

Annual Report and Financial Statements

For the year ended 31 December 2023

Orangutan Foundation

Company Number: 4624177

Charity number: 1095660

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Orangutan Foundation

Reference and Administrative Details

Trustees:	Sir Richard Gozney Ashley Leiman OBE (Chair) Ian Redmond OBE Dr Jack Rieley Richard Robinow Guy Sanders (Treasurer)
Key Management Personnel:	John Robertson (Director of Indonesian Programmes)
Principal address & Registered Office:	7 Kent Terrace London NW1 4RP
Registered company number:	4624177
Registered Charity number:	1095660
Independent auditor:	Blue Spire Ltd Cawley Priory South Pallant Chichester PO19 1SY
Bankers:	Lloyds Bank Plc 185 Baker Street London NW1 6XB

Orangutan Foundation

Trustees' Report

The Trustees present their Annual Report and Accounts for the year ended 31 December 2023.

Objects and Activities

The objects of the Orangutan Foundation are:

- to promote for the public benefit, the preservation of non-human primates in their natural habitat, to promote their long-term welfare in all parts of the world and to protect them from extinction;
- to advance education for the public benefit in the study, preservation, and protection from extinction of non-human primates;

Public Benefit

All Trustees give their time voluntarily and receive no benefit with the exception of fair rent as set out in Note 5.

Details of the work undertaken by the Orangutan Foundation in 2023, as set out in this report, satisfies the public benefit requirements for Charities engaged in animal welfare, promoting the environment and the advancement of education. The Charity's Trustees have thus complied with the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charities Commission.

Structure, Governance and Management

Orangutan Foundation is a charity established as a Company Limited by Guarantee (No 4624177). The company is registered with the Charity Commissioners (No 1095660) and is governed by a Memorandum and Articles of Association, which were incorporated in December 2002. The Foundation provides funds to fulfil its objectives, to its Indonesia Country Office, which is registered as a foreign non-governmental organisation (NGO).

Originally, the Orangutan Foundation ("the Foundation") was established as a Charity under a trust deed approved by the Charity Commission (No 1095660-1) in 1994. The objects of the original Charity were to promote the preservation of wild orangutans and to advance education to preserve and protect the species from extinction. As the Foundation evolved, it became necessary to widen its activities. A uniting direction was given by the Charity Commissioners in October 2003 'linking' the two Charities together. This means that whilst both Charities remain separate legal entities, there is no requirement for separate financial statements or annual returns.

The governance of the Charity is vested in a Board of Trustees, which meets on at least two occasions each year. The Board will continue to endeavour to widen its skills base and recruit trustees with relevant experience. New trustees receive induction training and are briefed on developments in charity law and financial matters, as appropriate. Details of the trustees, all of whom served for the whole period, are shown on page 2 of this report.

Day-to-day management of the Charity's affairs is the responsibility of the Director, who is also a Trustee, assisted by a small number of employed staff.

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Risk management

The Trustees have a risk management strategy which comprises:

- an annual review of the risks the Charity may face;
- the establishment of systems and procedures to mitigate those risks identified; and
- the implementation of procedures designed to minimise any potential impact on the Charity should those risks materialise.

The Trustees are satisfied that major risks to which the Charity is exposed have been discussed and systems have been put in place to mitigate those risks. The principal risks identified by the Trustees are as follows:

- Challenges raising funds to enable continued support of field operations, due to the current financial climate.
- Loss or incapacitation of key staff
- Depreciation of sterling, especially relative to the US dollar, as a result of global economic factors, increasing operating costs of the Country Office in Indonesia.
- Regulatory changes in Indonesia affecting the continued ability of the Foundation to continue to operate as it does currently.

2023 Activities and Achievements

The Orangutan Foundation offers its appreciation to all grant giving bodies, donors and supporters without whom we would not be able to support this essential conservation work in Indonesian Borneo, which is carried out by the Foundation's Indonesia Country Office.

The Indonesia Country Office activities

Notable achievements of the Foundation's Indonesia Country Office during the year include:

Lamandau Wildlife Reserve, Central Kalimantan, Indonesian Borneo.

The reserve and adjoining buffer zone forests cover over 200,000 acres (80,937 hectares) and was established as a release site for orangutans. The Foundation collaborates with the government's conservation agency BKSDA in protecting the reserve and its orangutan population.

Habitat protection

- The integrity and biodiversity of the reserve is threatened by illegal logging, encroachment, fires, and hunting. To address these threats, habitat protection efforts focused on the operation of nine guard posts located at strategic points around the reserve to monitor access, prevent transportation of illegally felled timber, and act as a field base for monitoring patrols. 16 locally recruited forest rangers carried out 212 routine forest monitoring patrols during the year, covering 2,500 km, with the routes and results mapped using GPS with SMART Patrol software.
- During routine monitoring patrols, 2 incidents of illegal logging were detected and reported to BKSDA. These reports were followed up with two joint patrols conducted

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together with BKSDA Forestry Police, resulting in the cessation, mapping, and disruption of each illegal logging incident, including a major outbreak that had been detected in a remote southern part of the reserve not covered by the patrol network.

