vehicles and is therefore directly exposed to credit risk in relation to the instruments it holds in the pooled investment vehicles. The Trustees' investment portfolio is indirectly exposed to credit risks arising on the financial instruments held by the pooled investment vehicles.

Credit risk arising on bonds held directly is mitigated by investment in government bonds where the credit risk is minimal, or corporate bonds which are rated at least investment grade. Credit risk arising on other investments is mitigated by investment mandates requiring all counterparties to be at least investment grade credit rates. This is the position at the year-end.

Cash is held within financial institutions which are at least investment grade credit rates. This is the position at the year-end.

(iii) Currency risk

The Trustees' investment portfolio is subject to currency risk because some of the investments are held in overseas markets, either as segregated investments or via pooled investment vehicles. The Trustees have a set a benchmark limit to overseas currency exposure of 25% of the total portfolio value. This was the net currency exposure at the year-end.

(iv) Interest rate risk

The Trustees' investment portfolio is subject to interest rate risk because some of the investments are held in bonds, interest rate swaps, either as segregated investments or through pooled vehicles, and cash.

(v) Other price risk

Other price risk arises principally in relation to the Trustees' investment portfolio return seeking portfolio which includes directly held equities, equities held in pooled vehicles, equity futures, hedge funds, private equity and investment properties.

The fund manager manages this exposure to overall price movements by constructing a diverse portfolio of investments across various markets.

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

9. DEBTORS

	2018	2017
	£	£
		(restated)
Loan to Union Theological College	666,000	666,000
Loans Crescent Loan Fund	36,333	42,167
Other	114	114
	702,447	708,281

The Trustees reserve the right to charge interest on the loan to Union Theological College, but during 2018 and 2017 it was interest free. The loan is repayable by giving 12 months' notice and is secured against the property. In the event of the College being sold the loan becomes repayable and the amount payable is the greater of the amount of the loan or an agreed percentage of the proceeds of sale. In 2017 the loan was included in "Debtors: amounts falling due after more than one year". As this loan is repayable on demand the Trustees have reclassified the loan as falling due within one year.

The Crescent Loan Fund provides loans to congregations of the Presbyterian Church in Ireland with short-term financial requirement on an interest free or low interest basis. The present policy is to charge interest at half the sum of bank base rate and 2% on the average balance outstanding over the term of the loan. Loans are provided up to £50,000 and normally have a 3 year term.

	2018	2017
	£	£
Loans at start of year	90,917	77,417
Loans issued during year	75,000	55,000
Loans repaid during the year	(66,334)	(41,500)
Loans at end of year	99,583	90,917
Amounts due within one year	36,333	42,167
Amounts due after more than one year	63,250	48,750
Loans at end of year	99,583	90,917

10. BANK

	2018	2017
	£	£
Cash at banks	519,841	477,431
Newton Investment Management Limited	–	123,559
	519,841	600,990

The Trustees of the Presbyterian Church in Ireland avail of the Presbyterian Church's central banking facilities which are also used by Boards and Agencies of the General Assembly of the Presbyterian Church in Ireland. The bank balance at 31 December 2018 of £519,841 is therefore represented by holdings in the central accounts with Danske Bank, Barclays Bank, Santander and Bank of Scotland

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

11. CREDITORS

	2018	2017
	£	£
Investment managers fees	–	8,303
Grants	94,049	92,589
	94,049	100,892

12. DEBTORS: amounts falling due after more than one year

	2018	2017
	£	£
Loans Crescent Loan Fund	63,250	(restated) 48,750

The Trustees reserve the right to charge interest on the loan to Union Theological College, but during 2018 and 2017 it was interest free. The loan is repayable by giving 12 months' notice and is secured against the property. In the event of the College being sold the loan becomes repayable and the amount payable is the greater of the amount of the loan or an agreed percentage of the proceeds of sale.

13. FUND BALANCES

	2016	Incoming Resources	Resources Expended	Transfers	Gain/(loss) on Investments	2017
	£	£	£	£	£	£
Unrestricted Funds						
Trustees Discretionary Fund	634,644	49,820	–	–	(35,391)	649,073
Restricted Funds						
Commutation Fund	6,043,770	139,531	(139,531)	–	(325,301)	5,718,469
Non-Participating Trusts Fund	7,649	86	(86)	–	(183)	7,466
Magee Fund	2,130,257	34,446	(27,846)	–	(78,424)	2,058,433
Tops Wilson Fund	6,582	165	(165)	–	(354)	6,228
Fire Insurance Trust Fund	31,713	712	(712)	–	(1,473)	30,240
Fortune Mission Fund	18,640	804	(804)	–	(2,187)	16,453
Lindsay Memorial Fund	1,305,000	32,085	288	–	(68,241)	1,269,132
Scott Benevolent Fund	126,843	3,101	–	–	(6,832)	123,112
Crescent Loan Fund	371,514	2,651	–	–	–	374,165
FSR Hall Fund	98,565	2,474	(2,474)	–	(5,308)	93,257
Sir Thomas McClure Tst Fund	91,185	4,399	(4,093)	–	(12,131)	79,360
Local Bible Fund	89,973	1,776	(185)	–	(3,539)	88,025
Other Trust Funds	3,756,271	94,203	(92,772)	–	(202,290)	3,555,412
	14,077,962	316,433	(268,380)	–	(706,263)	13,419,752
	14,712,606	366,253	(268,380)	–	(741,654)	14,068,825

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

14. RELATED PARTY TRANSACTIONS

The funds under the control of the Trustees of the Presbyterian Church in Ireland are outlined in the Annual Report. Many of these funds hold investments in the General Investment Fund which is a common investment fund managed by the Trustees of the Presbyterian Church in Ireland and for which the Trustees prepare separate financial statements.

At 31 December 2018 the value of the shares held in the General Investment Fund was £12,776,318 (2017: £6,073,237) and during the year dividends of £300,150 (2017:£152,299) were received. The breakdown of investments by Fund is as follows;

	2018		2017	
	Shares held	£	Shares held	£
Commutation Fund	561,548	5,714,537	–	–
Magee Fund	135,368	1,377,559	9,826	105,686
Fire Insurance Funds	2,542	25,868	2,542	27,341
Lindsay Memorial Fund	117,800	1,198,780	117,800	1,267,021
Scott Benevolent Fund	11,796	120,041	11,517	123,873
Tops Wilson	612	6,228	612	6,582
FSR Hall	9,164	93,257	9,164	98,565
Trustees Discretionary Fund	61,021	620,974	57,866	622,389
Local Bible Fund	6,110	62,178	6,110	65,717
Non-Participating Trusts Fund	317	3,226	317	3,409
	906,278	9,222,648	215,754	2,320,583
Other Trust Funds				
– Mrs AM Davidson Trust	25,490	259,396	25,490	274,163
– Sir William V McCleery Estate	133,084	1,354,316	133,084	1,431,412
– Estate of Mrs Irene Scott	27,574	280,604	27,574	296,578
– Estate of Mrs Ida Mary McKeown	17,696	180,082	17,696	190,333
– Trust of Mr Victor Morrow	5,768	58,697	5,768	62,039
– Mrs Janet Farquharson Estate	5,008	50,963	5,008	53,865
– W Stranahan Trust	15,535	158,090	15,535	167,090
– Mrs Margaret Hilary Simpson	21,723	221,062	21,723	233,646
– Estate of James McMaster	56,808	578,101	56,808	611,010
– Thomas Boyle Trust	855	8,701	855	9,196
– Elizabeth Guthrie Gass	3,303	33,613	3,274	35,214
– Sloan Education Gift	8,807	89,624	8,528	91,725
– McMullen Estate	3,561	36,238	3,561	38,301
– GGDS Tuite	514	5,231	514	5,528
– Maria Hurst Smyth	10,248	104,288	10,248	110,224
– Florence Beatrice Jameson	13,233	134,664	13,233	142,330
	349,207	3,553,670	348,899	3,752,654
	1,255,485	12,776,318	564,653	6,073,237

**THE TRUSTEES OF
THE PRESBYTERIAN CHURCH IN IRELAND**

NOTES TO THE FINANCIAL STATEMENTS 31 December 2018

14. RELATED PARTY TRANSACTIONS (cont'd)

Grants from some funds as disclosed in Note 6 will be to individuals or agencies connected with the Presbyterian Church in Ireland.

These financial Statements are incorporated into the financial statements of The General Assembly of the Presbyterian Church in Ireland prepared in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities (1 January 2015)".

**THE TRUSTEES OF
THE PRESBYTERIAN CHURCH IN IRELAND**

The following pages (226-236) do not form part of the SORP Accounts and provide additional information regarding the individual trust funds.

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

INCOME AND EXPENDITURE ACCOUNTS

	Commutation Fund		Non-Participating Trusts Fund		Magee Fund		Fire Insurance	
	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£
INVESTMENT INCOME								
British Government Securities	-	23,462	-	-	-	6,764	-	-
Corporate Bonds	280	8,899	-	-	49	790	-	-
Equities								
- Industrial and Commercial	18,377	144,592	-	-	4,791	42,694	-	-
- Banks and insurance	-	14,142	-	-	-	4,272	-	-
General Investment Fund	120,733	-	86	86	29,644	2,653	686	686
	139,390	191,095	86	86	34,484	57,173	686	686
Property and ground rents	-	128	-	-	-	-	-	-
Interest received	141	197	-	-	(38)	(86)	26	25
Bequests	-	-	-	-	-	-	-	-
	139,531	191,420	86	86	34,446	57,087	712	711
EXPENDITURE								
Investment adviser fees & costs	1,035	30,524	-	-	553	10,745	-	-
Audit	2,469	2,469	-	-	293	293	-	-
Rent	-	-	-	-	-	-	-	-
Grants and distributions	136,027	158,427	86	86	27,000	748,000	712	711
	139,531	191,420	86	86	27,846	759,038	712	711
Surplus / (Deficit)	-	-	-	-	6,600	(701,951)	-	-
Funds transferred in	-	-	(183)	244	(78,424)	146,729	(1,473)	1,959
Gains / (Losses) on investments	(325,301)	438,641						
Balance at start of year	6,043,770	5,605,129	7,649	7,405	2,130,257	2,685,479	31,713	29,754
Balance at end of year	5,718,469	6,043,770	7,466	7,649	2,058,433	2,130,257	30,240	31,713

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND
INCOME AND EXPENDITURE ACCOUNTS

	Fortune Mission		Lindsay Memorial Fund		Trust Funds		Scott Benevolent Fund		Crescent Loan	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£	£	£
INVESTMENT INCOME										
British Government Securities	-	-	-	-	-	-	-	-	-	-
Corporate Bonds	-	-	-	-	-	-	-	-	-	-
Equities	-	-	-	-	-	-	-	-	-	-
- Industrial and Commercial	790	748	-	-	-	-	-	-	-	-
- Banks and insurance	-	-	-	-	-	-	-	-	-	-
General Investment Fund	-	-	31,806	31,806	112,466	112,457	3,079	2,961	-	-
	790	748	31,806	31,806	112,466	112,457	3,079	2,961	-	-
Property and ground rents	-	-	-	-	-	-	-	-	-	-
Interest received	14	13	279	101	221	10	22	37	2,651	2,431
Bequests	-	-	-	-	33,975	500	-	-	-	-
	804	761	32,085	31,907	146,662	112,967	3,101	2,998	2,651	2,431
EXPENDITURE										
Investment adviser fees & costs	-	-	-	-	-	-	-	-	-	-
Audit	-	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	-	-	-
Grants and distributions	804	761	(288)	-	95,411	95,731	-	-	-	-
	804	761	(288)	-	95,411	95,731	-	-	-	-
Surplus / (Deficit)	-	-	32,373	31,907	51,251	17,236	3,101	2,998	2,651	2,431
Funds transferred in	-	-	-	-	-	-	-	-	-	-
Gains / (Losses) on investments	(2,187)	1,073	(68,241)	90,776	(243,343)	320,967	(6,832)	8,391	-	-
Balance at start of year	18,640	17,567	1,305,000	1,182,317	4,496,062	4,157,859	126,843	115,454	371,514	369,083
Balance at end of year	16,453	18,640	1,269,132	1,305,000	4,303,970	4,496,062	123,112	126,843	374,165	371,514

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

INCOME AND EXPENDITURE ACCOUNTS

	McClure Trust		Local Bible Fund		TOTAL	
	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£
INVESTMENT INCOME						
British Government Securities	—	—	—	—	—	30,226
Corporate Bonds	—	—	—	—	329	9,689
Equities						
– Industrial and Commercial	4,383	4,147	—	—	28,341	192,181
– Banks and Insurance	—	—	—	—	—	18,414
General Investment Fund	—	—	1,650	1,650	300,150	152,299
Property and ground rents	4,383	1,147	1,650	1,650	328,820	402,809
Interest received	16	13	126	76	3,458	128
Bequests	—	—	—	—	33,975	2,817
	4,399	4,160	1,776	1,726	366,253	406,254
EXPENDITURE						
Investment adviser fees and costs	143	140	—	—	1,731	41,409
Audit	—	—	—	—	2,762	2,762
Rent	—	—	—	—	—	—
Grants and distributions	3,950	4,275	185	277	263,887	1,008,268
	4,093	4,415	185	277	268,380	1,052,439
Surplus / (Deficit)	306	(255)	1,591	1,449	97,873	(646,185)
Funds transferred in	—	85,489	—	83,816	—	169,305
Gains / (Losses) on investments	(12,131)	5,951	(3,539)	4,708	(741,654)	1,019,439
Balance at start of year	91,185	—	89,973	—	14,712,606	14,170,047
	79,360	91,185	88,025	89,973	14,088,825	14,712,606

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND
BALANCE SHEETS

	Commutation Fund		Non- Participating Trusts Fund		Magee Fund		Fire Insurance	
	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£
INVESTMENTS								
British Government Securities	-	635,510	-	-	-	168,680	-	-
Corporate Bonds	-	216,336	-	-	-	21,414	-	-
Equities	-	4,223,785	-	-	-	948,757	-	-
- Industrial and Commercial	-	858,465	-	-	-	193,957	-	-
- Banks and Insurance	5,714,537	-	3,226	3,409	1,377,559	105,686	25,868	27,341
General Investment Fund	3,670	3,670	4,103	4,103	-	-	-	-
Property and ground rents	5,718,207	5,937,766	7,329	7,512	1,377,559	1,438,494	25,868	27,341
CURRENT ASSETS								
Debtors	-	-	-	-	666,000	666,000	30	30
Cash at bank and in hand	-	106,014	-	-	-	17,545	-	-
Investments Managers	262	6,772	214	214	14,874	9,739	4,342	4,342
Banks	262	112,786	214	214	14,874	27,284	4,342	4,342
Creditors	-	6,782	77	77	-	1,521	-	-
Net Current Assets	262	106,004	137	137	680,874	691,763	4,372	4,372
NET ASSETS								
Capital account	5,718,469	6,043,770	7,466	7,649	2,058,433	2,130,257	30,240	31,713
	5,718,469	6,043,770	7,466	7,649	2,058,433	2,130,257	30,240	31,713

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

BALANCE SHEETS

	Fortune Mission		Lindsay Memorial Fund		Trust Funds		Scott Benevolent Fund		Crescent Loan	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£	£	£
INVESTMENTS										
British Government Securities										
Corporate Bonds										
Equities										
– Industrial and Commercial	14,240	16,427								
– Banks and Insurance										
General Investment Fund			1,198,780	1,267,021	4,274,129	4,480,190	120,041	123,873		
	14,240	16,427	1,198,780	1,267,021	4,274,129	4,480,190	120,041	123,873		
Property and ground rents										
	14,240	16,427	1,198,780	1,267,021	4,274,129	4,480,190	120,041	123,873		
CURRENT ASSETS										
Debtors									99,583	90,917
Cash at bank and in hand										
Investments Managers										
Banks	2,213	2,213	70,352	37,979	119,307	103,696	3,071	2,970	274,582	280,597
	2,213	2,213	70,352	37,979	119,307	103,696	3,071	2,970	274,582	280,597
Creditors					89,466	87,824				
Net Current Assets	2,213	2,213	70,352	37,979	29,841	15,872	3,071	2,970	374,165	371,514
NET ASSETS										
Capital account	16,453	18,640	1,269,132	1,305,000	4,303,970	4,496,062	123,112	126,843	374,165	371,514
	16,453	18,640	1,269,132	1,305,000	4,303,970	4,496,062	123,112	126,843	374,165	371,514

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

BALANCE SHEETS

	McClure Trust		Local Bible Fund		TOTAL	
	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£
INVESTMENTS						
British Government Securities						804,190
Corporate Bonds						237,750
Equities						
– Industrial and Commercial	79,005	91,136			93,245	5,280,105
– Banks and Insurance						1,052,422
General Investment Fund			62,178	65,717	12,776,318	6,073,237
	79,005	91,136	62,178	65,717	12,869,563	13,447,704
Property and ground rents					7,773	7,773
	79,005	91,136	62,178	65,717	12,877,336	13,455,477
CURRENT ASSETS						
Debtors			84	84	765,697	757,031
Cash at bank and in hand						
Investments Managers						123,559
Banks	4,861	4,737	25,763	24,172	519,841	477,431
	4,861	4,737	25,763	24,172	519,841	600,990
Creditors	4,506	4,688			94,049	100,892
Net Current Assets	355	49	25,847	24,256	1,191,489	1,257,129
NET ASSETS						
Capital account	79,360	91,185	88,025	89,973	14,068,825	14,712,606
	79,360	91,185	88,025	89,973	14,068,825	14,712,606

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS

	Commutation Fund		Non-Participating Trusts Fund		Magee Fund		Fire Insurance	
	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£
1. INVESTMENTS								
Market Value at Start of Year	5,937,766	5,539,013	7,512	7,268	1,438,494	1,966,726	27,341	25,382
Additions	105,742	798,791	-	-	17,489	966,077	-	-
Disposal Proceeds	-	(838,679)	-	-	-	(1,641,038)	-	-
Gain (loss) on investments realised during the year and increase (decrease) in market value	(325,301)	438,641	(183)	244	(78,424)	146,729	(1,473)	1,959
Market Value at end of Year	5,718,207	5,937,766	7,329	7,512	1,377,559	1,438,494	25,868	27,341
ANALYSIS OF GAINS/LOSSES								
Realised Gains/(Losses)	-	166,699	-	-	-	282,762	-	-
Unrealised Gains/(Losses)	(325,301)	271,942	(183)	244	(78,424)	(136,033)	(1,473)	1,959
	(325,301)	438,641	(183)	244	(78,424)	146,729	(1,473)	1,959
2. DEBTORS								
Investment Income	-	-	-	-	-	-	30	30
Loans	-	-	-	-	666,000	666,000	-	-
	-	-	-	-	666,000	666,000	30	30
3. CREDITORS								
Investment Adviser fees	-	6,782	-	-	-	1,521	-	-
Grants and Distributions	-	-	77	77	-	-	-	-
	-	6,782	77	77	-	1,521	-	-

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS

	Fortune Mission		Lindsay Memorial Fund		Trust Funds		Scott Benevolent Fund		Crescent Loan	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£	£	£	£	£
1. INVESTMENTS										
Market Value at Start of Year	16,427	15,354	1,267,021	1,176,245	4,480,190	4,158,673	123,873	109,507	-	-
Additions	-	-	-	-	37,282	550	3,000	5,975	-	-
Disposal Proceeds	-	-	-	-	-	-	-	-	-	-
Gain (loss) on investments realised during the year	-	-	-	-	-	-	-	-	-	-
and increase (decrease) in market value	(2,187)	1,073	(68,241)	90,776	(243,343)	320,967	(6,832)	8,391	-	-
Market Value at end of Year	14,240	16,427	1,198,780	1,267,021	4,274,129	4,480,190	120,041	123,873	-	-
ANALYSIS OF GAINS/LOSSES										
Realised Gains / (Losses)	-	-	-	-	-	-	-	-	-	-
Unrealised Gains / (Losses)	(2,187)	1,073	(68,241)	90,776	(243,343)	320,967	(6,832)	8,391	-	-
	(2,187)	1,073	(68,241)	90,776	(243,343)	320,967	(6,832)	8,391	-	-
2. DEBTORS										
Investment Income	-	-	-	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-	-	99,583	90,917
	-	-	-	-	-	-	-	-	99,583	90,917
3. CREDITORS										
Investment Adviser fees	-	-	-	-	-	-	-	-	-	-
Grants and Distributions	-	-	-	-	89,466	87,824	-	-	-	-
	-	-	-	-	89,466	87,824	-	-	-	-

