

Registered Charity Number: 225(IOM)

MANX WILDLIFE TRUST
(Company Limited by Guarantee)
DIRECTORS' REPORT AND AUDITED FINANCIAL STATEMENTS AND
ANNUAL REPORT
FOR THE YEAR ENDED 31 JANUARY 2022

Manx Wildlife Trust

For the year ending 31st January 2022

CONTENTS

	PAGE
DIRECTORS' REPORT AND ANNUAL REPORT	1 - 3
DIRECTORS' RESPONSIBILITIES STATEMENT	4
INDEPENDENT AUDITORS' REPORT	5 - 7
STATEMENT OF INCOME AND RETAINED EARNINGS	8
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES	9
STATEMENT OF FINANCIAL POSITION	10
STATEMENT OF CASH FLOWS	11
NOTES TO THE FINANCIAL STATEMENTS	12 - 22

Directors' Report and Annual Report For the year ending 31st January 2022

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 LP, 26-28 Athol Street, Douglas, IM99 1BD.

Objectives of Manx Wildlife Trust

The Company is established with the charitable objective of the advancement of environmental protection and improvement on the Isle of Man by, but not limited to:

- i. The conservation, restoration, recordal and study of places and objects of botanical, zoological, ecological, geological, archaeological, or other scientific interest, or of natural beauty, and the protection of these from injury, ill treatment or destruction;
- ii. The establishment, formation, maintenance and management of wildlife sites, 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 therein;
- iii. The encouragement of the breeding of any species of the wild flora or fauna which are scientifically interesting, beautiful and/or rare;
- iv. The promotion, organisation, carrying on and encouraging of study and research for the advancement of knowledge in the natural sciences, including by making grants and donations for such purposes; and
- v. The carrying on of any other activities which promote wildlife conservation and the natural sciences.

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:

- Protecting wildlife in our 26 MWT Nature Reserves and the other areas of land we help manage.
- Working in partnerships to create an enhanced and expanded network of places for wildlife across the land and waters of the Isle of Man.
- Developing natural solutions to mitigate climate change impact, including peatland restoration, increasing seagrass beds and planting more trees.
- Reducing our own environmental impact, while encouraging others to do the same.
- Connecting people in the Isle of Man strongly to the nature that surrounds them, educating and inspiring them.
- Standing up for wildlife in fishing, farming, planning and land management, basing our advice and actions on sound science.

Directors' Report and Annual Report (continued) For the year ending 31st January 2022

Structure of Manx Wildlife Trust

The Council of Manx Wildlife Trust serves as its governing authority and maintains overall charge of all its operations. 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 MWT. During this year the standing sub-committees were: Finance, Governance & HR, Public Engagement and Biodiversity Impact Committee. Day-to-day management of MWT is vested in the CEO of MWT 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 2022 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 MWT members and the wider IOM population;
- Various fundraising activities;
- Continued operation of its Gift Shop & Visitor Centre in Peel and two Nature Discovery Centres at Ayres and Scarlett;
- 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.
- Continued operation of a Manx Mires restoration and Volunteer Coordination across MWT.

Results for the year

Manx Wildlife Trust made a profit for the year of £63,199 (2021: profit £8,452). No dividend or distribution to members is permitted (2021: £ 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 strategic development plan was revised in May 2020. This document sets out plans for the future growth and targets for all aspects of Manx Wildlife Trust's operation. The new strategy for The Wildlife Trusts Federation was published in 2022 and the MWT strategy will now be reviewed and a detailed delivery plan developed for a launch in 2023.

Auditors

The auditors, Moore Stephens LP, 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 and Annual Report (continued) For the year ending 31st January 2022

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	Appointed on 19 May 2012 - Resigned 30 April 2022
S Cain (Chairman)	Appointed 7 July 2018
P Seaward (Treasurer)	Appointed on 25 January 2016 - Resigned 31 January 2022
S Bolton	Appointed on 19 May 2012 - Resigned 7 October 2021
K Etherton	Appointed on 8 August 2016
A Johnston	Appointed on 13 July 2017 – Resigned 29 March 2021
R Pullin	Appointed on 7 July 2018
A P Crocker	Appointed 29 April 2019 - Resigned 7 October 2021
R Glover	Appointed 29 June 2019
D Allvey	Appointed 29 March 2021
J Amoedo	Appointed 29 March 2021
S Brown	Appointed 29 March 2021 - Resigned 6 December 2021
S Foxtton	Appointed 29 March 2021
S Gray	Appointed 29 March 2021
J Hunter	Appointed 29 March 2021
S Pearce (Secretary)	Appointed 29 March 2021
P Thomas	Appointed 29 March 2021
K Powell-Lewis	Appointed 6 December 2021

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 41 of the Articles of Association.