- The patrol staff also played a crucial role in the early detection and extinguishing of bush fires. The number of bush fires detected in 2023 was at its lowest for many years. Six ground verification checks were made in response to hotspot data detected from satellite imagery. Whilst staff only had to extinguish one bush fire during the year.
- All the guard posts have been equipped with firefighting equipment, including portable water pumps, hoses, and jet shooters. As part of the fire prevention activities, additional communication equipment was provided (8 radio HTs for field use when detecting and extinguishing fires, and 2 radio repeater base stations); one socialisation visit to local communities was carried out together with related local agencies; six additional fire warning notices erected at vulnerable locations; whilst a fire response command post was established together with BKSDA on the western side of the reserve with staff on stand-by duty during the peak dry season; and one in-house fire-fighting training conducted for OF-UK and BKSDA staff.
- In addition to ground monitoring, aerial monitoring was conducted using a drone and Geographic Information System (GIS) analysis of satellite imagery. GIS analyses were used to plot the locations of illegal activities and outbreaks of wildfires using input data from SMART Patrols, to assist with conservation management planning and collaboration with the conservation agency BKSDA.

Orangutan rescues and post-release monitoring

- Five orangutan release camps were operated as part of the post-release monitoring programme. Foundation staff monitored the presence of 55 orangutans regularly during the year in the forest around the camps, comprising 31 reintroduced orangutans, 14 wild orangutans and three graduates of the soft-release process living independently, as well as a further seven undergoing soft-release.
- Three orangutans whose pregnancies were monitored gave birth during 2023. There have now been more than 100 orangutan births monitored under the reintroduction programme up to end of 2023. Through the combined efforts of releases, protection, and monitoring, the Orangutan Foundation has helped to establish and maintain a self-sustaining viable population.
- The health of all released orangutans still under observation is monitored by camp staff, whilst weekly and on-call health checks are made by the Foundation's two veterinary doctors, especially for the infants in soft-release.
- Eleven orangutans were rescued and translocated into the reserve together with BKSDA during the year, with another just translocated. Whilst a sun bear and four individuals of other primate species were also released.

Habitat restoration

- Four nurseries were maintained to support the habitat restoration programme, where wild seedlings from five species that had been collected by local villagers were maintained and nurtured for 6-9 months before planting out.
- To restore degraded habitat and increase the carrying capacity of the Reserve, 55,500 wild seedlings were planted out at the beginning of the rainy season at four locations covering 40 ha of degraded land and 62.9 ha under natural succession with enrichment planting.

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The total degraded area restored now covers 427 acres (173 hectares), with 247,358 seedlings planted out since 2015. To maximise their survival, maintenance work is carried out on each seedling at intervals of about 3, 12, and 24 months since planting out. The total area maintained in 2023 was 96 ha (including seedlings planting out in previous two years). The collection of wild seedlings, planting out, and after-planting maintenance was carried out together with 31 planters from local communities.

Tanjung Puting National Park, Central Kalimantan, Indonesian Borneo

The Foundation collaborates with the park management BTNTP to protect the park and conduct research to support conservation management planning and promotion.

Habitat protection

- The Foundation operated two guard posts on the western side of the park, which are strategically located to control the main river access points into the core zone, and from which both weekly river and land forest monitoring patrols were carried out together with BTNTP staff. The weekly patrols use SMART Patrol software with handheld GPS units, with the data being processed in the GIS and shared with BTNTP. A total of 107 monitoring patrols were conducted with BTNTP during 2023, covering 1,482 km. All incidents of illegal activities are reported to BTNTP Head of Resort.
- An additional 10 joint monitoring patrols were conducted with BTNTP staff in the northern sector of the park that is subject to ongoing threats.
- The guard post staff also helped BTNTP staff to monitor the park for any outbreaks of fire; whilst one set of firefighting equipment (water pumps, nozzles, and 2 x 100 m hoses) was provided to each of the two guard posts, and fire awareness warning notices erected (2 notice boards, 15 banners) at vulnerable locations.

Research and education

- The Foundation continued to operate an international Tropical Forest Research Station at Pondok Ambung in the northern sector of the park.
- The camera-trapping programme continued, with 11 camera traps in operation around the Pondok Ambung area, recording 393 animals from 19 species in 2023. Overall, thirty-seven rare species have been recorded, comprising 2 species of reptiles, 9 bird species, and 26 species of mammals, including the endangered Bornean Clouded Leopard, Sun Bear, porcupine, six species of primates, three species of deer, two species of small wild cats, three species of pheasant and monitor lizards.
- 61 night-time surveys of Bornean Tarsier and Slow Loris (nocturnal primates) were conducted, as well as 2 x 4 nights of *Tomistoma* (crocodilian) surveys along a ± 7 km stretch of river (cumulative length of 40.8 km surveyed); whilst two sets of 5-day dawn and dusk surveys of Proboscis Monkeys were carried out at six-monthly intervals, each survey covering an area of 41.43 km² of riverine habitat.
- Growth development of 137 trees from 50 species in 20 sample plots within two permanent vegetation plots was measured twice (every six months), whilst a survey of the phenology of 49 tree species along a 4-ha strip was carried out every month, with 91-202 individuals from 18-30 species flowering or fruiting.
- The Information Centre in the park operated by the Foundation with a local guide, received 2,781 visitors from 58 different countries during the year.

