

MANX WILDLIFE TRUST
(Company Limited by Guarantee)
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2019

Registered Charity Number: 225(IOM)

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DIRECTORS' REPORT FOR THE YEAR ENDED 31 JANUARY 2019

Incorporation and Registration

Manx Wildlife Trust is a company limited by guarantee, which was incorporated on 6th March 1973, Company Number 5297C. Manx Wildlife Trust is registered as a Charity, Registered Charity Number 225 IOM. The registered office is situated at 7-8 Market Place, Peel, Isle of Man.

General Information

Manx Wildlife Trust's Bankers are Isle of Man Bank, East Region, PO Box 13, Douglas, IM99 1AN.

Manx Wildlife Trust's Advocates are Corlett Bolton & Co, 4 Finch Road, Douglas, Isle of Man, IM1 2PT.

Manx Wildlife Trust's Auditors are Moore Stephens Chartered Accountants, 26-28 Athol Street, Douglas, IM99 1BD.

Objectives of Manx Wildlife Trust

The objectives for which Manx Wildlife Trust is established are:

- i. To record and study places and objects of botanical, zoological, ecological, geological, archaeological or other scientific interest, or of natural beauty, and to protect these from injury, ill treatment or destruction.
- ii. To establish, form, own, maintain and manage bird sanctuaries or nature reserves for the conservation and control of wild plants and other vegetation and of the wild creatures of any description living naturally there in.
- iii. To encourage the breeding of any species of the wild flora or fauna which are scientifically interesting, beautiful or rare.
- iv. To promote, organise, carry on and encourage study and research for the advancement of knowledge in the natural sciences, and to make grants or donations for such purposes.
- v. To do all other such acts and things as may promote or advance and assist in promoting or advancing wildlife conservation and the natural sciences in the Isle of Man.

Manx Wildlife Trust (MWT) was founded in 1973 and is the Isle of Man's leading nature conservation charity. Its members, staff, and volunteers support MWT to protect Manx wildlife with our current work programmes:

- Providing space for wildlife on 25 nature reserves
- Enabling the recovery of native wildlife through our conservation projects
- Inspiring people to value nature
- Getting people actively involved with nature conservation
- Standing up for wildlife in fishing, farming, planning and land management
- Basing our advice and actions on sound science

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 JANUARY 2019

Structure of Manx Wildlife Trust

The Council of Manx Wildlife Trust serves as the governing authority of the charity and maintains overall charge of all operations of the company. The members of the Council are appointed as Directors of the Company, which is limited by guarantee. The Council may delegate any of its powers to any committee consisting of one or more Council members, or two or more members of Manx Wildlife Trust. During this year the standing sub-committees were: Strategic Development and Research, Marine, Marketing, Education and Finance. Day-to-day management of the charity is vested in the CEO of Manx Wildlife Trust and paid staff, with the nature reserves being operated by the Reserves Officer and volunteer wardens

Activities undertaken in the period

During the year to 31st January 2019 Manx Wildlife Trust continued to carry out its core activities as follows:

- Maintenance and management of its 25 nature reserves;
- Collection and recording of biological data and information;
- Provision of environmental interpretation and educational material;
- Provision of environmental advisory and consultancy services to the public, government departments and the commercial sector;
- Monitoring and commenting on proposed planning developments;
- Organisation of wildlife related activities and events for both members and the public;
- Various fundraising activities;
- Continued operation of its shop and two visitor centres;
- Continued participation and operation of the Wildflowers of Mann Project;
- Continued operation of the Education Officer post; and
- Continued operation of the Marine Officer post.

Results for the year

Manx Wildlife Trust made a profit for the year of £139,558 (2018: profit: £49,408). No dividend or distribution to members is proposed or considered appropriate (2018: £ nil).

Statement of Risks to which the Charity is exposed

Manx Wildlife Trust is funded by income from membership subscriptions, various grants, legacies and donations, dividends from the subsidiary company Wildlife Limited and income from consultancy and advisory services. A full year's budget for the operation of the organisation is prepared and approved by the Council each year. No new projects or major expenditure are undertaken until the majority of the required funding is already secured and in place.

