

**FALKLAND ISLANDS DEVELOPMENT CORPORATION**

**Report and Financial Statements**

**For the year ended 30 June 2023**

# **FALKLAND ISLANDS DEVELOPMENT CORPORATION**

## **REPORT AND FINANCIAL STATEMENTS 2023**

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# **FALKLAND ISLANDS DEVELOPMENT CORPORATION**

## **BOARD MEMBERS' REPORT**

### **FALKLAND ISLANDS DEVELOPMENT CORPORATION BOARD MEMBERS**

The Falkland Islands Development Corporation Ordinance 2013 provides for the Corporation to have a governing board, known as the Falkland Islands Development Board, consisting of the following persons:

- (a) an appointed Chair;
- (b) an appointed Vice-Chair;
- (c) one appointed member;
- (d) one MLA, nominated by MLAs collectively;
- (e) the Chief Executive; and
- (f) up to 4 co-opted members.

In addition to the above, the Financial Secretary of the Falkland Islands Government (or their representative) and the Managing Director and Financial Controller of the Corporation may attend meetings of the Board and may speak to any matter before the Board, but may not vote.

The Ordinance additionally provides for an employee of the Corporation to be nominated as Secretary.

The following individuals served on the Board from July 2022 and to the date of this report:

Chair	Mr M Poole
Vice-Chair	Vacant
Appointed Member	Miss C Sudder
Nominated MLA	Mr G Short
Chief Executive	Mr A Keeling
Co-opted Members	Mrs S Middleton Mr T Blake Mrs J Pompert-Robertson Ms T Clarke

## FALKLAND ISLANDS DEVELOPMENT CORPORATION

### BOARD MEMBERS' REPORT (CONTINUED)

#### STATEMENT OF BOARD MEMBERS' RESPONSIBILITIES

The Falkland Islands Development Corporation Ordinance 2013 requires the organisation to prepare financial statements for each financial year. In preparing those financial statements, the Falkland Islands Development Corporation board members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume the Corporation will continue in business.

The Falkland Islands Development Corporation board members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Corporation and enable them to ensure that the financial statements comply with the Falkland Islands Development Corporation Ordinance 2013 and the Finance and Audit Ordinance 1988. They are also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Falkland Islands Development Corporation board on *22nd Nov* 2023.

Signed on behalf of the Falkland Islands Development Corporation board



Chair

## **Independent auditor's report to the members of The Falkland Islands Development Corporation**

### **Opinion**

We have audited the financial statements The Falkland Islands Development Corporation (the 'company') for the year ended 30 June 2023 which comprise the General Revenue Account, the Balance Sheet, the Cash Flow Statement 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 Falkland Islands Development Corporation Ordinance 2013 (as amended) and the Finance and Audit Ordinance 1988.

In our opinion, the financial statements:

give a true and fair view of the state of the corporation's affairs as at 30 June 2023 and of its result for the year then ended; and have been prepared in accordance with the Falkland Islands Development Corporation Ordinance 2013 (as amended) and 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 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 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 Board members' 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 company'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 Board members 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 annual report, other than the financial statements and our auditor's report thereon. The Board members 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 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 company and its environment obtained in the course of the audit, we have not identified material misstatements in the Board members' Report.

### **Responsibilities of Board Members**

As explained more fully in the Board Members' Responsibilities Statement set out on page 2, the Board Members 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 Board members 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 Board members 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 Board members either intend to liquidate the company 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 company 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 and 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 company 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 company which were contrary to applicable laws and regulations, including fraud.

We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as tax legislation, pension legislation, the Falkland Islands Development Corporation Ordinance 2013 (as amended) and the Finance and Audit Ordinance 1988.

In addition, we evaluated the Board members' 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, 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 Board members 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](http://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 company's members as a body. 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 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 company and the company's members as a body for our audit work, for this report, or for the opinions we have formed.



Mazars LLP (Dec 7, 2023 13:12 GMT)

**Mazars LLP Chartered Accountants and Statutory Auditor**

90 Victoria Street, Bristol, BS1 6DP

Date Dec 7, 2023

# FALKLAND ISLANDS DEVELOPMENT CORPORATION

## PRINCIPAL ACCOUNTING POLICIES

Year ended 30 June 2023

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Corporation's financial statements:

**(a) Basis of accounting**

The financial statements are prepared under the historical cost accounting convention.