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Forests outside conservation areas, western Central Kalimantan, Indonesian Borneo

This is a joint initiative with Yayasan (the Foundation's local partner NGO), to conserve populations of the critically endangered Bornean Orangutan and other wildlife that survive in forests outside conservation areas, where the majority of orangutans and their habitats are found.

Highlights of our work in this area include:

- Collaborating with industrial concessionaires responsible for managing forest lands outside conservation areas in five districts of western Central Kalimantan, which together cover over one million hectares (2.5 million acres) of mainly state forest land. This work – implemented in collaboration with BKSDA and concessionaires – focused on conducting surveys in high biodiversity forests to determine the status of orangutan populations within each management concession and the conservation actions required.
- During 2023, surveys were conducted in five locations along strip transects covering 230,574 ha (569,760 acres) of remaining forest cover within 387,702 ha (958,032 acres) concession areas, yielding an estimated 2,254 orangutans (> 9,000 individuals overall since beginning these surveys). All results are provided to BKSDA and contribute to the province-wide inventory being compiled by the Ministry of Environment and Forestry.
- Forest monitoring patrols in the buffer zone forests around the Lamandau WR, under the responsibility of two districts' FMUs, were conducted to protect these forests from illegal logging, encroachment, and outbreaks of wildfires.
- A 2-day training programme in wildlife and habitat survey techniques, data analysis, and reporting, was held for 20 staff from participating concession holders and related Forestry agencies (BKSDA, BTNTP, FMs). Whilst two in-house training programmes were held for BTNTP staff in GIS use and in spatial monitoring and reporting tools (SMART).

Education, research, and co-ordination

- Ten conservation education events were organised with guest speakers, hosted by the Country Office. These were held to celebrate annual nature days, including Primate Day, Earth Day, Biodiversity Day, International Orangutan Day and National Tree Planting Day.
- The field teams provide regular video clips, photographic documentation and news updates that are used on the Foundation's social media platforms both in Indonesia and the UK.
- Five research grants of £500 each were awarded to Indonesian students to conduct fieldwork in tropical ecology. This long-term programme aims to support the development of future conservation leaders and practitioners.
- Regular meetings for presenting work plans and co-ordinating activities were held with officials from the Ministry of Environment & Forestry, local government agencies, NGOs, and other stakeholders.

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UK office activities

- Big Green Match Fund raised over £13,500 towards Habitat Protection and Habitat Restoration.
- Sponsor an Acre campaign helped to protect 9,246 acres of rainforest.
- Finance Manager, Coreen Reilly was delighted to attend both the Ealing Animals Fair and the Piccadilly Animals Fair.
- In July, Orangutan Foundation were honoured to be chosen as the Faltrego "Earth Year" Charity partner. Faltrego generously offered Orangutan Foundation pro bono access to their creative, strategic and production skills to create a campaign film which will be ready for release in 2024.
- Founder and Director, Ashley Leiman, undertook two trips to Indonesia to visit programmes and support staff in the field.
- The Big Give Christmas Challenge raised over £25,500 to help empower communities to make the transition towards sustainable livelihoods by helping establish community income generation programmes such as agroforestry and small scale fish farming.
- We have continued to increase our audience across all social platforms by posting more video content to reach new viewers. Instagram remains our largest online supporter base and has become a great platform for sharing short-form video content sent from the field. Twitter also continues to grow and is a great platform for audiences to share content. To increase LinkedIn following and engagement we have focused on key achievements and events that resonate with the LinkedIn audience which has proved to be successful. Our average reach on Facebook has increased four-fold compared to 2022 and is the platform with the highest engagement. Additionally, our YouTube following is on the rise as we post more short-form content and educational videos. Over the next year, we will be collecting analytic data monthly to continue to adapt and improve our social reach and engagement across all platforms and increase the number of educational infographic posts.

Staff and volunteers

- Communication and Operations Officer position was vacated by Stephanie Nolan in July 2024 and recruitment to fill the position is currently underway.
- Coreen Reilly continues in the position of Finance Manager.

The Foundation achieved all its main aims for 2023 except the construction of a new guard post which is scheduled to be completed in 2024.

Aims for 2024

We have set ourselves the following challenges for 2024:

- Initiate a multi-stakeholder resolution of encroachment in the Lamandau Wildlife Reserve through community dialogue and awareness raising, supporting sustainable community

development, a management plan for a special use zone, and community participation in habitat restoration.