Plans for future periods

The 5 year strategic development plan was revised in early 2016. This document sets out plans for the future growth and targets for all aspects of Manx Wildlife Trust's operation over a 5 year period. This document was implemented during the 2018 calendar year.

Auditors

The auditors, Moore Stephens Chartered Accountants, being eligible, have expressed their willingness to continue in office in accordance with Section 12(2) of the Isle of Man Companies Act 1982.

**DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 JANUARY 2019**

Council of Manx Wildlife Trust

The Directors who served on the Council of Manx Wildlife Trust during the year and to date are as follows:

V Davies (Chairman)	Re-appointed on 7 July 2018
S Bolton (Secretary)	Re-appointed on 7 July 2018
P Seaward (Treasurer)	Appointed on 25 January 2016
P McEvoy	Re-appointed on 7 July 2018 – Resigned on 18 March 2019
N Morris	Resigned on 7 July 2018
J Gledhill	Resigned on 7 July 2018
K Etherton	Appointed on 8 August 2016
A Johnston	Appointed on 13 July 2017
R Pullin	Appointed on 7 July 2018
S Cain	Appointed 7 July 2018
A P Crocker	Appointed 29 April 2019

Council may appoint new Directors during the year, however such Directors shall cease to be members of Council at the following AGM, but shall then be eligible to stand for re-election to the Council.

Directors serve for a fixed period of 3 years before being obliged to seek re-election under Article 28 of the Articles of Association.

The Directors are not remunerated for their services and, under Article 27, no person who is employed by Manx Wildlife Trust shall be eligible for election to the Council.



V Davies
Chairman

Date: 11 June 2019

DIRECTORS' RESPONSIBILITIES' STATEMENT FOR THE YEAR ENDED 31 JANUARY 2019

The Directors are required to prepare financial statements for each financial year which give a true and fair view of Manx Wildlife Trust's financial activities during the year and its financial position at the balance sheet date. In preparing financial statements when giving a true and fair view, the Directors should follow the best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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 Manx Wildlife Trust will continue in operation.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of Manx Wildlife Trust and which enable them to ensure that the financial statements comply with applicable law and regulations. They are also responsible for safeguarding the assets of Manx Wildlife Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations. Under that law the Directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Independent Auditors' Report to the Members of Manx Wildlife Trust

Opinion

We have audited the financial statements of Manx Wildlife Trust (the 'Trust') for the year ended 31 January 2019 which comprise of the Statement of Income and Retained Earnings, the Statement of Total Recognised Gains and Losses, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice) and the Statement of Recommended Practice (Accounting and Reporting by Charities 2015).

In our opinion, the financial statements:

- give a true and fair view of the state of the Trust's affairs as at 31 January 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and the Statement of Recommended Practice (Accounting and Reporting By Charities 2015); and
- have been prepared in accordance with the requirements of the Isle of Man Companies Acts 1931 to 2004.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Conclusions relating to going concern

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

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

Other information

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

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Isle of Man Companies Acts 1931 to 2004 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 4, the Directors 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 Directors 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 directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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

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

Use of our report

This report is made solely to the Trust's members, as a body, in accordance with Section 15 of the Isle of Man Companies Act 1982. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 company and the Trust's members as a body, for our audit work, for this report, or for the opinions we have formed.