The presentation of the financial statements is in a form considered by the Falkland Islands Development Corporation board members appropriate to the activities of the Corporation and complies with the requirements of the Falkland Islands Development Corporation Ordinance 1983 (as amended) and the Finance and Audit Ordinance 1988.

**(b) Basis of preparation**

The accounts have been prepared on a going concern basis.

**(c) Funding**

The Corporation's mainstream activities during the year were principally funded by subvention from the Falkland Islands Government, repayment of loans advanced in previous periods, rental income, loan interest and other income. This funding financed both capital expenditure, including investments and loans, and the excess of revenue expenditure over income. Previously the subvention, also known as Grant-in-aid, was credited to the general fund, and the excess of expenditure over income was deducted from the general fund. It has been agreed, by the Board, that following the change in corporate structure and funding methodology from FIG, income is now shown on the face of the General Revenue account, rather than as an adjustment through reserves. In certain circumstances, where the Corporation is acting purely in an administrative capacity in the application of funding received, the funding is credited to deferred income and released to the subvention funding to match actual expenditure. If expenditure is in excess of funding received and the Corporation has recourse to recover the excess, then the difference is accounted for as accrued income.

**(d) Fixed assets**

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment. No depreciation is charged in respect of freehold land. Assets under the course of construction are not depreciated until they are brought into use. Depreciation on other categories of fixed assets is calculated to write off the cost of fixed assets by equal annual instalments over their estimated useful lives at the following rates:

Land	Nil
Buildings – freehold	3%
Buildings – leasehold	Over life of lease
Buildings – portacabins	20%
Motor vehicles	25%
Plant & equipment	10-20%
Office furniture & fittings	10-33%
Computer equipment	33%

**(e) Investments and loans**

Investments are stated at cost less any provision for impairment considered necessary by the Falkland Islands Development Corporation board members. Loans are stated after deduction of any provisions for losses considered necessary in cases where it is anticipated that loans will not be recovered in full.

**(f) Stocks**

Stocks are valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price. Adjustments are made for slow moving and obsolete stock.

## FALKLAND ISLANDS DEVELOPMENT CORPORATION

### PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Year ended 30 June 2023

**(g) Research and surveys**

Expenditure on research and surveys is charged to the General Revenue Account in the year which it is incurred.

**(h) Deferred income**

Amounts received in prior periods from the Falkland Islands Government to fund land transfer loans made by the Corporation have been recorded as deferred income and are released to the General Fund as the farm loan repayment income is received or written off by the Corporation.

**(i) Operating leases**

Assets owned by the Corporation for use under operating leases are included in Tangible Fixed Assets – Projects. Income is derived from operating leases recognised in the General Revenue Account as it falls due.

**(j) Loans and interest**

Outstanding amounts in relation to loans are shown within Investment in Projects – Shares and Loans, and are reduced to nil over the period of the loan by the capital element of loan repayment.

Interest earned on loans is credited to the General Revenue Account upon receipt. No account is taken of interest in respect of which a moratorium has been granted.

**(k) Foreign currency**

The financial statements are maintained and reported in Falkland Islands pounds. Transactions denominated in other currencies are converted to Falkland Islands pounds at the foreign exchange rate ruling on the date the transactions take place. Foreign currency bank balances held at the year end are retranslated into Falkland Islands pounds at the exchange rate ruling at the year end. Gains and losses on translation are taken to the General Revenue Account.

**(l) Taxation**

The Corporation is not subject to taxation.

**(m) Pension costs**

The pension cost charge in the financial statements represents contributions paid by the Corporation to defined contribution pension funds during the year.

**(n) Consolidation**

Consolidated financial statements including the results of subsidiaries and associates have not been prepared. There is no requirement to prepare consolidated financial statements under applicable Falkland Islands legislation.



