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NOTICES

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Media Trust Ordinance 1989
section 9

Annual Accounts 2020-2021

In accordance with section 9 of the Media Trust Ordinance 1989 the annual accounts for the Trust for the year ended 30 June 2021 having been audited and laid on the table at the Legislative Assembly on 27 May 2022 the profit and loss account, balance sheet, auditor's report and relevant extracts from the notes thereon are published in this *Extraordinary Gazette*.

Dated 22 June 2022

S. D. YOUNG,
Attorney General.

MEDIA TRUST - PROFIT AND LOSS ACCOUNT - YEAR ENDED 30 JUNE 2021

	Note	Media Trust 2021 £	Penguin News 2021 £	FIRS 2021 £	Total 2021 £	Media Trust 2020 £	Penguin News 2020 £	FIRS 2020 £	Total 2020 £
TURNOVER	2	-	185,760	22,982	208,742	-	200,529	30,550	231,079
Distribution costs		-	(2,600)	(17,536)	(20,136)	-	(2,437)	(15,255)	(17,692)
Administrative expenses		(11,389)	(209,924)	(283,400)	(504,713)	(9,940)	(197,529)	(259,006)	(466,475)
(Deficit)/Surplus before other operating income		(11,389)	(26,764)	(277,954)	(316,107)	(9,940)	563	(243,711)	(253,088)
Other operating income	3	534	9	272,015	272,558	-	50	284,512	284,562
(DEFICIT)/SURPLUS FOR THE YEAR	4, 9	(10,855)	(26,755)	(5,939)	(43,549)	(9,940)	613	40,801	31,474

All amounts relate to continuing operations.

The Media Trust has no recognised gains or losses other than the above results.

MEDIA TRUST - BALANCE SHEET - YEAR ENDED 30 JUNE 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible fixed assets	6	8,954	12,410
CURRENT ASSETS			
Debtors	7	30,965	172,733
Cash at bank and in hand		188,278	87,340
		219,243	260,073
CREDITORS			
Amounts falling due within one year	8	(39,407)	(40,144)
NET CURRENT ASSETS		179,836	219,929
NET ASSETS		188,790	232,339
CAPITAL			
Capital account	9	188,790	232,339

Approved by the Board of Trustees on 24.03.2022



Trustees

Independent auditor's report to the Trustees of Media Trust

Opinion

We have audited the financial statements of Media Trust (the "Trust") for the year ended 30 June 2021 which comprise the Profit and Loss Account, the Balance Sheet and notes to the financial statements, including a summary of principal accounting policies. The financial reporting framework that has been applied in their preparation is the Media Trust Ordinance 1989, the Finance and Audit Ordinance 1988 and the accounting policies set out therein.

In our opinion, the financial statements:

- give a true and fair view of the state of the Trust's affairs as at 30 June 2021 and of its deficit for the year then ended; and
- have been prepared in accordance with the requirements of the Media Trust Ordinance 1989, the Finance and Audit Ordinance 1988.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Trust 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

In auditing the financial statements, we have concluded that the trustees' 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 charity'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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

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

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement set out on page 4, 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 directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Independent auditor's report to the Trustees of Media Trust (continued)

In preparing the financial statements, the trustees are responsible for assessing the Trust'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 Trust 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 the 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. Based on our understanding of the charity and its activities, we identified that the principal risks of non-compliance with laws and regulations related to the UK tax legislation, pensions legislation, employment regulation and health and safety regulation, anti-bribery, corruption and fraud, money laundering, non-compliance with implementation of government support schemes relating to COVID-19, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Media Trust Ordinance 1989, the Finance and Audit Ordinance 1988.

We evaluated the trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting manual journal entries to manipulate financial performance, management bias through judgements and assumptions in significant accounting estimates, in particular in relation to use of restricted funds, and significant one-off or unusual transactions.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the trustees and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the group and the parent charity which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the trustees and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

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 the audit report

This report is made solely to the trust's members as a body. Our audit work has been undertaken so that we might state to the trust's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the trust and the trust's members as a body for our audit work, for this report, or for the opinions we have formed.



Mazars LLP
Chartered Accountants and Statutory Auditor
90 Victoria Street, Bristol, BS1 6DP

30 March 2022

MEDIA TRUST – RELEVANT EXTRACTS FROM NOTES

2. TURNOVER

During the year, the Trust engaged in two classes of business in one location, that of newspaper publishers and radio broadcasters in the Falkland Islands. Revenues from these separate sources are shown on the face of the profit and loss account.

3. OTHER OPERATING INCOME

	Media Trust 2021 £	Penguin News 2021 £	FIRS 2021 £	Total 2021 £	Total 2020 £
Bank interest	-	9	15	24	142
Deferred training income	534	-	-	534	-
Grants received	-	-	272,000	272,000	284,420
	<u>534</u>	<u>9</u>	<u>272,015</u>	<u>272,558</u>	<u>284,562</u>

The Media Trust received £272,000 (2020: £284,420) from FIG as a direct subsidy for FIRS. In the year ending June 2010 it received £21,000 from the BBC to assist with training expenses, and this is released to the profit and loss with the balance being deferred to match training expenses as they are incurred.

4. (DEFICIT)/SURPLUS FOR THE YEAR

	Media Trust 2021 £	Penguin News 2021 £	FIRS 2021 £	Total 2021 £	Total 2020 £
The (deficit)/surplus for the year is stated after charging:					
Auditors' remuneration	7,600	-	-	7,600	4,070
Trustees' remuneration	-	-	-	-	-
Wages and salaries	-	114,635	225,563	340,198	314,223
Pension costs and other staff costs	-	10,355	17,110	27,465	24,852
Depreciation	-	1,215	9,625	10,840	9,560

6. TANGIBLE FIXED ASSETS

Cost	At 1 July 2020 £	Additions £	Disposals £	At 30 June 2021 £
	Fixtures and fittings	9,225	-	-
Equipment	46,368	7,384	-	53,752
Motor vehicles	4,610	-	-	4,610
	<u>60,203</u>	<u>7,384</u>	<u>-</u>	<u>67,587</u>
Accumulated depreciation	At 1 July 2020 £	Charge for the year £	Disposals in the year £	At 30 June 2021 £
Fixtures and fittings	8,532	392	-	8,924
Equipment	34,651	10,448	-	45,099
Motor vehicles	4,610	-	-	4,610
	<u>47,793</u>	<u>10,840</u>	<u>-</u>	<u>58,633</u>
Net book value	At 1 July 2020 £			At 30 June 2021 £
Fixtures and fittings	693			301
Equipment	11,717			8,653
Motor vehicles	-			-
	<u>12,410</u>			<u>8,954</u>

7. **DEBTORS**

	2021	2020
	£	£
Amounts due within one year:		
Trade debtors	19,657	21,198
Prepayments and accrued income	11,308	151,535
	<u>30,965</u>	<u>172,733</u>

8. **CREDITORS**

	2021	2020
	£	£
Amounts falling due within one year:		
Trade creditors	2,969	2,158
Prepaid subscriptions and deferred income	23,567	20,175
Accruals and other creditors	12,871	17,811
	<u>39,407</u>	<u>40,144</u>

9. **RESERVES**

The movement on reserves during the year was as follows:

	Capital account £
At 1 July 2020	232,339
Deficit for the year	<u>(43,549)</u>
At 30 June 2021	<u>188,790</u>