Moore Stephens
Chartered Accountants
Douglas
Isle of Man

12 June 2019

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 JANUARY 2019**

	Note	Unrestricted Funds £	Restricted Funds £	Total 2018/19 £	Total 2017/18 £
Incoming Resources from generated funds					
Voluntary Income					
Subscriptions		27,486	-	27,486	41,846
Bequests & Legacies		115,123	1,621	116,744	55,272
Donations		19,873	380	20,253	13,798
Activities for Generating Funds					
Grants & Sponsorship	3	78,683	64,616	143,299	112,186
Consultancy Income		36,147	1,980	38,127	19,771
Contract Income		10,093	41,534	51,627	38,432
Investment Income					
Interest Income		339	-	339	-
Incoming Resources from Charitable Activities					
Fundraising		17,460	2,754	20,214	15,479
Wildlife Limited Dividend	4	30,000	-	30,000	25,744
Other Incoming Resources					
Other Income		10,251	65	10,315	8,725
	15/16	<u>345,455</u>	<u>112,949</u>	<u>458,404</u>	<u>331,253</u>
Resources Expended					
Costs of Generating Voluntary Income					
		6,374	-	6,374	11,781
Project Expenditure					
Sponsored Projects	6	73,497	107,089	180,586	143,383
Visitor Centres		874	-	874	499
Charitable Activities					
	7	55,080	5,860	60,940	62,785
Support & Development					
Salaries		77,935	-	77,935	64,771
Support & Administration		51,137	-	51,137	36,071
Insurance		4,359	-	4,359	4,523
RSNC Subs		2,753	-	2,753	2,508
Other costs		-	-	-	6,713
Depreciation		818	-	818	1,003
Loss on written off Leasehold		-	-	-	1
Contribution to costs from Funded Projects and Core Activities		(66,930)	-	(66,930)	(52,193)
	15/16	<u>205,897</u>	<u>112,949</u>	<u>318,846</u>	<u>281,845</u>
Net Income	5	139,558	-	139,558	49,408
As at 1st February 2018		1,603,834	-	1,603,834	1,554,426
As at 31st January 2019		<u>1,743,392</u>	<u>-</u>	<u>1,743,392</u>	<u>1,603,834</u>

All amounts relate to continuing operations. There were no acquisitions or discontinued operations during the current or preceding year.

The notes on pages 11 to 20 form part of these financial statements.

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 JANUARY 2019**

		2019 £	2018 £
Surplus on revaluation of land	Note	42,455	122,103
Profit for the financial year		139,558	49,408
Total recognised gains and losses for the financial year		182,013	171,511
As at 1 st February 2018		1,725,937	1,554,426
As at 31st January 2019	15	1,907,950	1,725,937

The notes on pages 11 to 20 form part of these financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2019**

	Note	Unrestricted Funds £	Restricted Funds £	Total 2018/19 £	Total 2017/18 £
Fixed assets					
Heritage Assets	10a	1,070,825	-	1,070,825	1,018,370
Tangible Assets	10	518,610	-	518,610	518,284
Investment	11	2	-	2	2
		<u>1,589,437</u>	<u>-</u>	<u>1,589,437</u>	<u>1,536,656</u>
Debtors					
Amounts falling due in more than one year:					
Wildlife Limited	12	30,000	-	30,000	25,744
Amounts falling due within one year:					
Debtors	12	26,052	-	26,052	12,726
Cash at bank and in hand	13	270,198	103,117	373,315	264,905
		<u>326,250</u>	<u>103,117</u>	<u>429,367</u>	<u>303,375</u>
Current Liabilities					
Amounts falling due within one year	14	(7,737)	(103,117)	(110,854)	(114,094)
		<u>318,513</u>	<u>-</u>	<u>318,513</u>	<u>189,281</u>
Total assets less current liabilities		<u>1,907,950</u>	<u>-</u>	<u>1,907,950</u>	<u>1,725,937</u>
Total Net Assets		<u>1,907,950</u>	<u>-</u>	<u>1,907,950</u>	<u>1,725,937</u>
The Funds of the Charity:					
Unrestricted Funds	15	1,185,566	-	1,185,566	1,046,008
Revaluation Reserve	15	722,384	-	722,384	679,929
Restricted Funds	16	-	-	-	-
		<u>1,907,950</u>	<u>-</u>	<u>1,907,950</u>	<u>1,725,937</u>

The financial statements were approved and authorised for issue by the Directors and were signed on their behalf on 11 June 2019

M. Davis

Director

P. A. Leonard

Director

The notes on pages 11 to 20 form part of these financial statements.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JANUARY 2019**

	2019 £	2018 £
Cash flows from operating activities		
Profit for the financial year	139,558	49,408
Adjustments for:		
Depreciation of tangible fixed assets	818	3,384
Equity dividend receivable	(30,000)	(25,744)
(Increase) / decrease in debtors	(13,326)	6,169
(Decrease) in creditors	(3,240)	(17,297)
Donation of fixed assets	-	-
Net cash flow from operating activities	<u>93,810</u>	<u>15,920</u>
Investing activities		
Purchase of tangible fixed assets	(1,144)	-
Purchase of Heritage Assets	(10,000)	
Equity dividends received	<u>25,744</u>	23,397
Net cash flow from investing activities	<u>14,600</u>	<u>23,397</u>
Increase / (decrease) in cash and cash equivalents	108,410	39,317
Cash and cash equivalents at beginning of year	<u>264,905</u>	<u>225,587</u>
Cash and cash equivalents at the end of the year	<u><u>373,315</u></u>	<u><u>264,905</u></u>

The notes on pages 11 to 20 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2019

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

Manx Wildlife Trust is a Registered Charity in the Isle of Man, Registered Charity Number 225 IOM, with its registered office and principal place of business at 7-8 Market Place, Peel, IM5 1AB, Isle of Man.