# FALKLAND ISLANDS DEVELOPMENT CORPORATION

## GENERAL REVENUE ACCOUNT

Year ended 30 June 2023

	Note	2023 £	2022 £
<b>INCOME</b>			
Loan and hire purchase interest		158,315	72,426
Bank interest		9,402	998
Rent		61,222	72,747
Subvention funding received		766,971	570,948
Other Income		-	837
		<u>995,910</u>	<u>717,956</u>
<b>EXPENDITURE</b>			
Project costs:			
Rural Development		(17,472)	(10,242)
Industry		(129,629)	(62,725)
Administrative expenses (net)	1	(675,235)	(460,105)
Depreciation of own use assets		(31,233)	(40,882)
		<u>(853,569)</u>	<u>(573,954)</u>
<b>NET OPERATING SURPLUS/(DEFICIT)</b>		<u>142,341</u>	<u>144,002</u>
<b>NET SURPLUS/(DEFICIT)</b>		<u>142,341</u>	<u>144,002</u>

# FALKLAND ISLANDS DEVELOPMENT CORPORATION

## BALANCE SHEET

As at 30 June 2023

	Note	2023 £	2022 £
<b>INVESTMENT PROJECTS</b>			
Shares and loans	2	3,113,880	2,466,174
Tangible fixed assets - projects	3	<u>1,258,874</u>	<u>254,090</u>
		4,372,754	2,720,264
<b>FIXED ASSETS</b>			
Tangible fixed assets - own use	4	408,724	438,055
		<u>4,781,478</u>	<u>3,158,319</u>
<b>CURRENT ASSETS</b>			
Debtors	5	20,642	24,476
Cash at bank and in hand		<u>542,208</u>	<u>1,591,666</u>
		562,850	1,616,142
<b>CURRENT LIABILITIES</b>			
Creditors: Amounts falling due within one year	6	(188,450)	(62,821)
		<u>374,400</u>	<u>1,553,321</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
Deferred income account	8	<u>(537)</u>	<u>(17,509)</u>
		5,155,341	4,694,131
Creditors: Amounts falling due after one year	7	(318,869)	-
		<u>(318,869)</u>	<u>-</u>
<b>NET ASSETS</b>			
		<u>4,836,472</u>	<u>4,694,131</u>
<b>FUNDS</b>			
Deferred income released	8	-	-
Funds reserves brought forward		4,694,131	4,550,129
Surplus/(Deficit) for year		142,341	144,002
<b>FUND RESERVES CARRIED FORWARD</b>			
		<u>4,836,472</u>	<u>4,694,131</u>

Approved by the Falkland Islands Development Corporation board on

Signed on behalf of the Falkland Islands Development Corporation board



Board Member



Board Member

**FALKLAND ISLANDS DEVELOPMENT CORPORATION**  
**CASH FLOW STATEMENT**  
**As at 30 June 2023**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>RECONCILIATION OF NET OPERATING CASH OUTFLOW</b>		
Net operating surplus/(deficit)	142,341	144,002
Depreciation and provisions for diminution in value of tangible fixed assets	46,492	56,196
Increase in debtors	3,834	28,606
Funding re-allocation in year	-	-
(Decrease) in creditors	125,629	1,356
Deferred income released	(16,972)	(8,448)
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>	<u>301,324</u>	<u>221,712</u>
<b>CAPTIAL EXPENDITURE AND FINANCIAL INVESTMENT</b>		
Additions to tangible fixed assets	(1,021,945)	(12,400)
Loans advanced during year	(1,069,729)	(335,326)
Loan and hire purchase capital repayments received	422,023	398,376
<b>NET CASHFLOW FROM CAPITAL EXPENDITURE AND FINANCIAL INVESTMENTS</b>	<u>(1,669,651)</u>	<u>50,650</u>
<b>NET CASH (OUTFLOW)/INFLOW BEFORE FINANCING</b>	<u>(1,368,327)</u>	<u>272,362</u>
<b>FINANCING</b>		
Net capital funding received during year	-	-
Deferred revenue	-	-
FIG Loan income	318,869	-
<b>(DECREASE)/INCREASE IN CASH DURING THE YEAR</b>	<u>(1,049,458)</u>	<u>272,362</u>
Net funds at 1 July 2022	1,591,666	1,319,304
Cash outflow	(1,049,458)	272,362
Net funds at 30 June 2023	<u>542,208</u>	<u>1,591,666</u>