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND

NOTES TO THE FINANCIAL STATEMENTS

	McClure Trust		Local Bible Fund		TOTAL	
	2018	2017	2018	2017	2018	2017
	£	£	£	£	£	£
1. INVESTMENTS						
Market Value at Start of Year	91,136	—	65,717	—	13,455,477	12,998,168
Additions	—	85,185	—	61,009	163,513	1,917,587
Disposal Proceeds	—	—	—	—	—	(2,479,717)
Gain (loss) on investments realised during the year and increase (decrease) in market value	(12,131)	5,951	(3,539)	4,708	(741,654)	1,019,439
Market Value at end of Year	79,005	91,136	62,178	65,717	12,877,336	13,455,477
ANALYSIS OF GAINS/LOSSES						
Realised Gains / (Losses)	—	—	—	—	—	449,461
Unrealised Gains / (Losses)	(12,131)	5,951	(3,539)	4,708	(741,654)	569,978
	(12,131)	5,951	(3,539)	4,708	(741,654)	1,019,439
2. DEBTORS						
Investment Income	—	—	84	84	114	114
Loans	—	—	—	—	765,583	756,917
	—	—	84	84	765,697	757,031
3. CREDITORS						
Investment Adviser fees	—	—	—	—	—	8,303
Grants & Distributions	4,506	4,688	—	—	94,049	92,589
	4,506	4,688	—	—	94,049	100,892

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND SUMMARY OF TRUST FUNDS

Year ended 31 December 2018

	INCOME		EXPENDITURE		Bequests & Donations	TOTAL INCOME	Grants / Distributions	(DEFICIT) SURPLUS/	Investments	Gain on	TOTAL
	Dividend	GIF Interest									
Trustees Discretionary Fund	15,624	221	33,975	—	49,820	—	—	49,820	—	(35,391)	14,429
Mrs AM Davidson Trust	6,882	—	—	—	6,882	(6,882)	—	0	0	(14,767)	(14,767)
Sir William V McCleery Estate	35,933	—	—	—	35,933	(35,933)	—	0	0	(77,096)	(77,096)
Estate of Mrs Irene Scott	7,445	—	—	—	7,445	(7,445)	—	0	0	(15,974)	(15,974)
Estate of Mrs Ida Mary McKeown	4,778	—	—	—	4,778	(4,778)	—	0	0	(10,251)	(10,251)
Estate of Mr Victor Morrow	1,557	—	—	—	1,557	(1,557)	—	0	0	(3,342)	(3,342)
Mrs Janet Farquharson Estate	1,352	—	—	—	1,352	(1,352)	—	0	0	(2,902)	(2,902)
Sirannah Trust	4,194	—	—	—	4,194	(3,490)	704	704	(9,000)	(8,296)	(8,296)
Mrs Margaret Hilary Simpson	5,865	—	—	—	5,865	(5,865)	—	0	0	(12,584)	(12,584)
Estate of James McMaster	15,338	—	—	—	15,338	(15,338)	—	0	0	(32,909)	(32,909)
Thomas Boyle Trust	231	—	—	—	231	(231)	—	0	0	(495)	(495)
Elizabeth Guthrie Gass	884	—	—	—	884	(660)	224	224	(1,907)	(1,683)	(1,683)
Sloan Education Gift	2,303	—	—	—	2,303	(1,800)	503	503	(5,101)	(4,598)	(4,598)
McMullen Estate	962	—	—	—	962	(962)	—	0	0	(2,063)	(2,063)
Maria Hurst Smyth	2,767	—	—	—	2,767	(2,767)	—	0	0	(5,936)	(5,936)
Tops Wilson	165	—	—	—	165	(165)	—	0	0	(354)	(354)
FSR Hall	2,474	—	—	—	2,474	(2,474)	—	0	0	(5,308)	(5,308)
GDS Tuile	139	—	—	—	139	(139)	—	0	0	(297)	(297)
Florence Beatrice Jamison Familybooks	3,573	—	—	—	3,573	(3,573)	—	0	0	(7,666)	(7,666)
	—	—	—	—	—	—	—	—	—	—	—
	112,466	221	33,975	—	146,662	(95,411)	51,251	51,251	(243,343)	(192,092)	(192,092)

THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND SUMMARY OF TRUST FUNDS

Year ended 31 December 2018

	ASSETS AND LIABILITIES			TOTAL ASSETS	Fund at Start	RESERVES (DEFICIT) SURPLUS/ SURPLUS/	Fund at End
	GIF Investments	Bank	Accruals				
Trustees Discretionary Fund	620,974	28,099	—	649,073	634,644	14,429	649,073
Mrs AM Davidson Trust	259,396	6,882	(6,882)	259,396	274,163	(14,767)	259,396
Sir William V McCleery Estate	1,354,316	35,933	(35,933)	1,354,316	1,431,412	(77,096)	1,354,316
Estate of Mrs Irene Scott	280,604	7,445	(7,445)	280,604	296,578	(15,974)	280,604
Estate of Mrs Ida Mary McKeown	180,082	4,778	(4,778)	180,082	190,333	(10,251)	180,082
Estate of Mr Victor Morrow	58,697	1,557	(1,557)	58,697	62,039	(3,342)	58,697
Mrs Janet Farquharson Estate	50,963	1,352	(1,352)	50,963	53,865	(2,902)	50,963
Sir anahan Trust	158,090	4,823	(3,570)	159,343	167,638	(8,296)	159,343
Mrs Margaret Hilary Simpson	221,062	5,865	(5,865)	221,062	233,646	(12,584)	221,062
Estate of James McMaster	578,101	15,338	(15,338)	578,101	611,010	(32,909)	578,101
Thomas Boyle Trust	8,701	253	(253)	8,701	9,196	(495)	8,701
Elizabeth Guthrie Gass	33,613	660	(660)	33,613	35,297	(1,683)	33,613
Sloan Education Gift	89,624	2,289	(1,800)	90,113	94,711	(4,598)	90,113
McMullen Estate	36,238	962	(962)	36,238	38,301	(2,063)	36,238
Maria Hurst Smyth	104,288	2,767	(2,767)	104,288	110,224	(5,936)	104,288
Tops Wilson	6,228	165	(165)	6,228	6,582	(354)	6,228
FSR Hall	93,257	—	—	93,257	98,565	(5,308)	93,257
GDS Tuite	5,231	139	(139)	5,231	5,528	(297)	5,231
Florence Beatrice Jamison	134,664	—	—	134,664	142,330	(7,666)	134,664
Familybooks	—	—	—	—	—	—	—
	4,274,129	119,307	(89,466)	4,303,970	4,496,062	(192,092)	4,303,970

**The Trustees of
The Presbyterian Church
In Ireland**

**Presbyterian Church Investment Fund
(commonly known as the General Investment Fund)**

Annual Report and Financial Statements

For the year ended 31 December 2018

The Trustees of The Presbyterian Church In Ireland

Presbyterian Church Investment Fund Annual Report and Financial Statements

For the year ended 31 December 2018

Investment Manager

Newton Investment Management Limited
Authorised and regulated by the Financial Conduct Authority
Mellon Financial Centre
160 Queen Victoria Street
London
EC4V 4LA

Banker

Danske Bank
Donegall Square West
Belfast
BT1 6JS

Solicitors

King & Gowdy
298 Upper Newtownards Road
Belfast
BT4 3EJ

Independent Auditor

Ernst & Young LLP
Bedford House
16 Bedford Street
Belfast
BT2 7DT

The Trustees of the Presbyterian Church in Ireland

Mr Clive Knox
Assembly Buildings
2-10 Fisherwick Place
Belfast
BT1 6DW

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE TRUSTEES

for the year ended 31 December 2018

The Trustees of the Presbyterian Church in Ireland are a body incorporated under Royal Charter in 1871 with powers and duties regulated by the Irish Presbyterian Church Act 1871 and the Irish Presbyterian Church Act 1901 for the management of certain trust properties for the Church and other purposes.

The Trustees of the Presbyterian Church in Ireland (the Trustees) have pleasure in presenting the Annual Report and Financial Statements of The Presbyterian Church Investment Fund (commonly known as the General Investment Fund), which includes a separate report from Newton Investment Management Limited (the Investment Manager) as Investment Manager of the Fund.

The individual Trustees who served during the year or up to the date these financial statements approved were;

Very Rev Dr S. Hutchison	Mr N. Bennett
Very Rev Dr D. Clarke	Mr D. Crowe
Rev R. Cobain	Mr L. Cubbitt
Rev T.D. Gribben	Mrs M. Guiler
Rev W. Orr (Chairman)	Mr W.H. Scott
Rev Dr D. Watts	Mr N.H. McLean
Sir Bruce Robinson	Mr N. Morrison
Mrs A. Heenan	Mr S. Johnston

Structure, management and charitable status

The Presbyterian Church Investment Fund was established under an order dated 8 July 1965 made by the then Ministry of Finance (now the Department for Communities) under section 25 of the Charities Act (Northern Ireland) 1964.

It is a common investment fund managed by the Trustees for the benefit of participating charities connected with the Presbyterian Church in Ireland which includes Congregations, Presbyteries, Council of the General Assembly, Funds managed by the Trustees and some associated organisations. A charity cannot participate if there is an exclusion provision in its governing document and the Trustees determination whether any charity is qualified to participate is conclusive.

Individual Trustees must be members of at least two years standing of some congregation in the Presbyterian Church in Ireland and are appointed by a vote of the General Assembly. Six of the individual trustees are ministers of the Presbyterian Church in Ireland, and include the Clerk of the General Assembly. In appointing the other 10 individual Trustees, those with skills and experience in disciplines such as accountancy, law, and investments are to be represented. Each individual Trustee, other than the Clerk of the General Assembly, who remain an individual Trustees while in post, serve for a term of five years and are eligible for re-election for one further term of five years. All individual Trustees are asked to attend an induction session covering the Rules and operation of the Fund.

The Trustees meet at least four times during the year to review the financial statements and monitor the control environment in which the Fund operates. The Trustees have delegated to the Investment Manager, which is authorised and regulated by the Financial Conduct Authority (FCA), the investment management function of the Fund under a Management Agreement dated 30 October 2014.

Under the provisions of the Financial Services and Markets Act 2000 (FSMA), the Trustees are not considered to be operating the Fund by way of business. In consequence, they are not

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE TRUSTEES

for the year ended 31 December 2018

required to be authorised and regulated by the Financial Conduct Authority. The Trustees are required to present their report and the audited accounts of the Fund to the General Assembly of the Presbyterian Church in Ireland at its annual general meeting, to each participating charity on request and to the Department for Communities.

Investments in the Fund are not covered by the Financial Services Compensation Scheme. The Investment Manager will pay compensation on eligible claims for negligence, wilful default or fraud of itself or its employees. The Investment Manager has in place professional indemnity cover.

The Bank of New York Mellon was appointed the custodian to the Fund on 30 October 2014.

Investment objective of the Fund

The Fund aims to generate a balance of capital appreciation and rising income with a long term total return in excess of its benchmark which is a composite index. The Fund invests in equities in the United Kingdom and overseas but may also invest in fixed interest securities, commercial property and other interests. The composite index is 50% FTSE All-Share Index, 18.5% FTSE World ex UK, 18.5% FT UK Govt. All Stocks, 7.5% IPD and 4.5% LIBID 7 day.

Details of the Investments held at 31 December 2018 are shown in the Portfolio Statement on Page 18. Summaries of share valuations and distributions for the last ten years are shown on pages 16 and 17 respectively.

The top ten changes, by value, in the portfolio during the year were as follows

Purchases

No.	Company	Sector
13,000	Sony Corporation NPV	Leisure Goods
125,000	Telefonica Deutschland Hldg	Mobile Telecommunications
22,000	BHP Billiton PLC	Mining
8,000	Schlumberger Ltd	Oil Equipment, Services and Distribution
15,000 Construction	Toll Bros Inc	Household Goods and Home
8,325	Principal Financial Group	Life Insurance
400	Alphabet Inc	Software and Computer Services
110,000	Lloyds Banking Group PLC	Banks
5,500	Novartis AG	Pharmaceuticals and Biotechnology
92,475	Barclays PLC	Banks

Disposals

No.	Company	Sector
53,040	Bunzl PLC	
303,750	Spark New Zealand Limited	
14,595	Astrazeneca PLC	Pharmaceuticals and Biotechnology
37,719	Compass Group PLC	Travel and leisure
531 7,565	Alphabet Walt Disney	Software & Computer Services Media
11,000	Softbank Group	Mobile Telecommunications
120,351	Telefonica Deutschland Hldg	Mobile Telecommunications

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE TRUSTEES

for the year ended 31 December 2018

16,500	Wolters Kluwer	Media
3,000	Apple Inc	Technology Hardware & Equipment

Ethical Investment Policy

The Trustees seek to apply the ethical investment policy of the General Assembly of the Presbyterian Church in Ireland. Investments substantially concerned with gambling, tobacco, alcoholic drinks or the arms trade are avoided. The Trustees have discussed the policy with the Investment Manager and agreed procedures for its application.

Controls and risk management

The Trustees meet at least six times during the year and at three of these with the Investment Manager to monitor investment strategy, dividend and interest income, investment diversification, risk and to review the Fund's performance.

The Trustees receive and consider regular reports from the Investment Manager and other ad hoc reports and information is supplied as required. The Investment Manager has established an internal control framework to provide reasonable, but not absolute, assurance on the effectiveness of the internal controls operated on behalf of its clients. The effectiveness of the internal controls is assessed by the Trustees on a continuing basis and they receive a copy of the Investment Manager ISAE (International Standards for Assurance Engagements) report.

At each of the Trustees meetings with the Investment Manager there is an assessment of the main risks facing the Fund, the controls in place to mitigate those risks and the assessment of each risk in terms of both gross and residual exposure after the application of mitigating controls. The Trustees have identified diminution in investment values, the annual level of distribution to unit holders and poor investment performance as key issue performance measurement and areas of risk. This is mitigated by the Trustees regularly monitoring the relative performance of the portfolio of investments with the Fund Manager, including comparison with benchmarks and targets.

The Trustees have not appointed an external organisation to monitor the Investment Manager.

Following their regular meetings and consideration of the reports and papers received, the Trustees are satisfied that the Investment Manager, to whom it has delegated investment management has complied with the terms of the relevant Management Agreement.

Statement of Trustees and Investment Manager Responsibilities

The Trustees aim to comply with a duty of care to unit holders when exercising their powers and discharging their duties under the Charities Act (Northern Ireland) 2008 to:

- make and revise the written statement of the investment objectives of the Fund and details of such investment objectives will be included in any scheme Information;
- determine the criteria and methods for evaluating the performance of the Fund;
- appoint the Auditor of the Fund and agree their terms of engagement;
- determine the rate of remuneration of the Investment Manager;
- supervise and oversee the investments. In particular, the Trustees shall be satisfied on a continuing basis that the Investment Manager is competently exercising the powers and discharging the duties conferred or imposed under the provisions of the Investment Management Agreement and ensure the Investment Manager is maintaining adequate and proper records;
- the appointment, supervision and oversight of any agents whom it has appointed in accordance with the provisions of this Scheme;

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE TRUSTEES

for the year ended 31 December 2018

- review the custody and control of any directly held property of the Fund and the collection of all revenue due to the Fund;
- make distributions to investors holding income shares and make allocations to investors in proportion to their respective shares in the property of the Fund; and
- take all steps and execute all documents which are necessary to ensure that the purchases and sales of investments for the Fund are properly completed.

Preparation of financial statements

The Trustees of the Fund are required, by the Rules of the Scheme, to prepare financial statements which give a true and fair view of the financial position of the Fund at each year and year end valuation date. The net revenue for the year, together with a report on the operation of the Fund is also required. The financial statements show the net asset value of the shares in the Fund as at the date to which the financial statements are prepared, the amount of revenue per share, and the amount of revenue, if any, to be transferred to The Dividend Equalisation Reserve. In preparing the financial statements, the Trustees:

- select suitable accounting policies that are appropriate for the Fund and applies them on a consistent basis;
- comply with the disclosure requirements of the Statement of Recommended Practice relating to Authorised Funds issued by the Investment Management Association (IMA) in October 2010;
- follow generally accepted accounting principles and applicable United Kingdom accounting standards;
- keep proper accounting records which enable them to demonstrate that the financial statements, as prepared, comply with the above requirements;
- make judgments and estimates that are prudent and reasonable; and
- prepare the financial statements on the basis that the Fund will continue in operation unless it is inappropriate to presume this. The Trustees are also required to manage the Fund in accordance with the Scheme Rules and have delegated to the Investment Manager the day-to-day management, accounting and administration of the Fund, as permitted by the Rules. The Investment Manager is required to carry out these duties in accordance with the Rules and take reasonable steps for the prevention and detection of fraud and other irregularities.

The preparation of the Financial Statements of the Fund is undertaken by the Financial Secretary's Department of the Presbyterian Church in Ireland. The Trustees receive a report on the published Financial Statements on an annual basis and monitor the cash management and administration services provided by the Financial Secretary's Department.

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE TRUSTEES

for the year ended 31 December 2018

DISCLOSURE OF INFORMATION TO AUDITORS

So far as each person who was a Trustee at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of fellow Trustees and the Trustees auditor, each Trustee has taken all the steps that he is obliged to take as a Trustee in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITORS

Ernst & Young LLP have expressed their willingness to continue in office as auditors and a resolution proposing their reappointment will be proposed at the Annual General Meeting.

For the Trustees of the Presbyterian Church in Ireland

WILFRED J. ORR

S. JOHNSTON

N. BENNETT

19 March 2019

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE INVESTMENT MANAGER

for the year ended 31 December 2018

Strategy

The investment objectives state that the portfolio will be invested with an emphasis on a balance between income and capital growth. The income is paid to unit holders on a half-yearly basis. The fund manager is managing the portfolio to generate a good level of income without jeopardising the long-term capital value of the fund. The benchmark is stated elsewhere in the Trustees' Report.

The fund is mostly invested in a portfolio of direct holdings in bonds and equities. This allows the portfolio to comply with its ethical constraints. Mutual funds are only used for some specialist parts of the market such as smaller companies where a greater degree of diversification is prudent, or a more specialist approach is appropriate. However, the Property part of the portfolio is only invested in funds and they are a combination of closed and open-ended funds.

Performance

During the year the portfolio return was a negative -2.0%, although this was ahead of the benchmark return of -4.4%. This outperformance of the portfolio relative to the benchmark was achieved by good equity selection and an emphasis on overseas equities, as opposed to UK equities. Gilts however, achieved a small positive return and the portfolio was under invested in bonds. This positioning therefore had a negative impact.

Markets during the year were quite volatile although within a trading range. The prospect of interest rates moving higher than previously expected due to excess growth unsettled markets in the first quarter. For UK investors, there was a major recovery in the currency on the possibility that the Brexit negotiations might deliver something above the very low expectations of the market. This exacerbated the adverse effect. However softening of economic data and uncertainty in a number of countries, largely through political difficulties, allowed the interest rate rise expectations to be pared back, and markets to recover through to the end of September. In reality, the only major market in positive territory was the US, and here the leadership was focused on a small number of high profile tech related companies. Sterling also lost traction again, which was important of the income for the portfolio, which held up well.

Markets fell sharply in October and then continued in a downwards drift through to the end of the year. Hawkish rhetoric from the US Federal Reserve re-introduced the spectre of more monetary tightening in 2019 than had been discounted previously, and also Central Banks generally signalled the end of easy money through ending quantitative easing in the near term. Markets were perhaps looking for a correction, and these factors along with major uncertainties caused by the US/Chinese Trade issues, the Venezuela and Saudi Arabia effects on the oil market, Europe ex-UK politics as well as Brexit and a number of other factors gave investors the excuse they were looking for to sell the market.

Within the portfolio, the Healthcare positioning that had underperformed in 2017, did well in the second half of the year. In addition, Tobacco, which is an excluded sector for the portfolio performed very poorly. This was a big positive. Generally, the second half of the year allowed steady compounders to outperform, while more cyclical sectors such as banks performed poorly. Citigroup was therefore a notable negative, however overall the portfolio had low holdings in banks and did well in the financial sector. This was despite a poor performance from some Life Insurance stocks such as the Prudential. The compounders such as Wolters Kluwer, RELX (previously known as Reed Elsevier) and Microsoft were amongst the best stocks for the portfolio, as was Apple, which fell sharply in the second half of the year but after the position had been sold down.

Counter intuitively the portfolio's holdings in mining stocks, Anglo-American and BHP, was a notable positive. However, this was because they commenced the year at low valuations

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE INVESTMENT MANAGER

for the year ended 31 December 2018

rather than from any major change in outlook, positive or negative. Investors were encouraged that they were retaining financial discipline and not looking to spend positive cash-flow on acquiring new capacity.