The Directors are not remunerated for their services and, under Article 40, no person who is employed by Manx Wildlife Trust shall be eligible for election to the Council.

No Directors have been employed by Manx Wildlife Trust.



S Cain
Chairman

Date: 26 July 2022

Postal address for correspondence:

7-8 Market place

Peel

Isle of Man

IM5 1AB

Email address for correspondence:

Enquiries@MWT.im

Statement of Directors' responsibilities For the year ending 31st January 2022

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; and
- 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.
presume that the Company will continue in business.

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 2022 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 2022 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

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the company and considered that the most significant are Isle of Man Companies Acts 1931 to 2004.
- We obtained an understanding of how the company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.

- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

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 LP

Moore Stephens LP
Douglas
Isle of Man

26 July 2022

Statement of Income and Retained Earnings For the year ending 31st January 2022

	Note	Unrestricted Funds £	Restricted Funds £	Total 2021/22 £	2020/21 £
Incoming Resources from generated funds					
Voluntary Income					
Subscriptions		40,798	-	40,798	33,330
Bequests & Legacies		-	-	-	-
Donations		103,391	-	103,391	24,018
Activities for Generating Funds					
Grants & Sponsorship	3	64,506	62,210	126,716	135,729
Consultancy Income		78,509	-	78,509	90,861
Contract Income		86,752	-	86,752	50,314
Investment Income					
Interest Income		31	-	31	158
Incoming Resources from Charitable Activities					
Fundraising		18,579	-	18,579	18,433
Wildlife Limited Dividend	4	29,640	-	29,640	26,580
Other Incoming Resources					
Other Income		20,433	-	20,433	8,732
	15/16	442,639	62,210	504,849	388,155
Resources Expended					
Costs of Generating Donation and Membership Income					
Costs of Generating Consultancy Income		48,576	-	48,576	45,451
		36,977	-	36,977	50,887
Project Expenditure					
Sponsored Projects	6	162,527	33,681	196,208	127,192
Visitor Centres		-	2,424	2,424	-
Charitable Activities					
	7	43,884	-	43,884	41,972
Support & Development					
Salaries		64,902	-	64,902	67,564
Support & Administration		30,060	-	30,060	25,314
Insurance		6,205	-	6,205	4,954
RSNC Subs and memberships		2,924	-	2,924	2,845
Depreciation		6,614	-	6,614	1,803
Non-recoverable Output Vat		2,876	-	2,876	4,441
Vat Penalty		-	-	-	7,280
Contribution from funded projects and core activities		-	-	-	-
	15/16	405,545	36,105	441,650	379,703
Net Profit	5	37,094	26,105	63,199	8,452

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 22 form part of these financial statements.

Statement of Total Recognised Gains and Losses For the year ending 31st January 2022

	2022 £	2021 £
Surplus on revaluation of land	-	372,106
Deficit on revaluation of 7-8 Market Place	-	(216,608)
Profit/(Loss) for the financial year	<u>63,199</u>	<u>8,452</u>
Total recognised gains and losses for the financial year	63,199	163,950
As at 1 st February 2021	2,044,666	1,880,716
As at 31st January 2022	15 <u>2,107,865</u>	<u>2,044,666</u>

The notes on pages 11 to 22 form part of these financial statements.