**ANALYSIS OF CASH AS SHOWN IN THE BALANCE SHEET**

	<b>2023</b>	<b>2022</b>	<b>Change in year</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Cash at bank and in hand	<u>542,208</u>	<u>1,591,666</u>	<u>(1,049,458)</u>

# FALKLAND ISLANDS DEVELOPMENT CORPORATION

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 30 June 2023

	2023	2022
	£	£
<b>1. ADMINISTRATIVE EXPENSES (NET)</b>		
Salaries and staff costs	531,301	350,551
Less: allocated to project costs	-	-
	<u>531,301</u>	<u>350,551</u>
<b>Other admin costs</b>		
Travel and subsistence	2,731	459
General expenses	25,206	16,835
Heat, light and power	9,085	7,632
Repairs and maintenance	33,145	26,837
Insurance	16,190	16,190
Telephone, fax and postage	8,051	7,108
Computer and internet support	15,632	7,137
Printing and stationery	1,770	4,282
Audit fees	12,733	11,865
Accountancy and professional fees	13,599	10,545
Bad debt	676	-
Publicity and promotions	5,116	664
	<u>143,934</u>	<u>109,554</u>
<b>TOTAL</b>	<u><u>675,235</u></u>	<u><u>460,105</u></u>

**FALKLAND ISLANDS DEVELOPMENT CORPORATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 30 June 2023**

**2. INVESTMENTS IN PROJECTS**

<b>SHARES AND LOANS</b>	<b>Ordinary shares</b>	<b>Loans</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>At 1 July 2022</b>			
Subsidiary companies	36,300	34,471	70,771
Associated companies	-	-	-
Land Transfer loans	-	-	-
Others	-	2,395,403	2,395,403
	<u>36,300</u>	<u>2,429,874</u>	<u>2,466,174</u>
<b>Net additions/(disposals) in year:</b>			
Subsidiary companies	-	-	-
Associated companies	-	-	-
Land Transfer loans	-	-	-
Others	-	1,069,729	1,069,729
	<u>-</u>	<u>1,069,729</u>	<u>1,069,729</u>
<b>Repayments/transfers in year:</b>			
Subsidiary companies	-	-	-
Associated companies	-	-	-
Land Transfer loans	-	-	-
Others	-	(422,023)	(422,023)
	<u>-</u>	<u>(422,023)</u>	<u>(422,023)</u>
<b>At 30 June 2023</b>			
Subsidiary companies	36,300	34,471	70,771
Associated companies	-	-	-
Land Transfer loans	-	-	-
Others	-	3,043,109	3,043,109
	<u>36,300</u>	<u>3,077,580</u>	<u>3,113,880</u>
<b>Analysis by sector:</b>			
Rural development	-	1,549,079	1,549,079
Industry	36,300	1,382,871	1,419,171
Tourism	-	145,630	145,630
	<u>36,300</u>	<u>3,077,580</u>	<u>3,113,880</u>

## FALKLAND ISLANDS DEVELOPMENT CORPORATION

### NOTES TO THE FINANCIAL STATEMENTS

Year ended 30 June 2023

#### 2. INVESTMENTS IN PROJECTS (CONTINUED)

Investments in ordinary shares	2023	2022
<b>FIDC subsidiaries</b>		
Falkland Islands Meat Company Limited	100%	100%
<b>Other significant FIDC associated companies</b>		
Falkland Farmers Ltd (no voting control)	50%	50%

Consolidated financial statements including the results of the above subsidiaries and associates have not been prepared. There is no requirement to prepare consolidated financial statements under applicable Falkland Islands company law.

#### Repayment profile of loan investments

	2023	2022
	£	£
Loans are recoverable as follows:		
Within 1 year	215,227	377,416
Within 2 to 5 years	881,607	1,527,474
After more than 5 years	1,980,746	524,984
	<u>3,077,580</u>	<u>2,429,874</u>

