

Falklands Landholdings Corporation

Board members' report and financial statements

For the year ended 30 June 2023

FALKLANDS LANDHOLDINGSCORPORATION
(A Company Limited by Guarantee)

CONTENTS

	Page
Board members' Report	1 – 2
Independent Auditors' Report	3 - 5
Profit and Loss Account	6
Balance Sheet	7
Cash Flow Statement	8
Notes to the Financial Statements	9 - 17

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

BOARD MEMBERS' REPORT
FOR THE YEAR ENDED 30 JUNE 2023

The board members present their report and the financial statements for the year ended 30 June 2023.

Board members' responsibilities statement

The Falklands Landholdings Corporation board members are responsible for preparing the Board members' Report and the financial statements in accordance with applicable Falkland Islands law and regulations.

The Falklands Landholdings Corporation Ordinance 2000 (as amended) requires the Falklands Landholdings Corporation board members to prepare financial statements for each financial year. The board members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the corporation and of the profit or loss of the corporation for that period.

In preparing these financial statements, the board members are required to:

- select suitable accounting policies for the corporation's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material 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 the corporation will continue in business.

The Falklands Landholdings Corporation board members are responsible for keeping adequate accounting records that are sufficient to show and explain the corporation's transactions and disclose with reasonable accuracy at any time the financial position of the corporation and to enable them to ensure that the financial statements comply with the Falklands Landholdings Corporation Ordinance 2000 (as amended) 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.

Principal activity

The principal activities of Falklands Landholdings Corporation (FLH) remain the production and export of high-quality greasy wool to buyers around the world plus sale of beef cattle and surplus sheep to Sand Bay abattoir.

The business continues to operate in an efficient and effective manner with strong governance over farming and business operations.

FLH is totally reliant on world export prices for greasy wool with very little influence over prices received.

Wool prices were reasonable during the first part of 2022-23 but the cost of living crisis and other world events affected the markets once again, causing prices to decrease but with an added difficulty being a lack of offers across the remaining wool clip, which is unusual even in a falling market. More wool was sold in late 2023 but at reduced prices, although these lower prices were offset to a degree by the better prices achieved early in the season. 182 bales representing 7% of the season remain unsold at present. Responsible Wool Standards (RWS) scheme wool prices did not match the higher premium seen in the previous period.

The net effect has led to the business moving from a position of profit £194,812 in 2021-22 to a relatively small, yet unwelcome, loss this year (£38,997).

FLH recognises the vulnerability of the business to global greasy wool markets in particular and continues to explore business opportunities to reduce reliance on the sale of greasy wool in the future.

The FLH Board understands the challenges and opportunities that have been faced by staff and management at all of the FLH farms during the last financial year. The Board thanks all staff for their effort and commitment to FLH over this time.

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

BOARD MEMBERS' REPORT
FOR THE YEAR ENDED 30 JUNE 2023

The loss recorded for the year reflects crediting grants and subsidies received totalling £6,000 (2022: £60,895) and charging a revaluation loss of (57,264) (2022: loss £ (82,189)) in respect of livestock assets, due to a slight decrease in sheep volume slightly due to a drying climate and sale of a backlog beef cattle to FIMCo reducing total cattle at FLH (from 875 in 2021 to 531 in 2022 and 462 in 2023). There are discussions in hand with FIMCo to review the number of cattle required each year along with FLH's beef production, finishing and supply programme. The corporation's Balance Sheet at year end is shown on page 7.

Dividends paid

There were no dividends paid in the year under review (2022 - £NIL).

Results

The Profit and Loss Account for the year is set out on page 6.

