

THE FALKLANDS MARITIME HERITAGE TRUST

England & Wales · Charity number 1159265

Details

Status Registered

Legal form Charitable company

Company number [09250869](#)

Registered 2014-11-18

Register [View on the Charity Commission register](#)

Contact

Address Bdb Pitmans Llp
One Bartholomew Close
London
EC1A 7BL

Phone 020 7227 7000

Website <https://fmht.co.uk/>

Activities

Objects: THE OBJECTS OF THE CHARITY ARE FOR THE PUBLIC BENEFIT: - TO ADVANCE THE EDUCATION OF THE PUBLIC, INCLUDING IN THE MARITIME HISTORY AND HERITAGE, BOTH MILITARY AND CIVILIAN, OF THE FALKLAND ISLANDS AND THEIR NEIGHBOURING SEAS, AND THE IMPROVEMENT OF PUBLIC UNDERSTANDING OF THEIR HISTORICAL AND SOCIAL SIGNIFICANCE; IN PARTICULAR BUT WITHOUT LIMITATION THROUGH RESEARCH AND EXPLORATION OF THE SAID SEAS; AND - TO RECORD, PRESERVE AND RESTORE (IF CONSIDERED APPROPRIATE) CRAFT, MATERIALS AND INFORMATION OF HISTORICAL SIGNIFICANCE AND EDUCATIVE VALUE RELATING TO THE FALKLAND ISLANDS AND THEIR NEIGHBOURING SEAS, INCLUDING NAVAL AND CIVILIAN VESSELS AND RELATED EQUIPMENT, ITEMS AND RECORDS AND BY THE ACQUISITION, RESTORATION AND MAINTENANCE OF THE SAME FOR PUBLIC DISPLAY, DEMONSTRATION OR EXHIBITION AT THE FALKLAND ISLANDS MUSEUM AND THE JANE CAMERON NATIONAL ARCHIVES OF THE FALKLAND ISLANDS OR OTHER SUITABLE INSTITUTIONS OPEN TO THE PUBLIC.

Activities: UNDERTAKING A SEARCH FOR THE GERMAN BATTLEFLEET SUNK IN THE FALKLAND ISLANDS WATERS IN DECEMBER 1914 BY A BRITISH FLEET, AND MAKING A FILM OF THE SEARCH AS AN HISTORIC RECORDD FOR THE BENEFIT OPF THE PUBLIC

Classification

- **How:** Sponsors Or Undertakes Research
- **What:** Education/training, Arts/culture/heritage/science, Environment/conservation/heritage
- **Who:** The General Public/mankind

Geography

- Falkland Islands
- Germany
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-10-31	£1,698,825	£1,693,772	£585,555	0
2023-10-31	£1,980,987	£1,808,581	£580,502	0
2022-10-31	£5,622,261	£5,618,421	£408,096	0
2021-10-31	£1,202,026	£858,828	£404,256	0
2020-10-31	£128,833	£132,227	-	-

Trustees

Name	Role	Appointed
Charles Vernon Thompson		2025-05-21
Darwin Lewis Clifton		2024-11-04
MENSUN MICHAEL JOHN BOUND		2014-10-06
Saul Pitaluga		2021-01-05
WILLIAM PETER FEATHERSTONE		2014-10-06

THE FALKLANDS MARITIME HERITAGE TRUST

England & Wales - Charity number 1159265

Accounts

REGISTERED COMPANY NUMBER: 09250869 (England and Wales)
REGISTERED CHARITY NUMBER: 1159265

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2024
FOR
THE FALKLANDS MARITIME HERITAGE TRUST**

THE FALKLANDS MARITIME HERITAGE TRUST

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FOR THE YEAR ENDED 31 OCTOBER 2024**

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THE FALKLANDS MARITIME HERITAGE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

09250869 (England and Wales)

Registered Charity number

1159265

Registered office

One Bartholomew Close
London
EC1A 7BL

Trustees

M M J Bound
W P Featherstone
D A Lamont
S G R Pitaluga

Independent Auditor

Azets Audit Services
Chartered Accountants
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Solicitors

BDB Pitmans LLP
One Bartholomew Close
London
EC1A 7BL

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2024

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 October 2024. The Trustees have adopted the provisions of 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 (FRS 102) (effective 1 January 2015) published on 16th July 2014 (as amended by Updated Bulletin 1 published on 2nd February 2016).