**FALKLAND ISLANDS DEVELOPMENT CORPORATION  
NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 30 June 2023**

**3. TANGIBLE FIXED ASSETS - PROJECTS**

	<b>Land &amp; buildings £</b>	<b>Furniture fittings £</b>	<b>Projects Under Construction £</b>	<b>Plant &amp; equipment £</b>	<b>Total £</b>
<b>Cost</b>					
At 1 July 2022	542,589	2,513	-	228,313	773,415
Additions	-	-	1,020,045	-	1,020,045
Disposals	-	-	-	-	-
At 30 June 2023	<u>542,589</u>	<u>2,513</u>	<u>1,020,045</u>	<u>228,313</u>	<u>1,793,460</u>
<b>Depreciation</b>					
At 1 July 2022	288,499	2,513	-	228,313	519,325
Charge for year	15,261	-	-	-	15,261
Disposals	-	-	-	-	-
At 30 June 2023	<u>303,760</u>	<u>2,513</u>	<u>-</u>	<u>228,313</u>	<u>534,586</u>
<b>Net book value</b>					
At 30 June 2023	<u>238,829</u>	<u>-</u>	<u>1,020,045</u>	<u>-</u>	<u>1,258,874</u>
At 30 June 2022	<u>254,090</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>254,090</u>
<b>Cost analysis by sector:</b>					
Rural development	351,204	915	-	209,802	561,921
Fisheries	-	1,098	-	-	1,098
Industry	191,385	500	1,020,045	18,511	1,230,441
	<u>542,589</u>	<u>2,513</u>	<u>1,020,045</u>	<u>228,313</u>	<u>1,793,460</u>

Included within plant and equipment is motor vehicles and included within furniture and fittings is computer equipment.

**FALKLAND ISLANDS DEVELOPMENT CORPORATION**  
**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 30 June 2023**

**4 TANGIBLE FIXED ASSETS - OWN USE**

	<b>Land &amp; buildings £</b>	<b>Motor vehicles £</b>	<b>Furniture &amp; fittings £</b>	<b>Total £</b>
<b>Cost</b>				
At 1 July 2022	905,452	48,090	169,583	1,123,125
Additions	-	-	1,900	1,900
Disposals	-	-	-	-
At 30 June 2023	<u>905,452</u>	<u>48,090</u>	<u>171,483</u>	<u>1,125,025</u>
<b>Depreciation</b>				
At 1 July 2022	486,377	43,170	155,523	685,070
Charge for year	19,080	4,920	7,231	31,231
Disposals	-	-	-	-
At 30 June 2023	<u>505,457</u>	<u>48,090</u>	<u>162,754</u>	<u>716,301</u>
<b>Net book value</b>				
At 30 June 2023	<u>399,995</u>	<u>-</u>	<u>8,729</u>	<u>408,724</u>
At 30 June 2022	<u>419,075</u>	<u>4,920</u>	<u>14,060</u>	<u>438,055</u>

Included in own use land and buildings cost is an amount of £170,927 (2022: £170,927) for land which is not depreciated.

<b>5. DEBTORS</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Trade debtors	1,777	10,081
Other debtors	4,918	5,555
Prepayments	13,947	8,840
	<u>20,642</u>	<u>24,476</u>
<b>6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Trade creditors	83,178	10,964
Other creditors	30,288	14,565
Accruals	74,984	37,292
	<u>188,450</u>	<u>62,821</u>
<b>7. CREDITORS: AMOUNTS DUE AFTER MORE THAN ONE YEAR</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Wool Warehouse	<u>318,869</u>	<u>-</u>



**FALKLAND ISLANDS DEVELOPMENT CORPORATION  
NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 30 June 2023**

<b>8. DEFERRED INCOME ACCOUNT</b>	<b>FIG funded Grant specific £</b>	<b>ISP FIG funded Loans £</b>	<b>Total £</b>
Total as at 1st July 2022	17,509	-	17,509
Funding re-allocation in year	-	-	-
Released to the General Revenue Account	(16,972)	-	(16,972)
Total as at 30 June 2023	<u>537</u>	<u>-</u>	<u>537</u>

<b>9. BOARD MEMBER EMOLUMENTS</b>	<b>2023 £</b>	<b>2022 £</b>
Total emoluments (including pension contributions)	<u>2,240</u>	<u>1,565</u>

The Chairman's remuneration was £960 (2022: £960) and the remuneration of the highest paid member, excluding pension contributions was £400 (2022: £400). Pension contributions paid to the highest paid member during the year were £nil (2022: £nil). Under the 2014 Ordinance the Managing Director is no longer a Board Member and his remuneration is therefore no longer included.