Property in the UK had another good year in 2018 and was the best performing asset class with a return of +7.9%. The good yield and jurisdiction benefits to overseas investors, continued to support the UK property market despite any uncertainties created by Brexit. Within the property market there was a considerable dispersion of returns. Properties related to logistics for internet-based retail were the standout performers. Within the portfolio, the two charity property funds performed well, however the closed end funds are correlated in the short term to equity markets and therefore lagged the open ended funds and finished the year in negative territory.

The following table summarise recent performance;

	2018 %	2017 %	2016 %	2015 %	2014 %	Average %
Performance	(6.94)	11.37	16.32	3.5	8.6	6.57
Benchmark	(6.77)	10.25	16.10	2.7	6.8	5.82

Market Review

After a near decade-long bull market in financial assets, investors experienced decidedly more bearish conditions towards the end of 2018, with volatile stock markets losing significant ground during the final quarter of the year.

A tangle of factors appeared to unsettle financial-market participants, but to US President Donald Trump it was the “out of control” Federal Reserve (Fed) that was overwhelmingly at fault for the loss of confidence. Throughout the closing months of the year, the president’s rhetoric towards the central bank remained explicit. In response to the Fed’s continuing interest-rate increases and balance-sheet shrinkage, Mr Trump said he was “disappointed” in Chairman Jerome Powell. He referred to the central bank’s policymaking as “ridiculous”, and added that “I’d like our Fed not to be so aggressive because I think they’re making a big mistake”. By the end of the year, speculation that the president would go so far as to sack Mr Powell led Treasury Secretary Steven Mnuchin to try (unsuccessfully it seemed) to calm investors’ nerves by clarifying that his job was, in fact, safe.

In the wake of December’s fourth US rate rise of 2018, equity markets fell sharply. Investors apparently took fright not simply at the likelihood of further hikes in 2019, but at the indecision evident in the Fed chair’s repeated assessment that there was “significant uncertainty” about the path of borrowing costs. Undoubtedly, changes in monetary policy have been a critical element in the more bearish mood in markets. Alongside the US central bank’s move from quantitative easing (bond buying) to quantitative tightening (bond selling), the European Central Bank (ECB) brought its own bond-buying programme to a close at the end of 2018, and even the perma-cautious Bank of Japan has indicated that its next move might be to tighten policy. In contrast with the abundant liquidity provided by authorities over the decade since the global financial crisis, these changes entail a much less obliging global monetary environment.

Aside from the momentous shift in central-bank policymaking, investors have contended with a host of other challenges. Not least among them has been a deteriorating outlook for corporate profits. In the US, the \$1.5 trillion fillip from the Tax Cuts and Jobs Act is set to fade, and, more broadly, rising wages, mounting interest costs and the effects of trade tensions are set to slow the rate of growth in earnings. 2018 is likely to have been as good as it gets.

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE INVESTMENT MANAGER

for the year ended 31 December 2018

The threat of a much more protectionist trading environment has been mounting. The 90-day ceasefire in trade hostilities agreed between the US and Chinese presidents in December was superficially welcome, but the likelihood that it will lead to a sustained bridging of the divide between their two nations appears low. The detail of the agreement was immediately disputed by both parties.

Elsewhere in the political sphere, there have been significant sources of apprehension for investors. Italy's row with the European Commission over its budget, and the great uncertainty surrounding the nature of the UK's departure from the European Union (EU), have been obvious tribulations.

Against this backdrop, and with cash (short-dated US Treasury bills) offering a real, inflation-adjusted return for the first time in ten years, capital markets experienced their largest contraction since the financial crisis of 2008. While scientists from Wageningen University in the Netherlands and banana producer Chiquita successfully harvested the world's first crop of bananas to be grown without soil as part of an effort to stem the spread of a deadly fungus, equity markets delivered only negative returns as they faced the withdrawal of the liquidity which has quenched them in recent years.

In local-currency terms, the major regional indices ended 2018 conspicuously in the red. To the UK-based investor, Japan's stock market was the weakest of the main regions, its full-year return to -7.6%. North American equities returned -4.7%, with only the marked strength of the US dollar versus sterling salvaging a positive return (of +0.8%) over the year as a whole. Europe (excluding the UK) returned -9.5% over 2018, pretty well the same as the UK return of -9.5%. Currency benefited the return from in the Asia-Pacific ex Japan region which delivered a return of -6.8%, and emerging markets returned a twelve month return of -7.6%. Yen strength mitigated the returns from Japan for UK investors, transforming a big negative of -15.3 to a more modest -7.6%.

In fixed-income markets, following a period of turbulence which had seen benchmark 10-year US Treasury yields hit their highest level for seven years, the reassertion of their safe-haven credentials towards the end of the year allowed government bond markets to eke out positive aggregate returns for 2018. According to the Bank of America Merrill Lynch fund manager survey, investors made their largest-ever shift into bonds in December. In the UK, the FTA Government All Stocks Index (gilts) returned +1.9% in the final quarter of the year to recover to a positive return of +0.6% over the 12-month period.

Outlook

The closing months of 2018 arguably saw the beginning of a sea change in the determinants of financial-asset valuations which is set to persist throughout 2019. Having provided succour to investors throughout the post financial-crisis period via its extraordinarily accommodative policy measures, the US central bank is now raising rates and selling its bond holdings, and its counterparts are tightening policy or looking at opportunities to do so.

Investors appear to have been fixated on a broad range of threats in recent months, but particularly on events in the 'real' economy – arguably at the expense of the dangers posed by the financial system. History shows that the latter repeatedly leads the former, and so a focus on the shifts in monetary conditions is critical to understanding the investment outlook.

With the expansion of the leading central banks' balance sheets having encouraged investors to search for yield and buy risky assets, the contraction of those balance sheets is likely to have the reverse effect. Ultra-loose policy allowed risk to become mispriced, and its withdrawal is set to expose the complacency that has built up in corners of capital markets.

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE INVESTMENT MANAGER

for the year ended 31 December 2018

The adjustment to a new epoch of monetary policymaking, together with nervousness about trade tensions, economic growth, corporate earnings and the contours of political landscapes, has significant scope to incite elevated levels of volatility in financial markets. Instability is unsettling, but, with risk being reappraised in an often disorderly fashion, such volatility should create opportunities for active investors.

While central banks have enjoyed prodigious success in inflating asset prices in recent years, they have been less successful in their attempts to reflate debt-weary economies. Activity has picked up, and in Europe especially its strength has been notable, but since 2009, according to the World Bank, global growth has averaged 2.4% a year in nominal terms – well short of the rate seen before the global financial crisis.

Intent on hitting their consumer price-inflation targets, which they see as the path to delivering macroeconomic stability, the three largest central banks (the Fed, the ECB and the Bank of Japan) have scooped up some \$10 trillion of assets since the crisis, to take their total holdings to \$14 trillion. However, the credit inflation mirrored by these purchases has sustained, and actually exacerbated, the financial distortions which had built up over earlier decades.

The thrust of policy is changing, with the US and UK central banks trying to raise rates gradually and their European counterpart scaling back its bond-buying programme. For financial-market participants so focused upon monetary policy as the tailwind to their fortunes in the wake of the financial crisis, these changes could be significant.

Echoing the likes of Eminem and Oasis, who sang about the dangers of infatuation with musical heroes, four of the world's top exponents of monetary policy (the heads of the US, European, Japanese and UK central banks) warned in November of the limits of their support in financial markets. They undertook to continue trying to signal their next moves, but cautioned that investors were asking for more information than central bankers could give in an uncertain economic climate.

Whatever their preferences for words, monetary policymakers' actions seem certain to mean a reduction in the liquidity that has buoyed asset markets until now. In tandem with the likelihood that US-dollar weakness – also a significant source of financial-market capital flows in 2017 – has run its course, conditions for 'risk' assets are set to become more challenging. Declining liquidity is not necessarily a portent of a crash, but it has been correlated historically with a subsequent decline in equity performance versus cash.

In a world of arguably flawed policymaking, and distorted economies and financial markets, in which skittish trading of short-term trends is prevalent, it can be easy to lose perspective. Against the current backdrop, we think it is as important as ever to remain focused on productive allocation of capital, and on the true drivers of long-term investment opportunity and risk.

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE INVESTMENT MANAGER

for the year ended 31 December 2018

Share Valuations

Prior to 28 February 2017 the shares in the Presbyterian Church Investment Fund were valued on the 15 April and 15 October each year. The following table summarises the net assets, shares and valuation at those dates

Year	Net assets £	15 April		Net assets £	15 October	
		Number of shares	Net asset value £ per share		Number of shares	Net asset value £ per share
2016	50,176,820	5,471,680	9.1703	55,452,376	5,477,820	10.1231
2015	51,433,970	5,457,168	9.4250	47,959,743	5,468,829	8.7697
2014	46,058,085	5,443,116	8.4617	45,365,509	5,441,462	8.3370
2013	43,696,648	5,364,291	8.1458	44,735,620	5,422,830	8.2495
2012	39,017,551	5,349,251	7.2940	40,160,033	5,351,233	7.5048
2011	40,135,234	5,333,063	7.5257	38,609,550	5,433,794	7.1054
2010	38,655,969	5,314,841	7.2732	38,736,134	5,321,042	7.2798
2009	30,129,690	5,378,678	5.6017	35,540,548	5,290,285	6.7181
2008	40,390,177	5,408,227	7.4683	31,109,639	5,462,795	5.6948
2007	43,330,593	5,421,219	7.9928	42,862,056	5,437,343	7.8829
2006	37,598,152	4,939,898	7.6111	39,320,005	5,038,533	7.8039

From 28 February 2017 the shares have been valued on a monthly basis and the following table summarises the net assets and shares and valuations at those dates

2017	Net assets £	Number of shares	Net asset value £ per share
February	55,669,598	5,454,954	10.2053
March	56,588,985	5,491,773	10.3043
April	56,267,970	5,493,527	10.2426
May	58,489,879	5,498,084	10.6382
June	57,035,015	5,476,795	10.4139
July	57,335,627	5,476,795	10.4688
August	58,117,166	5,476,952	10.6112
September	57,295,842	5,479,687	10.4560
October	58,648,854	5,482,946	10.6966
November	58,069,750	5,483,023	10.5908
December	58,945,504	5,480,393	10.7557

THE PRESBYTERIAN CHURCH INVESTMENT FUND REPORT OF THE INVESTMENT MANAGER

for the year ended 31 December 2018

The value per share is determined by taking net assets attributable to shareholders at the valuation dates and dividing by the number of shares held by unit holders. Net assets include investment values, cash and bank balances and any amount due to the fund less any liabilities. Amounts due to shareholders for unpaid dividend or undistributed income are not included. The value per share is a capital value and does not include an amount of accrued income as dividends are payable to unit holders for the number of complete months shares are held during a distribution period.

Distributions

Dividends in the Presbyterian Church Investment Fund were declared as at 15 April and 15 October prior to 2017 and from 2017 as at 31 March and 30 September. The following table summarises recent distributions

Year	31 March or 15 April Pence per share	30 September or 15 October Pence per share	Total Pence per share
2018	11.0	16.0	27.0
2017	12.0	15.0	27.0
2016	11.0	15.0	26.0
2015	11.0	15.0	26.0
2014	11.0	15.0	26.0
2013	11.0	15.0	26.0
2012	11.0	15.0	26.0
2011	11.0	14.0	25.0
2010	12.0	14.0	26.0
2009	15.0	13.0	28.0
2008	15.0	18.0	33.0
2007	15.0	16.0	31.0

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

Issue Description	Holding	Market Value £	% of Fund
BONDS			
BRITISH GOVERNMENT			
UK Treasury Stock	4.75% 7/03/2020	£663,960	704,959 1.13
UK Treasury Gilt	4% 7/3/2022	£763,500	850,002 1.37
UK Treasury Stock	5% 7/03/2025	£568,400	713,668 1.15
UK Treasury Gilt	4.5% 07/09/2034	£1,129,60	1,594,990 2.56
UK Treasury Gilt	4.25% 7/12/2040	£466,000	675,701 1.09
UK Treasury Gilt	3.25% 22/01/2044	£450,500	583,806 0.94
UK Treasury Gilt	4.25% 7/12/2046	£623,500	953,832 1.53
TOTAL – BRITISH GOVERNMENT		6,076,958	9.77
UK BONDS			
Marks & Spencer PLC	6.125% Bds 06/12/2021	£100,000	110,091 0.18
Royal Bank of Scotland Grp PLC	5.125% Bds 13/01/2024	£184,000	222,427 0.36
SSE PLC	8.375% Bds 20/11/2028	£50,000	73,237 0.12
TOTAL		405,755	0.66
INTERNATIONAL BONDS			
German Bonds			
Kreditanstalt Fur Wiederaufbau	5% Bds 10/9/2024	£400,000	485,398 0.78
UNITISED INVESTMENTS (BONDS)			
UK BOND FUNDS			
BNY MFM Ltd	Newton Sus GBP Bd Fd (Inc)	1,000,000	996,000 1.6
GLOBAL / INTERNATIONAL BOND FUNDS			
OTHER / NON REGION SPECIFIC			
BNY MFM Ltd	Newton Gbl Dyn Bd Inc (Inc)	1,121,200	1,078,594 1.73
TOTAL		2,074,594	3.33
TOTAL – CORPORATE BONDS		2,965,747	4.76

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

Issue Description	Holding	Market Value £	% of Fund
UK EQUITIES			
OIL AND GAS			
PRODUCERS			
BP PLC	Ord USD0.25	327,432	1,623,899 2.61
Royal Dutch Shell PLC	EUR0.07 'B' Shs (UK List)	120,338	2,815,909 4.52
TOTAL		4,439,808	7.13
BASIC MATERIALS			
CHEMICALS			
Johnson Matthey PLC	Ord GBP1.109245	21,017	588,266 0.94
Linde PLC	Com Stk EUR0.001	3,500	428,816 0.69
TOTAL		1,017,082	1.63
MINING			
Anglo American PLC	Com Stk USD0.54945	40,400	706,111 1.13
BHP Group PLC	Ord USD0.50	40,100	662,292 1.06
TOTAL		1,368,403	2.19
TOTAL		2,385,485	3.82
INDUSTRIALS			
CONSTRUCTION AND MATERIALS			
CRH PLC	Ord EUR0.32 (UK Listing)	19,085	395,250 0.63
GENERAL INDUSTRIALS			
Smurfit Kappa Group PLC	Ord EUR0.001	18,500	385,170 0.62
SUPPORT SERVICES			
Ferguson PLC	Ord GBP0.114032	15,880	796,700 1.28
TOTAL		1,577,120	2.53

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

	Issue Description	Holding	Market Value £	% of Fund	
CONSUMER GOODS					
FOOD PRODUCERS					
	Associated British Foods PLC	Ord GBP0.0568	15,600	318,708	0.51
	Unilever PLC	Ord GBP0.031111	25,483	1,046,969	1.68
	TOTAL		1,365,677	2.19	
HEALTH CARE					
HEALTH CARE EQUIPMENT AND SERVICES					
	Smith & Nephew PLC	Ord USD0.20	68,085	996,764	1.6
PHARMACEUTICALS AND BIOTECHNOLOGY					
	GlaxoSmithKline PLC	Ord GBP0.25	113,760	1,696,389	2.72
	TOTAL		2,693,153	4.32	
CONSUMER SERVICES					
GENERAL RETAILERS					
	Dixons Carphone PLC	Ord GBP0.001	178,100	213,898	0.34
MEDIA					
	Informa PLC	Ord GBP0.001	97,900	616,966	0.99
	RELX PLC	Ord GBP0.144397 (UK)	112,900	1,825,029	2.93
	TOTAL		2,441,995	3.92	
TRAVEL AND LEISURE					
	National Express Group PLC	Ord GBP0.05	170,700	638,418	1.03
	TOTAL		3,294,311	5.29	

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

	Issue Description	Holding	Market Value £	% of Fund	
TELECOMMUNICATIONS					
MOBILE TELECOMMUNICATIONS					
	Vodafone Group PLC	Ord USD0.2095238	660,224	1,009,482	1.62
UTILITIES					
GAS, WATER AND MULTIUTILITIES					
	Centrica PLC	Ord GBP0.061728395	206,999	279,242	0.45
	National Grid PLC	Ord GBP0.12431289	94,021	718,508	1.15
	Severn Trent PLC	Ord GBP0.9789	34,492	626,202	1.01
TOTAL			1,623,952	2.61	
FINANCIALS					
BANKS					
	Barclays PLC	Ord GBP0.25	256,000	385,331	0.62
	Lloyds Banking Group PLC	Ord GBP0.10	1,420,000	736,270	1.18
	Royal Bank of Scotland Grp PLC	Ord GBP1.00	262,350	568,512	0.91
TOTAL			1,690,113	2.71	
LIFE INSURANCE					
	Prudential PLC	Ord GBP0.05	79,340	1,112,347	1.79
REAL ESTATE INVESTMENT AND SERVICES					
	Picton Property Income Ltd	Ord NPV	539,800	459,910	0.74
	Schroder Real Estate Inv Tst	Ord Shs NPV	765,000	437,580	0.7
	UK Commercial Property REIT	Ord GBP0.25	608,080	505,923	0.81
TOTAL			1,403,413	2.25	
EQUITY INVESTMENT INSTRUMENTS					
	Montanaro European Smllr Tst	Ord GBP0.50	80,000	654,000	1.05
TOTAL			4,859,873	7.8	

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

Issue Description	Holding	Market Value £	% of Fund
TECHNOLOGY			
SOFTWARE AND COMPUTER SERVICES			
Sage Group PLC	Ord GBP0.01051948	92,184	554,395 0.89
TOTAL – UK EQUITIES		23,803,256	38.23
UNITISED INVESTMENTS (EQUITIES)			
GLOBAL INTERNATIONAL EQUITY FUNDS			
PACIFIC EX JAPAN			
BNY MFM Ltd	Newton Asian Inc Instl Fd(Inc)	366,000	766,624 1.23
OTHER / NON REGION SPECIFIC			
BNY MFM Ltd	Newton Global Income Inst(Inc)	700,800	1,439,443 2.31
EMERGING MARKETS			
BNY MFM Ltd	Newton Gbl Emg Mkts 'W' (Inc)	417,200	600,810 0.96
TOTAL		2,806,877	4.5
CANADIAN EQUITIES			
Suncor Energy Inc	Com Stk NPV	15,750	345,241 0.55
USA EQUITIES			
Abbott Laboratories	NPV	12,515	710,749 1.14
Accenture PLC	Cls 'A' USD0.0000225	6,640	735,165 1.18
Albemarle Corp	Com Stk USD0.01	7,540	456,272 0.73
Alphabet Inc	Com Stk USD0.001 Class 'A'	945	775,351 1.25
Apple Inc	Com Stk NPV	1,870	231,606 0.37
Applied Materials Inc	Com Stk USD0.01	32,980	847,806 1.36
Cisco Systems Inc	Com Stk USD0.001	11,230	382,063 0.61
Citigroup Inc	Com Stk USD0.01	19,805	809,554 1.3
Eversource Energy	Com Stk USD5	12,519	639,318 1.03

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

	Issue Description	Holding	Market Value £	% of Fund
Medtronic PLC	Com Stk USD0.10	6,065	433,160	0.7
Merck & Co Inc (New)	Com Stk USD0.50	11,900	713,944	1.15
Microsoft Corp	Com Stk USD0.0000125	10,300	821,428	1.32
Principal Financial Group	Com Stk USD0.01	11,000	381,493	0.61
Schlumberger Ltd	Com Stk USD0.01	8,000	226,633	0.36
Toll Bros Inc	Com Stk USD0.01	22,000	568,829	0.91
TOTAL			8,733,371	14.02
SOUTH AFRICAN EQUITIES				
Naspers Ltd	'N' Shs ZAR0.02	3,490	550,961	0.88
AUSTRALIAN EQUITIES				
Insurance Australia Group Ltd	NPV	109,702	424,473	0.68
Qantas Airways Ltd	NPV	105,000	336,051	0.54
TOTAL			760,524	1.22
HONG KONG EQUITIES				
AIA Group Ltd	NPV	149,600	975,184	1.57
JAPANESE EQUITIES				
Sony Corp	NPV	13,000	495,502	0.8
Suzuki Motor Corp	NPV	9,200	366,530	0.59
TOTAL			862,032	1.39
KOREAN EQUITIES				
Samsung SDI Co Ltd	GDR (Rep 1/4 Ord KRW5000)	13,440	517,802	0.83
TAIWAN EQUITIES				
Taiwan Semiconductor Manufact	ADS (Rep 5 Ord TWD10)	16,700	483,980	0.78
FRENCH EQUITIES				
Total SA	EUR2.5	12,690	525,986	0.84

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

	Issue Description	Holding	Market Value £	% of Fund
GERMAN EQUITIES				
	Infineon Technologies AG	57,510	900,736	1.45
	SAP SE	7,610	595,539	0.96
	TOTAL		1,496,275	2.41
NETHERLANDS EQUITIES				
	Wolters Kluwer NV	14,400	667,691	1.07
NORWEGIAN EQUITIES				
	DNB ASA	28,590	358,141	0.58
	Entra ASA	42,200	440,813	0.71
	TOTAL		798,954	1.29
SWISS EQUITIES				
	Novartis AG	16,715	1,118,860	1.8
	Roche Holdings AG	2,675	518,594	0.83
	Zurich Insurance Group AG	4,065	948,986	1.52
	TOTAL		2,586,440	4.15
	TOTAL – OVERSEAS EQUITIES		22,111,319	35.51
PROPERTY				
	Charities Property Fund (Inc)	1,170,908	1,523,585	2.45
	Mayfair Capital Inv Mgmt Ltd	1,278,651	1,147,206	1.84
	Threadneedle Property UT Ltd	3,720	1,133,782	1.82
	TOTAL – PROPERTY		3,804,573	6.11

THE PRESBYTERIAN CHURCH INVESTMENT FUND PORTFOLIO STATEMENT

at 31 December 2018

Issue Description	Holding	Market Value £	% of Fund
CASH FUNDS			
Insight Liquidity Funds PLC	GBP Liquidity Fund (Inc)	500,000	500,000 0.8
CASH			
Capital		3,001,764	4.82
Income		2,271	0
TOTAL – CASH/ CASH FUNDS		3,504,035	5.62
PORTFOLIO		62,265,887	100

Portfolio Statement - Summary

	2018		2017	
	£	%	£	%
British Government Bonds	6,076,958	9.77%	5,426,203	9.36%
Corporate Bonds	2,965,747	4.76%	2,206,131	3.80%
UK Equities	23,803,256	38.23%	23,335,513	40.24%
Overseas Equities	22,111,318	35.51%	22,400,509	38.62%
Property	3,804,573	6.11%	3,242,911	5.59%
Cash and Cash Funds	3,504,035	5.62%	1,383,924	2.39%
	62,265,887	100.00%	57,995,191	100.00%

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH INVESTMENT FUND**Opinion**

We have audited the financial statements of The Presbyterian Church Investment Fund for the year ended 31 December 2018 which comprise The Statement of Total Return, Statement of Change in Net Assets Attributable to Shareholders, Balance Sheet and the related notes 1 to 13, including as summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2018 and of its incoming resources and application of resources, 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 Charities Act (Northern Ireland) 2008.