The founding Trustees were David Ainslie, Mensun Bound, William Featherstone and Donald Lamont. Advised by Stone King LLP, Solicitors, they adopted a Memorandum containing Articles of Association for the Company Limited by Guarantee on 6th October 2014. Alan Huckle was appointed a Trustee on the 8th of January 2015 and resigned 31st December 2018. The company was incorporated and registered at Companies House on 6th October 2014 and subsequently registered with the Charity Commission on 18th November 2014. On 2 April 2023, the Charity Commission agreed an amendment to the original Articles.

INCORPORATION

The charitable company was incorporated on 6th October 2014.

OBJECTIVES AND ACTIVITIES

Objectives and aims for the public benefit

The Trust aims to advance the education of the public, including in the maritime history and heritage, both military and civilian, of the Falkland Islands and their neighbouring seas, and the improvement of public understanding of their historical and social significance; in particular but without limitation through research and exploration of the said seas; and to record, preserve and restore (if considered appropriate) craft, materials and information of historical significance and educative value relating to the Falkland Islands and their neighbouring seas, including naval and civilian vessels and related equipment, items and records and by the acquisition, restoration and maintenance of the same for public display, demonstration or exhibition at the Falkland Islands Museum and the Jane Cameron National Archives of the Falkland Islands or other suitable institutions open to the public.

Grant making

At this stage the trust does not consider itself to be a grant making organisation.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

In 2024, the Falklands Maritime Heritage Trust achieved several significant milestones, further advancing its mission to explore and preserve maritime history of the Falklands and beyond.

One of the most notable developments was the recruitment of the Trust's first full-time staff member, Chief Operating Officer (COO) Elena Lewendon, an experienced heritage professional. This marked a pivotal step toward ensuring the long-term sustainability of the Trust's initiatives. A corporate LinkedIn account, established to support the recruitment process, proved instrumental in attracting high-calibre candidates. The platform has since become a valuable tool for professional engagement and promoting the Trust's work.

In Digital Engagement and Education, the Trust launched a new shipping and wrecks archive in April, featuring wrecks identified with images, fact files and drone footage. This was further expanded in October, with an additional fifty wrecks added to the collection. The archive represents a significant effort to digitise endangered knowledge of Falklands wrecks while documenting culturally significant artifacts at risk of degradation and eventual loss.

Trustees also played an active role in public engagement, participating in speaking engagements and events to share insights about the Trust's work. These appearances strengthened connections with stakeholders and inspired interest in preserving maritime history among diverse audiences.

A major highlight of the year was the collaboration with National Geographic (Disney) and partners from the Endurance22 expedition to release the much-anticipated Endurance documentary. Premiering at the British Film Institute (BFI) in London in October to widespread acclaim, the film later debuted on Disney+ and enjoyed a successful cinema run. As part of its commitment to community engagement, the Trust arranged exclusive screenings for the Falklands community, allowing residents to connect with the expedition's achievements and their shared maritime heritage.

In addition to the documentary, National Geographic published a visually striking coffee table book chronicling the discovery of Endurance providing further publicity and funds to the Trust. Significant updates were also made to the Trust's website, including the launch of The Endurance Locker, a new section showcasing exclusive videos and images celebrating the discovery.

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2024

The Trust also made ground-breaking advancements in underwater archaeology in collaboration with key expedition partners. Through meticulous analysis of subsea data and imagery, the first public 3D rendering of the Endurance wreck was released, earning acclaim from both the scientific community and the public. The expedition captured over 1,000 hours of footage and more than 20,000 images, providing invaluable material for ongoing research, education and future exploration. In recognition of its achievements, the Endurance22 team received a Citation of Merit from the Explorers Club, highlighting the importance and impact of their work.

The accomplishments of 2024 have significantly enhanced the Falklands Maritime Heritage Trust's global profile, demonstrating its dedication to uncovering, preserving, and sharing maritime history with the world.

FINANCIAL REVIEW

Trustees' investment powers

Although the Articles and Constitution of the trust permit it to exercise powers to make investment, at this time the business of the trust does not require it to exercise those powers.

Reserves policy

As a project-based organisation it is not the intention to maintain any distinct reserves or seek endowment funds. There remain sufficient funds to cover foreseeable expenses pending identification of a new project, but do not justify investment advice at this stage. As it moves forward, it is the Trust's intention to review its investment and reserves policies regularly and to implement risk management and other policies as projects are identified.