- Increase collaboration with government conservation agencies to increase the protection of orangutans and their habitats in the Lamandau Wildlife Reserve and Tanjung Puting National Park through forest monitoring by joint ground patrol teams.
- Support the protection of orangutans and their habitats through the operation of eleven guard posts, five post-release monitoring camps, a research station, and a visitor information centre, as well as by remote sensing of forest habitats using drones and GIS technology.
- Increase protection of the Lamandau Wildlife Reserve through establishing a new guard post and forest monitoring patrols in the southern sector.
- Continue the Forest Restoration Programme in the Lamandau Wildlife Reserve through nurturing and then planting out 36,000 wild seedlings to restore 30 ha of degraded orangutan habitat at three locations; carrying out maintenance work on 72,000 saplings planted out in 60 ha over the previous two years; and facilitating natural regeneration in two blocks covering 29.8 ha through both maintenance of previously planted saplings and enrichment planting with 7,500 seedlings.
- Monitor overall changes in forest cover of the Lamandau Wildlife Reserve through GIS analysis of satellite imagery, supplemented with aerial photography by drones.
- Collaborate with industrial concessionaires, Yayasan and BKSDA to support orangutan conservation efforts in forests outside conservation areas, covering more than 1 million hectares of prime orangutan habitats, based on surveys in each concession.
- Engage with industrial plantation holders and government agencies to prevent and mitigate human-wildlife conflicts within and around their concessions.
- Continue a study of Tarsier and Slow Loris (rare nocturnal primates) at Pondok Ambung Tropical Forest Research Station, and surveys of Proboscis monkeys and False Gharial along the Sekonyer River, as well as monitoring rare terrestrial species by remote camera traps.
- Facilitate Indonesian research students to conduct ecological field research based at Pondok Ambung Research Station and the Lamandau Wildlife Reserve.
- Support local capacity building through training programmes awareness raising events.
- Continue a fundraising drive to boost membership and donations.
- Continue to raise awareness of the Foundation's work through social media outreach.
- Increase educational awareness around conservation in the UK by giving presentations and providing materials to schools.

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Financial Review for the year ended 31 December 2023

The Statement of Financial Activities is set out on page 15 of the financial statements. A summary of the financial results is set out below.

Income

Total income for 2023 amounted to £806k (2022: 1,514k). Income from donations and legacies, including membership subscriptions, amounted to £716 k (2022: £1,454k). Income from charitable activities amounted to £57k (2022: £59k). Income from interest was £33k (2022: £1k)

Expenditure

Expenditure totalled £709k (2022: £553k). The cost of raising funds related to expenditure on fundraising and publicity and amounted to £44k (2022: £40k). Expenditure on supporting activities in the field amounted to £581k (2022: £460k). Education costs were £3k (2022: £4k). Governance and support costs were £81k (2022: £48k).

The net result for the year was an increase in funds of £97k (2022: £962k).

Designated Funds

Since 2019, the Foundation has been beneficiary to several significant legacies that have helped to create a favourable financial position. As such, the Board of Trustees have decided to designate funds to ensure the sustainability of our work in Indonesia.

In May 2021, the Foundation signed a 3-year Memorandum of Understanding (MoU) with the Ministry of Environment and Forestry (MOEF) in Indonesia setting out work plans on how the Foundation and MOEF will work together cooperatively to support the conservation of orangutans and their habitats in a sustainable manner. A target of US\$1,250,000, equivalent to £883,845¹, funding from the Foundation over 3 years was included in the MoU for the implementation of these activities. At 31st December 2023, the Foundation had spent £883,845 on the implementation of activities agreed in the work plans ensuring the target agreed in the MoU will be exceeded by the end of the existing MoU period in May 2024. Orangutan Foundation is confident of negotiating a further MoU for the period 2024-27 and the Trustees are mindful that funds will be required to be available to implement the activities agreed within this MOU over the next 3 year period.

In 2020, the Foundation launched the Landscape Conservation Programme (LCP), a programme for the conservation of critically endangered apes outside conservation areas, where the majority of orangutans are found. This complements an ongoing collaboration started in 2017. The trustees believe that this programme is in accordance with the Foundation's long-term strategy and as such designated £150,000 to support its

¹ Figure converted into GBP using the following rate: 0.70708 GDP per USD. Rate provided by Oanda on 27th May 2021, being the date the MOU was signed.

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establishment and growth. As at December 31st 2023, a total of £72,793 of designated funds has been spent.

In addition to the designated funds set out above, following several years with limited renewal of equipment and infrastructure of other field programmes, the trustees agreed to allocate £50,000 to capital expenditure in 2020. However, this allocation was not immediately utilised because the Foundation was instead able to use a large donation received in early 2020 from an individual donor to cover immediate capital expenditure requirements. Ongoing investment in equipment and infrastructure across 2022 and 2023 designed to improve field operations means the full designation of £50,000 has now been spent. The expenditure included a new vehicle, new speedboat and long boat, cameras and camera traps and a drone for ariel monitoring.

As such, total designated funds of £77,207 are carried over into 2024.

Reserves policy

The Trustees believe that it is essential that the Foundation maintains sufficient reserves to allow it to continue its work through difficult economic times, to allow flexibility for cash flow requirements in respect of committed programmes, as well as providing resources in the event of any significant and unexpected expenditure.

The Trustees have set a target of twelve months' expected expenditure as a prudent minimum level of free reserves. This takes into account the need to have a responsible level of cover for our long-term programmes, facilities and staff – which include 11 guard posts, 5 orangutan reintroduction and monitoring camps, 6 infant orangutans under soft-release process, 4 forest restoration sites, 1 research station and a Country Office with 65 fulltime staff, and the responsibility to implement work programmes that have been agreed under an MoU with the central government.