Statement of Financial Position As at 31st January 2022

		Unrestricted Funds	Restricted Funds	Total 2021/22	Restated Total 2020/21
Note	£	£	£	£	£
Fixed assets					
Heritage Assets	10a	1,442,930	-	1,442,930	1,442,930
Tangible Assets	10	342,377	-	342,377	306,982
Investment	11	2	-	2	2
		1,785,309	-	1,785,309	1,749,914
Debtors					
Amounts falling due in more than one year:					
Wildlife Limited	12	29,640	-	29,640	26,580
Amounts falling due within one year:					
Debtors	12	148,197	-	148,197	133,932
Cash at bank and in hand	13	197,945	129,513	327,458	328,031
		375,782	129,513	505,295	488,543
Current Liabilities					
Amounts falling due within one year	14	53,226	129,513	182,739	193,791
		322,556	-	322,556	294,752
Total assets less current liabilities		2,107,865	-	2,107,865	2,044,666
Total Net Assets		2,107,865	-	2,107,865	2,044,666
The Funds of the Charity:					
Unrestricted Funds	15	1,100,470	-	1,100,470	1,048,880
Revaluation Reserve	15	877,882	-	877,882	877,882
Restricted Funds	16	-	129,513	129,513	117,904
		1,978,352	129,513	2,107,865	2,044,666

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



Director



Director

The notes on pages 11 to 22 form part of these financial statements.

Statement of Cash Flows

For the year ending 31st January 2022

	2022	2021
	£	£
Cash flows from operating activities		
Profit for the financial year	63,199	8,452
Adjustments for:		
Depreciation of tangible fixed assets	6,214	1,803
Equity dividend receivable	(29,640)	(26,580)
(Increase) in debtors	(14,265)	(61,321)
Increase / (Decrease) in creditors	(11,052)	52,638
Net cash flow from operating activities	(48,743)	(25,008)
Investing activities		
Purchase of tangible fixed assets	(41,609)	(1,998)
Purchase of Heritage Assets	-	-
Equity dividends received	26,580	36,874
Net cash flow from investing activities	(15,029)	34,876
Increase / (Decrease) in cash and cash equivalents	(573)	9,868
Cash and cash equivalents at beginning of year	328,031	318,163
Cash and cash equivalents at the end of the year	327,458	328,031

The notes on pages 11 to 22 form part of these financial statements.

Notes to the Financial Statements

For the year ending 31st January 2022

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 excluding Value added tax. 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 ending 31st January 2022

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, excluding value added tax.

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.

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

1. ACCOUNTING POLICIES (continued)

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.

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 ending 31st January 2022

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	2021/2022	2020/21
		£	£
IOM Govt	Covid-19 Grant	-	31,340
RSWT	Salary funding – Engagement	8,638	16,600
Various	Marine Officer	5,000	25,167
Various	Marine Projects	6,434	1,296
Various	Education	15,560	14,000
Various	Reserves	5,855	11,022
IOM Govt	Terrestrial Conservation	8,000	8,000
Various	Ramsey Forest	-	1,784
IOM Govt	Festival of the Sea	2,500	300
Various	Core Projects	2,924	-
IOM Govt	AES & ADS	51,058	-
Manx Lottery Trust	Wildlife Counts	-	3,843
Various	Engagement	3,200	-
Manx Lottery Trust	Manx Mires	2,372	11,017
Manx Lottery Trust	Mildly Wild	1,581	9,852
Manx Lottery Trust	Wild Wellbeing	-	1,508
Manx Lottery Trust	Wildlife Sites	-	-
Manx Lottery Trust	ICT Donation	13,594	-
		126,716	135,729

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

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	2021/22	2020/21
	£	£
Tangible Fixed Assets	-	-
Current Assets		
Inventories	19,517	13,241
Debtors	3,578	-
Cash at bank and in hand	19,457	20,618
Creditors: amounts falling due within one year	(12,910)	(7,277)
Total Assets less Current Liabilities	<u>29,642</u>	<u>26,582</u>
Creditors: amounts falling due in more than one year	(29,640)	(26,580)
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	2021/22	2020/21
	£	£
Turnover	82,530	73,941
Cost of Sales	(41,146)	(36,192)
Gross Profit	41,384	37,749
Administrative costs	(11,744)	(11,169)
Operating Profit	29,640	26,580
Taxation	-	-
Dividend	(29,640)	(26,580)
Retained Profits	<u>-</u>	<u>-</u>

5. NET (EXPENDITURE) / INCOME

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

	2021/22	2020/21
	£	£
Depreciation of tangible fixed assets – owned assets	6,614	1,803
Auditor's remuneration for the audit of the company's annual accounts	1,860	1,860

