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NOTICES

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Media Trust Ordinance 1989 section 9

Annual Accounts for the year ended 30 June 2022

In accordance with section 9(1) and 9(2) of the Media Trust Ordinance 1989 the annual accounts for the Media Trust for the year ended 30 June 2022 have been audited and laid on the table at the Legislative Assembly on 27 April 2023. As required by section 9(3) of the Media Trust Ordinance 1989 the profit and loss account, balance sheet, auditor's report and relevant extracts from the notes thereon are published in this *Extraordinary Gazette*.

To access the full annual accounts (and accounts from earlier periods) for the Media Trust please visit the Public Accounts Committee website:- <https://pac.org.fk/financial-statements/media-trust/>.

Dated 1 July 2023

S. D. YOUNG,
Attorney General.

MEDIA TRUST - PROFIT AND LOSS ACCOUNT - YEAR ENDED 30 JUNE 2022

	Note	Media Trust 2022 £	Penguin News 2022 £	FIRS 2022 £	Total 2022 £	Media Trust 2021 £	Penguin News 2021 £	FIRS 2021 £	Total 2021 £
TURNOVER	2	-	203,816	22,230	226,046	-	185,760	22,982	208,742
Distribution costs		-	(1,408)	(13,672)	(15,080)	-	(2,600)	(17,536)	(20,136)
Administrative expenses		(8,273)	(203,652)	(288,904)	(500,829)	(11,389)	(209,924)	(283,400)	(504,713)
(Deficit)/Surplus before other operating income		(8,273)	(1,244)	(280,346)	(289,863)	(11,389)	(26,764)	(277,954)	(316,107)
Other operating income	3	2,464	8	276,605	279,077	534	9	272,015	272,558
(DEFICIT)/SURPLUS FOR THE YEAR	4, 9	(5,809)	(1,236)	(3,741)	(10,786)	(10,855)	(26,755)	(5,939)	(43,549)

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 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Tangible fixed assets	6	20,735	8,954
CURRENT ASSETS			
Debtors	7	40,501	30,965
Cash at bank and in hand		153,421	188,278
		193,922	219,243
CREDITORS			
Amounts falling due within one year	8	(36,653)	(39,407)
NET CURRENT ASSETS		157,269	179,836
NET ASSETS		178,004	188,790
CAPITAL			
Capital account	9	178,004	188,790

Approved by the Board of Trustees on 03/02/23

Trustees



Daniel Fowler, Chair

MEDIA TRUST - AUDITOR'S REPORT - YEAR ENDED 30 JUNE 2022

Opinion

We have audited the financial statements of Media Trust (the 'trust') for the year ended 30 June 2022 which comprise the Profit and Loss Account, the Balance Sheet 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 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 2022 and of its deficit for the year then ended;
- 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 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the Trustees report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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 trustees 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

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 trust and its industry, we considered that non-compliance with the following laws and regulations might have a material effect on the financial statements: employment regulation, health and safety regulation, anti-money laundering regulation.

To help us identify instances of non-compliance with these laws and regulations, and in identifying and assessing the risks of material misstatement in respect to non-compliance, our procedures included, but were not limited to:

- Inquiring of management and, where appropriate, those charged with governance, as to whether the trust is in compliance with laws and regulations, and discussing their policies and procedures regarding compliance with laws and regulations;
- Inspecting correspondence, if any, with relevant licensing or regulatory authorities;
- Communicating identified laws and regulations to the engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the trust which were contrary to applicable laws and regulations, including fraud.

We also considered those laws and regulations that have a direct effect on the preparation of the financial statements, such as tax legislation, pension legislation, the Media Trust Ordinance 1989, the Finance and Audit Ordinance 1988.

In addition, we evaluated the trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements, including the risk of management override of controls, and determined that the principal risks related to posting manual journal entries to manipulate financial performance, management bias through judgements and assumptions in significant accounting estimates, revenue recognition (which we pinpointed to the cut-off assertion), and significant one-off or unusual transactions.

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

Date:

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 2022 £	Penguin News 2022 £	FIRS 2022 £	Total 2022 £	Total 2021 £
Bank interest	-	8	-	8	24
Deferred training income	2,464	-	-	2,464	534
Profit on fixed asset disposal	-	-	4,605	4,605	-
Grants received	-	-	272,000	272,000	272,000
	<u>2,464</u>	<u>8</u>	<u>276,605</u>	<u>279,077</u>	<u>272,558</u>

The Media Trust received £272,000 (2021: £272,000) 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 2022 £	Penguin News 2022 £	FIRS 2022 £	Total 2022 £	Total 2021 £
The (deficit)/surplus for the year is stated after charging:					
Auditors' remuneration	5,630	-	-	5,630	7,600
Trustees' remuneration	-	-	-	-	-
Wages and salaries	-	115,704	225,082	340,786	340,198
Pension costs and other staff costs	-	10,654	14,863	25,517	27,465
Depreciation	-	1,089	9,487	10,576	10,840
	<u>-</u>	<u>127,447</u>	<u>249,432</u>	<u>377,025</u>	<u>386,103</u>

6. TANGIBLE FIXED ASSETS

Cost	At 1 July 2021 £	Additions £	Disposals £	At 30 June 2022 £
Fixtures and fittings	9,509	-	-	9,509
Equipment	53,493	9,357	-	62,850
Motor vehicles	4,610	13,000	(4,610)	13,000
	<u>67,612</u>	<u>22,357</u>	<u>(4,610)</u>	<u>85,359</u>
Accumulated depreciation	At 1 July 2021 £	Charge for the year £	Disposals in the year £	At 30 June 2022 £
Fixtures and fittings	8,879	354	-	9,233
Equipment	45,169	6,972	-	52,141
Motor vehicles	4,610	3,250	(4,610)	3,250
	<u>58,658</u>	<u>10,576</u>	<u>(4,610)</u>	<u>64,624</u>
Net book value	At 1 July 2021 £			At 30 June 2022 £
Fixtures and fittings	630			276
Equipment	8,324			10,709
Motor vehicles	-			9,750
	<u>8,954</u>			<u>20,735</u>

7. DEBTORS

	2022 £	2021 £
Amounts due within one year:		
Trade debtors	29,019	19,657
Prepayments and accrued income	11,482	11,308
	<u>40,501</u>	<u>30,965</u>

8. CREDITORS

	2022 £	2021 £
Amounts falling due within one year:		
Trade creditors	2,462	2,969
Prepaid subscriptions and deferred income	20,373	23,567
Accruals and other creditors	13,818	12,871
	<u>36,653</u>	<u>39,407</u>

9. RESERVES

The movement on reserves during the year was as follows:

	Capital account £
At 1 July 2021	188,790
Deficit for the year	<u>(10,786)</u>
At 30 June 2022	<u>178,004</u>