Free reserves as at 31 December 2023 amounted to £2,203k (2022: £1,797k) which are available to fund ongoing operations. This exceeds the minimum reserves target set by the Trustees. However, the Trustees, in addition to ensuring that the Foundation can meet its immediate obligations, also need to take into account the long-term nature of conservation and need to be confident that any programmes run by the Foundation can be sustained in the long term. Accordingly, the Trustees believe it prudent, at a time of rising global costs, to use current reserves to invest in and ensure the sustainability of existing programmes rather than initiate any new programmes at this time that may not be able to be supported with future income. The Trustees also anticipate the signing of a new 3 year MOU with the Ministry of Environment and Forestry (MOEF) in Indonesia to cover the period 2024 – 2027 and are mindful of the need for funding to be available to implement the activities to be agreed within this new MOU.

The trustees will review this policy on an annual basis.

The net assets of the Orangutan Foundation as at 31 December 2023 amounted to £2,280k (2022: £2,183k), there were no restricted funds at the year end (2022: nil), £77k is designated funds and £2,203k is unrestricted funds.

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The financial outlook

The Foundation was extremely grateful in 2022 to be beneficiary to several significant legacies resulting in a healthy cash balance which has continued into 2023. The Trustees note a 26% increase in expenditure in field activities in 2023. This is in part due to agreement by the Trustees to invest in equipment and infrastructure while funds were available along with Orangutan Foundation providing grant funding to support protection of the Tapanuli orangutan in Sumatra. This increase in expenditure however is also due to inflationary pressure which the Trustees believe will only continue to rise in the foreseeable future, and with elections to be held worldwide this year potentially creating financial uncertainty, they believe the current amount of reserves prudent to ensure the Foundation is able to support conservation work in the field long term.

We continue to have a sufficient cash balance, which at the end of the year was £2,093k (2022: £2,172k), to meet forecast expenditure in 2024.

Owing to the current cash balance, the Trustees have agreed an investment strategy whereby funds surplus to operational requirement and excluding set reserves, can be invested in fixed term deposit accounts with well established banks achieving a FICS rating of A in order to generate additional income from interest. The Trustees are aware of their obligation to consider social, environmental and ethical factors with respect to their selection of investments and are satisfied that they are taking a responsible approach. The Trustees will also ensure that any investments made are within the scope of Orangutan Foundation's governing document.

Policy for remuneration of key management

The Charity is managed, on a pro-bono basis by Ashley Leiman, who is a Director and Trustee. Remuneration for other key management personnel is set with reference to an individual's skills and performance with reference to current market rates. A review of remuneration is undertaken on an annual basis and changes implemented with effect from 1 January each year.

Related parties

Details of transactions with related parties are given in note 5 to the financial statements'.

Statement of Trustees' responsibility in relation to the financial statements

The Charity Trustees (who are also the directors of the Orangutan Foundation Limited for the purposes of company law) are responsible for preparing a Trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Charity Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the Charity and of the income and expenditure for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;

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- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

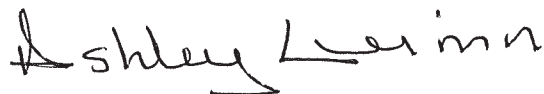
The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Orangutan Foundation website (www.orangutan.org.uk). Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Examiner

Blue Spire Limited was appointed to act as independent examiner for the Foundation in 2023.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the Trustees on 20/8/2024 and signed on their behalf by:



Ashley Leiman OBE, Director and Trustee

Independent Examiner's report to the Trustees of

Orangutan Foundation

Independent Examiner's Report to the Trustees of Orangutan Foundation ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2023 which are set out on pages 15 to 27.

Responsibilities and basis of report

As the charity trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your Company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Geoffrey Frost BSc(Hons) FCA

For and on behalf of:

Blue Spire Limited

Chartered Accountants

Cawley Priory

South Pallant

Chichester

PO19 1SY

Date:

10 September 2024

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Statement of Financial Activities For the year ended 31 December 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 £	2022
INCOME					
Income from grants, donations and legacies		615,280	100,658	715,938	1,454,272
Income from charitable activities		16,784	40,371	57,155	59,439
Investment income		32,677	-	32,677	579
TOTAL INCOME	2	664,741	141,029	805,770	1,514,290
EXPENDITURE					
Expenditure on raising funds		43,783	-	43,783	40,487
Expenditure on charitable activities					
· Activities in the field		439,888	140,978	580,866	459,906
· Education - newsletter costs		3,252	-	3,252	4,146
Governance and support costs		81,172	51	81,223	47,971
TOTAL EXPENDITURE	3	568,095	141,029	709,124	552,510
NET INCOME / (EXPENDITURE) FOR THE YEAR		96,646	-	96,646	961,780
FUND BALANCES BROUGHT FORWARD	8,9	2,183,062	-	2,183,062	1,221,282
FUND BALANCES CARRIED FORWARD	8,9	2,279,709	-	2,279,708	2,183,062

All income and expenditure derive from continuing activities.

There were no recognised gains or losses other than those included above. The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes of pages 18 to 27 form part of these financial statements.