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 below. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to 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 charity'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 other information comprises the Report of the Trustees included in the annual report set out on pages 239 to 257, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH INVESTMENT FUND (cont.)

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 the other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations (Northern Ireland) 2015 require us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 8, 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 charity'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 management either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 65 of the Charities Act (Northern Ireland) 2008 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH INVESTMENT FUND (cont.)**Use of our report**

This report is made solely to the Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations (Northern Ireland) 2015. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

ERNST & YOUNG LLP

Statutory Auditor

Belfast

19 March 2019

Ernst & Young LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE PRESBYTERIAN CHURCH INVESTMENT FUND STATEMENT OF TOTAL RETURN

for the year ended 31 December 2018

	Notes	2018		2017	
		£	£	£	£
INCOME					
Net capital (losses) / gains	2		(3,619,132)		4,197,791
Revenue	3	2,074,846		1,868,790	
Expenses	4	(345,615)		(306,322)	
Net revenue			<u>1,729,231</u>		<u>1,562,468</u>
Total (loss) / return before distributions			(1,889,901)		5,760,259
Distributions	6		(1,632,783)		(1,473,768)
Movement in Undistributed income	6		<u>(68,551)</u>		<u>(61,256)</u>
Change in net assets attributable to shareholders from investment activities			<u>(3,591,235)</u>		<u>4,225,235</u>

THE PRESBYTERIAN CHURCH INVESTMENT FUND STATEMENT OF TOTAL RETURN

for the year ended 31 December 2018

	Notes	2018		2017	
		£	£	£	£
Opening net assets attributable to shareholders			58,945,504		54,467,667
Receivable on issue of shares		7,854,491		1,348,052	
Payable on cancellation of shares		<u>—</u>		<u>(1,095,450)</u>	
			7,854,491		252,602
Change in net assets attributable to shareholders			<u>(3,591,235)</u>		<u>4,225,235</u>
Closing net assets attributable to shareholders			<u>63,208,760</u>		<u>58,945,504</u>

The notes on pages 263 to 269 form part of these Financial Statements.

THE PRESBYTERIAN CHURCH INVESTMENT FUND BALANCE SHEET

at 31 December 201

	Notes	2018		2017	
		£	£	£	£
ASSETS					
Investment assets	7		62,265,887		57,995,191
Cash and bank balances	8		<u>1,413,940</u>		<u>1,338,933</u>
Total assets			63,679,827		59,334,124
LIABILITIES					
Investment Liabilities					
Creditors	9	(68,259)		(65,133)	
Distributions payable		(97,152)		(86,382)	
Undistributed Income	6	<u>(305,656)</u>		<u>(237,105)</u>	
Total Liabilities			<u>(471,067)</u>		<u>(388,620)</u>
Net assets attributable To shareholders			<u>63,208,760</u>		<u>58,945,504</u>

Approved on behalf of the Trustees

WILFRED J ORR
S JOHNSTON
N BENNETT

19 March 2019

The notes on pages 263 to 269 form part of these Financial Statements.

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1. ACCOUNTING POLICIES

(a) Basis of accounting

The Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the accounting policies set out below and the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association (IMA) in May 2014.

(b) Revenue recognition

Dividends on ordinary stocks, including special dividends where appropriate, are credited to revenue when a legally binding and unconditional right to receive exists. Interest on bank balances is accrued on a daily basis. Revenue from fixed rate securities is recognised on an effective yield basis.

(c) Stock dividends

The ordinary element of stock received in lieu of cash dividends is recognised as revenue of the Fund. Any enhancement above the cash dividend is treated as capital.

(d) Special dividends, share buy-back or additional share issue

The underlying circumstances behind a special dividend, share buy-back or additional share issue are reviewed on a case by case basis in determining whether the amount is revenue or capital in nature. Amounts recognised as revenue form part of the distribution.

(e) Expenses

The fee paid to the Investment Manager is based on a fixed percentage of the value of the Fund and is calculated on a quarterly basis. Audit, legal, administration fees and transaction charges are charged separately to the revenue of the Fund before distribution.

(f) Distributions

Distributions are paid half yearly. The Fund utilises a Dividend Equalisation Reserve to even out fluctuations in revenue which arise over the years (see note 10). It is the Fund's policy to calculate the distribution based on the net revenue receivable. The Rules of the Fund provide that not more than 10% of net income available for distribution can be transferred to the income reserve.

(g) 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 closing quoted market price.

The Trustees do not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

Investments are included at fair value as described below:

- (a) Quoted securities in active markets are usually valued at mid-market prices at the reporting date;
- (b) Unquoted securities are included at fair value in accordance with the valuation guidelines of the International Private Equity and Venture Capital Valuation Guidelines. Bonds are valued by valuation techniques that use observable market data;

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

- (c) Accrued interest is excluded from the market value of fixed income securities and is included in investment income receivable;
- (d) Unitised pooled investment vehicles have been valued at the latest available bid price or single price provided by the pooled investment manager. Shares in other pooled arrangements have been valued at the latest available net asset value (NAV), determined in accordance with fair value principles, provided by the pooled investment manager;
- (e) The Scheme functional and presentational currency is pounds sterling. Monetary items denominated in foreign currency are translated into sterling using the closing exchange rates at the Scheme year-end. Foreign currency transactions are recorded in sterling at the spot exchange rate at the date of the transaction.

Realised gains and losses

All gains and losses are taken to the Statement of Total Return 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 Total Return.

(h) Foreign exchange

Assets and liabilities in foreign currencies are expressed in sterling at rates of exchange ruling on the accounting date. Transactions in foreign currencies are translated into sterling at the exchange rates ruling on the transaction dates. Fluctuations in the value of such forward currency contracts are recorded as unrealised gains or losses. Realised gains or losses include net gains or losses on transactions that have terminated by settlement or by the Fund entering into offsetting commitments.

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

2. NET CAPITAL (LOSSES) / GAINS

	2018 £	2017 £
The net capital (loss)/gains during the year comprise:		
Realised gains on disposal	3,349,103	1,625,494
Unrealised (decreases) / increases in value	(6,968,235)	2,572,297
	<u>(3,619,132)</u>	<u>4,197,791</u>

3. REVENUE

	2018 £	2017 £
British Government Securities	202,275	202,388
Corporate Bonds	102,949	107,710
Equities		
- Industrial and Commercial	1,564,137	1,384,585
- Banks and insurance	186,411	134,717
Property and ground rents	207	615
Bank interest	8,178	7,746
Investment charges	10,689	31,029
	<u>2,074,846</u>	<u>1,868,790</u>

4. EXPENSES

	2018 £	2017 £
Administration charges	35,516	34,819
Investment advisers fees	302,839	264,189
Audit	7,176	7,176
LEI Registration	84	138
	<u>345,615</u>	<u>306,322</u>

The above expenses include VAT where applicable.

5. TAXATION

The Fund is exempt from UK income and capital gains tax due to its charitable status pursuant to Sections 505 and 506 of the Income and Corporation Taxes Act 1988. Distributions are paid and reinvested revenue credited gross to shareholders on the basis that all recoverable UK taxation has been reclaimed. Overseas withholding tax is deducted in full from overseas income on receipt. Recoverable withholding tax is credited to income on receipt.

6. FINANCE COSTS – DISTRIBUTIONS

	2018 £	2017 £
31 March – interim distribution	641,055	651,435
30 September – final distribution	991,728	822,333
	<u>1,632,783</u>	<u>1,473,768</u>

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

Income received after 30 September and before 31 December amounted to £305,656 (2017 - £237,105). This income will be included in determining the distribution due on the following 31 March. Shareholders who have not held shares for the full period since the last distribution date are entitled to receive a proportion of the dividend declared at 31 March or 30 September. This is calculated on the number of complete months the shares have been held since the last distribution date. The valuation of shares calculated at the month end dates during 2018 (or 15 April and 15 October in prior years) is a capital value and does not take account of any undistributed income.

Movement in undistributed income	2018	2017
	£	£
Undistributed income at start of year	237,105	175,849
Undistributed income at end of year	(305,656)	(237,105)
Increase / (decrease) in undistributed income	(68,551)	(61,256)

The distributions per share were as follows;

	2018	2017
	£	£
	Pence per share	Pence per share
31 March	11	12
30 September	16	15
Total	27	27

7. INVESTMENT ASSETS

	2018	2017
	£	£
British Government Bonds	6,076,958	5,426,203
Corporate Bonds	2,965,747	2,206,131
UK Equities	23,803,256	23,335,513
Overseas Equities	22,111,318	22,400,509
Property	3,804,573	3,242,911
Cash and Cash Funds	3,504,035	1,383,924
	62,265,887	57,995,191

	2018	2017
	£	£
At start of year	57,995,191	53,797,342
Realised gains	3,349,103	1,625,494
Unrealised gains	(6,968,132)	2,572,297
Transfer from Commutation Fund	6,039,839	–
Transfer from Magee Fund	1,350,296	–
Additions during the year	500,000	–
Net movement in cash balances	(410)	58
	62,265,887	57,995,191

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

Fair value hierarchy of investment assets;

FRS 102 requires the disclosure of investments under the following hierarchy.

- Category 1 – Quoted price for an identical asset in an active market
- Category 2 – When quoted prices are not available, the price of a recent transaction for an identical asset as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place
- Category 3 - If the market for the asset is not active and recent transactions on their own are not a good estimate of fair value, fair value is determined based on valuation techniques.

	2018	2017
	£	£
Category 1	54,957,279	53,368,356
Category 2	7,308,608	4,626,835
	<u>62,265,887</u>	<u>57,995,191</u>

Notes to the financial statements

31 December 2018

There were no individual shareholdings or investments which are considered to be material with regard to their market values and proportion of the portfolio as at 31 December 2018. The Trustees have set 5% of the year end market value of the investment portfolio as the threshold for reporting material investments.

8. CASH AT BANK AND IN HAND

	2018	2017
	£	£
Bank balances	<u>1,413,940</u>	<u>1,338,933</u>

The Trustees of the Presbyterian Church in Ireland avail of the Presbyterian Church's central banking facilities which are also used by Councils and Agencies of the General Assembly of the Presbyterian Church in Ireland. The bank balance at 31 December 2018 of £1,413,122 is therefore represented by holdings in central accounts with the Danske Bank, Barclays Bank, Santander and Bank of Scotland.

Cash balances held by the Investment Manager are included within investments and are shown in the Portfolio Statement, at 31 December 2018, £3,004,035 (2017, £1,383,924)

9. CREDITORS

	2018	2017
	£	£
Investment Managers fees	<u>68,259</u>	<u>65,133</u>

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

10. DIVIDEND EQUALISATION RESERVE

The Rules of the Presbyterian Church Investment Fund provide that “In order to avoid or reduce fluctuations in the amounts distributed and generally for regulating distributions of income the Trustees may withhold from distribution and transfer to a Dividend Equalisation Reserve such amounts of income as they think fit and may by transfer from the Dividend Equalisation Reserve increase the amount of income available for distribution: Provided that the amount so withheld from distribution in respect of any distribution period shall not exceed one-tenth of the net income of the period and that at any time the amount of the Dividend Equalisation Reserve exceeds two per cent of the aggregate value of the shares no further income shall be withheld from distribution”.

The Dividend Equalisation Reserve is included in the total value of the Fund attributable to shareholders.

	2018	2017
	£	£
Reserve at start of year	591,928	564,484
Transfer to/ (from) reserve during the year	27,897	27,444
Reserve at end of year	<u>619,825</u>	<u>591,928</u>

11. FINANCIAL INSTRUMENTS

Fair Value

Securities held by the Fund are valued at mid-market value (see note 1(g)). Mid-market value is considered to be a fair representation of the amount repayable to shareholders should they wish to sell their shares. Other financial assets and liabilities of the Fund are included in the balance sheet at amortised cost. The main risks arising from the Fund’s financial instruments and the Investment Manager’s policies for managing these risks are summarised below. These policies have been applied throughout the period and the comparative period.

Market price risk

This is an actively-managed Fund, which invests mainly in UK and overseas equities and fixed interest investments. Investors are thus exposed to market price risk, which can be defined as the uncertainty about future price movements of the financial instruments the Fund is invested in. Market price risk arises mainly from economic factors, including investor confidence, and is not limited to interest rate and currency movements. This exposure to market price risk may result in substantial fluctuations in the share price from time to time, although there will generally be a close correlation in the movement of the share price to the markets the Fund is invested in. The Fund seeks to minimise the risks by holding a diversified portfolio of investments in line with the Fund’s investment objectives. Risk is monitored at both the asset allocation and stock selection levels by the Trustees and Investment Manager on a regular basis.

Credit risk

The Fund’s transactions in securities expose it to the risk that the counterparty will not deliver the investment for a purchase or the cash for a sale. To minimise this, the Fund only deals with an approved list of brokers maintained by the Investment Manager.

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

Liquidity risk

Financial instruments held by the Fund, excluding short-term debtors and creditors are made up of UK and overseas equities, fixed interest stocks, common investment funds and Sterling cash deposits. These assets are generally liquid, except for pooled funds which are realisable only on their weekly or monthly dealing dates, and enable the Fund to meet the payment of any redemption of units that unit holders may wish to make in accordance with the rules of the scheme.

Currency risk

The Fund is exposed to fluctuations in foreign currencies as some of its assets and revenue are denominated in currencies other than sterling, the base currency of the Fund. In respect of revenue, receipts are converted to sterling shortly after receipt.

Interest rate risk

The majority of the Fund's financial assets are equities which do not earn interest nor have maturity dates. The Fund invests in some fixed interest securities, the revenue of which may be affected by changes to interest rates relevant to particular securities or as a result of the Investment Manager being unable to secure similar returns following the disposal or redemption of securities. The value of fixed interest securities may be affected by interest rate movements or the expectation of such movements in the future.

12. COMMITMENTS AND CONTINGENT LIABILITIES

There were no other commitments or contingent liabilities at 31 December 2018 (31 December 2017 - £nil).

13. RELATED PARTY TRANSACTIONS

The administration services for the fund are provided by the Financial Secretary's office of the Presbyterian Church in Ireland. The Presbyterian Church in Ireland charged a fee of £35,516 during the year (2017 - £34,819) for these services.

The Rules of the Fund provide that any charity connected with the Presbyterian Church in Ireland can invest in the Fund and that the Trustees determination as to whether any charity is qualified to participate is conclusive. At 31 December the net assets attributable to the following shareholders groupings were;

	2018	2017
	£	£
Funds managed by the Trustees of the Presbyterian Church in Ireland	12,776,318	6,073,237
Councils and agencies of the General Assembly of the Presbyterian Church in Ireland	33,609,384	35,520,565
Congregations of and other charities connected with the Presbyterian Church in Ireland	16,823,057	17,351,702
	<u>63,208,759</u>	<u>58,945,504</u>

THE PRESBYTERIAN CHURCH INVESTMENT FUND
SUPPLEMENTARY INFORMATION – 31 December 2018

The following pages provide some additional Information relating to the General Investment Fund. These pages do not form part of the audited Accounts.