Total funds at the year-end were £585,555, £61,779 of which was included in restricted funds.

Funds given to the trust for each project will be placed on deposit and depleted during the project life.

FUTURE PLANS

Our plans are centred on an ambitious new strategic vision that will drive our growth and impact. For the first time, we will harness the power of social media to amplify our reach, complemented by further developments to our website and the addition of new wrecks to our archive. We aim to expand our digital presence through an engaging e-newsletter and bolster our visibility through networking opportunities and speaking engagements for staff and trustees. A key focus will be exploring how the legacy of Endurance can inspire advancements in science, academia, and education, while finding innovative ways to connect with the public—such as touring exhibitions. We also plan to create a project priority list to identify and focus on wrecks of the highest significance or urgency, supported by comprehensive stakeholder engagement and audience development initiatives. Together, these efforts will ensure our work continues to captivate and contribute to global maritime heritage.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new Trustees

As the Trust expands its operations it will seek to augment the trustee body by recruiting those with specific skills and knowledge which are germane to the trust and the new opportunities presented by discovery of the wreck of the Endurance.

New Appointments

Elena Lewendon was appointed as the Trust's first Chief Operating Officer on 1st January 2025.

Induction and training of new Trustees

As and when new Trustees are to be approached and selected they would be issued with all relevant documentation - company and charity registration documents, minutes and accounts for up to the preceding three years, reports and/or digital accounts of past projects, and any policy statements agreed by the Trustees and current - following which the invitee would have the time they required to ask questions, and seek clarification from the existing Trustees.

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2024

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also the directors of The Falklands Maritime Heritage Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

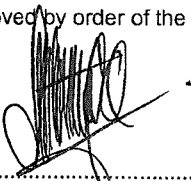
The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding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

In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of Trustees on 24 July 2025 and signed on its behalf by:



.....
Saul Pitaluga - Interim Chair of Trustees

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Opinion

We have audited the financial statements of The Falklands Maritime Heritage Trust (the 'charitable company') for the year ended 31 October 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 October 2024, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 charitable 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from
- branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime
- and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable 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 trustees either intend to liquidate the charitable 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 these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE FALKLANDS MARITIME HERITAGE TRUST**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

John Howard FCA (Senior Statutory Auditor)

For and on behalf of Azets Audit Services

Chartered Accountants

2nd Floor, Regis House

45 King William Street

London

EC4R 9AN

Date: *25 July 2025*

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 OCTOBER 2024

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £	Total 2023 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	-	-	-	-
Charitable activities	3	-	1,501,500	1,501,500	1,453,830
Other income	4	49,200	148,125	197,325	527,157
Total		<u>49,200</u>	<u>1,649,625</u>	<u>1,698,825</u>	<u>1,980,987</u>
EXPENDITURE ON					
Charitable activities	5				
Maritime history and heritage		85,926	1,607,846	1,693,772	1,808,581
NET INCOME/(EXPENDITURE) BEFORE TRANSFERS		<u>(36,726)</u>	<u>41,779</u>	<u>5,053</u>	<u>172,406</u>
Transfers between funds		-	-	-	-
NET MOVEMENT IN FUNDS		<u>(36,726)</u>	<u>41,779</u>	<u>5,053</u>	<u>172,406</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		560,502	20,000	580,502	408,096
TOTAL FUNDS CARRIED FORWARD		<u>523,776</u>	<u>61,779</u>	<u>585,555</u>	<u>580,502</u>

All income and expenditure has arisen from continuing activities.

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

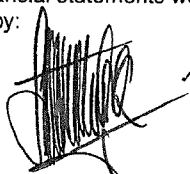
STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2024

Company number: 09250869

	Note	2024 £	2023 £
FIXED ASSETS			
Heritage assets	10	94,038	98,383
CURRENT ASSETS			
Cash at bank		357,186	492,761
Debtors	11	148,485	-
		<u>505,671</u>	<u>492,761</u>
CREDITORS			
Amounts falling due within one year	12	(14,154)	(10,642)
NET CURRENT ASSETS/(LIABILITIES)		<u>491,517</u>	<u>482,119</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>585,555</u>	<u>580,502</u>
NET ASSETS/(LIABILITIES)		<u>585,555</u>	<u>580,502</u>
FUNDS			
Unrestricted fund		523,776	560,502
Restricted funds	13	61,779	20,000
		<u>585,555</u>	<u>580,502</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 24 July 2025 and were signed on its behalf by:



Saul Pitaluga - Interim Chair of Trustees

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	15	(135,575)	161,341
Net cash provided by/(used in) operating activities		<u>(135,575)</u>	<u>161,341</u>
Cash flows from investing activities			
Purchase of heritage asset		-	-
Net cash provided by/(used in) investing activities		<u>-</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		(135,575)	161,341
Cash and cash equivalents at the beginning of the reporting period		<u>492,761</u>	<u>331,420</u>
Cash and cash equivalents at the end of the reporting period		<u>357,186</u>	<u>492,761</u>
ANALYSIS OF CHANGES IN NET FUNDS			
	At 01/11/2023 £	Cash flow £	At 31/10/2024 £
Net cash			
Cash at bank	492,761	(135,575)	357,186
Total	<u>492,761</u>	<u>(135,575)</u>	<u>357,186</u>

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2024

1. ACCOUNTING POLICIES

General information and basis of preparation

The Falklands Maritime Heritage Trust is a company limited by guarantee in the United Kingdom. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are set out on page 1.

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 (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The Falklands Maritime Heritage Trust meets the definition of a public benefit entity under FRS 102. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

Preparation of the accounts on a going concern basis

The Trust has reasonable expectation that there are adequate resources to continue in operational existence for the foreseeable future. It has therefore continued to adopt the going concern basis in preparing its financial statements.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations and legacies are recognised in the financial statements when the Trust is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable. Any administration fee is charged is recognised as unrestricted income.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

Expenditure on charitable activities includes costs in relation to the maritime history and heritage.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Allocation of support and governance costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include governance costs. They are incurred directly in support of expenditure on the objects of the charitable company.

Governance costs comprise all costs involving the public accountability of the Trust and its compliance with regulation and good practice. These costs include costs related to the independent examination, statutory audit and legal fees.

Support and Governance costs have been allocated across the charitable activities using various percentage allocations.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2024

1. ACCOUNTING POLICIES – continued

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Heritage assets

Heritage assets are recognised on the balance sheet and initially measured at cost when purchased. Assets are subsequently stated at cost less accumulated depreciation.

Amortisation is provided on all intangible heritage assets, at rates calculated to write off the cost of each asset on a straight-line basis over the asset's estimated useful lives as follows:

Heritage asset	25 year straight line
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Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Debtors

Trade debtors and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Creditors

Creditors are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Other creditors and accruals are recognised at their settlement amount due.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a continuing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	Unrestricted £	Restricted £	2024 £	2023 £
Donations	-	-	-	-

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2024

3. CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2024 £	2023 £
Use of images	-	-	-	-
Grant income	-	1,501,500	1,501,500	1,453,830
	-	1,501,500	1,501,500	1,453,830

4. OTHER INCOME

	Unrestricted £	Restricted £	2024 £	2023 £
Management fee income	38,500	-	38,500	75,000
Royalty income	1,200	-	1,200	450,512
Licence fee income	-	148,125	148,125	-
Bank interest	9,500	-	9,500	1,645
	49,200	148,125	197,325	527,157

5. CHARITABLE ACTIVITIES COST

	Direct costs (see note 6) £	Support costs (see note 7) £	Total £
Maritime history and heritage	1,524,651	169,121	1,693,772

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2024 £	2023 £
Expedition costs	-	1,524,651	1,524,651	1,621,348

7. SUPPORT COSTS

	2024 £	2023 £
Bank charges	273	669
Website costs	59,620	23,572
Advertising, media and communications	15,000	38,185
Professional fees	48,273	59,775
Amortisation	4,345	3,679
Sundry	833	9,602
Donations	4,000	-
Trustee Expenses	1,283	17,040
Computer costs	173	7,830
Workshops	-	16,066
Insurance	1,801	3,135
Recruitment Fees	22,720	-
Governance costs	10,800	7,680
	169,121	187,233

Governance costs

	2024 £	2023 £
Auditor's remuneration	7,800	6,600
Non-audit fees paid to auditor	3,000	1,080
Over/under accrual on audit fees	-	-
Insurance	-	-
	10,800	7,680

THE FALKLANDS MARITIME HERITAGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2024**

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 October 2024 nor for the year ended 31 October 2023. The key management of the charity comprise of the Trustees only.