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Balance sheet as at 31 December 2023 (Company Registration Number 4624177)


	Notes	2023 £	2022 £
CURRENT ASSETS			
Debtors	6	193,226	16,734
Cash at bank and in hand		2,092,654	2,172,495
		<u>2,285,880</u>	<u>2,189,229</u>
CREDITORS: Amounts falling due within one year	7	<u>(6,172)</u>	<u>(6,167)</u>
NET CURRENT ASSETS		<u>2,279,708</u>	<u>2,183,062</u>
NET ASSETS		<u>2,279,708</u>	<u>2,183,062</u>
Represented by:			
Unrestricted reserves	8,9	2,202,501	1,796,975
Designated funds	8,9	77,207	386,087
Restricted reserves		-	-
		<u>2,279,708</u>	<u>2,183,062</u>

For the financial year ended 31 December 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and for preparing accounts which give a true and fair view of the state of affairs of the Charity as at 31 December 2023 and of its surplus for the year then ended in accordance with the requirements of S396 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to the financial statements so far as applicable to the Charity.

These accounts have been prepared in accordance with the provisions applicable to companies, subject to the small companies' regime.

The accounts were approved by the Board of Trustees on 20/8/2024 and signed on its behalf by



A Leiman, OBE. Director and Chair of Trustees

Orangutan Foundation

Statement of Cash Flows

For the year ended 31 December 2023

	Notes	2023 £	2022 £
Net cash flow from operating activities (see below)		(112 518)	996,238
Cash flow from investing activities			
Investment income		<u>32,677</u>	<u>579</u>
Net cash flow from investing activities		32,677	579
Net increase/(decrease) in cash and cash equivalents		<u>(79 841)</u>	<u>996,817</u>
Cash and cash equivalents at 1 January		2,172,495	1,175,678
Cash and cash equivalents at 31 December		<u><u>2,092,654</u></u>	<u><u>2,172,495</u></u>
Cash and cash equivalents consist of:			
Cash at bank and in hand		<u>2,092,654</u>	<u>2,172,495</u>
Cash and cash equivalents at 31 December		<u><u>2,092,654</u></u>	<u><u>2,172,495</u></u>

Reconciliation of net income to net cash flow from operating activities

	2023 £	2022 £
Net income for the period	96,646	961,780
Adjusted for:		
Investment income	(32 677)	(579)
Decrease/(increase) in debtors	(176 492)	33,896
Increase/(decrease) in creditors	<u>5</u>	<u>1 141</u>
	(209 164)	34,458
	<u><u>(112 518)</u></u>	<u><u>996,238</u></u>

Notes to the financial statements For the year ended 31 December 2023

1. NOTES TO THE FINANCIAL STATEMENTS

The principal accounting policies adopted in the preparation of the financial statements of the Charity are set out below.

a) *Basis of preparation*

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

b) Orangutan Foundation Limited meets the definition of a public benefit entity as defined by FRS 102.

The principal accounting policies, which have been applied consistently throughout the year, are set out below.

c) *Going concern*

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable company to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of the approval of the financial statements. In particular, the trustees have considered the charitable company's forecasts and projections and have concluded that the Charity is a going concern.

d) *Income*

Donations and subscriptions are recognised when they have been received by the Charity. Legacies are recognised when the Charity has entitlement to the funds and the amount due can be estimated with reasonable certainty.

e) *Expenditure and liabilities*

Expenditure is recognised on an accruals basis as a liability is incurred, and irrecoverable VAT is charged against the category of expenditure for which it was incurred.

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Notes to the financial statements For the year ended 31 December 2023

Costs of raising funds are those costs incurred in attracting voluntary income and those incurred in trading activities that raise funds.

Charitable activities include expenditure associated with donations direct to the field, with much of the remainder relating to the printing of educational newsletters/brochures, and include both direct costs and support costs relating to these activities.

Governance costs represent costs of Independent Examination fees and other costs directly attributable to the management of the Charity's assets, organisational, administration and compliance with constitutional and statutory requirements.

Support costs include office and staff costs and have been allocated to activity cost categories on a basis consistent with the use of resources e.g. staff costs by the time spent, and other costs by their usage.

Liabilities are recognised as soon as there is a legal or constructive obligation to make payment.

f) **Debtors**

Debtors are valued at the settlement amount due.

g) **Cash**

Cash comprises bank deposits repayable on demand.

h) **Creditors**

Creditors and accruals are recognised at their settlement amount.

i) **Taxation**

As a charity Orangutan Foundation benefits from exemptions on income and gains falling within Sections 466-493 of the Corporation Tax Act 2010 to the extent they are derived from charitable activities.

j) **Fund accounting**

Unrestricted funds are those that can be expended at the discretion of the Trustees in the furtherance of the objects of the Charity.

Designated funds are those that have been set aside by the Trustees to meet essential future spending.

Restricted funds are those that may only be used for specific purposes. Restrictions arise when specified by a funder, or when funds are raised for a specific purpose.

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Notes to the financial statements For the year ended 31 December 2023

k) *Operating lease*

Rental payments under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the period of the lease.

l) *Foreign exchange currency*

Assets, liabilities, income and costs expressed in foreign currencies are translated into sterling at rates of exchange ruling on the day in which the transactions occur, except for monetary assets and liabilities which are translated at the rate ruling at the balance sheet date.

m) *Pensions*

The Orangutan Foundation operates a pension scheme in accordance with the current pension regulations. The Foundation contributes to a Defined Contribution Scheme operated by NEST, which came into effect on 1 January 2017.

n) *Critical accounting estimates and areas of judgement*

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. There are no significant estimates or judgements that have a material effect on amounts recognised in the financial statements.

