



ANNUAL REPORT

2016-2017



Words of Gratitude From
SANTIAGO "JIMMY" MELLADO

PRESIDENT AND CEO

And we know that in all things God works for the good of those who love him, who have been called according to his purpose.

ROMANS 8:28 [NIV]



Fiscal year 2017 was a year of significant challenge, change and blessing for Compassion's global ministry. And through it all, we have continually sensed God's hand of provision and have been reminded of the depth of His love for children.

One of the greatest blessings of this past year was an increase in the number of children that God has entrusted to our care. We ended 2017 with nearly 1.9 million babies, children and youth receiving life-saving care, developmental opportunities and hope for the future through our church-based programs. This was one of our best years ever for new sponsors joining our cause. And that growth is especially remarkable when viewed in light of the challenges that forced us to close operations in India, one of our oldest and largest ministry countries. Following God's call to serve the neediest children often means working in very complicated situations and we continue to trust that He will someday reopen a door to ministry in India.

We are also immensely grateful that God has continued to bless Compassion with financial stability. This past year, we surpassed \$817 million in revenue, marking 20 consecutive years that Compassion has experienced revenue growth. We are particularly thankful that this growth trend continued in 2017, considering we launched the single largest technology transformation in our 65-year history in January. The new system will enable us to serve multiple times more children in the future. However, as is to be expected with an overhaul of such magnitude, our ability to process financial and other ministry transactions was temporarily affected. If you were impacted by those service issues, let me again thank you for the grace and patience you extended to us during that season of transition.

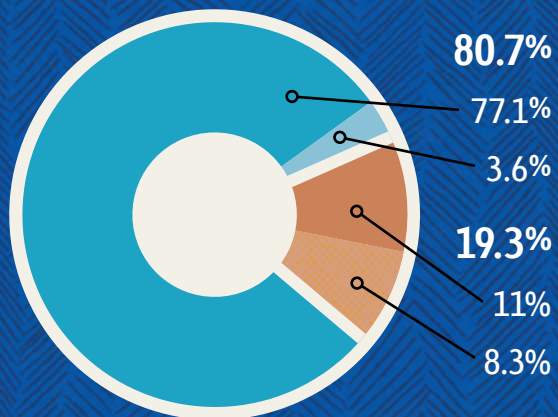
It is due to your unwavering support, compassion for children, and partnership in prayer that we are able to celebrate together such strong ministry results throughout the following pages of this report. Thank you for continuing to faithfully journey with us in this precious cause to release children from poverty in Jesus' name.

May God be abundantly gracious to you!

In Christ,

President and CEO
Compassion International

FINANCIAL SUMMARY



PROGRAM EXPENSES	\$659,761,000
Child Development Program	\$630,527,000
Sponsor/Donor Ministries	\$29,234,000
SUPPORTING SERVICES	\$157,526,000
Fundraising	\$89,530,000
Administration	\$67,996,000
TOTAL EXPENSES	\$817,287,000

Amounts were rounded to the thousands.

To see Compassion's 2016 and 2017 audited financial statements and Form 990, please go to compassion.com/about/financial or call (800) 336-7676.



STATEMENT OF ACTIVITIES

Fiscal years ended June 30, 2017 and 2016*

	2017	2016
	TOTAL	TOTAL
Revenue, gains and other support		
Contributions	\$ 605,308,000	592,206,000
Gifts in-kind	405,000	259,000
Contributions from Global Partner Alliance	212,847,000	205,608,000
Interest, dividends and other income	2,168,000	2,005,000
Net realized and unrealized (losses) gains on investments and disposition of assets	395,000	(912,000)
Net unrealized (loss) gain on foreign exchange contracts	(3,456,000)	4,236,000
Changes in value of split-interest agreements	84,000	(159,000)
Net assets released from restrictions in satisfaction of program restrictions	0	0
Total revenue, gains, and other support	817,751,000	803,243,000
Expenses		
Program services		
Child development program	630,527,000	621,352,000
Sponsor/donor ministries	29,234,000	27,447,000
Total program services	659,761,000	648,799,000
Supporting activities		
Fundraising	89,530,000	76,105,000
Administration	67,996,000	62,351,000
Total supporting activities	157,526,000	138,456,000
Total expenses	817,287,000	787,255,000
Change in net assets	464,000	15,988,000
Net assets, beginning of year	213,061,000	197,073,000
Net assets, end of year	\$ 213,525,000	213,061,000

*Amounts were rounded to the thousands.



THE IMPACT OF YOUR COMPASSION

YEAR IN REVIEW, 2016-2017



1.8 MILLION CHILDREN

received life-changing care through the Child Sponsorship Program. More than 1.6 million of these children were linked to caring sponsors.

8,362 BABIES AND MOMS

received crucial interventions that helped them survive and thrive through the Child Survival Program.*



45,000 YOUNG ADULTS

were enrolled in university or vocational training, gaining the education and skills needed to generate income capabilities for life.



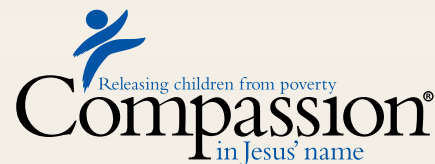
4.8 MILLION LETTERS

filled with hope and encouragement were exchanged between sponsors and their sponsored children.



6,784 CHURCH PARTNERS

around the world cared for children by implementing Compassion's holistic child development programs.



GLOBAL EXECUTIVE TEAM

Edward W. Anderson
Senior Vice President
Global Support
Services and CFO

Mark Hanlon
Senior Vice President
Global Marketing
and Engagement

Santiago "Jimmy" Mellado
President and CEO

Stephen Oakley
Senior Vice President
General Counsel Office

Cassandra Shepard
Chief of Staff
Senior Vice President
Global Leadership Office

Mark Yeadon
Senior Vice President
Global Program

BOARD OF DIRECTORS

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General Director

Ralph Borde
General Director

Jean-François Bussy
General Director

Dr. Judith B. Golz
Vice Chair

Robert L. Hawkins
General Director

Michael Jeffs
General Director

Chris Knepper
General Director

Ronald C. Mathieu
General Director

Santiago "Jimmy" Mellado
General Director
President and CEO,
Compassion International

Kenneth Morgan
Secretary

Karen K. Wesolowski
Chair

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Colorado Springs, CO 80921

MISSION STATEMENT

Our mission is to release children from poverty in Jesus' name.



*Reflects the transition of Compassion children ages 1 and up into the Child Sponsorship Program.