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland, and the Statement of Recommended Practice 'Accounting and Reporting by Charities 2015'.

The financial statements are prepared in sterling which is the functional currency of Manx Wildlife Trust. The figures presented are rounded to the nearest pound.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates, as detailed in the below accounting policies.

The following principal accounting policies have been applied:

1.2 CONSOLIDATED ACCOUNTS

Manx Wildlife Trust owns 100% of Wildlife Limited, a limited company incorporated in the Isle of Man. As permitted under the Isle of Man Companies Act 1982 section 4(2)(b)(i), in the opinion of the Directors, the preparation of consolidated accounts would cause expense and delay out of proportion to their value to the beneficiaries.

1.3 DEFINITION OF FUNDS

Restricted funds have been donated by sponsors for specific purposes and therefore can only be applied in furtherance of the objectives of the project in question. This category also includes general funds which have been allocated for specific purposes by Manx Wildlife Trust.

1.4 REVENUE RECOGNITION

Revenue is recognised to the extent that it is probable that the economic benefits will flow to Manx Wildlife Trust and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable. In respect of specific income types, the following criteria must also be met before revenue is recognised:

Donations and legacies are accounted for when received or paid. Known legacies which have been notified to Manx Wildlife Trust during the year, and for which receipt occurs or is expected within a reasonable period of the year end, are accrued as income in the year.

Government grants are recognised in deferred income until the relevant expense is incurred, at which point the income is recognised.

1.5 VOLUNTEER HELP

Honorary Officers and Directors provide support to Manx Wildlife Trust and it is not practicable or feasible to place a value on time volunteered in this respect by these persons or other temporary or occasional volunteers.

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019**

1. ACCOUNTING POLICIES (continued)

1.6 EXPENDITURE

Expenditure is accounted for on an accruals basis under operational headings which reflect the general organisation of Manx Wildlife Trust.

1.7 TANGIBLE FIXED ASSETS

The freehold property is measured using the revaluation model as per FRS 102 section 17. The property will be revalued at a sufficient regularity to ensure the carrying value does not materially differ from the fair value.

Other fixed assets are stated at cost less accumulated depreciation and any accumulated impairment losses. Such cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is provided on leasehold property and plant and equipment, at rates calculated to write off the cost less estimated residual value, of each asset on a systematic basis over their estimated useful lives as follows:

Freehold property	The directors consider that ongoing maintenance work keeps the property to a high level of repair. The difference between the freeholds residual value and the carrying amount in the financial statements is not material. For these reasons any charge for depreciation would be immaterial in the context of the company's Financial Statements and therefore the property is not depreciated.
Other assets	3 to 5 years

The assets' residual values, useful lives and depreciation methods are reviewed and adjusted prospectively, if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within other income in the Statement of Income and Retained Earnings.

1.8 HERITAGE ASSETS

Heritage assets of Manx Wildlife Trust include specimen collections, historical artefacts and all of its nature reserves. These assets, whether obtained by purchase, gift or legacy, are regarded as of conservation and / or heritage significance and are preserved and maintained by Manx Wildlife Trust in accordance with its core charitable aims as set out in the memorandum and articles. All nature reserves are maintained for the benefit of wildlife but are publically accessible, either through permanent access provision or by prior appointment with the charity.

The Heritage Assets are measured using the revaluation model as per the Financial Reporting standard 102 section 34. The Heritage Assets will be revalued at a sufficient regularity to ensure the carrying value does not materially differ from the fair value.

Management plans and property archive registers are maintained for all of Manx Wildlife Trust's Heritage assets, which are not to be disposed of and, as such, they are not considered to be financial investments of Manx Wildlife Trust.