2. INCOME

	2023			2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	£	£	£	£	£	£
Income from donation and legacies						
Membership Subscriptions	13,817	-	13,817	13,257	-	13,257
Donations, appeals and gifts	222,895	-	222,895	268,884	-	268,884
Legacies	340,391	-	340,391	1,068,634	-	1,068,634
Grants: programmes	38,177	100,658	138,835	30,310	73,188	103,497
	615,280	100,658	715,938	1,381,085	73,188	1,454,272
Income from charitable activities						
Adoption	8,814	-	8,814	9,851	-	9,851
Sale of merchandise	7,970	-	7,970	9,027	-	9,027
Grants: projects	-	40,371	40,371	-	40,561	40,561
	16,784	40,371	57,155	18,878	40,561	59,439
Investment Income						
Interest received	32,677	-	32,677	579	-	579
Total income	664,741	141,029	805,770	1,400,542	113,749	1,514,290

Orangutan Foundation

Notes to the financial statements For the year ended 31 December 2023

3. EXPENDITURE

	2023			2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	£	£	£	£	£	£
Expenditure on raising funds						
Staff costs	22,794	-	22,794	23,279	-	23,279
Fundraising	1,992	-	1,992	4,678	-	4,678
Merchandise	2,804	-	2,804	2,321	-	2,321
Travel and subsistence	16,193	-	16,193	10,209	-	10,209
	43,783	-	43,783	40,487	-	40,487
Expenditure on charitable activities						
Staff costs	59,427	-	59,427	53,852	-	53,852
Project costs	-	40,371	40,371	-	40,561	40,561
Programme costs	369,327	100,607	469,934	289,972	73,521	363,493
Partner capacity building	5,279	-	5,279	-	-	-
Research grants to individuals	5,855	-	5,855	2,000	-	2,000
	439,888	140,978	580,866	345,824	114,082	459,906
Cost of field operations						
	3,252	-	3,252	4,146	-	4,146
Education						
	3,252	-	3,252	4,146	-	4,146
Total expenditure on charitable activities	443,140	140,978	584,118	349,970	114,082	464,052
Governance and support costs						
Staff costs	41,273	-	41,273	21,047	-	21,047
Office costs, IT and telephony	35,489	-	35,489	25,310	-	25,310
Governance costs	4,213	-	4,213	2,403	-	2,403
Foreign exchange (gain) / loss	197	51	248	(456)	(333)	(789)
	81,172	51	81,223	48,304	- 333	47,971
Total expenditure	568,095	141,029	709,124	438,761	113,749	552,510

Project costs represent amounts donated for specific projects as directed by the funding organisation.

These include: the Conservation of Critically Endangered Ape Populations Outside Protected Areas in Central Kalimantan; the Protection of the Lamandau Wildlife Reserve and Buffer Zone.

Programme costs represent the cost of on-going operations in the field as undertaken by the Independent Country Office.

Orangutan Foundation

Notes to the financial statements For the year ended 31 December 2023

4. STAFF COSTS	2023 £	2022 £
Wages and salaries	113,735	91,510
Pension costs	2,829	2,200
Social security costs	6,930	4,469
	<u>123,494</u>	<u>98,179</u>
The average number of UK employees during the year	<u>3</u>	<u>3</u>

Field staff are employed and remunerated directly by the Indonesian Country Office.

Total employee benefits of key management personnel amounts to £48,738 (2022: £43,897) and relates to 1 employee (2022: 1 employee). Ashley Leiman provides her services to the Charity on a pro-bono basis.

There were no employees earning in excess of £60,000 (2022: no employees).

5. TRUSTEES' REMUNERATION, REIMBURSEMENT OF EXPENSES AND TRANSACTIONS

Remuneration and reimbursement of expenses

Trustees received no remuneration (2022: nil) and no trustees received reimbursement of expenses (2022: nil).

Transactions

During the year, payments of £15,000 (2022: £12,000) were made to Ashley Leiman for rent of the Foundation's premises. Ashley, as owner of the property, is a Director and Trustee of the Orangutan Foundation. The payment, approved by the Charity Commissioners, recognises the arms-length commercial relationship between the owner of the property and the Foundation.