THE PRESBYTERIAN CHURCH INVESTMENT FUND

Income and Expenditure Account for the year ended 31 December 2018

	2018	2017
	£	£
INVESTMENT INCOME		
British Government Securities	202,275	202,388
Corporate Bonds	102,949	107,710
Equities		
– Industrial and Commercial	1,564,137	1,384,585
– Banks and insurance	186,411	134,717
	2,055,772	1,829,400
Property and ground rents	207	615
Interest received	8,178	7,746
Investment charge on new capital	10,689	31,029
	2,074,846	1,868,790
EXPENDITURE		
Administration charges	35,516	34,819
Investment adviser fees and costs	302,839	264,189
Audit	7,176	7,176
LEI registration	84	138
	345,615	306,322
Net income available for distribution	1,729,231	1,562,468
Balance at start of year	237,105	175,849
Dividend	(1,632,783)	(1,473,768)
Transfer from (to) dividend equalisation reserve	(27,897)	(27,444)
	305,656	237,105

THE PRESBYTERIAN CHURCH INVESTMENT FUND

Balance Sheet as at 31 December 2018

	Notes	2018 £	2017 £
INVESTMENTS			
British Government Securities		6,076,958	5,426,203
Corporate Bonds		2,965,747	2,206,131
Foreign government securities			
Equities			
– Industrial and Commercial	41,020,630	40,784,732	
– Banks and insurance	9,198,517	8,194,201	
Property and ground rents			
	1	<u>59,261,852</u>	<u>56,611,267</u>
CURRENT ASSETS			
Debtors		–	–
Cash at bank and in hand			
– Investments Managers		3,004,035	1,383,924
– Banks		1,413,940	1,338,933
		<u>4,417,975</u>	<u>2,722,857</u>
CURRENT LIABILITIES			
Creditors	2	<u>68,259</u>	<u>65,133</u>
Net Current Assets		<u>4,349,716</u>	<u>2,657,724</u>
TOTAL ASSETS		<u>63,611,568</u>	<u>59,268,991</u>
FUNDS			
Capital account	3	26,625,308	18,770,817
Capital realisation Account	4	35,963,627	39,582,759
Dividend equalisation reserve	5	619,825	591,928
		<u>63,208,760</u>	<u>58,945,504</u>
Beneficiaries Retained income		97,152	86,382
Income and Expenditure account		305,656	237,105
		<u>63,611,568</u>	<u>59,268,991</u>
FUND BALANCE		<u>63,611,568</u>	<u>59,268,991</u>

THE PRESBYTERIAN CHURCH INVESTMENT FUND

NOTES TO THE FINANCIAL STATEMENTS

	2018 £	2017 £
1. INVESTMENTS		
Market Value at start of year	56,611,267	53,045,130
Additions	17,296,390	7,973,577
Disposal Proceeds	(11,026,673)	(8,605,231)
Gain (loss) on investments realised during the year and increase (decrease) in market value	(3,619,132)	4,197,791
Market Value at end of year	<u>59,261,852</u>	<u>56,611,267</u>
2. CREDITORS		
Investment Adviser fees	68,259	65,133
Other	—	—
	<u>68,259</u>	<u>65,133</u>
3. CAPITAL ACCOUNT		
Balance at start of year	18,770,817	18,518,215
New Capital	7,854,491	1,348,052
Capital Withdrawn	—	(1,095,450)
	<u>26,625,308</u>	<u>18,770,817</u>
4. CAPITAL REALISATION ACCOUNT		
Balance at start of year	39,582,759	35,384,968
Gain (loss) on investments realised during the year and increase (decrease) in market value	(3,619,132)	4,197,791
	<u>35,963,627</u>	<u>39,582,759</u>
5. DIVIDEND EQUALISATION RESERVE		
Balance at start of year	591,928	564,484
Transfer during year	27,897	27,444
Balance at end of year	<u>619,825</u>	<u>591,928</u>

THE PRESBYTERIAN CHURCH INVESTMENT FUND

Capital Account As at 31st December 2018

Amounts Received During Year	£	£	No. of Shares
Ardstraw			
In Mem of Mr S Young	675		
In Mem of Mrs P Moore	950	1,625	147
Ballylennon			
General Congregational Funds		20,000	1,856
Banagher			
Kenneth Houston		416	37
Cardonagh			
Endowment Fund		10,305	969
Carland			
Robert L McLean	158		
General Re-Investment	306	464	42
Churchtown			
PMS Monies		594	54
First Derry and Claremont			
Reinvestment of Manse Fund		1,001	92
Donaghmore			
In Mem of A Shilliday		175	16
Drumlegagh			
Manse Fund Re-investment		2,361	216
Dungannon Presbyterian Church			
Miss Beulah Buchanan Trust Fund	173		
Miss Olive Buchanan Trust Fund	173		
Mr Leslie Reid Trust Fund	138	484	44
Elizabeth Guthrie Gas			
Re-investment		306	29
Glascar			
In Mem of the Late Sara Todd		620	56
Glenhoy			
Property Account		10,000	889
Hillsborough			
General Re-Investment		592	55
carried forward		48,943	4,502

THE PRESBYTERIAN CHURCH INVESTMENT FUND

Capital Account As at 31 December 2018

brought forward		48,943	4,502
Islandmagee (First)			
Re-Investment		2,371	215
Killeter			
In Mem of the Late Kenneth Robb		678	62
Killyleagh (Second)			
Manse Fund	40,000		
Bequest from the Late Helen Lindsay	1,000	41,000	3,785
Kilrea (First)			
Sunday School		13,272	1,233
Larne (First)			
Capital Reserve Fund Reinvestment		321	29
Limavady (First)			
Living Accommodation Fund	150,000		
Endowment/Bequest Fund	50,000	200,000	18,463
Macosquin			
Rev V Whyte		2,000	186
Mall Armagh			
Sale of War/Treasury Stock	6,161		
Jim Hamilton Estate	1,500	7,661	725
Malone			
General Re-Investment		530	49
McCracken Memorial			
Late Edith Naomi Colville	25,925		
Living Stones Christian Centre	5,000	30,925	2,870
Newtownstewart			
Mildred E J Stewart		25,000	2,310
Raphoe & Ballindrait			
JR Maxwell for Ballindrait "Stipend"		492	47
Scott Benevolent Fund			
Re-Investment		3,000	279
Shankill Road Mission			
General Re-Investment		2,002	183
carried forward		378,195	34,938

THE PRESBYTERIAN CHURCH INVESTMENT FUND

Capital Account As at 31 December 2018

brought forward	378,195	34,938
Sloan Educational Gift		
Re-Investment	3,000	279
Trinity Omagh		
The Linda, John & Emma Torney Mem Fund	52,673	4,787
Trustees Discretionary Fund		
William Hugh Wilson Bequest	33,976	3,155
Whitehouse		
Fortwilliam & Macrory	7,200	669
Transfer from Commutation Fund	6,039,839	561,548
Transfer from Magee Fund	1,350,296	125,542
TOTAL Amounts received during year	7,865,179	730,918
LESS Amounts repaid during year	-	-
Investment Charge	(10,688)	-
	(10,688)	-
	7,854,491	730,918
Amount of capital/No of shares at 31 December 2017	18,770,817	5,480,393
Balance/No of shares at 31 December 2018	26,625,308	6,211,311

REPORT OF THE TRUSTEES OF THE TRUST ESTATE OF MR JOHN GETTY

The Trustees present their Report and financial statements for the Year ended 31 December 2018.

RESPONSIBILITIES OF THE TRUSTEES AND REVIEW OF THE YEAR

The responsibilities of the Trustees of the Trust Estate of Mr John Getty are to pay and apply the rents, issues, profits, income, dividends and annual proceeds of the Trust for the maintenance and support of the Home Mission, the Foreign Mission, the Jewish Mission and the Belfast City Mission. Distributions to these Missions is made by the John Getty Management Committee. The surplus for the year was £643 and the total accumulated reserves at 31 December 2018 were £398,427.

STATEMENT OF THE RESPONSIBILITIES OF THE TRUSTEES

The Trustees are responsible for preparing the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice.

The Trustees are required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the fund and of their financial activities for that year. In preparing those financial statements, the Trustees are responsible for:

- selecting suitable accounting policies and applying them consistently;
- making judgements and estimates that are reasonable and prudent; and
- preparing the financial statements on the going concern basis.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Fund and they are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

T.D. GRIBBEN
SAMUEL HUTCHINSON
19 March 2019

For and on behalf of
The Trustees of the Estate
of Mr John Getty

Independent examiner's report to the Trustees of the John Getty Trust Fund

I report on the accounts of the John Getty Trust Fund for the year ended 31 December 2018, which are set out on pages 279 to 281.

This report is made solely to the Trustees, as a body, in accordance with our engagement letter dated 16 March 2016. The examination has been undertaken so that we might state to the Trustees those matters that are required to be stated in an examiner'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 charity and the Trustees as a body, for this examination, for this report, or for the statements made.

Respective responsibilities of directors and independent examiner

The Management Committee are responsible for the preparation of the accounts. The Management Committee consider that an audit is not required for this year under section 65 of the Charities Act (Northern Ireland) 2008 (the 2008 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 65 of the 2008 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you the Management Committee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 63 of the 2008 Act; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of the 2008 Act have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

For and on behalf of Ernst & Young LLP
Institute of Chartered Accountants in Ireland
Belfast

19 March 2019

TRUST ESTATE OF MR JOHN GETTY**INCOME AND EXPENDITURE ACCOUNT****For the year ended 31 December 2018**

	2018	2017
	£	£
INCOME		
Income from investments	10,386	10,386
Rents receivable	2,287	1,989
	12,673	12,375
EXPENDITURE		
Head rents	751	554
Estate agents fees	551	525
Audit	293	293
Grant: Upkeep of Mountcollyer Mission Hall	665	665
Electricity, water and oil	365	574
Insurance	405	405
Amount due to the Committee of the John Getty Bequest	9,000	9,000
	12,030	12,016
Surplus for the year	643	359

TRUST ESTATE OF MR JOHN GETTY**BALANCE SHEET
As at 31 December 2018**

					2018	2017
				Note	£	£
FIXED ASSETS						
Tangible assets	...	...	...	2	1	1
Investments	...	...	...	3	391,435	413,718
					<u>391,436</u>	<u>413,719</u>
CURRENT ASSETS						
Debtors and prepayments	...	...	...	4	2,889	3,014
Cash at bank	...	...	...		16,750	14,708
					<u>19,639</u>	<u>17,722</u>
CURRENT LIABILITIES						
Sundry creditors and accruals	...	...	...	5	12,648	11,374
NET CURRENT ASSETS					<u>6,991</u>	<u>6,348</u>
NET ASSETS					<u>398,427</u>	<u>420,067</u>
REPRESENTED BY:						
FUND BALANCE						
At 1 January	...	...	...		123,652	123,293
Surplus for the year	...	...	...		643	359
					<u>124,295</u>	<u>123,652</u>
At 31 December					274,132	296,415
Capital Realisation					<u>274,132</u>	<u>296,415</u>
					<u>398,427</u>	<u>420,067</u>

T D GRIBBEN
SAMUEL HUTCHINSON
19 March 2019

For and on behalf of
The Trustees of the Estate
of Mr John Getty

TRUST ESTATE OF MR JOHN GETTY**NOTES TO THE FINANCIAL STATEMENTS – 31 DECEMBER 2018****1 ACCOUNTING POLICIES**

(a) Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

(b) Income

The main source of income is investment income and this is accounted for on a receivable basis. Dividends are recognised when the dividend has been declared and notification has been received of the amount due.

(c) Grants

Grants payable are recognised when they have been approved.

(b) Fixed assets

All fixed assets are recorded at cost.

(c) Depreciation

Depreciation is recorded on all tangible fixed assets other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Buildings - over 50 years

(d) Investments

Investments are stated at market value. Realised gains and losses are included in the income and expenditure account.

2 FIXED ASSETS

Mountcollyer Mission Hall, situated at 47 Mountcollyer Avenue, Belfast is carried at historical cost less accumulated depreciation which at 31 December, 2018 amounted to £1. The Trustees of the Estate of Mr John Getty have authorised the Belfast City Mission to use these premises.

Ground Rents

No valuation has been placed on the ground rents at 31 December 2018.

	2018	2017
	£	£
3 INVESTMENTS		
The Presbyterian Church in Ireland		
General investment fund units at cost	117,303	117,303
Market value	391,435	413,718
	2018	2017
	£	£
4 SUNDRY DEBTORS AND PREPAYMENTS		
Rents receivable	2,889	3,014
	2018	2017
	£	£
5 SUNDRY CREDITORS AND ACCRUALS		
Audit	293	–
Electricity etc.	–	89
Insurance	2,025	1,620
Other	1,330	665
Committee of the John Getty Bequest	9,000	9,000
	12,648	11,374

JOHN GETTY MANAGEMENT COMMITTEE

INCOME AND EXPENDITURE ACCOUNTS For the year ended 31 December 2018

	2018	2017
	£	£
INCOME		
Income	9,000	9,000
Bank interest	26	18
	9,026	9,018
EXPENDITURE		
Grants		
- Overseas - Foreign	2,330	2,330
- Overseas - Jewish	1,270	1,270
- Home Mission	3,070	3,070
- Belfast City Mission	2,330	2,330
	9,000	9,000
Surplus for year	26	18
Balance at 1 January	324	306
Balance at 31 December	350	324

BALANCE SHEET As at 31 December 2018

	2018	2017
	£	£
Current Assets		
Due from FSD	-	-
Sundry debtors	9,000	9,000
	9,000	9,000
Current Liabilities		
Due to FSD	1,660	4,016
Sundry creditors	6,990	4,660
	8,650	8,676
Net current assets	350	324
NET ASSETS	350	324
Represented by		
Unrestricted funds	350	324
	350	324

OLD AGE FUND, PRESBYTERIAN WOMEN'S FUND AND INDIGENT LADIES' FUND

1. The Directors report that, during the last financial year which ended 31st December 2018, 106 beneficiaries (47 in the Old Age Fund, 36 in the Women's Fund and 23 in the Indigent Ladies' Fund) received grants.
2. The changes in beneficiaries during the year are as follows:

Beneficiaries receiving Quarterly Grant	Old Age Fund	Presbyterian Women's Fund	Indigent Ladies' Fund	TOTAL
At 1 January 2018	41	29	23	93
New Grants provided	5	4	–	9
Deaths	(1)	–	(1)	(2)
Grants no longer required	(2)	(2)	–	(4)
At 31 December 2018	43	31	22	96
Beneficiaries receiving one-off donations	1	3	–	4
Deaths and Grants no longer required (as above)	3	2	1	6
Number of Beneficiaries receiving assistance during the year	47	36	23	106

3. The total distribution of the Funds in Grants, Donations and Gifts was £181,065 (£77,716 from the Old Age Fund, £59,400 from the Women's Fund and £43,949 from the Indigent Ladies' Fund).
4. An annual grant of £1,440, paid quarterly, was sent to beneficiaries during the year (2017: £1,440).
5. A 'Special Gift' of £360 (2017: £360) was sent to every beneficiary prior to Christmas.
6. During the year the Directors responded sympathetically to various problems which had been brought to their attention. They gave one-off donations, as needed, to assist in particular cases where immediate financial aid was more appropriate than annual grants. Ministers are asked to bear in mind the possibility of help from these funds in similar cases connected with their own congregations.
7. The Directors assure the Church that all monies that come to the Funds are carefully and wisely spent.
8. The Directors of the Funds deeply appreciate the kindness and thoughtfulness of those who have remembered the work of the Funds either by gift or bequest, and hope that their example may encourage others to support this vital aspect of the Church's outreach.
9. The Directors of the Funds wish to thank the Staff for the sensitive and sympathetic way in which they carried out the efficient administration of the Funds during the year.

OLD AGE FUND, PRESBYTERIAN WOMEN'S FUND AND INDIGENT LADIES' FUND

Background

The Old Age Fund: established by the General Assembly and governed by its Constitution, originally dated 1 October 1906 and revised in November 1967. The Fund's aim is to provide aid to aged or infirm members (both men and women) of the Presbyterian Church in Ireland who are in need of support.

The Indigent Ladies' Fund and The Presbyterian Women's Fund: in 1911 a fund was established under the terms of a trust deed effected by Mr. Joseph Cuthbert. The fund was to be for the benefit of indigent Presbyterian ladies and administered by the Directors of the Old Age Fund. Over the years further bequests were added. In 1953 the Directors applied to the Court and received sanction for a new scheme of administration which expanded the number of potential beneficiaries. During 1992 the sanction of the High Court in Northern Ireland was obtained to a further Scheme simplifying the structure and widening the objectives of the Indigent Ladies' Fund. This Scheme created the Presbyterian Women's Fund which now embraces the Joseph Cuthbert Trust, the Rev. Alexander Cuthbert Trust and the New Trusts. The Hunter/McNie Bequests continue under the Indigent Ladies' Fund because, being domiciled in the Republic of Ireland, they are outside the jurisdiction of the Northern Ireland Court. The Presbyterian Women's Fund is for the benefit of indigent women and The Indigent Ladies' Fund for the benefit of indigent women in the Republic of Ireland only.

Administration

The Directors meet quarterly to consider grant applications made by ministers on behalf of members of their congregations. Where the Directors consider that the individual's needs are within the Funds' aims their current practice is to provide aid through annual grants, paid quarterly, or one-off grants. In addition, current practice is to give Christmas gifts to those in receipt of annual grants and to those who were beneficiaries before they entered residential care.

Future of the funds

In 2014 the Directors having reviewed the existing governance arrangements agreed that it was appropriate to combine the Old Age Fund, Presbyterian Women's Fund and Indigent Ladies Fund into one fund to be called "The Presbyterian Church in Ireland Relief Fund". At the Annual General Meetings of the Funds in March 2014 the Constitution of the Presbyterian Church in Ireland Relief Fund was approved. In accordance with the existing constitution of the Old Age Fund the Directors sought the approval of the General Assembly of the Presbyterian Church in Ireland to the new Constitution and this was granted in June 2014. An application was subsequently submitted to the Charity Commission for Northern Ireland to establish the Presbyterian Church in Ireland Relief Fund as a charity under the Charities Act (Northern Ireland) 2008. A scheme to transfer the assets and liabilities of the Old Age Fund, Presbyterian Women's Fund and Indigent Ladies Fund to the Presbyterian Church in Ireland Relief Fund has also been submitted and the approval of the Charity Commission for Northern Ireland to these new arrangements is awaited.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES
IN RELATION TO THE FINANCIAL STATEMENTS OF THE OLD AGE FUND,
THE PRESBYTERIAN WOMEN'S FUND AND THE INDIGENT LADIES' FUND**

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of The Old Age Fund, The Presbyterian Women's Fund and The Indigent Ladies' Fund ('the Funds') and they are also responsible for safeguarding the assets of the Funds and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors have elected to prepare financial statements for the year ended 31 December 2018 in accordance with the accounting policies therein. In preparing these financial statements, the Directors are responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- preparing the financial statements on the going concern basis unless it is inappropriate to presume that the funds will continue in operation.

J.N. SEAWRIGHT
D. BOYD

For and on behalf of
The Board of Directors

2 April 2019

ACCOUNTING POLICIES

The financial statements for The Old Age Fund, The Presbyterian Women's Fund and The Indigent Ladies' Fund have been prepared in accordance with the following accounting policies, where appropriate.

- (a) Accounting convention: These financial statements are prepared under the historical cost convention in accordance with generally accepted accounting principles.
- (b) Bequests are recognised as income in the period in which they are received and, where appropriate, accounted for in accordance with wishes expressed by the testator. The Directors designate bequests received for the general aim of the Fund to be the Fund's capital. Capital is invested to generate income. The Directors treat income so generated as available for distribution within the aims of the Fund.
- (c) Donations: Donations are recognised as income in the period in which they are received and, where appropriate, accounted for in accordance with wishes expressed by the donors.
- (d) Investments: Investments are carried at market value.

Independent examiner's report to the Directors of the Old Age Fund, Presbyterian Women's Fund and Indigent Ladies' Fund

I report on the accounts of the Old Age Fund, Presbyterian Women's Fund and Indigent Ladies' Fund for the year ended 31 December 2018, which are set out on pages 287 to 291.

This report is made solely to the Directors of the Old Age Fund, Presbyterian Women's Fund and Indigent Ladies' Fund, in accordance with our engagement letter dated 16 March 2016. The examination has been undertaken so that we might state to The General Assembly and the Directors those matters that are required to be stated in an examiner'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 General Assembly and the Directors, for this examination, for this report, or for the statements made.

Respective responsibilities of directors and independent examiner

The Directors are responsible for the preparation of the accounts. The Directors consider that an audit is not required for this year under section 65 of the Charities Act (Northern Ireland) 2008 (the 2008 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 65 of the 2008 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as directors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 63 of the 2008 Act; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of the 2008 Act have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

For and on behalf of Ernst & Young LLP
Institute of Chartered Accountants in Ireland
Belfast

2 April 2019

THE OLD AGE, PRESBYTERIAN WOMEN'S and INDIGENT LADIES' FUNDS
INCOME AND EXPENDITURE ACCOUNTS
For the year ended 31 December 2018

	OLD AGE		PRESBYTERIAN WOMEN'S		INDIGENT LADIES'	
	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £
INCOME						
Investment Income	...	...	...	...	...	...
Income from trust funds (Note 1)	57,574	56,746	68,865	68,125	15,512	15,135
Interest Income	9,670	9,370	7,397	7,397	—	—
Congregational donations	76	49	154	157	(80)	(128)
Bequest	213	225	—	—	51	45
Transfer from Presbyterian Women's Fund	—	100	—	—	—	100
	—	—	—	—	28,466	29,121
Total Income	67,533	66,490	76,416	75,679	43,949	44,273
EXPENDITURE						
Grants	61,497	56,029	43,200	39,600	34,804	34,476
— Annual	15,919	15,925	11,880	10,800	9,145	9,622
— Christmas gifts	300	5,880	4,320	3,440	—	175
— One-off	...	...	...	...	...	...
Management and administration expenditure (Note 2)	77,716	77,834	59,400	53,840	43,949	44,273
Transfer to Indigent Ladies' Fund	7,355	6,350	7,279	6,285	—	—
	—	—	28,466	29,121	—	—
Total expenditure	85,071	84,184	95,145	89,246	43,949	44,273
(Deficit)/Surplus for year	(17,538)	(17,694)	(18,729)	(13,567)	—	—
Gain/(Loss) on Investments	(143,488)	130,601	(178,364)	182,944	(37,641)	33,785
Balance brought forward at 1 January	1,891,138	1,778,231	2,600,828	2,431,451	489,577	455,792
Balance carried forward at 31 December	1,730,112	1,891,138	2,403,735	2,600,828	451,936	489,577

The financial statements of each Fund include the related notes 1 to 4

THE OLD AGE, PRESBYTERIAN WOMEN'S AND INDIGENT LADIES' FUNDS
BALANCE SHEETS
As at 31 December 2018

	OLD AGE		PRESBYTERIAN WOMEN'S		INDIGENT LADIES'	
	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £
ASSETS						
Fixed Assets						
Investment (Note 3)	1,708,354	1,851,842	2,399,355	2,577,718	446,832	484,473
CURRENT ASSETS						
Sundry debtors	7,600	7,300	—	—	—	—
Due from Financial Secretary's Office	14,158	31,996	4,380	23,110	6,124	6,124
Total current assets	21,758	39,296	4,380	23,110	6,124	6,124
CURRENT LIABILITIES						
Creditors	—	—	—	—	1,020	1,020
NET CURRENT ASSETS	21,758	39,296	4,380	23,110	5,104	5,104
NET ASSETS	1,730,112	1,891,138	2,403,735	2,600,828	451,936	489,577
REPRESENTED BY						
Unrestricted reserves ...	1,730,112	1,891,138	2,403,735	2,600,828	451,936	489,577

The financial statements of each Fund include the related notes 1 to 4.