1.9 EQUITY INVESTMENT

The equity investment, which comprises of an unquoted investment in the subsidiary, has been recognised initially at transaction price. Subsequently, the investment has been stated at cost less impairment, if applicable, as it is not publically traded and therefore there is no reliable measure of fair value.

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019**

1. ACCOUNTING POLICIES (continued)

1.10 DEBTORS AND CREDITORS

Short term debtors and creditors with no stated interest rate and which are receivable or payable within one year are recorded at transaction price less any impairment. Any losses arising from impairment are recognised in the income statement.

1.11 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of any bank overdrafts.

1.12 FINANCIAL INSTRUMENTS

Manx Wildlife Trust only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities such as trade and other accounts receivable and payable and loans to related parties.

Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration, expected to be paid or received.

Financial assets and liabilities that are measured at the fair value of the amount expected to be paid or received are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Income Statement.

For financial assets and liabilities measured at cost less impairment, the impairment loss is measured as the difference between an instrument's carrying amount and best estimate, which is an approximation of the amount that Manx Wildlife Trust would receive or pay for the instrument if it were to be sold at the reporting date.

**2. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities at the reporting date, and the amounts reported for revenue and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

Manx Wildlife Trust derives a proportion of its income from voluntary donations which cannot be fully controlled until they are entered into the accounting records.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019

3. REVENUE

The revenue of Manx Wildlife Trust all derives from one principal area of activity, that of charitable activities. The categories of revenue recognised by Manx Wildlife Trust are shown in the Statement of Income.

Manx Wildlife Trust has benefitted from the following grant assistance and business sponsorship during the year:

Supporter	Project Supported	2018/19	2017/18
		£	£
IOM Govt / Scholl Found	Marine Officer	21,080	23,253
Various	Marine Projects	12,281	11,226
Various	Education	21,737	28,898
Various	Reserves	24,870	22,992
Various	Wildflowers of Mann	25,350	17,838
Various	Ramsey Forest	8,993	1,617
IOM Govt/Tesco Bags of Help	Festival of the Sea	3,168	5,000
Arts Council	Fun Palace	-	1,362
Manx Lottery Trust	Wildlife Counts	15,902	-
SPMCE	State of Nature	1,500	-
SPMCE	Wildlife Training	1,041	-
Various	Core Projects	6,962	-
Mark Fitzpatrick	Calf Supporters	415	-
		143,299	112,186

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019**

4. SUBSIDIARY COMPANY

The financial position of Manx Wildlife Trust's subsidiary undertaking, Wildlife Limited, a company incorporated in the Isle of Man, and its results for the year, are summarised below:

Financial Position as at 31 January	2018/19	2017/18
	£	£
Tangible Fixed Assets	1,062	2,124
Current Assets		
Inventories	10,712	10,930
Prepayments	-	-
Cash at bank and in hand	24,805	17,578
Creditors: amounts falling due within one year	(6,577)	(4,886)
Total Assets less Current Liabilities	<u>30,002</u>	<u>25,746</u>
Creditors: amounts falling due in more than one year	(30,000)	(25,744)
Net Assets	<u>2</u>	<u>2</u>
Capital and Reserves		
Called up Share Capital	2	2
Retained Profits	-	-
	<u>2</u>	<u>2</u>
Income Statement for the year ended 31 January	2018/19	2017/18
	£	£
Turnover	91,271	79,454
Cost of Sales	(49,529)	(42,203)
Gross Profit	<u>41,742</u>	<u>37,251</u>
Administrative costs	(11,742)	(11,507)
Operating Profit	<u>30,000</u>	<u>25,744</u>
Taxation	-	-
Dividend	(30,000)	(25,744)
Retained Profits	<u>-</u>	<u>-</u>

5. NET (EXPENDITURE) / INCOME

Net (expenditure) / income is stated after charging/(crediting):

	2018/19	2017/18
	£	£
Depreciation of tangible fixed assets – owned assets	818	3,384
Auditor's remuneration for the audit of the company's annual accounts	1,863	1,860