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

6. PROJECT EXPENDITURE

Project	Unrestricted Funds £	Restricted Funds £	2021/22 £	2020/21 £
Calf Wardens	30,928	-	30,928	36,112
Marine Officer	24,648	5,000	29,648	24,855
Terrestrial Conservation	65,821	-	65,821	32,000
Education	29,706	-	29,706	29,596
Marine Projects	11,423	3,422	14,845	242
Ramsey Project	-	6,829	6,829	1,784
Wildlife Counts	-	-	-	1,095
Wildlife Training	-	2,000	2,000	-
Wildlife Sites	-	220	220	-
Wild Wellbeing	-	5,277	5,277	1,508
Mildly Wild	-	1,581	1,581	-
Manx Mires	-	2,372	2,372	-
Engagement	-	6,638	6,638	-
Other Projects	-	342	342	-
	162,527	33,681	196,208	127,192

7. CHARITABLE ACTIVITIES

Activity	Unrestricted Funds £	Restricted Funds £	2021/22 £	2020/21 £
Nature Reserves Costs	41,440	-	41,440	39,679
Events and Sales	2,444	-	2,444	2,293
	43,884	-	43,884	41,972

8. STAFF COSTS

	2021/22 £	2020/21 £
Wages and salaries	274,018	255,384
Social security costs	22,447	22,044
Pension costs	31,661	5,464
	328,126	282,892

The average number of employees during the year was 6 full-time staff and 8 part-time (2021: 5 full-time and 6 part-time).

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

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.

10. TANGIBLE FIXED ASSETS

	Freehold Property	Motor Vehicles	Other Assets	Total
	£	£	£	£
Cost or valuation				
At 31 January 2021	300,000	-	18,500	318,500
Revaluation	-	-	-	-
Additions	-	22,266	19,343	41,609
At 31 January 2022	300,000	22,266	37,843	360,109
Depreciation				
At 31 January 2021	-	-	11,518	11,518
Charge for the year	-	2,969	3,245	6,214
At 31 January 2022	-	2,969	14,763	17,732
Net Asset Value				
At 31 January 2022	300,000	19,297	23,080	342,377
At 31 January 2021	300,000	300,000	6,982	306,982

The freehold property of Manx Wildlife Trust was revalued by commercial estate agents, Chrystals Commercial, on 24th May 2021 on an open market basis.

10a. HERITAGE ASSETS

	Freehold Conservation Land		
			£
Valuation			
At 31 January 2021			1,442,930
Addition			-
Revaluation			-
At 31 January 2022			1,442,930
Movement in last 4 accounting periods			
	Year	Cost	Commercial Valuation
Land at Aust	2018/19	-	42,455
Crosssags	2018/19	10,000	10,000
		10,000	52,455

The Directors have adopted Financial Reporting Standard 102 section 34 regarding Heritage Assets. The Heritage Assets of Manx Wildlife Trust were revalued by Sarah Christian MRICS of Chrystals Estate Agents on 4 February 2021.

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

11. INVESTMENTS

	Unrestricted Funds	Restricted Funds	2021/22	2020/21
	£	£	£	£
Investment in subsidiary at cost				
2 - £1 ordinary shares in Wildlife Limited	2	-	2	2

12. DEBTORS

	Unrestricted Funds	Restricted Funds	2021/22	2020/21
	£	£	£	£
Amounts falling due after more than one year				
Wildlife Limited	29,640	-	29,640	26,580
	29,640	-	29,640	26,580

	Unrestricted Funds	Restricted Funds	2021/22	2020/21
	£	£	£	£
Amounts falling due within one year				
Trade debtors	132,724	-	132,724	65,932
Prepayments	-	-	-	827
Accrued income	5,280	-	5,280	4,739
Other debtors	4,544	-	4,544	60,664
Intercompany account	5,649	-	5,649	1,770
	148,197	-	148,197	133,932

13. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise the following:

	Unrestricted Funds	Restricted Funds	2021/22	2020/21
	£	£	£	£
Cash at bank and in hand	197,945	129,513	327,458	328,031

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

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 2022, as shown below.