The Income and Expenditure Accounts for the year ended 31 December 2018 and the Balance Sheets as at 31 December 2018 of the Old Age, Presbyterian Women's and Indigent Ladies' Funds were prepared under our direction and were submitted to and examined by us at our meeting held on 2 April 2019.

J.N. SEAWRIGHT

For and on behalf of
The Board of Directors

D. BOYD

THE OLD AGE FUND
NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1	INCOME FROM TRUST FUNDS		2018	2017
			£	£
	H. Musgrave		1,837	1,837
	Francis Curley Charitable Trust		7,600	7,300
	Income from other trusts		233	233
			9,670	9,370
			9,670	9,370
2	MANAGEMENT AND ADMINISTRATION EXPENDITURE		2018	2017
			£	£
	Salaries		5,189	5,093
	Printing, Stationery, etc.		304	323
	Audit Fee		538	538
	Legal fees		1,324	396
			7,355	6,350
			7,355	6,350
3	INVESTMENTS	Units/Shares	Cost	Market Value
	At Start of Year			
	M&G Charifund	33,607	238,220	552,059
	General Investment Fund of the Presbyterian Church in Ireland	120,846	565,207	1,299,783
			803,427	1,851,842
	Increase/(Decrease) in Holding			
	M&G Charifund		–	–
	General Investment Fund of the Presbyterian Church in Ireland		–	–
	Increase/(Decrease) in Market Value			
	M&G Charifund		–	(73,482)
	General Investment Fund of the Presbyterian Church in Ireland		–	(70,006)
			–	(143,488)
	At End of Year			
	M&G Charifund	33,607	238,220	478,577
	General Investment Fund of the Presbyterian Church in Ireland	120,846	565,207	1,229,777
			803,427	1,708,354
			803,427	1,708,354
	Represented by			
	Capital Investment		473,775	
	Revenue Investment		329,652	
			803,427	
			803,427	

THE PRESBYTERIAN WOMEN'S FUND
NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1	INCOME FROM TRUST FUNDS		2018	2017
			£	£
	R. C. Jordan	...	7,383	7,383
	Miss J. Hutton	...	14	14
			<u>7,397</u>	<u>7,397</u>
2	MANAGEMENT AND ADMINISTRATION EXPENDITURE		2018	2017
			£	£
	Salaries	...	5,189	5,093
	Printing, Stationery, etc.	...	228	258
	Audit Fee	...	538	538
	Legal fees	...	1,324	396
			<u>7,279</u>	<u>6,285</u>
3	INVESTMENTS	Units/Shares	Cost	Market Value
	At Start of Year			
	M&G Charifund	30,365	207,074	498,803
	General Investment Fund of the Presbyterian Church in Ireland	193,285	772,876	2,078,915
			<u>979,950</u>	<u>2,577,718</u>
	Increase/(Decrease) in Holding			
	M&G Charifund		–	–
	General Investment Fund of the Presbyterian Church in Ireland		–	–
	Increase/(Decrease) in Market Value			
	M&G Charifund		–	(66,393)
	General Investment Fund of the Presbyterian Church in Ireland		–	(111,970)
			<u>–</u>	<u>(178,363)</u>
	At End of Year			
	M&G Charifund	30,365	207,074	432,410
	General Investment Fund of the Presbyterian Church in Ireland	193,285	772,876	1,966,945
			<u>979,950</u>	<u>2,399,355</u>
	Represented by			
	Capital Investment		534,571	
	Revenue Investment		445,379	
			<u>979,950</u>	

THE INDIGENT LADIES' FUND

(Hunter & McNie Bequests)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1 INCOME FROM TRUST FUNDS

There was no income from Trust Funds during the year.

2 MANAGEMENT AND ADMINISTRATION EXPENDITURE

There was no management or administration expenditure during the year.

3 INVESTMENTS	Units/Shares	Cost	Market Value
At Start of Year			
M&G Charifund	8,871	61,391	145,722
General Investment Fund of the Presbyterian Church in Ireland	31,495	131,260	338,751
		192,651	484,473
 Increase/(Decrease) in Market Value			
M&G Charifund		–	(19,396)
General Investment Fund of the Presbyterian Church in Ireland		–	(18,245)
		–	(37,641)
 At End of Year			
M&G Charifund	8,871	61,391	126,326
General Investment Fund of the Presbyterian Church in Ireland	31,495	131,260	320,506
		192,651	446,832
 Represented by			
Capital Investment		192,651	
Revenue Investment		–	
		192,651	

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

REPORT AND FINANCIAL STATEMENTS – 31 December 2018

Trustees

D. Crowe (Employer nominated, Chairman)
 T. Gribben (Employer nominated)
 R. Hamilton (Employer nominated)
 J. Hunter (Employer nominated) (resigned
 8 June 2018)
 C. Knox (Employer nominated)
 B. McCorrison (Employer nominated)
 R. McCullagh (Employer nominated)
 (resigned 8 June 2018)
 R.I.A. Allely (Member nominated (resigned
 25 January 2018)
 N. Dass (Member nominated)
 R. Purce (Member nominated)
 W. Henry (Member nominated)
 K. Preston (Member nominated) (appointed
 25 January 2018)
 R.S.J. McIlhatton (Member nominated)
 (appointed 14 May 2018)
 D. Thomson (Employer nominated)
 (appointed 27 September 2018)
 K. Shilliday (Employer nominated)
 (appointed 27 September 2018)

Secretary to the Trustees

C. Knox

Principal employer

The Presbyterian Church in Ireland acting
 through the Support Services Committee of
 the General Council.
 Assembly Buildings
 2-10 Fisherwick Place
 Belfast
 BT1 6DW

Scheme actuary

Philip Murray FIA, Kerr Henderson
 (Consultants and Actuaries) Limited

Scheme administrators and consultants

Kerr Henderson (Consultants and
 Actuaries) Limited

Auditors

Ernst & Young LLP
 Bedford House
 16 Bedford Street
 Belfast
 BT2 7DT

Legal Advisers

Burges Salmon
 One Glass Wharf
 Bristol
 BS2 0ZX

Investment managers

Legal & General Investment Management

Investment custodians

Legal & General

AVC Providers

Aviva Life and Pensions UK Limited
 Santander plc

Bankers

Danske Bank Limited

Life Assurance Company

Canada Life Assurance Company
 General and benefit enquiries
 The Trustees of the Presbyterian Church in
 Ireland Pension Scheme (2009)
 c/o Mr C. Knox
 Financial Secretary
 The Presbyterian Church in Ireland
 Assembly Buildings
 2-10 Fisherwick Place
 Belfast
 BT1 6DW

The Scheme is registered with the Pensions
 Schemes Registry under scheme registration
 No: 100234100

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

TRUSTEES' REPORT For the year ended 31 December 2018

Introductions

The Trustees of the Presbyterian Church in Ireland Pension Scheme (2009) are pleased to present their annual report together with the financial statements of the Scheme, for the year ended 31 December 2018. The Investment Report included on pages 299 to 301 forms part of this annual report.

The Scheme is a revalued average salary scheme. It was established in April 1978 and is currently governed by the trust deed and rules dated 16 November 2010. The Scheme is a registered Pension Fund for tax purposes and accordingly income and capital gains are exempt from tax. The Scheme has been set up to provide benefits to all eligible employees of the Presbyterian Church in Ireland under a defined benefit arrangement.

Management of the Fund

In accordance with the terms of the Definitive Deed which governs the Scheme, The Presbyterian Church in Ireland nominates seven Trustees; the other five are member nominated Trustees. Member nominated trustees are elected every three years. A nomination process was undertaken at the end of 2017 with three of the existing MNT's indicating a willingness to continue. Mr K. Preston was appointed a member nominated trustee on 25 January 2018 and Rev R.S.J. McIlhatton on 14 May 2018. The Trustees who served during the year or who were Trustees at the date of this report are listed on page 293.

Trustees are invited to attend Trustees' meeting at which a minimum of four must be present for valid decisions to be taken. Decisions require the majority support of those Trustees present. The Trustees met on four occasions during the year to review investment activities, administration and other matters affecting the Scheme and its members. The Trustees have appointed external specialists to advise on legal, investment, actuarial and accounting matters. The day to day administration of the Scheme is undertaken by the Financial Secretary's Department of the Scheme Employer in conjunction with Kerr Henderson (Consultants and Actuaries) Limited. There have been no changes to the advisers (listed on page 293) during the year or to the date of this report.

The Scheme investments are invested with Legal & General in their Ethical Global Equity Index Fund, Liability Driven Investment (LDI) Funds and Managed Property Fund which are all pooled funds.

Internal dispute resolution (IDR) procedures

It is a requirement of the Pensions (Northern Ireland) Order 1995 that all Occupational Pension Scheme must have an IDR procedure in place for dealing with any disputes between the Trustees and the Scheme beneficiaries. A dispute resolution procedure has been agreed by the Trustees, details of which can be obtained by writing to the Scheme Secretary at the address shown on page 293.

Financial development of the Fund

The financial statements set out on pages 306 to 318 have been prepared and audited in accordance with the regulations under section 41(1) and (6) of the Pensions (Northern Ireland) Order 1995.

Deficit funding contributions of £528,095 were receivable in the year (2017: £521,139) in accordance with the Scheme recovery plan agreed with the employer. Based on the actuarial valuation of the scheme at 31 December 2014 these deficit contributions were payable for 5

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

TRUSTEES' REPORT For the year ended 31 December 2018

years, until 31 December 2020 at which time it is expected that the deficit will be eliminated. However, based on the latest actuarial valuation of the scheme at 31 December 2017 no deficit contributions are required.

During the year net withdrawals from dealings with members were £1,001,491 compared to £1,613,599 for the prior year. Net returns on investments were (£3,107,361) compared to £18,278,704 in the prior year and comprised largely a reduction in the market value of investments of £2,789,599 (2017: an increase of £18,551,315).

As a result of the above the net assets of the Scheme decreased to £183,531,132 at 31 December 2018, a decrease of £4,108,852 over the position at 31 December 2017.

Actuarial review

The most recent actuarial valuation of the Fund took place as at 31 December 2017 and resulted in the employer contribution rate remaining at the level of 24.0% (there were no recovery plan contributions) with effect from 1 January 2019. The member's contributions rate remains at 7%. The headlines at the valuation date were

- There is a surplus of £6.8m relative to the Scheme's technical provisions. This corresponds to a funding ratio of 104%
- The contribution rate of The Presbyterian Church in Ireland to new benefits for members is 24.0% of pensionable earnings
- The statutory estimate of solvency ratio is 74%

Contributions

As required by the Pension (Northern Ireland) Order 1995 the Trustees have agreed a schedule of contributions with the employer, which was certified by the actuary on 24 November 2015.

Pension increases

The Presbyterian Church in Ireland Pension Scheme (2009) is a defined benefits pension scheme set up by a definitive trust deed dated 16 November 2010. The Scheme is a Registered Pension Fund for tax purposes and accordingly income and capital gains are exempt from tax. The Scheme has been set up to provide benefits to all eligible employees and office holders of the Presbyterian Church in Ireland under a defined benefit arrangement.

Pensions in payment increase in accordance with legal requirements. With effect from 6 April 2018 no discretionary increase was granted in respect of all pensions in payment in excess of Guaranteed Minimum Pensions, excluding pensions purchased by a member's AVC funds.

Transfers out of the Fund

Transfer values paid during the year in respect of transfers to other pension schemes have been calculated and verified by the Scheme Actuary in accordance with the Pension Schemes (Northern Ireland) Act 1993. The Trustees have directed the Actuary not to take discretionary pension increases into account in the calculation of transfer payments.

Custodial arrangements

The Scheme's assets are held by Legal and General.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

TRUSTEES' REPORT For the year ended 31 December 2018

Employer related investments

There were no employer related investments at the year-end or at any time during the year. The Fund's investments comply with the restrictions prescribed by regulations under section 40(1) of the Pensions (Northern Ireland) Order 1995.

Membership

Details of the current membership of the Scheme are given below:

Active members

	Active members at the start of the year	549
Add:	New entrants in the year	24
Deduct:	Retirements	(15)
	Transfers out	–
	Members leaving with preserved benefits	(13)
	Deaths in service	–
	Withdrawals – Refund of contributions	(2)
	Active members at the end of the year	543

Pensioners*

	Pensioners at the start of the year	483
Add:	Members retiring during the year	29
	Spouses and dependents	3
Deduct:	Pensioners who died/ceased during the year	(17)
	Pensioners at the end of the year	498

Members with preserved benefits

	Members with preserved benefits at the start of the year	277
Add:	Leavers during the year with preserved benefits	13
Deduct:	Retirements	(14)
	Deferred members who died during the year	–
	Deferred members re-instated as active members	–
	Deferred members who transferred out during the year	(3)
	Members with preserved benefits at the end of the year	273
	Total membership at the end of the year	1,314

* Pensioners include individuals receiving a pension upon the death of their spouse.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

TRUSTEES' REPORT For the year ended 31 December 2018

Investments

The day-to-day management of the Scheme's investments is delegated to Legal & General Investment Management.

The Trustees' Investment Report is on pages 299 to 301.

The Trustees have produced a Statement of Investment Principles as required by article 35 of the Pensions (Northern Ireland) Order 1995 and a copy is available on request to the address shown on page 293 of this report.

Scheme's investments are made in accordance with the Occupational Pension Schemes (Investment) Regulations (Northern Ireland) 1996.

The investment managers are remunerated on a fee basis which is reviewed on a periodic basis by the Trustees.

Given the long-term nature of a pension fund's liabilities, the investment objectives have been to maximise the overall return from income and capital appreciation, without resorting to a high risk profile and having regard to scheme liabilities and the ethical investment policy as set out in the Statement of Investment Principles.

Changes to the Scheme rules

There have been no changes to the Scheme rules during the year.

Further information

Enquiries about the Scheme should be addressed to the Scheme Secretary, who is based at the same address as the Principal Employer, as shown on page 293. There have been no changes to the Scheme rules during the year

Concentration of Investments

Details of the Scheme's investments are provided in Note 8 of the financial statements.

Statement of Trustees' responsibilities

The financial statements, which are prepared in accordance with UK Generally Accepted Accounting Practice, including the Financial Reporting Standard applicable in the UK (FRS 102) are the responsibility of the trustees. Pension scheme regulations require, and the trustees are responsible for ensuring, that those financial statements:

- show a true and fair view of the financial transactions of the scheme during the scheme year and of the amount and disposition at the end of the scheme year of its assets and liabilities, other than liabilities to pay pensions and benefits after the end of the scheme year; and
- contain the information specified in Regulation 3A of the Occupational Pension Schemes (Requirement to obtain Audited Accounts and a Statement from the Auditor) Regulations (Northern Ireland) 1997, including making a statement whether the financial statements have been prepared in accordance with the relevant financial reporting framework applicable to occupational pension schemes.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

TRUSTEES' REPORT For the year ended 31 December 2018

In discharging the above responsibilities, the trustees are responsible for selecting suitable accounting policies, to be applied consistently, making any estimates and judgments on a prudent and reasonable basis, and for the preparation of the financial statements on a going concern basis unless it is inappropriate to presume that the scheme will not be wound up.

The trustees are also responsible for making available certain other information about the scheme in the form of an annual report. The trustees also have a general responsibility for ensuring that adequate accounting records are kept and for taking such steps as are reasonably open to them to safeguard the assets of the scheme and to prevent and detect fraud and other irregularities, including the maintenance of an appropriate system of internal control.

Defined benefit schemes

The trustees are responsible under pensions legislation for preparing, maintaining and from time to time reviewing and if necessary revising a schedule of contributions showing the rates of contributions payable towards the scheme by or on behalf of the employer and the active members of the scheme and the dates on or before which such contributions are to be paid. The trustees are also responsible for keeping records in respect of contributions received in respect of any active member of the scheme and for adopting risk-based processes to monitor whether contributions are made to the scheme by the employer in accordance with the schedule of contributions. Where breaches of the schedule occur, the Trustees are required by the Pensions (Northern Ireland) Orders 1995 and 2005 to consider making reports to the Pensions Regulator and the members.

Signed on behalf of the Trustees

D. CROWE

C. KNOX

10 May 2019

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

INVESTMENT REPORT For the year ended 31 December 2018

The Trustees aim to invest the assets of the Scheme prudently to ensure that the benefits promised to members are provided. In setting investment strategy, the Trustees first considered the lowest risk asset allocation that they could adopt in relation to the Scheme's liabilities. The asset allocation strategy they have selected is designed to achieve a higher return than the lowest risk strategy while maintaining a prudent approach to meeting the Scheme's liabilities.

The target asset allocation strategy chosen to meet the objective above is set out in the table below. The Trustees monitor the actual asset allocation versus the target weight and the ranges set out in the table below.

Asset Class	Target Weighting %	Range %	Benchmark
Global Equities	69	60 to 80	FTSE AW - 4Good Global Equity Index
Liability driven investments (LDI) pooled funds	23	20 to 25	
Matching Core – Long Real	14		Markit iBoxx Real Long Index
Matching Core – Long Fixed	9		Markit iBoxx Fixed Long Index
Property	8	5 to 10	Net-of-fees Composite Property Benchmark

The target asset allocation strategy was determined with regard to the actuarial characteristics of the Scheme, in particular the strength of the funding position and the liability profile. The Trustees' policy is to make the assumption that equities and property will outperform gilts over the long term. However, the Trustees recognise the potential volatility in equity (and to some extent property) returns, particularly relative to the Scheme's liabilities, and the risk that the fund manager does not achieve the targets set. When choosing the Scheme's planned asset allocation strategy the Trustees considered written advice from their investment advisers and, in doing so, addressed the following:

- The need to consider a full range of asset classes.
- The risks and rewards of a range of alternative asset allocation strategies.
- The suitability of each asset class.
- The need for appropriate diversification.

The Trustees' policy on ethical investment is to have no investment in a company where all or a substantial part of the business involves alcohol, tobacco, gambling or the arms trade.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

INVESTMENT REPORT For the year ended 31 December 2018

During 2018 the value of investments decreased from £187,387,812 to £183,443,077. £1,125,000 was realised from the Ethical Global Equity Index to fund the payment of pension lump sums. At 31 December 2018 the investment classes held were as follows:

Legal & General Investment Management

Ethical Global Equity Index	68.15%	£122,586,414
LDI Funds	23.26%	£41,832,739
Managed Property	8.59%	<u>£15,448,466</u>

Net Scheme assets with Legal & General at 31 December

	100.00%	£179,867,619
Annuity Policies		£2,556,737
AVC Investments		<u>£1,018,721</u>
		<u><u>£183,443,077</u></u>

The objective of the Funds held with Legal & General, other than the Managed Property Fund, is to track the total return of the relevant market indices, within specified tolerances and after allowance for withholding tax where applicable. The Trustees measure performance against the relevant market indices on a quarterly basis.

The performance of each Fund for the year and three years to 31 December 2018 and 2017 was as follows:

	2018 1 Year Fund %	2017 1 Year Index %	2018 3 Year's Fund %	2017 3 Year's Index %
Ethical Global Equity Index	(2.62)	13.28	12.06	15.07
Over 15 years Gilt Index*	—	3.34	—	7.03
AAA-AA-A Bonds- over 15 year index*	—	5.42	—	7.46
Over 15 year Indexed-Linked Gilts*	—	2.90	—	10.82
Matching Core Fixed Long Fund*	—	—	—	-
Matching Core Real Long Fund*	—	—	—	-
Managed Property	<u>3.92</u>	<u>8.87</u>	<u>4.97</u>	<u>7.78</u>
Total	<u>(1.55)</u>	<u>11.08</u>	<u>10.86</u>	<u>14.12</u>

* Realised or purchased during 2018 and therefore performance figures not available

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

INVESTMENT REPORT For the year ended 31 December 2018

The Trustees receive regular reports from the Scheme actuary on the funding position of the Scheme and whether the Scheme assets are likely to be sufficient to pay the benefits promised to members. The results of the full actuarial valuation as at 31 December 2017 and 2014 and the Scheme actuary's estimate of the funding position as at 31 December 2015 and 2016 are summarised below

	31 December 2017	31 December 2016	31 December 2015	31 December 2014
Value of Schemes liabilities	£177.2m	£174.1m	£140.5m	£140.6m
Value of the Scheme's assets	£184.0m	£167.6m	£135.1m	£129.5m
Funding surplus / (deficit)	£6.8m	(£6.5m)	(£5.4m)	(£11.2m)

The Trustees keep under review the Schemes asset allocation relative to the profile of its liabilities. Their present position is based on the assumption that equities and property will outperform gilts over the longer term while recognising this could lead to short term volatility in the funding position. The present weightings to these asset classes are higher than a position which seeks to fully match the profile of the Schemes liabilities. The investment strategy also takes account of the strength of the employer covenant which the Trustees have reviewed and consider to be strong.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

ACTUARIAL CERTIFICATION OF THE SCHEDULE OF CONTRIBUTIONS

Name of Scheme: The Presbyterian Church in Ireland Pension Scheme (2009)

Adequacy of rates of contributions

1. I certify that, in my opinion, the rates of contributions shown in this schedule of contributions are such that the statutory funding objective can be expected to continue to be met for the period for which this schedule is in force.