Board members

The board members who served during the year and up to the date of this report were:

MLA T Barkman (Member of the Legislative Assembly) (Chair)
MLA J Birmingham (Member of the Legislative Assembly)
Mr A Keeling (FIG Chief Executive - Vice Chair)
Mr J Ferguson (General Manager)
Mr K Knight (Member of the RBA)
Mr T Miller (Member of the Public) (reappointed 16th June 2023)
Mr R Lee (Member of the Public)

Disclosure of information to auditors

Each of the persons who are board members at the time when this Board members' Report is approved has confirmed that:

- so far as the board member is aware, there is no relevant audit information of which the corporation's auditors are unaware; and
- the board member has taken all the steps that ought to have been taken as a board member in order to be aware of any relevant audit information and to establish that the corporation's auditors are aware of that information.

Post balance sheet events

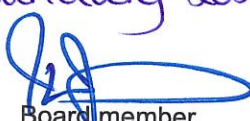
There have been no significant events affecting the corporation since the year end.

Auditors

The auditors, Mazars LLP, will be proposed for reappointment in accordance with the applicable law.

This report was approved by the board on 29 January 2024 and signed on its behalf.


Board member


Board member

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FALKLANDS
LANDHOLDINGS CORPORATION FOR THE YEAR ENDED 30 JUNE 2023

Opinion

We have audited the financial statements of Falklands Landholdings Corporation (the 'corporation') for the year ended 30 June 2023 which comprise the Profit and Loss 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 Falklands Landholdings Corporation Ordinance 2000 (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 requirements of the Falklands Landholdings Corporation Ordinance 2000 (as amended) and the Finance 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 corporation 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 corporation'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 corporation 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 1, 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 corporation'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 corporation 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 corporation 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 corporation 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 corporation which were contrary to applicable laws and regulations, including fraud.

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FALKLANDS
LANDHOLDINGS CORPORATION FOR THE YEAR ENDED 30 JUNE 2023

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, Falklands Landholdings Corporation Ordinance 2000 (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 and completeness assertions) 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. This description forms part of our auditor's report.

Use of the audit report

This report is made solely to the corporation's members as a body. Our audit work has been undertaken so that we might state to the corporation'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 corporation and the corporation's members as a body for our audit work, for this report, or for the opinions we have formed.

Mazars LLP
Mazars LLP (Feb 9, 2024 15:37 GMT)

Mazars LLP Chartered Accountants and Statutory Auditor

90 Victoria Street, Bristol, BS1 6DP

Date Feb 9, 2024

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2023

	2023 £	2022 £
Turnover	2,481,993	2,750,649
Cost of sales	(2,612,325)	(2,518,075)
Gross gain/(loss)	(130,332)	232,574
Administrative expenses	(136,789)	(155,018)
Other operating income	268,598	137,988
Grants and subsidies	6,000	60,895
Operating gain/(loss)	7,477	276,439
Gain/(loss) on revaluation of fixed assets	(57,264)	(82,189)
Gain/(Loss) on ordinary activities before interest	(49,787)	194,250
Interest receivable and similar income	10,790	562
Gain/(Loss) before tax	(38,997)	194,812
Gain/(Loss) after tax	(38,997)	194,812
Retained earnings at the beginning of the year	7,619,174	7,424,362
Gain/(Loss) for the year	(38,997)	194,812
Retained earnings at the end of the year	7,580,177	7,619,174

The notes on pages 9 to 17 form part of these financial statements.

FALKLANDS LANDHOLDINGSCORPORATION
(A Company Limited by Guarantee)

BALANCE SHEET
AS AT 30 JUNE 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	5	4,308,988	4,394,277
Investments	6	100	100
		<u>4,309,088</u>	<u>4,394,377</u>
Current assets			
Stocks	7	1,182,693	283,728
Debtors: amounts falling due within one year	8	164,478	660,686
Cash at bank and in hand		2,018,239	2,433,743
		<u>3,365,410</u>	<u>3,378,157</u>
Creditors: amounts falling due within one year	9	(94,321)	(153,360)
		<u>3,271,089</u>	<u>3,224,797</u>
Net current assets		<u>3,271,089</u>	<u>3,224,797</u>
Total assets less current liabilities		<u>7,580,177</u>	<u>7,619,174</u>
Net assets		<u>7,580,177</u>	<u>7,619,174</u>
Capital and reserves			
Profit and loss account		7,580,177	7,619,174
Funds		<u>7,580,177</u>	<u>7,619,174</u>