Orangutan Foundation

Notes to the financial statements For the year ended 31 December 2023

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Accrued income	8,793	7,500
Gift aid receivable	7,848	8,234
Legacies receivable	176,585	1,000
	<u>193,226</u>	<u>16,734</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Accruals	2,500	2,381
Taxation and social security	2,516	2,157
Other creditors	1,156	1,629
	<u>6,172</u>	<u>6,167</u>

Orangutan Foundation

Notes to the financial statements For the year ended 31 December 2023

8. ANALYSIS OF NET MOVEMENT IN FUNDS

RESTRICTED FUNDS

	Balance at 1 Jan 2023	Income	Expenditure	Balance at 31 Dec 2023
	£	£	£	£
LAMANDAU WILDLIFE RESERVE				
Camp Gemini costs and medical equipment	-	8,200	(8,200)	-
Forest Restoration Programme	-	43,747	(43,747)	-
Habitat Protection and Orangutan Rescue and Reintroduction programme		10,000	(10,000)	-
Tenurial programme		38,711	(38,711)	-
OTHER AREAS				-
Critically endangered orangutan populations outside protected areas	-	40,371	(40,371)	-
	-	141,029	(141,029)	-

COMPARATIVE ANALYSIS OF RESTRICTED FUNDS

	Balance at 1 Jan 2022	Income	Expenditure	Balance at 31 Dec 2022
	£	£	£	£
LAMANDAU WILDLIFE RESERVE				
Camp Gemini costs and medical equipment	-	7,438	(7,438)	-
Forest Restoration Programme	-	37,217	(37,217)	-
Habitat Protection and Orangutan Rescue and Reintroduction programme		22,554	(22,554)	-
OTHER AREAS				-
Critically endangered orangutan populations outside protected areas	-	46,539	(46,539)	-
	-	113,749	(113,749)	-

Description of Restricted Funds

Camp Gemini costs and medical equipment are funds received to cover general maintenance and medical equipment at Camp Gemini.

Forest Restoration Programme is funds received to cover forest restoration work including seed collection, nursery, planting out and maintenance.

Orangutan Foundation

Notes to the financial statements For the year ended 31 December 2023

Habitat Protection and Orangutan Rescue and Reintroduction programme is funds received to cover operating costs for Guard Post 25 and updates on orangutan TimTom in soft release for Born Free adoption programme.

Tenurial programme is funds received to strengthen the long-term conservation of the Lamandau Wildlife Reserve through resolving loss of forest from encroachment and restoring ecosystem function to increase forest habitat.

Critically endangered orangutan populations outside protected areas is funds received to undertake surveys of orangutan population outside protected areas as well as local stakeholder biodiversity training.

UNRESTRICTED FUNDS

	Balance at 1 Jan 2023	Income	Expenditure	Transfer between funds	Balance at 31 Dec 2023
	£	£	£	£	£
Designated Funds					
Landscape Conservation Programme	103,022	-	(25,815)	-	77,207
Capital Expenditure	7,243	-	(7,243)	-	-
Balance of MoU funding	275,822	-		(275,822)	-
	<u>386,087</u>	<u>-</u>	<u>(33,058)</u>	<u>(275,822)</u>	<u>77,207</u>
General Funds					
General Funds	1,796,975	664,741	(535,037)	275,822	2,202,501
	<u>2,183,062</u>	<u>664,741</u>	<u>(568,095)</u>	<u>-</u>	<u>2,279,708</u>
Total	<u>2,183,062</u>	<u>664,741</u>	<u>(568,095)</u>	<u>-</u>	<u>2,279,708</u>

Landscape Conservation Programme are funds expended to support salaries and associated logistical costs in employing a Landscape Conservation Manager and Officer to implement the programme.

Capital expenditure are funds expended to purchase and/or renew equipment or infrastructure used in the field.

Balance of MoU funding are funds to support implementation of activities until May 2024 agreed under an MoU with the Indonesian Ministry of Environment and Forestry.

General funds are those that can be expended at the discretion of the Trustees in the furtherance of the objects of the Charity.

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Notes to the financial statements For the year ended 31 December 2023

9. NET ANALYSIS OF ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	2023	2022
	£	£	£	£
Current assets	2,285,880	-	2,285,880	2,189,229
Current liabilities	(6,172)	-	(6,172)	(6,167)
	<u>2,279,708</u>	<u>-</u>	<u>2,279,708</u>	<u>2,183,062</u>

10. COMMITMENTS UNDER OPERATING LEASES

	Land & Building	
	2023	2022
	£	£
Within 1 year	<u>15,000</u>	<u>12,000</u>

The amount expensed to the Statement of Financial Activities in the year was £15,000 (2022: £12,000).

11. INDEPENDENT EXAMINER'S AND INDEPENDENT AUDITOR'S REMUNERATION

	2023	2022
	£	£
Examiner's fees - Examination	2,520	
Auditor's remuneration - Audit	<u></u>	<u>4,200</u>

Notes to the financial statements
For the year ended 31 December 2023

12. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES

Comparative statement of financial activities

For the year ended 31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	Total funds 2022 £
INCOME				
Income from grants, donations and legacies		1,381,084	73,188	1,454,272
Income from charitable activities		18,878	40,561	59,439
Other income		579	-	579
TOTAL INCOME	2	1,400,541	113,749	1,514,290
EXPENDITURE				
Expenditure on raising funds		40,487	-	40,487
Expenditure on charitable activities				
· Activities in the field		345,824	114,082	459,906
· Education		4,146	-	4,146
Governance and support costs		48,304	(333)	47,971
TOTAL EXPENDITURE	3	438,761	113,749	552,510
NET INCOME / (EXPENDITURE) FOR THE YEAR		961,780	-	961,780
FUND BALANCES BROUGHT FORWARD	8,9	1,221,282	-	1,221,282
FUND BALANCES CARRIED FORWARD	8,9	2,183,062	-	2,183,062