Adherence to statement of funding principles

2. I hereby certify that, in my opinion, this schedule of contributions is consistent with the Statement of Funding Principles dated 11 March 2019.

The certification of the adequacy of the rates of contributions for the purpose of securing that the statutory funding objective can be expected to be met is not a certification of their adequacy for the purpose of securing the Scheme's liabilities by the purchase of annuities, if the Scheme were wound up.

Name: Philip Murray

Date: 12 March 2019

Address 29-32 College Gardens
Belfast BT9 6BT

Qualification: Fellow of the Institute of Actuaries
Employer: Kerr Henderson (Consultants and
Actuaries) Limited

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

ACTUARIAL CERTIFICATE GIVEN FOR THE PURPOSES OF REGULATION 7(4)(a) OF THE OCCUPATIONAL PENSION SCHEMES (SCHEME FUNDING) REGULATIONS 2005

Name of Scheme; The Presbyterian Church in Ireland Pension Scheme (2009)

Calculation of technical provisions

I certify that, in my opinion, the calculation of the Scheme's technical provisions as at 31 December 2017 is made in accordance with regulations under section 222 of the Pensions Act 2004. The calculation uses a method and assumptions determined by the trustees of the Scheme and set out in the Statement of Funding Principles dated 11 March 2019.

Name: Philip Murray

Date: 29 March 2019

Address 29-32 College Gardens
Belfast BT9 6BT

Qualification: Fellow of the Institute of Actuaries
Employer: Kerr Henderson (Consultants and
Actuaries) Limited

**INDEPENDENT AUDITORS' REPORT
TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND
PENSION SCHEME (2009)**

Opinion

We have audited the financial statements of The Presbyterian Church in Ireland Pension Scheme (2009) for the year ended 31 December 2018 which comprise Fund Account, the Statement of Net Assets and the related notes 1 to 15, 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 (United Kingdom Generally Accepted Accounting Practice), including FRS102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion, the financial statements:

- show a true and fair view of the financial transactions of the Scheme during the year ended 31 December 2018, and of the amount and disposition at that date of its assets and liabilities, other than liabilities to pay pensions and benefits after the end of the year;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- contain the information specified in Regulation 3A of the Occupational Pension Schemes (Requirement to obtain Audited Accounts and a Statement from the Auditor) Regulations (Northern Ireland) 1997, made under the Pensions Order (Northern Ireland) 1995.

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 below. We are independent of the Scheme in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to 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 Scheme'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon and our auditor's statement about contributions. The trustees are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

**INDEPENDENT AUDITORS' REPORT
TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND
PENSION SCHEME (2009)**

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 the other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on pages 297 to 298 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 Scheme'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 wind up the Scheme 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 Council's website at <https://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 Scheme's trustees, as a body, in accordance with the Pensions Act 1995 and Regulations made thereunder. Our audit work has been undertaken so that we might state to the Scheme's trustees 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 Scheme's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

ERNST & YOUNG LLP

Statutory Auditor

Belfast

20 May 2019

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

FUND ACCOUNT For the year ended 31 December 2018

	Notes	2018 £	2017 £
Contributions and benefits			
Employer contributions	2	3,960,709	3,908,542
Member Contributions	2	1,173,489	1,165,954
Claims on group life assurance policy		–	113,944
		<u>5,134,198</u>	<u>5,188,440</u>
Benefits paid or payable	3	(4,946,015)	(5,583,840)
Payments to and on account of leavers	4	(561,483)	(578,152)
Group life assurance	5	(386,486)	(389,772)
Administrative expenses	6	(241,705)	(250,275)
		<u>(6,135,689)</u>	<u>(6,802,039)</u>
Net withdrawal from dealings with members		<u>(1,001,491)</u>	<u>(1,613,599)</u>
Returns on investments			
Investment income	7	123,632	112,371
Change in market value of investments	8	(2,789,599)	18,551,315
Investment management expenses		(441,394)	(384,982)
Net returns on investments		<u>(3,107,361)</u>	<u>18,278,704</u>
Net (decrease)/increase in the fund during the year		<u>(4,108,852)</u>	<u>16,665,105</u>
Net assets of the Fund			
At 1 January		<u>187,639,984</u>	<u>170,974,879</u>
At 31 December		<u>183,531,132</u>	<u>187,639,984</u>

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NET ASSETS STATEMENT For the year ended 31 December 2018

	Notes	2018 £	2017 £
Investments			
Pooled investment vehicles	8	179,867,619	183,781,166
Annuity policies	8	2,556,737	2,604,912
AVC investments	8	1,018,721	1,001,734
Total investments	8	183,443,077	187,387,812
Current assets	10	256,330	364,302
Current liabilities	11	(168,275)	(112,130)
Net assets of the Scheme at 31 December		<u>183,531,132</u>	<u>187,639,984</u>

The financial statements summarise the transactions of the Scheme and deal with the net assets at the disposition of the trustees. They do not take account of obligations to pay pensions and benefits, which fall due after the end of the Scheme year. The actuarial position of the Scheme, which does take account of such obligations, is dealt with in the Trustees Investment Report on page 301 this annual report, and these financial statements should be read in conjunction with them.

Signed on behalf of the trustees:

D. CROWE

C. KNOX

10 May 2019

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

1. Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with the Occupational Pension Schemes (Requirements to obtain Audited accounts and a Statement from the Auditor) Regulations (Northern Ireland) 1997, Financial Reporting Standard 102 (FRS 102) – The Financial Reporting Standard applicable in the UK and Republic of Ireland, issued by then Financial Reporting Council, and with guidelines set out in the Statement of Recommended Practice (SORP) (2015), Financial Reports of Pension Schemes.

Contributions

Employee contributions, including AVC's, are accounted for by the Trustees when they are deducted from pay by the employer, except for the first contribution due when a member has been auto-enrolled by the employer in which case it is accounted for when received by the Fund.

Employer contributions are accounted for on the same basis as employee contributions, in accordance with the Schedule of Contributions in force during the year.

Employer deficit funding contributions are accounted for when due, in accordance with the schedule of contributions under which they are payable or on receipt, if earlier, with the agreement of employer and Trustees if this is not in direct conflict with the wording of the applicable schedule.

Individual Transfers

Individual transfers to or from the Scheme are included in the financial statements on the basis of when the member liability is accepted or discharged, normally when the transfer is paid or received.

Benefits

Pensions in payment are recognised in the month to which they relate. Pension benefits paid in respect of which annuity income is received by the Scheme are included within benefits payable.

Other benefits payable, except for transfers which are accounted for as disclosed above, are included in the financial statements on an accruals basis when the member notifies the Trustees as to the type or amount of benefit to be taken, or where there is no choice, on the date of retirement or leaving.

Opt-outs are accounted for when the Scheme is notified of the opt-out.

Investment income

Revenue is recognised when the Scheme's right to receive payment is established as set out below.

Income arising from the underlying investments of the pooled investment vehicles that is rolled up within the pooled investment vehicles is reflected in the unit price. Such income is reported with the change in market value. Where income is distributed it is included in investment income when the Schemes' right to receive the payment is established.

Income arising from annuity policies is recognised on an accruals basis in the month to which it relates and is included within investment income.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

Administrative Expenses and Investment Management Expenses

Administrative expenses and investment management expenses are accounted for on an accruals basis.

Change in market value

The change in market value of investments during the year comprises all increases and decreases in the market value of investments held at any time during the year, including profits and losses realised on sales of investments during the year.

Investment assets

Investments in the pooled investment vehicles, other than the Managed Property Fund, are priced by the investment manager on a weekly basis. The Managed Property Fund is valued on a monthly basis. The fair value of these is taken as the price provided by the investment manager at a date prior to but nearest to the reporting date.

Annuity policies

Annuity policies held by the Trustees which match the amount and timing of benefits payable for certain pensioners of the Scheme are valued at the present value of the related obligations.

2. Contributions receivable

	2018	2017
	£	£
Employer contributions		
Normal	3,432,614	3,387,403
Deficit funding	528,095	521,139
Total employer contributions	3,960,709	3,908,542
Member contributions		
Normal	1,134,004	1,124,047
Additional voluntary contributions	39,485	41,907
Total member contributions	1,173,489	1,165,954
Total contributions	5,134,198	5,074,496

Deficit funding contributions are payable by the employer for 5 years from 1 January 2016 as required by the schedule of contributions.

3. Benefits payable

	2018	2017
	£	£
Pensions	3,882,802	3,659,552
Commutations and lump sums retirement benefits	1,063,213	1,790,449
Death in service benefits	–	133,839
	4,946,015	5,583,840

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

4. Payments to and on account of leavers

	2018	2017
	£	£
Transfers to other schemes	560,850	574,663
Refund of contributions	633	3,489
	561,483	578,152

5. Group life assurance

Death in service benefits for active members are secured by a policy of assurance underwritten by Canada Life Assurance Company.

6. Administrative fees and expenses

	2018	2017
	£	£
Audit fees	3,940	4,260
Administration fees	115,926	104,356
Scheme registration fees	111,835	125,934
Investment strategy fees	5,567	14,503
Legal fees	4,262	1,020
Bank charges	116	48
Sundry expenses	59	154
	241,705	250,275

Except as noted above, costs of the administration of the Scheme are borne by the Church.

7. Investment income

	2018	2017
	£	£
Income from annuity policies	123,217	111,903
Equities and fixed interest securities	–	243
Interest on cash deposits	415	225
	123,632	112,371

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

8. Investments

Investment Reconciliation Table

	Value 31.12.17	Transfers/ Purchases at cost	Sales proceeds	Change in market value	Value 31.12.18
Pooled investment vehicles					
Ethical Global Equity Index	136,051,742	(8,925,000)	(1,125,000)	(3,415,328)	122,586,414
Fixed interest	32,863,445	(32,090,687)	–	(772,758)	–
LDI funds	–	41,015,687	–	817,052	41,832,739
Managed property	14,865,979	–	–	582,487	15,448,466
	183,781,166	–	(1,125,000)	(2,788,547)	179,867,619
Annuity policies	2,604,912	–	–	(48,175)	2,556,737
AVC investments	1,001,734	39,484	(69,620)	47,123	1,018,721
	187,387,812	39,484	(1,194,620)	(2,789,599)	183,443,077

Transaction costs

The cost to the Scheme of dealing in units during the year calculated by comparing the actual value of units dealt with their mid value was £31,756 (2017 - £1,134)

The estimated total explicit dealing costs incurred by each of the pooled funds during the year after allowing for the dealing costs received by the pooled funds through the bid/offer spread from the dealing in units was

Ethical Global Equity Index	less than 0.01%
Over 15 years gilt index	Nil
AAA-AA-A bonds – over 15 year index	Nil
Over 15 year indexed-linked gilts	Nil

Pooled investment vehicles

2018 **2017**
£ £

Legal & General Investment Management

Ethical Global Equity Index – quoted	122,586,414	136,051,742
Fixed Interest		
Over 15 year gilt index	–	8,165,748
AAA-AA-A bonds – over 15 year index	–	8,197,941
Over 15 year indexed-linked gilts	–	16,499,756
LDI funds	41,832,739	–
	41,832,739	32,863,445
Managed property – UK	15,448,466	14,865,979
Total Legal & General Investment Management	179,867,619	183,781,166

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

8. Investments (continued)

No single investment, other than the following pooled investment funds, represents more than 5% of the net assets of the Scheme of £183,531,132 (2017 - £187,639,984).

	Percentage of total net assets	
	2018	2017
Legal & General Investment Management		
Ethical Global Equity Index	66.8%	72.5%
Over 15 year gilts index	–	4.4%
AAA-AA-A bonds over 15 year index	–	4.4%
Over 15 year index-linked gilts	–	9.0%
LDI funds	22.8%	–
Managed property	8.4%	7.9%

AVC investments

The Trustees hold assets which are separately invested from the main fund, in the form of individual building society accounts and insurance policies securing additional benefits, on a money purchase basis, for those members who have elected to pay additional voluntary contributions. Members participating in this arrangement receive an annual statement confirming the amounts held in their account and the movements during the year. The aggregate amount of AVC investments at the year end is shown below.

	2018	2017
	£	£
Santander plc	189,724	196,221
Aviva Life & Pensions UK Limited	828,997	805,513
	1,018,721	1,001,734

9. Fair value of investments and liabilities

The fair value of investments has been determined using the following hierarchy:

- Level 1 The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 Inputs other than quoted prices included within level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.
- Level 3 Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

9. Fair value of investments and liabilities (continued)

For the purpose of this analysis daily priced funds have been included in level 1 and weekly priced funds in level 2. Where the absence of regular trading or the unsuitability of recent transaction prices as a proxy for fair value applies, valuation techniques are adopted and the vehicles are included in level 3.

2018	Level 1	Level 2	Level 3	Total
Ethical Global Equity Index	–	122,586,414	–	122,586,414
LDI funds	–	41,832,739	–	41,832,739
Managed property	–	15,448,466	–	15,448,466
Annuity policies	–	–	2,556,737	2,556,737
AVC investments	–	–	1,018,721	1,018,721
	–	179,867,619	3,575,458	183,443,077

2017	Level 1	Level 2	Level 3	Total
Ethical Global Equity Index	–	136,051,742	–	136,051,742
Over 15year gilts index	–	8,165,748	–	8,165,748
AAA-AA-A bonds – over 15 year index	–	8,197,941	–	8,197,941
Over 15 year index-linked gilts	–	16,499,756	–	16,499,756
Managed property	–	14,865,979	–	14,865,979
Annuity policies	–	–	2,604,912	2,604,912
AVC investments	–	–	1,001,734	1,001,734
	–	183,781,166	3,606,646	187,387,812

10. Current assets

	2018	2017
	£	£
Cash at bank	229,729	332,266
Other debtors	26,601	32,036
	256,330	364,302

11. Current liabilities

	2018	2017
	£	£
Sundry creditors	168,275	112,130

12. Employer related investments

There were no directly held employer related investments at any time during the year within the meaning of section 40(2) of the Pension Act 1995.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

13. Related party transactions

The following related party transactions occurred during the year.

Five Trustees are contributing members of the Scheme and contributions by the Trustees and the employer are included in member and employer contributions. The amounts paid are in accordance with the normal rules of the Scheme and Schedule of Contributions.

One Trustee was in receipt of a pension from the Scheme, which is included within pensions payable. The pension is calculated in accordance with the Trust Deed and rules of the Scheme.

14. Investment risk and management objectives and policies

Introduction

The Scheme's objective in managing overall pension Scheme risk is the creation and protection of member benefits. Risk is inherent in the Scheme activities, but it is managed through a process of ongoing identification, measurements and monitoring, subject to risk limits and other controls. The Scheme is also exposed to other risks including employer covenant, the long term actuarial liabilities and funding risk which is not addressed in the financial statements which only report on investment risk. The process of investment risk management is critical to the Scheme continuing operations. The fund is exposed to market risk arising from the financial investments it holds.

The Trustees have established a Statement of Investment Principles which sets out the investment strategy and policies for the Fund, the investment objectives, asset allocations as well as procedures for managing and monitoring investments and the related risks. The Trustees have determined an investment strategy after receiving advice from their investment consultants. The Trustees investment strategy which includes selection of investments and risk management has been delegated to the Scheme investment managers through agreements and mandates. The investment strategy and implementation is reviewed regularly by the Trustees through reviews of investment manager performance and asset allocations.

Risk management structure

The Trustees are responsible for identifying and managing risk including risks arising from the investment activities. The Trustees have appointed investment managers to manage the investments of the Scheme under agreed mandates. These mandates set out target asset allocations, benchmarks and risk tolerance levels consistent with the Statement of Investment Principles.

The Trustees review the performance of each investment manager against the agreed performance objective. The investment manager reports on a quarterly basis.

Risk measurement and reporting systems

The Funds risks are measured using a method that reflects both the expected loss likely to arise in normal circumstances and unexpected losses that are an estimate of the ultimate actual loss based on statistical models. The models make use of probabilities derived from historical experiences, adjusted to reflect the economic environment.

Monitoring and controlling risk is primarily set up to be performed based on limits established by the Trustees. These limits reflect the investment strategy, including the risk that the Fund is willing to accept on the market environment of the Fund. In addition the Trustees monitor and measure the overall risk in relation to the aggregate risk exposure across all risk types and activities, including employer covenant and funding risk.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

14. Investment risk and management objectives and policies (continued)

Risk mitigation

The Scheme has investment guidelines that set out its overall investment strategy, its tolerances for risk and its general management philosophy as set out in the Statement of Investment Principles. The Trustees have appointed an investment adviser to assist them in determining and implementing the investment strategy for the Fund.

In addition to the triennial valuations and annual funding updates the Trustee receive a report from the Scheme actuary at stated meeting showing movements on Scheme assets and liabilities.

Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices. The maximum risk resulting from financial instrument equals their fair value.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair value of pooled investment vehicles held mainly in bonds.

The Scheme holds the following fixed interest, gilts and bonds investments in an effort to manage investment risk and to match movements in direction of interest rates to changes in the actuarial liabilities for benefits. Using this strategy if interest rates fall the value of these investments will rise to match the increase in pension liabilities.

Pooled investment vehicles	2018	2017
	£	£
Fixed interest		
Over 15 year gilt index	–	8,165,748
AAA-AA-A bonds – over 15 year index	–	8,247,433
Over 15 year indexed-linked gilts	–	16,499,756
LDI funds	41,832,739	–
	<u>41,832,739</u>	<u>32,912,937</u>

Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Scheme does not invest directly in securities or other investments that are denominated in currencies other than sterling.

Credit risk

Credit risk is the risk that counterparty to a financial instrument will cause a financial loss for the Scheme by failing to discharge an obligation. The Scheme holds investments in pooled investment vehicles and accordingly has exposure to credit risk in the underlying assets held in the pooled investment vehicles. credit risk on bonds is limited by holding investment grade bonds or government securities.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

NOTES TO THE FINANCIAL STATEMENTS – 31 December 2018

15. Constitution of the Scheme

The Presbyterian Church in Ireland Pension Scheme (2009) is a defined benefits pension scheme set up by a definitive trust deed dated 16 November 2010. The Scheme is a Registered Pension Fund for tax purposes and accordingly income and capital gains are exempt from tax. The Scheme has been set up to provide benefits for all eligible employees and office holders of the Presbyterian Church in Ireland under a defined benefit arrangement.

THE PRESBYTERIAN CHURCH IN IRELAND PENSION SCHEME (2009)

SUMMARY OF CONTRIBUTIONS

During the year ended 31 December 2018 the contributions payable to the Scheme under the schedule of contributions were as follows:

	£
Employer normal contributions	3,432,614
Employer deficit funding contributions	528,095
Employee normal contributions	<u>1,134,004</u>
Total contributions under schedule of contributions	5,094,713
Employer special funding contributions	—
Employee additional voluntary contributions	<u>39,485</u>
Total contributions per note 2 of the financial statements	<u><u>5,134,198</u></u>

Signed on behalf of the Trustees

D. CROWE

C. KNOX

10 May 2019

**INDEPENDENT AUDITORS' STATEMENT ABOUT CONTRIBUTIONS,
TO THE TRUSTEES OF THE PRESBYTERIAN CHURCH IN IRELAND
PENSION SCHEME (2009)**

We have examined the summary of contributions to the Presbyterian Church in Ireland Pension Scheme (2009) for the scheme year ended 31 December 2018 which is set out in the Trustees' Report on page 317.

In our opinion contributions for the scheme year ended 31 December 2018 as reported in the summary of contributions and payable under the schedule of contributions have in all material respects been paid at least in accordance with the schedule of contributions certified by the scheme actuary on 24 November 2015.