Trustees' expenses

In the year Trustees had expenditure of £1,314 (2023: £26,537) reimbursed to them by the charity.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (2023)

	Unrestricted funds	Restricted funds	Total 2023 £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	-	-	-
Charitable activities	28,830	1,425,000	1,453,830
Other income	527,157	-	527,157
Total	<u>555,987</u>	<u>1,425,000</u>	<u>1,980,987</u>
EXPENDITURE ON			
Charitable activities			
Maritime history and heritage	74,075	1,734,506	1,808,581
NET INCOME/(EXPENDITURE)	<u>481,912</u>	<u>(309,506)</u>	<u>172,406</u>
Transfer between funds	(281,579)	281,579	-
NET MOVEMENT IN FUNDS	200,333	(27,927)	172,406
RECONCILIATION OF FUNDS			
Total funds brought forward	360,169	47,927	408,096
TOTAL FUNDS CARRIED FORWARD	<u>560,502</u>	<u>20,000</u>	<u>580,502</u>

10. HERITAGE ASSETS

	Scully Archive £
Cost	
At 1 November 2023	108,621
Additions	-
At 31 October 2024	<u>108,621</u>
Amortisation	
At 1 November 2023	10,238
Charge for the year	4,345
At 31 October 2024	<u>14,583</u>
Carrying amount	
At 31 October 2024	<u>94,038</u>
At 31 October 2023	<u>98,383</u>

The Archive consist of over 200 interviews with participants in the 1982 Falklands War and includes all major decision makers on both sides and from mediation countries, such as the USA, both political and military. No other collection of primary material contains such a comprehensive account of the lead up to war and the war itself. By its very nature most of the material is unique and irreplaceable.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2024

11. DEBTORS

	2024 £	2023 £
Trade Debtors	148,485	-
	<u>148,485</u>	<u>-</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Other creditors	14,154	10,642
	<u>14,154</u>	<u>10,642</u>

13. MOVEMENT IN FUNDS

	At 01/11/2023 £	Net movement in funds £	At 31/10/2024 £
Unrestricted funds			
General fund	560,502	(36,726)	523,776
Restricted funds			
Endurance 22	-	41,779	41,779
Education Fund	20,000	-	20,000
TOTAL FUNDS	<u>580,502</u>	<u>5,053</u>	<u>585,555</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Transfers £	Movement in funds £
Unrestricted funds				
General fund	49,200	(85,926)	-	(36,726)
Restricted funds				
Endurance 22	1,649,625	(1,607,846)	-	41,779
Education Fund	-	-	-	-
TOTAL FUNDS	<u>1,698,825</u>	<u>(1,693,772)</u>	<u>-</u>	<u>5,053</u>

Comparatives for movement in funds

	At 01/11/2022 £	Net movement in funds £	At 31/10/2023 £
Unrestricted funds			
General fund	360,169	200,333	560,502
Restricted Funds			
Endurance 22	47,927	(47,927)	-
Education Fund	-	20,000	20,000
TOTAL FUNDS	<u>408,096</u>	<u>172,406</u>	<u>580,502</u>

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2024

13. MOVEMENT IN FUNDS (CONTINUED)

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Transfers £	Movement in funds £
Unrestricted funds				
General fund	555,987	(74,075)	(281,579)	200,333
Restricted Funds				
Endurance 22	1,425,000	(1,734,506)	261,579	(47,927)
Education Fund	-	-	20,000	20,000
TOTAL FUNDS	<u>1,980,987</u>	<u>(1,808,581)</u>	<u>-</u>	<u>172,406</u>

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 October 2024 or for the year ended 31 October 2023.

15. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net income for the reporting period (as per the statement of financial activities)	5,053	172,406
Adjustments for:		
Decrease in creditors	3,512	(17,133)
Decrease in debtors	(148,485)	2,390
Amortisation	4,345	3,678
Net cash provided by/(used in) operating activities	<u>(135,575)</u>	<u>161,341</u>

THE FALKLANDS MARITIME HERITAGE TRUST

England & Wales - Charity number 1159265

Accounts

REGISTERED COMPANY NUMBER: 09250869 (England and Wales)
REGISTERED CHARITY NUMBER: 1159265

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2023
FOR
THE FALKLANDS MARITIME HERITAGE TRUST**

THE FALKLANDS MARITIME HERITAGE TRUST

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FOR THE YEAR ENDED 31 OCTOBER 2023**

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THE FALKLANDS MARITIME HERITAGE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

09250869 (England and Wales)

Registered Charity number

1159265

Registered office

One Bartholomew Close
London
EC1A 7BL

Trustees

M M J Bound
W P Featherstone
D A Lamont
S G R Pitaluga

Independent Auditor

Azets Audit Services
Chartered Accountants
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Solicitors

BDB Pitmans LLP
One Bartholomew Close
London
EC1A 7BL

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2023

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 October 2023. The Trustees have adopted the provisions of 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 (FRS 102) (effective 1 January 2015) published on 16th July 2014 (as amended by Updated Bulletin 1 published on 2nd February 2016).

The founding Trustees were David Ainslie, Mensun Bound, William Featherstone and Donald Lamont. Advised by Stone King LLP, Solicitors, they adopted a Memorandum containing Articles of Association for the Company Limited by Guarantee on 6th October 2014. Alan Huckle was appointed a Trustee on the 8th January 2015 and resigned 31st December 2018. The company was incorporated and registered at Companies House on 6th October 2014, and subsequently registered with the Charity Commission on 18th November 2014.

INCORPORATION

The charitable company was incorporated on 6th October 2014.

OBJECTIVES AND ACTIVITIES

Objectives and aims for the public benefit

The Trust aims to advance the education of the public, including in the maritime history and heritage, both military and civilian, of the Falkland Islands and their neighbouring seas, and the improvement of public understanding of their historical and social significance; in particular but without limitation through research and exploration of the said seas; and to record, preserve and restore (if considered appropriate) craft, materials and information of historical significance and educative value relating to the Falkland Islands and their neighbouring seas, including naval and civilian vessels and related equipment, items and records and by the acquisition, restoration and maintenance of the same for public display, demonstration or exhibition at the Falkland Islands Museum and the Jane Cameron National Archives of the Falkland Islands or other suitable institutions open to the public.

Grant making

At this stage the trust does not consider itself to be a grant making organisation.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

In February 2023 the Trust concluded a Licence Agreement with Weddell Sea Pictures for the production of a long-form documentary of the Endurance22 Expedition. The final advance payment under that agreement will be due when the documentary is launched, probably in late 2024. The Trust also received income under an agreement with the literary agent for "The Ship Beneath the Ice", the account by a Trustee, Mensun Bound, of the search for Endurance and its discovery in March 2022.

In January 2023 the Trust arranged through the Expedition's Chief Scientist a scientific workshop in Bremen, Germany, to take stock of the scientific research done during the Expedition, some of the technology developed for processing data, and to consider possible future developments.

During the period in question, Trustees and members of the Expedition team continued to give presentations to a range of groups in the UK and abroad. The Trust and the Expedition team received a number of Awards, including the Geographical Award from the Royal Geographical Society, the Cronkite Award from the US non-profit Reach the World, a Certificate from the Society of Underwater Technology, and an award for multi-platform work at the World Congress of Science and Factual Producers

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2023

FINANCIAL REVIEW

Trustees' investment powers

Although the Articles and Constitution of the trust permit it to exercise powers to make investment, at this time the business of the trust does not require it to exercise those powers.

Reserves policy

As a project-based organisation it is not the intention to maintain any distinct reserves or seek endowment funds. There remain sufficient funds to cover foreseeable expenses pending identification of a new project, but do not justify investment advice at this stage. As it moves forward, it is the Trust's intention to review its investment and reserves policies regularly and to implement risk management and other policies as projects are identified.

Total funds at the year-end were £580,502, £20,000 of which was included in restricted funds.

Funds given to the trust for each project will be placed on deposit and depleted during the project life.

FUTURE PLANS

The discovery of Endurance on 5 March 2022 triggered a wave of international interest and presents the Trust with exciting opportunities and significant challenges. From funds generated by the Expedition the Trust has established an educational fund, to support interest among young people in the Falkland Islands in their maritime heritage. The Trust will also develop its website as a focus for information about wrecks around the Islands or in the Weddell Sea or on South Georgia.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new Trustees

As the Trust expands its operations it will seek to augment the trustee body by recruiting those with specific skills and knowledge which are germane to the trust and the new opportunities presented by discovery of the wreck.