All amounts relate to continuing operations.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on


Board member

The notes on pages 9 to 17 form part of these financial statements

FALKLANDS LANDHOLDINGSCORPORATION
(A Company Limited by Guarantee)

CASH FLOW STATEMENT
AS AT 30 JUNE 2023

	2023	2022
	£	£
Net cash flow from operating activities	(89,718)	178,671
Return on investments and servicing of finance	10,790	562
Capital expenditure and financial investment	(336,576)	(86,212)
Increase/(decrease) in cash in the year	<u>(415,504)</u>	<u>93,021</u>

RECONCILIATION OF NET CASH FLOW TO THE MOVEMENT IN NET FUNDS/DEBT
For the year ended 30 June 2023

Increase/(decrease) in cash in the year	(415,504)	93,021
Net funds at 1 July 2022	2,433,743	2,340,722
Net funds at 30 June 2023	<u>2,018,239</u>	<u>2,433,743</u>

The notes on pages 9 to 17 form part of these financial statements

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

1. Accounting policies

1.1 Accounting Convention

The Financial Statements have been prepared under the historical cost convention.

1.2 Basis of preparation

The board members have prepared the financial statements on a going concern basis. The board members consider this to be appropriate as they have received assurances from the company's loan creditors to the effect that the loan creditors will continue to make funds available to the company for the foreseeable future and will continue to meet the company's obligations to the other creditors as and when they fall due.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical 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 charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on the following bases.

Freehold Buildings	- 4% straight line
Plant & Equipment	- 20% straight line
Motor vehicles	- 25% straight line
Office equipment and fixtures	- 20% straight line
Fencing	- 5% straight line

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.

Land is recorded at historic cost. Buildings and fencing have been recorded at depreciated historic cost. No further consideration of potential impairment in recoverable amount or value in use of land, buildings and fencing has been incorporated in these financial statements, as the board members consider that attempting to make a reliable assessment would be impractical.

1.5 Livestock

Investments are stated at market value. Market value is the closing mid-market price on the last day of trading before the Balance Sheet date. Where market values are not available Investments are stated at the lower of cost and the board members' valuation. Where a valuation is undertaken consideration is given to the most recent information available. Realisable value in the short term could differ materially from the amount which these investments are included in the accounts.

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

1. Accounting policies (continued)

1.6 Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Government grants and subsidies

Government grants relating to tangible fixed assets are treated as deferred income and released to the Profit and Loss Account over the expected useful lives of the assets concerned. Other grants are credited to the Profit and Loss Account as the related expenditure is incurred.

2. Operating gain/(loss)

The operating loss is stated after charging:

	2023 £	2022 £
Depreciation of tangible fixed assets:		
- owned by the company	364,600	488,568
Auditors' remuneration	9,450	10,925
Board members expenses	137,756	86,600
Other wages and salaries	750,394	831,489
	<u>750,394</u>	<u>831,489</u>
And after crediting the following grants and subsidies:		
Grants received in respect of Camp School	6,000	6,000
Subsidy in respect of animals sold to FIMCO	0	54,859
	<u>6,000</u>	<u>54,859</u>

3. Employees

The average monthly number of employees, including the board members, during the year was as follows:

	2023 No.	2022 No.
Farm Workers	38	38
Administration	2	2
	<u>40</u>	<u>40</u>

Staff costs, including board members' remuneration, were as follows:

	2023 £	2022 £
Wages and salaries	790,856	821,694
Other pension costs	97,294	96,395
	<u>888,150</u>	<u>918,089</u>

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

4. Board members' remuneration

During the year retirement benefits were accruing to 1 board member (2022 - 1) in respect of defined contribution pension schemes.