Scope of work on Statement about Contributions

Our examination involves obtaining evidence sufficient to give reasonable assurance that contributions reported in the summary of contributions on page 317 have in all material respects been paid at least in accordance with the schedule of contributions. This includes an examination, on a test basis, of evidence relevant to the amounts of contributions payable to the scheme and the timing of those payments under the schedule of contributions.

Respective responsibilities of Trustees and the auditor

As explained more fully in the Statement of Trustees' Responsibilities, the scheme's Trustees are responsible for preparing, and from time to time reviewing and if necessary revising, a schedule of contributions and for monitoring whether contributions are made to the scheme by the employer in accordance with the schedule of contributions.

It is our responsibility to provide a Statement about Contributions paid under the schedule of contributions and to report our opinion to you.

Use of our statement

This statement is made solely to the Scheme's Trustees, as a body, in accordance with regulation 4 of the Occupational Pension Schemes (Requirement to obtain Audited Accounts and a Statement from the Auditor) Regulations (Northern Ireland) 1997, made under the Pensions (Northern Ireland) Order 1995. Our audit work has been undertaken so that we might state to the Scheme's Trustees those matters we are required to state to them in an auditor's statement and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Scheme's Trustees as a body, for our work, for this statement, or the opinions we have formed.

ERNST & YOUNG LLP

Statutory Auditor

Belfast

20 May 2019

CERTIFICATE GIVEN BY THE GENERAL ASSEMBLY'S SOLICITOR

I hereby certify that I attended at Assembly Buildings, Fisherwick Place, Belfast, BT1 6DW on 9 May 2019 and examined the deeds held by the Trustees in relation to the undermentioned funds of the Church and that these are in order and are deposited in the Strong Room at Assembly Buildings or held by the General Assembly Solicitor in connection with the ongoing business of the Church:-

Assembly buildings:

- A1 - Fisherwick Place, Belfast
- A7 - Derryvolgie Avenue, Belfast (Presbyterian Hostel)

Missions:-

- | | |
|--|---|
| M3 - Boy's Auxiliary property (Castlerock) | M172 - Site 39 Hall Stevenson Park, Strabane (RMHF) |
| M9 - Lambeg (CMI) | M178 - 2 Moyclare Abbey, Maynooth (CMI) |
| M12 - Elizabeth Beattie Trust | M179 - 5 River Court, Dunmurray, Belfast (RMHF) |
| M30 - Lambeg Development - Sub-Leases | M182 - 2 Markstown, Cullbackey (RMHF) held by King & Gowdy for sale |
| M34 - Hillside Drive, Belfast (PRT) | M184 - 15 Ballycormick Park, Ballymoney (RMH) |
| M40 - Albert Street, Belfast | M187 - 288 Greenspark Meadows, Mullingar (BMI) |
| M42 - 11 Blythe Street, Belfast (PW) | M189 - 66 Hillsborough Road, Lisburn (RMHF) |
| M48 - Moffatt Jackson Bequest | M190 - 6 Rathmoyle Park Craigavad (RMHF) |
| M49 - Mrs M L Irwin Trust | M198 - 1, The Avenue, Cahir (BMI) |
| M53 - Tritonville Sandymount, Dublin (PRT)
(These deeds are believed to be held by Tom Collins, Solicitors, Dublin) | M201 - 30 Mussenden Grange, Articlave (RMHF) |
| M58 - Ground Rents, Downview Avenue, Belfast (PW) | M202 - 7 Mountview Avenue, Moneymore (RMHF) |
| M60 - 19 Chalet Gardens, Lucan (CMI) | M204 - 214 Grassmere Avenue, Wembley (BMO) held by King & Gowdy for sale |
| M65 - Rostrevor Manse (CGM) | M205 - 16 Ballyhamage, Doagh (RMHF) |
| M66 - 36 Abbey Drive, Bangor (RMHF) | M206 - 9 Thornberry, Letterkenny (BMI) |
| M67 - John R.R. Thompson Bequest | M208 - 16 The Four Courts, Arlow (BMI) |
| M68 - 7 Parkview Drive, Kilkenny (CMI) | M209 - 1 McCurry Walk, Limavady (RMHF) |
| M74 - 21 Sunningdale Park, Bangor (RMHF) | M210 - 53 Beech Meadows, Waringstown (RMHF) |
| M82 - 13 Botanic Avenue, Belfast (Kingham Mission) | M211 - 126 Avonbrook Gardens, Coleraine (RMHF) |
| M83 - 12/14 Elmwood Avenue, Belfast | M213 - 25 Sunningdale Park, Bangor (RMHF) |
| M84 - Camowen Terrace, Omagh (PRT) | M215 - Site 12, Glenvarna, Whiteabbey (RMHF) |
| M85 - 3 Ballyhenry Drive, Glengormley (RMHF) | M217 - 106 Edenderry Lofts, Crumlin Road, Belfast (RMHF) |
| M88 - Fisherwick Management Services Limited, Church House | M218 - 17 Rath Ullrod, New Orchard, Co Kilkenny |
| M100 - 15 Aylesbury, Limerick (CMI) | M220 - 23A Park Avenue, Tullamore, Co Offaly (BMI) |
| M102 - 1B Miiverton, Kingsdale Park, Belfast (RMHF) | M221 - 21 Cormmill Way, Moss Road, Millisle (RMHF) |
| M108 - 15 Hillside Drive, Naas (CMI) | M222 - 4 Alexander Park, Carrickfergus (RMHF) |
| M109 - 15, Castle Road, Ballynure, Co Antrim (RMHF) | M224 - 13 Thompson Manor, Lisburn (RMHF) |
| M110 - 11 Glencor Meadows, Banbridge | M225 - 9 Houston Park, Belfast (RMHF) |
| M121 - 13 Oak Park, Carlow (CMI) | M226 - Ervey Presbyterian Church (BMI) |
| M126 - Mount Tabor, Dublin (PRT) | M227 - 43 Kiltegan Park, Rochestown Road, Cork (BMI) |
| M139 - 112 York Road, Belfast (BSW) | M228 - Site at Rathgowan, Co Meath (BMI) |
| M143 - 4 Mussenden Crescent, Articlave (RMHF) | M230 - 14 Russell Manor, Ballyclare (RMHF) |
| M146 - Site 64 Mussenden Grange, Articlave (RMHF) | M232 - Clones Church & Manse (CMI) |
| M151 - 111 Brookfield, Irishtown, Mullingar (CMI) | M233 - 135 Carrs Mill, Donabate (CMI) |
| M156 - 6 Huntingdale Grange, Ballyclare (RMHF) | M235 - 1, Edgewater, Donaghadee (RHMF) |
| M157 - Carlow Presbyterian Church | M236 - Cavanaleck Presbyterian Church Manse & Grounds |
| M158 - 87 Brantwood Gardens, Antrim (RMHF) | M237 - Hopelink Centre, Carlisle Circus, Belfast. |
| M160 - 22 Dunamallaght Road, Ballycastle (RMHF) | M238 - 32, Kernan Grove, Portadown. (RHMF) |
| M162 - 39 Stranmillis Wharf, Belfast (Irish Mission) | M239 - 13, Somerset Crescent, Coleraine. (RHMF) |
| M163 - Site 47 Rockfield, Bangor (RMHF) | M240 - 21, Ardgreenan Gardens, Belfast. (RHMF) |
| M164 - 3 Eliza Close, Newcastle (RMHF) | M241 - 93, Millisle Road, Donaghadee. (RHMF) |
| M165 - 17 Movilla Gardens, Portstewart (RMHF) | M242 - 219, King's Road, Belfast. (RHMF) held by King & Gowdy Re-mortgage |
| M168 - 25 Carragheen Drive, Annalong (RMHF) | |
| M170 - St Georges Harbour, Belfast (RMHF) | |

The Union Theological College

- C3 - Assembly College and 26 College Green
- MUC1 - College Terrace, Londonderry
- MUC2 - Educational Bequest

Commutation Fund:

- T - Deed of Declaration of Trust (Commutation Fund) dated 13th July, 1870
- T1 - Ground Rents, Linenhall Street

Trust Funds:

- T3 - R. Getty Trust
- T4 - Willowfield Ground Rents
- T6 - Brownlee Decd. Antrim Road Ground Rents
- T9 - Broadway Ground Rents
- T10 - York Street Ground Rents
- T12 - Collyer Street Ground Rents
- T16 - May Street property
- T22 - Fortune Mission Bequest
- T23 - Eliza Mawhinney Bequest
- T24 - McDermott Memorial Fund
- T25 - Hoey Bequest
- T26 - 12 Landsdowne Crescent, Portrush (PRT) with King & Gowdy for purposes of sale
- T27 - McMurtry Bequest
- T28 - George T Graham Bequest
- T29 - McConnell & Graham Estates
- T30 - Adelaide House, Belfast (PRT)
- T31 - Ballygilbert (John A Gibson decd) Ground Rent, Ballyrobert
- T33 - Thompson Trust (Faughanvale)
- T34 - C.O.H. Little Trust
- T35 - Thomas McCandless Trust
- T36 - J C Craig Estate
- T39 - 44 Marlborough Park North, Belfast (Foreign Mission and PW)
- T45 - River House, Newcastle (PRT)
- T46 - 365 Woodstock Road (Irish Mission)
- T48 - York House, Portrush (PRT) with King & Gowdy for purposes of sale
- T50 - John McKean Trust
- T52 - Margaret S Johnston Bequest
- T55 - Hanna Irwin Bequest
- T57 - Ard Cluan House, Londonderry (PRT) with King & Gowdy for purposes of sale
- T59 - E J McCaughey Estate (Widows of Ministers Fund)
- T67 - The Dunlop Bequest
- T70 - Ethel H Meeke bequest

Dated: 9 May 2019

Signed: STEPHEN T. GOWDY
General Assembly Solicitor

ABSTRACT OF PUBLISHED BEQUESTS FOR THE PRESBYTERIAN CHURCH IN IRELAND

Pursuant to the 19th sec. of the Act 30 & 31 Vic., Chap 54,
being an Act to amend the law of Charitable Donations and Bequests in Ireland

REPORTED BY PRESBYTERIES

TESTATOR/TRIX.....	DETAILS OF BEQUEST
ARDS	
.....	£1,000 to Strean at discretion of Congregational Committee
.....	£8,000 to Hamilton Road for local outreach
.....	£2,000, £19,879.65 and £5,000 to Groomsport
.....	£1,000 to Ballyholme
Mr William Sheldon.....	£10,000 to Ballywalter at discretion of Minister
Mr William Sheldon.....	£10,000 to Ballywalter at direction of Congregational Committee
ARMAGH	
Mr James Whittle.....	£1,000 to Vinecash for Building Fund
Miss Edna Margaret White...	£12,000 to Loughgall to be divided as follows; £1000 to Junior Christian Endeavour, £1,000 to PW, £4,000 to Presbyterian Missionary Cause, £2,500 to Outreach to Portugal, £1,000 to the "Edna White Bequest" £2,500 for other purposes.
Miss Edna Margaret White...	£20,486.15 (being share of residue) to Loughgall to be divided as follows; £1,707.18 to Junior Christian Endeavour, £1,707.18 to PW, £6,828.72 to Presbyterian Missionary Cause, £4,267.95 to Outreach to Portugal, £1,707.18 to the "Edna White Bequest" (to be invested and interest used for general church expenses) £4,267.94 for other purposes.
Mr Thomas Lyttle.....	£2,000 to Belville for Session and Committee
Dr James Morrow.....	£10,000 to First Armagh to be used by Session and Committee for Steps Fund
Dr James Morrow.....	£10,000 to Second Keady at discretion of Session and Committee
Mr George A W Moore.....	£2,000 to Armagh Road, Portadown
Mr Robert Errol Whitten.....	£20,000 to Armagh Road, Portadown
BALLYMENA	
Annie Maureen Kissock.....	£234,425.12 to Buckna general purposes per Trustees
Miss Annie Alexander.....	£10,000 to Buckna at discretion of Congregational Committee
Agnes Boyd Courtney.....	£23,138.21 to First Ballymena
Mr David McCrea McGeagh	£7,000 to Grange at discretion of Congregational Committee "but to be used in such a way as to perpetuate the memory of my said parents buried in the churchyard".
Mrs Rosemary Lowry.....	£10,000 to Connor " to be used to purchase an item for said Church in memory of her parents Tom & Margaret Allen".

Mr David Wray Hollinger £21,000 to First Ballymena by Deed of Variation
Irene Elizabeth Currie..... £5,000 to Killymurriss for use of church and hall

NORTH BELFAST

Mrs Betty Hawthorne..... £2,000 to Rosemary
Johanna Totten £500 to Newington
Mrs Margaret McCullough.... £20,633.75 to Immanuel
May Ruth..... £5,000 to Sinclair Seamen's

SOUTH BELFAST

Mabel Kirk £1,000 to Richview
Mr James Delvin..... £500 to Townsend Street
Eileen Mary Elizabeth Russell £2,000 to Fitzroy
Mr John Crawford £30,000 to Richview
Valerie Coates..... £1,000 to Fitzroy
Rosemary Graham £500 to Dunmurry
Patricia Brooks..... £10,000 to Newtownbreda
Mary Elizabeth McAllister £5,000 to Richview
Edith Naomi Colville £25,924.53 to McCracken Memorial, Committee
to invest and apply income to the Outreach
Committee

EAST BELFAST

No Bequests reported

CARRICKFERGUS

Mr James Black Hinton £159,343.96 to Greenisland for general purposes
Pearl Gailey £65,664.25 to Ballyclare at discretion of Church
Committee
Mr James Reid..... £42,580.38 to Ballyclare
Mr Robert Howieson..... £282,615.36 to Ballyclare for capital or income at
discretion of Congregational Committee
Margaret Carmichael £300 to Gardenmore for "Church's work in Kambui,
Kenya"

COLERAINE AND LIMAVADY

No Bequests reported

DERRY AND DONEGAL

Hazel McFeeters..... £1,000 to Strabane at discretion of Session and
Committee
Mary Elizabeth Leeper £5,202.86 to Strabane to Session and Committee for
church purposes
Mr John Watson Lyttle £39,881.52 to Strabane at Session and Committee's
discretion
Miss Kay Gardiner..... £270,000 to Sion Mills for Building Fund
Mr Richard Aiken Campbell.. £1,000 to Faughanvale at Committee discretion
Mrs Matilda Letitia Loughlin.. £1,000 to Faughanvale for general church purposes
Mr John Watson Lyttle €43,489.69 to Carrigart
Mr Robert Samuel Moody £8,327.60 to Gortnessy direction of Committee
Mr Raymond Campbell..... £3,000 to Ebrington at discretion of Session and
Committee
Mr Hayes McDonald..... £10,000 to Ballyarnett at discretion of Session and
Committee

DOWN

Elizabeth Graham	£17,612 to Second Comber
Margaret Morris	£2,000 to Ardglass
Margaret Morris	£2,000 to Downpatrick

DROMORE

Hilda Corbett	£11,810.86 to Anahilt for general purposes of the Church
Mrs Dorothy Lytle	£113,490.89 to Hillhall for general use of the Church
Mrs Niah Harrison	£1,000 to Legacurry in memory of her late husband William for general Church use
Mr Robin Boyce	£2,000 to First Lisburn for general purposes of the Church
Francis Rachel Elizabeth Ervine	£1,000 to First Lisburn for general purposes of the Church
Mr James Desmond Elliott ...	£5,000 to First Dromara for the Building Fund
Joan M Wilson	£1,000 to Harmony Hill for general purposes of the Church
Elizabeth Creelman McWilliams	£500 to Harmony Hill
Mr Roger (Roy) Gray	£5,000 to Anahilt for general purposes of the Church and upkeep of the family grave
Mr Henry McMeekin	£5,000 to Banbridge Road, Dromore

DUBLIN AND MUNSTER

Agnes Edith Thompson	€147,166 to Adelaide Road for upkeep of Church
Mr David H Millard	€500 to St Andrew's Blackrock for benefit of Junior Church
Patricia Love	€5,000 to Dunlaoghaire for Church's charitable purposes

IVEAGH

Mrs Ann Cochrane	£2,000 to Ballydown
Mr David Croy	£2,000 to 2 & 3 Rathfriland at discretion of Church Committee
Margaret Alexandra Ferris	£10,000 to Donacloney
Dr W J Lynas	£1,000 to Drumlee Im Memory of The Late Mary Margaret Susan (Margery) Lynas nee Spiers
Mr Robert John Truesdale	£500 to Drumlee to be invested and the income applied for the Sunday School
Mrs Olive McCandless	£500 to Magherally to the Kirk Session half of legacy to be used for the PW and the remainder as the Kirk Session see fit
June Mary Spiers	£15,000 to Drumlee and a "wish" that congregation will maintain the family grave

MONAGHAN

Violet Jane Wilson	£1,000 to Clontibret at discretion of Session and Committee
Agnes Edith Thompson	€25,000 to Trinity Bailieborough in Memory of William and Edith Thompson to be used at discretion of the Committee

NEWRY

Mrs Edna MClay	£10,000 to First Newry
Eda Violet Cowan	£19,879.65 to First Newry for general purposes
Esther Orr	£1,000 to Mourne at discretion of Church Committee

OMAGH

Mildred Elizabeth Jean Stewart	£25,000 to Newtownstewart investment income to be used for upkeep of Church
Mr Samuel Joseph Cecil Houston	£1,000 to Ballyreagh for Sunday School
Mr Herbert Irvine.....	£1,000 to Fintona at Committee's discretion

ROUTE

Mr Thomas Young	£2,000 to Finvoy at discretion of Kirk Session and Committee
Mrs Mary Carson (Connie) Stewart	£2,000 to First Kilraughts allocated £1,000 at discretion of Session and Committee and £1,000 to PW for providing catering at her funeral
Mrs E Brown	£5,000 to Dunloy for upkeep of her grave and general purposes
Mrs Genevieve Robinson	£1,000 to First Kilraughts at discretion of Session and Committee
Mrs Genevieve Robinson	£1,000 to Dunloy at discretion of Session and Committee

TEMPLEPATRICK

No Bequests reported

TYRONE

No Bequests reported

INDEX TO ACCOUNTS

PAGE	PAGE		
Aaron House	158-159	PCI Enterprises	158-159
Addiction Services	156-157	Prayer Handbook	102-103
Bequests	331-324	Presbyterian Church in Ireland Pension Scheme (2009)	293-318
Carlisle House	160-162	Presbyterian Church Investment Fund (commonly known as the General Investment Fund)	237-276
Central Ministry Fund	79-82	Presbyterian Herald	102-103
Chaplaincy Account	144-146	Presbyterian Women	186-192
Chaplaincy Centre (Elmwood Avenue)	141-143	Presbyterian Women's Fund	283-291
Creative Production Department	102-103	Prolonged Disability Fund	87
Commutation Fund	226-232	Property Panel	99-101
Concorde Fund	179-185	Retired Ministers' Fund	83-84
Congregational Life and Witness, Council of	177-192	— House Fund	96-98
Crescent Loan Fund	227-233	Scott Benevolent Fund	227-233
Fire Insurance	226-232	Shankill Road Mission	147-148
Fortune Mission Bequest	227-233	Sick Supply Fund	92
General Assembly of the Presbyterian Church In Ireland (SORP)	9-68	Social Witness, Council for	151-175
Getty John, — Management Committee	282	Social Witness – General Account	158-159
— Trust Estate of	277-281	Solicitor's Certificate	319-320
Global Mission, Council of	107-117	South Belfast Friendship House	149-150
G.O. Fund	113-114	Special Appeals	115-117
Gray's Court	156-157	Special Assembly Fund	91
Guysmere Centre	179-185	Statement of Liquid Funds	69-72
Incidental Fund	88-89	Students Bursary Fund	195-198
Indigent Ladies Fund	283-291	Sustentation Fund	82
Introduction to Accounts	3-7	Support Services – Allocations	93-94
Kinghan Mission	166-168	Taking Care	158-159
Lawnfield House	158-159	Thompson House	163-165
Lindsay Memorial Fund	227-233	Training in Ministry, Council of	193-198
Local Bible Fund	228-234	Trustee's Report (SORP)	199-236
Lucan Youth Centre	179-185	Trust Funds	226-234
Magee Fund	226-232	United Appeal Committee	104-106
McClure Trust	228-234	Union Theological College	195-198
Ministerial Development Fund	90	War Memorial Hostel Trust Fund and Derryvolgie Hall	138-140
Mission in Ireland, Council of	119-150	Widows of Ministers' Fund	85-86
Non-Participating Trust Funds	226-232	Willow Brook	158-159
Old Age Fund	283-291	World Development	116-117
Older People Services	169-175	Youth and Children's Projects	181