New Appointments

In order to adapt to the Trust's developing opportunities, Trustees appointed Jackie Rowland as Treasurer in succession to William Featherstone, who remains a Trustee, and invited Lewis Clifton, a Falkland Islands businessman, to work with Trustees as a preliminary to appointment as a Trustee.

Induction and training of new Trustees

As and when new Trustees are to be approached and selected they would be issued with all relevant documentation - company and charity registration documents, minutes and accounts for up to the preceding three years, reports and/or digital accounts of past projects, and any policy statements agreed by the Trustees and current - following which the invitee would have the time they required to ask questions, and seek clarification from the existing Trustees.

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2023

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also the directors of The Falklands Maritime Heritage Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of Trustees on 15th June 2024 and signed on its behalf by:



.....
D A Lamont - Trustee

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Opinion

We have audited the financial statements of The Falklands Maritime Heritage Trust (the 'charitable company') for the year ended 31 October 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 October 2023, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 charitable 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable 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 trustees either intend to liquidate the charitable 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 these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE FALKLANDS MARITIME HERITAGE TRUST**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

John Howard FCA (Senior Statutory Auditor)

For and on behalf of Azets Audit Services

Chartered Accountants

2nd Floor, Regis House

45 King William Street

London

EC4R 9AN

Date:

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 OCTOBER 2023

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	-	-	-	5,000
Charitable activities	3	28,830	1,425,000	1,453,830	5,339,575
Other income	4	527,157	-	527,157	277,686
Total		<u>555,987</u>	<u>1,425,000</u>	<u>1,980,987</u>	<u>5,622,261</u>
EXPENDITURE ON					
Charitable activities	5				
Maritime history and heritage		<u>74,075</u>	<u>1,734,506</u>	<u>1,808,581</u>	<u>5,618,421</u>
NET INCOME/(EXPENDITURE) BEFORE TRANSFERS		<u>481,912</u>	<u>(309,506)</u>	<u>172,406</u>	<u>3,840</u>
Transfers between funds		<u>(281,579)</u>	<u>281,579</u>	<u>-</u>	<u>-</u>
NET MOVEMENT IN FUNDS		<u>200,333</u>	<u>(27,927)</u>	<u>172,406</u>	<u>3,840</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>360,169</u>	<u>47,927</u>	<u>408,096</u>	<u>404,256</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>560,502</u></u>	<u><u>20,000</u></u>	<u><u>580,502</u></u>	<u><u>408,096</u></u>

All income and expenditure has arisen from continuing activities.

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2023

Company number: 09250869

	Note	2023 £	2022 £
FIXED ASSETS			
Heritage assets	10	98,383	102,061
CURRENT ASSETS			
Cash at bank		492,761	331,420
Debtors	11	-	2,390
		<u>492,761</u>	<u>333,810</u>
CREDITORS			
Amounts falling due within one year	12	(10,642)	(27,775)
NET CURRENT ASSETS/(LIABILITIES)		<u>482,119</u>	<u>306,035</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>580,502</u>	<u>408,096</u>
NET ASSETS/(LIABILITIES)		<u>580,502</u>	<u>408,096</u>
FUNDS			
Unrestricted fund		560,502	360,169
Restricted funds	13	20,000	47,927
		<u>580,502</u>	<u>408,096</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 18th June 2024 and were signed on its behalf by:



.....
D A Lamont -Trustee



.....
W P Featherstone -Trustee

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	15	161,341	(16,203)
Net cash provided by/(used in) operating activities		<u>161,341</u>	<u>(16,203)</u>
Cash flows from investing activities			
Purchase of heritage asset		-	(32,825)
Net cash provided by/(used in) investing activities		<u>-</u>	<u>(32,825)</u>
Change in cash and cash equivalents in the reporting period		161,341	(49,028)
Cash and cash equivalents at the beginning of the reporting period		<u>331,420</u>	<u>380,448</u>
Cash and cash equivalents at the end of the reporting period		<u>492,761</u>	<u>331,420</u>
ANALYSIS OF CHANGES IN NET FUNDS			
	At 01/11/2022 £	Cash flow £	At 31/10/2023 £
Net cash			
Cash at bank	331,420	161,341	492,761
Total	<u>331,420</u>	<u>161,341</u>	<u>492,761</u>

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2023

1. ACCOUNTING POLICIES

General information and basis of preparation

The Falklands Maritime Heritage Trust is a company limited by guarantee in the United Kingdom. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are set out on page 1.