5. Tangible fixed assets

Cost or valuation	At 1 July 2022	Additions/ Transfers	Revaluation	Disposals	At 30 June 2023
	£	£	£	£	£
Land & Buildings	3,673,479	125,049	-	-	3,798,528
Plant & Equipment	1,796,753	67,899	-	(49,203)	1,815,449
Motor Vehicles	1,147,107	72,901	-	(1,000)	1,219,008
Office Equipment	138,625	16,313	-	-	154,938
Fencing	1,181,459	-	-	-	1,181,459
Livestock	902,475	-	(57,264)	-	845,211
Goose Green Development	150,234	-	-	-	150,234
Assets under construction	-	74,093	-	-	74,093
	<u>8,990,133</u>	<u>356,255</u>	<u>(57,264)</u>	<u>(50,203)</u>	<u>9,238,920</u>

Depreciation

	At 1 July 2022	Charge for year	Disposals	At 30 June 2023
	£	£	£	£
Land & Buildings	1,067,668	92,415	-	1,160,083
Plant & Equipment	1,516,235	151,056	-29,523	1,637,768
Motor Vehicles	1,064,528	71,246	-1,001	1,134,773
Office Equipment	114,534	16,452	-	130,986
Fencing	682,657	33,431	-	716,088
Livestock	-	-	-	0
Goose Green Development	150,234	-	-	150,234
	<u>4,595,856</u>	<u>364,600</u>	<u>(30,524)</u>	<u>4,929,932</u>

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

Net Book Value

	30.06.23	30.06.22
	£	£
Land & Buildings	2,638,445	2,605,811
Plant & Equipment	177,681	280,518
Motor Vehicles	84,235	82,579
Office Equipment	23,952	24,091
Fencing	465,371	498,802
Livestock	845,211	902,476
Goose Green Development	-	-
Assets under construction	74,093	-
	<u>4,308,988</u>	<u>4,394,277</u>

The net book value of the freehold land and buildings was split as follows:

	2023	2022
	£	£
Land	752,283	752,283
Buildings	1,886,162	1,853,528
	<u>2,638,445</u>	<u>2,605,811</u>

Upon the dissolution of the former Falkland Landholdings Limited company, all fixed assets were transferred to the Falkland Landholdings Corporation. Opening fixed asset costs upon incorporation on 1 February 2001 were assigned as the book values of the fixed assets on the Falkland Landholdings Limited as at the date of the dissolution of that company, 31 January 2001.

The analysis of livestock numbers at 30 June 2023 and 30 June 2022, and the comparative valuations at each respective balance sheet date, are as follows:

	Number	Valuation	Number	Valuation
	2023	2023	2022	2022
		£		£
Sheep	129,917	822,111	137,396	875,926
Cattle	462	23,100	531	26,550
	<u>130,379</u>	<u>845,211</u>	<u>137,927</u>	<u>902,476</u>

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

6. Fixed asset investments

	Investments in subsidiary companies £	Total £
Cost or valuation		
At 1 July 2022	100	100
At 30 June 2023	<u>100</u>	<u>100</u>

Subsidiary Undertakings

The shares are in respect of Falkland Farmers Limited which is incorporated in the Falkland Islands and this investment represents a 0.1% share of the ordinary share capital of the company. The board members estimate that the market value of this investment is not less than its original cost.

7. Stocks

	2023 £	2022 £
Wool	938,757	24,900
Farm Materials	235,061	249,076
Farm Stores	8,875	9,752
	<u>1,182,693</u>	<u>283,728</u>

8. Debtors

	2023 £	2022 £
Trade debtors	118,868	627,273
Prepayments and accrued income	45,610	33,414
	<u>164,478</u>	<u>660,687</u>

FALKLANDS LANDHOLDINGSCORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

9. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Trade creditors	63,746	71,614
Other creditors	10,440	1,072
Accruals & deferred income	20,135	80,674
	<u>94,321</u>	<u>153,360</u>