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019

6. PROJECT EXPENDITURE

Project	Unrestricted Funds £	Restricted Funds £	2018/19 £	2017/18 £
Calf Wardens	-	41,565	41,565	39,150
Marine Officer	36,644	-	36,644	39,159
Wildflowers of Mann	-	27,370	27,370	23,082
Education	36,853	-	36,853	35,232
Marine Projects	-	5,578	5,578	5,139
Ramsey Project	-	10,964	10,964	1,621
Calf Non-contract	-	415	415	-
Wildlife Counts	-	18,656	18,656	-
State of Nature	-	1,500	1,500	-
Wildlife Training	-	1,041	1,041	-
	73,497	107,089	180,586	143,383

7. CHARITABLE ACTIVITIES

Activity	Unrestricted Funds £	Restricted Funds £	2018/19 £	2017/18 £
Nature Reserves Costs	52,346	2,802	55,148	55,192
Events	2,734	3,058	5,792	7,593
	55,080	5,860	60,940	62,785

8. STAFF COSTS

	2018/19 £	2017/18 £
Wages and salaries	185,509	179,506
Social security costs	16,686	15,143
Pension costs	1,460	1,460
	203,655	196,109

The average number of employees during the year was 6 full-time staff and 3 part-time (2018: 4 full-time and 5 part-time).

9. TAXATION

The whole of Manx Wildlife Trust's income qualifies for exemption from Isle of Man tax as per Section 15(a) of the Income Tax Act 1970. As such, no provision for taxation has been made.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019

10. TANGIBLE FIXED ASSETS

	Freehold Property	Other Assets	Total
	£	£	£
Cost or valuation			
At 31 January 2018	516,608	9,558	526,166
Additions	-	1,144	1,144
At 31 January 2019	516,608	10,702	527,310
Depreciation			
At 31 January 2018	-	7,882	7,882
Charge for the year	-	818	818
At 31 January 2019	-	8,700	8,700
Net Asset Value			
At 31 January 2019	516,608	2,002	518,610
At 31 January 2018	516,608	1,676	518,284

The freehold property of Manx Wildlife Trust was revalued by commercial estate agents, Chrystals Commercial, on 1st June 1999 on an open market basis. The Directors adjusted the open market value of the freehold property in accordance with their best estimate as at 31st January 2008 in compliance with Financial Reporting Standard 102. Directors perform an internal valuation of the freehold property on an annual basis.

10a HERITAGE ASSETS

	Freehold Conservation Land	
	£	
Valuation		
At 31 January 2018	1,018,370	
Addition	10,000	
Revaluation	42,455	
At 31 January 2019	1,070,825	
Movement in last 4 accounting periods		Commercial Valuation
	Year	Cost
Land at Aust	2018/19	-
Crossags	2018/19	10,000
Gat-e-Whing	2016/17	-
		77,455

The Directors have adopted Financial Reporting Standard 102 section 34 regarding Heritage Assets. The Heritage Assets of Manx Wildlife Trust was revalued by Neil Taggart MRICS of Chrystals Estate Agents on 23rd April 2018. The Land at Aust was subsequently valued on 1st May 2019.

The valuation of the Crossags site was confirmed as per Isle of Man Land Registry as at 9th February 2019.

The directors decided to amend the cost and depreciation balances for the Other Assets as at 31 January 2018, as it was deemed prudent to only disclose the Other fixed assets which were not fully depreciated. The Net Book Value of the Other Assets disclosed in the statement of financial position was not affected by this amendment.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019

11. INVESTMENT

	Unrestricted Funds £	Restricted Funds £	2018/19 £	2017/18 £
Investment in subsidiary at cost 2 - £1 ordinary shares in Wildlife Limited	2	-	2	2

12. DEBTORS

	Unrestricted Funds £	Restricted Funds £	2018/19 £	2017/18 £
Amounts falling due after more than one year Wildlife Limited	30,000	-	30,000	25,744
	30,000	-	30,000	25,744

	Unrestricted Funds £	Restricted Funds £	2018/19 £	2017/18 £
Amounts falling due within one year				
Trade debtors	7,922	-	7,922	5,241
Prepayments	1,199	-	1,199	772
Accrued income	6,843	-	6,843	6,713
Other debtors	9,255	-	9,255	-
Intercompany account	833	-	833	-
	26,052	-	26,052	12,726

13. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise the following:

	Unrestricted Funds £	Restricted Funds £	2018/19 £	2017/18 £
Cash at bank and in hand	270,198	103,117	373,315	264,905

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019

14. CREDITORS: Amounts falling due within one year

Creditors due within one year includes grants and funds received in relation to projects in which expenditure is due to occur in the year ended 31st January 2020, as shown below.