**10. PENSION COSTS**

The corporation participates in the Falkland Islands Pension Scheme, which is a defined contribution scheme. Contributions to the scheme during the year in respect of Corporation employees totalled

**11. GUARANTEES**

At 30 June 2023 the Corporation had granted guarantees in relation to its subsidiary's overdraft totalling £1,500,000 (2022: £1,500,000).

**12. TOTAL REVENUE BUDGET APPROVED**

	<b>2023 Budget £</b>	<b>2023 Actual £</b>	<b>2023 Under/(over) budget £</b>
Income	(165,000)	(228,939)	(63,939)
Expenditure:			
Rural Development	45,000	17,472	27,528
Industry	102,276	108,011	(5,735)
Tourism	20,000	21,618	(1,618)
Administrative expenses (net)	636,596	659,974	(23,378)
	<u>638,872</u>	<u>578,136</u>	<u>60,736</u>

The above expenditure and budget for 2023 does not include depreciation

**FALKLAND ISLANDS DEVELOPMENT CORPORATION  
NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 30 June 2023**

**13. RELATED PARTIES**

During the year ended 30 June 2023, the Corporation has undertaken a number of transactions with entities that are defined as a related party, either through direct ownership by the Corporation, or through other directorships of Falkland Islands Development Board (FIDB) members. The total income and expenditure attributable to these entities in the year ended 30 June 2023, as well as the balances due or receivable from the entities at 30 June 2023 is listed below. With the exception of some loan and rental agreements, which were undertaken on an arms-length basis and in the normal course of business, there were no related party transactions, other than those that are disclosed, that were individually material during the year.

	Income		Expend		Debtors		Creditors	
	2023	2022	2023	2022	2023	2022	2023	2022
Atlink	110	-	8242	-	-	-	-	-
FIMCO	2,309	-	-	90	-	-	-	-
FFL	-	-	72	15	-	-	-	-
FIG	768,864	694,631	59,702	22,372	-	-	3,887	1,883
FITB	1,029	942	-	-	-	-	-	-
FLH	2,790	2,790	-	-	-	-	-	-
FiCoC	750	750	7,765	1,580	-	-	-	-
Fortuna	220	415	-	-	-	-	-	-
CFL Ltd	-	-	-	-	-	-	-	-
Kelper Stores	110	-	-	-	110	-	-	-
RBC	-	-	-	-	-	-	-	-
SSL	110	-	5,661	4,241	-	-	-	-
SAAS	110	-	-	-	-	-	-	-
Wool Co	1,380	-	-	-	-	-	-	-
Workboat Services Ltd	-	-	185	-	-	-	-	-
	<b>777,782</b>	<b>699,528</b>	<b>81,627</b>	<b>28,298</b>	<b>110</b>	<b>-</b>	<b>3,887</b>	<b>1,883</b>

  

	Falkland Islands Government	Falkland Islands Tourist Board	Falkland Islands Landholdings Corporation	Falkland Islands Chamber of Commerce	Falkland Farmers Ltd	FIMCO	Sullivan Shipping Services Ltd	Wool Co	Consolidated Fisheries Ltd	Fortuna Ltd	RBC Ltd	SAAS	Stanley Services Ltd	Atlink	Workboat Services	The Fl Fish Co	Falkland Fish Farming	Kelper Stores	Atlantic Catch Ltd
Michael Poole																			
Zachary Franklin																			
S Middleton																			
T Janet Robertson																			
Carl Sudder																			
Tanya Clarke																			
Gavin Short																			
Tim Waggott/Tracey Pnor																			
Andy Keeling																			
Tom Blake																			

**FALKLAND ISLANDS DEVELOPMENT CORPORATION  
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**Year ended 30 June 2023**

**14. RELATED PARTIES (CONTINUED)**

At the year end, Falkland Islands Meat Company Limited owed £34,470 (2022: £34,470) and Falkland Farmers Limited owed £Nil (2022: £Nil) to the Corporation in respect of loans made by the Corporation and included within Investment Projects in the balance sheet.

**15. LOAN COMMITMENTS**

As at 30th June 2023 there were loans approved to the value of £175,050 which are scheduled for payment after the year end.