10. Reconciliation of movement in members' funds

	2023	2022
	£	£
Opening members funds	7,619,174	7,424,362
Gain/(Loss) for the financial year	(38,997)	194,812
	<u>7,580,177</u>	<u>7,619,174</u>

11. Net cash flow from operating activities

	2023	2022
	£	£
Operating (loss)	7,477	276,439
Depreciation of tangible fixed assets	364,600	489,024
Decrease/(increase) in stocks	(898,965)	(100,487)
Decrease/(increase) in debtors	496,209	(556,610)
Increase/(decrease) in creditors	(59,039)	70,305
Net cash inflow/(outflow) from operating activities	<u>(89,718)</u>	<u>178,671</u>

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

12. Analysis of cash flows for headings netted in cash flow statement

	2023	2022
	£	£
Returns on investments and servicing of finance		
Interest received	10,790	562
	<u>10,790</u>	<u>562</u>
	2023	2022
	£	£
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(282,162)	(100,059)
Sale of tangible fixed assets	19,679	13,847
Purchase of assets under construction	(74,093)	-
	<u>(336,576)</u>	<u>(86,212)</u>
Net cash (outflow) from capital expenditure	<u>(336,576)</u>	<u>(86,212)</u>

13. Analysis of changes in net funds

	1 July 2022	Cash flow	30 June 2023
	£	£	£
Cash at bank and in hand	2,433,743	(415,504)	2,018,239
	<u>2,433,743</u>	<u>(415,504)</u>	<u>2,018,239</u>

14. Pension Scheme Arrangements

During 2001, the Falklands Landholdings Pension Scheme was incorporated into the Falkland Islands Government (Old Scheme) Pension Fund and the net assets of the scheme were transferred, with that scheme assuming the majority of the liabilities for current, deferred and future pensions.

Copies of the financial statements of the Falkland Islands Government (Old Scheme) Pension Fund are available from the Treasury, Falkland Islands Government, Stanley.

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

15. Related party transactions

During the year ended 30 June 2023, the Corporation has undertaken a number of transactions with entities which are defined as a related party. The total income and expenditure attributable to those entities in the year ended 30 June 2023, as well as the balance due or recoverable from the entities at 30 June 2023 is listed below, along with the comparison figures for the year ended 30 June 2022.

	Income 2023 £	Income 2022 £	Expend 2023 £	Expend 2022 £	Debtors 2023 £	Debtors 2022 £	Creditors 2023 £	Creditors 2022 £
Falkland Islands Government - Grants and subsidies	6,000	60,895	-	-	-	2,000	-	-
Falkland Islands Government	8,309	14,727	33,572	47,962	149	-	495	179
Falkland Islands Meat Company	423,217	494,990	4,618	2,620	-	34,382	172	1,747
Falkland Islands Wool company	1,918,482	2,150,462	1,371	2,110	1,041,731	600,942	1,850	2,110
Rural Buisness Association	-	-	417	302	-	-	30	-
South American Atlantic Services Limited	-	-	19,662	623	-	-	-	-
Stanley Growers Ltd	-	-	177	-	-	-	-	-
Stanley Nurseries and Garden Centre	-	-	1,647	440	-	-	-	-
	<u>2,356,008</u>	<u>2,721,074</u>	<u>61,464</u>	<u>54,057</u>	<u>1,041,880</u>	<u>637,324</u>	<u>2,547</u>	<u>4,036</u>

These entities are connected to Falklands Landholdings Corporation through the following relationships with the Board Members

FALKLANDS LANDHOLDINGS CORPORATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

15. Related party transactions (continued)

	Teslyn Barkman	John Birmingham	Andrew Keeling	John Ferguson	Keith Knight	Tim Miller	Rodney Lee
FIG	x		x				
FIMCO	x	x		x			x
Falkland Islands Wool Company							
Rural Business Association				x	x		x
SAAS					x		
Stanley Growers Ltd						x	
Stanley Nurseries & Gdn Centre	x	x	x				