	Unrestricted Funds	Restricted Funds	2021/22	2020/21
	£	£	£	£
Sundry creditors	12,841		12,841	800
Other Creditors	11,048		11,048	-
ITIP, NI & pensions	9,203		9,203	7,001
Wildlife Limited			-	-
Accruals	2,580		2,580	9,140
Vat Liability	17,554		17,554	58,946
Supporter	Project			
Various	AMK Memorial	3,282	3,282	3,132
IOM Government	Water & wetlands	6,826	6,826	11,826
IOM Government	Marine Officer	-	-	-
Various	Ayres platform	849	849	849
Various	Ramsey Forest	11,758	11,758	12,974
Various	Reserves purchase	10,500	10,500	10,500
Adopt A Dolphin	Manx Whale and Dolphin	300	300	120
SPMCE	State of Nature	1,500	1,500	1,500
SPMCE	Wildlife Training	2,703	2,703	4,703
Mark Fitzpatrick	Calf Supporters	-	-	1,020
IOM Government	Plastics	3,171	3,171	3,171
RSWT	Youth Forum	4,860	4,860	4,860
MWT	Biological record searches	1,600	1,600	1,600
Various	Nature reserve fund	4,995	4,995	4,480
Manx Lottery Trust	Wildlife Sites	3,882	3,882	3,882
Manx Lottery Trust	Mildly Wild	-	-	1,581
Manx Lottery Trust	Manx Mires	-	-	2,372
Manx Lottery Trust	Wild Wellbeing	646	646	5,923
RSWT	Marketing staff	-	-	6,638
Various	RF assault course	8,182	8,182	9,795
Callister	Earystane	-	-	220
Wildlife Park	Mussel research	1,000	1,000	2,000
Various	Visitor centres	4,076	4,076	6,500
RSWT	Carbon footprint	-	-	10,000
Sea Changers	Sea Changers	600	600	1,200
Tesco bags of help	Education equipment	-	-	342
Seasearch	Seasearch	2,438	2,438	3,090
Various	Ballachurry pond	1,626	1,626	1,626
Wildlife Park	Manx shearwater project	-	-	2,000
Jeffcote	Office Furniture	488	488	-
Various	Seal Appeal	21,085	21,085	-

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR (continued)

		Unrestricted Funds	Restricted Funds	2021/22	2020/21
		£	£	£	£
Lottery Trust	ICT Equipment		6,406	6,406	-
Various	Anne Kaye Memorial		5,435	5,435	-
IOM Government	Artist in Residence		15,000	15,000	-
Baker	Wellbeing		5,000	5,000	-
Reid	Jim Reid		1,305	1,305	-
		53,226	129,513	182,739	193,791

15. UNRESTRICTED RESERVES

	Restated Balance at 31 Jan 2021	Incoming Resources	Resources Expended	Reallocation of funds	Balance at 31 Jan 2022
	£	£	£	£	£
General fund	1,048,880	442,639	(405,545)	-	1,085,974
Revaluation reserve	877,882	-	-	-	877,882
Funds moved from Restricted				26,105	26,105
Funds moved to Restricted				(11,609)	(11,609)
	1,926,762	442,639	(405,545)	(14,496)	2,001,570

16. RESTRICTED RESERVES

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.

	Restated Balance at 31 Jan 2021	Incoming Resources	Resources Expended	Balance at 31 Jan 2022
	£	£	£	£
Project Funds	117,904	73,819	(62,210)	129,513

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 (2021: £6,900) in rent and utilities in the year ended 31st January 2022. Wildlife Limited repaid a total of £26,850 (2021: £36,874) in outstanding dividend payments to Manx Wildlife Trust during the year. Dividend proposed but not received at the year-end amounted to £29,640 (2021: £26,850).

An intercompany debtor of £5,649 (2021: £1,769 debtor) was outstanding from Wildlife Limited at the year end.

Notes to the Financial Statements (continued)

For the year ending 31st January 2022

18. RESTATED BALANCES

Prior year restricted balances incorrectly grouped in unrestricted, now restated as follows:

	Opening Balance Before reclassification	Opening Balance after reclassification	Difference
£		£	£
Unrestricted Funds	1,116,784	1,048,880	(117,904)
Restricted Funds	-	117,904	117,904