		Unrestricted Funds £	Restricted Funds £	2018/19 £	2017/18 £
Sundry creditors		5,877	-	5,877	4,824
ITIP, NI & pensions		-	-	-	3,260
Accruals		1,860	-	1,860	1,860
Supporter	Project				
Various	Nature reserves	-	6,204	6,204	12,669
Various	Puffin Project	-	1,699	1,699	1,659
Bucke	Project list	-	-	-	6,744
Various	AMK Memorial	-	3,132	3,132	3,132
Moore	Project list	-	-	-	265
IOM Government	Water & wetlands	-	16,917	16,917	16,917
MNH	Calf of Man	-	-	-	6,364
Various	Marine Scene	-	1,450	1,450	1,660
IOM Government	Marine Officer	-	6,541	6,541	3,666
IOM Government	Marine Mammal Strandings	-	599	599	828
IOM Government	Small shark tagging	-	951	951	951
Various	Ayres platform	-	849	849	849
Various	Ramsey Forest	-	395	395	15,860
IOM Government	WFOM	-	1,818	1,818	7,465
IOM Government	Education Officer	-	873	873	873
Various	Education Events	-	733	733	693
Mandenski Trust	Education	-	-	-	5,000
Various	Reserves purchase	-	10,500	10,500	10,500
IOM Government	Invasive Species	-	223	223	1,607
Adopt A Dolphin	Manx Whale and Dolphin	-	40	40	508
Various	Seal Appeal	-	540	540	540
Manx Lottery Trust	Wildlife Counts	-	28,350	28,350	-
SPMCE	State of Nature	-	1,500	1,500	3,000
IOM Government	WISE Training	-	-	-	1,000
MWT	Office Training	-	534	534	1,400
SPMCE	Wildlife Training	-	4,959	4,959	-
Mark Fitzpatrick	Calf Supporters	-	385	385	-
IOM Government	Plastics	-	4,603	4,603	-
RSWT	Youth Forum	-	4,860	4,860	-
MWT	Biological record searches	-	700	700	-
Dr Scholl Foundation	Marine	-	3,762	3,762	-
		7,737	103,117	110,854	114,094

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JANUARY 2019

15. UNRESTRICTED RESERVES

	Balance at 31 Jan 2018 £	Incoming Resources £	Resources Expended £	Reallocation of funds £	Balance at 31 Jan 2019 £
General fund	1,046,008	345,455	(205,897)	-	1,185,566
Revaluation reserve	679,929	42,455	-	-	722,384
	<u>1,725,937</u>	<u>387,910</u>	<u>(205,897)</u>	<u>-</u>	<u>1,907,950</u>

16. RESTRICTED FUNDS

Restricted funds comprise funds received for use only on specific projects less expenditure on those projects. The balance of restricted funds and the movement in the year are shown below.

	Balance at 31 Jan 2018 £	Incoming Resources £	Resources Expended £	Balance at 31 Jan 2019 £
Project Funds	-	112,949	112,949	-

17. RELATED PARTY TRANSACTIONS

(a) Control and Key Management Personnel

The ultimate controlling parties of Manx Wildlife Trust are considered to be the Directors. The Directors receive no remuneration from Manx Wildlife Trust.

(b) Transactions and Balances

Manx Wildlife Trust shares premises with its subsidiary, Wildlife Limited. Wildlife Limited pays Manx Wildlife Trust a rental of £500, and a utilities charge of £75, per month. There is no formal agreement between Manx Wildlife Trust and Wildlife Limited. Wildlife Limited paid a total of £6,900 (2018: £6,900) in rent and utilities in the year ended 31st January 2019. Wildlife Limited repaid a total of £25,744 (2018: £23,397) in outstanding dividend payments to Manx Wildlife Trust during the year. Dividend proposed but not received at the year-end amounted to £30,000 (2018: £25,744).

An intercompany debtor of £833 (2018:£0) was outstanding from Wildlife Limited at the year end.