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 (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The Falklands Maritime Heritage Trust meets the definition of a public benefit entity under FRS 102. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

Preparation of the accounts on a going concern basis

The Trust has reasonable expectation that there are adequate resources to continue in operational existence for the foreseeable future. It has therefore continued to adopt the going concern basis in preparing its financial statements.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations and legacies are recognised in the financial statements when the Trust is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable. Any administration fee is charged is recognised as unrestricted income.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

Expenditure on charitable activities includes costs in relation to the maritime history and heritage.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Allocation of support and governance costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include governance costs. They are incurred directly in support of expenditure on the objects of the charitable company.

Governance costs comprise all costs involving the public accountability of the Trust and its compliance with regulation and good practice. These costs include costs related to the independent examination, statutory audit and legal fees.

Support and Governance costs have been allocated across the charitable activities using various percentage allocations.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2023

1. ACCOUNTING POLICIES – continued

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Heritage assets

Heritage assets are recognised on the balance sheet and initially measured at cost when purchased. Assets are subsequently stated at cost less accumulated depreciation.

Amortisation is provided on all intangible heritage assets, at rates calculated to write off the cost of each asset on a straight-line basis over the asset's estimated useful lives as follows:

Heritage asset	25 year straight line
----------------	-----------------------

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Debtors

Trade debtors and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Creditors

Creditors are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Other creditors and accruals are recognised at their settlement amount due.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a continuing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	Unrestricted £	Restricted £	2023 £	2022 £
Donations	-	-	-	5,000

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

3. CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2023 £	2022 £
Use of images	-	-	-	950
Grant income	28,830	1,425,000	1,453,830	5,338,625
	<u>28,830</u>	<u>1,425,000</u>	<u>1,453,830</u>	<u>5,339,575</u>

4. OTHER INCOME

	Unrestricted £	Restricted £	2023 £	2022 £
Management fee income	75,000	-	75,000	277,500
Royalty income	450,512	-	450,512	-
Bank interest	1,645	-	1,645	186
	<u>527,157</u>	<u>-</u>	<u>527,157</u>	<u>277,686</u>

5. CHARITABLE ACTIVITIES COST

	Direct costs (see note 6) £	Support costs (see note 7) £	Total £
Maritime history and heritage	1,621,348	187,233	1,808,581

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2023 £	2022 £
Expedition costs	-	1,621,348	1,621,348	5,383,360

7. SUPPORT COSTS

	2023 £	2022 £
Bank charges	669	1,201
Website costs	23,572	10,281
Advertising, media and communications	38,185	96,488
Professional fees	59,775	95,984
Amortisation	3,679	4,935
Sundry	9,602	6,100
Donations	-	2,000
Trustee Expenses	17,040	3,941
Computer costs	7,830	-
Workshops	16,066	-
Insurance	3,135	-
Governance costs	7,680	14,131
	<u>187,233</u>	<u>235,061</u>

Governance costs

	2023 £	2022 £
Auditor's remuneration	6,600	6,000
Non-audit fees paid to auditor	1,080	2,700
Over/under accrual on audit fees	-	4,140
Insurance	-	1,291
	<u>7,680</u>	<u>14,131</u>

THE FALKLANDS MARITIME HERITAGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023**

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 October 2023 nor for the year ended 31 October 2022. The key management of the charity comprise of the Trustees only.

Trustees' expenses

In the year Trustees had expenditure of £26,537 (2022: £13,470) reimbursed to them by the charity.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (2022)

	Unrestricted funds	Restricted funds	Total 2022 £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	-	5,000	5,000
Charitable activities	66,125	5,273,450	5,339,575
Other income	277,686	-	277,686
Total	<u>343,811</u>	<u>5,278,450</u>	<u>5,622,261</u>
EXPENDITURE ON			
Charitable activities			
Maritime history and heritage	68,475	5,549,946	5,618,421
NET INCOME/(EXPENDITURE)	<u>275,336</u>	<u>(271,496)</u>	<u>3,840</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	84,833	319,423	404,256
TOTAL FUNDS CARRIED FORWARD	<u><u>360,169</u></u>	<u><u>47,927</u></u>	<u><u>408,096</u></u>

10. HERITAGE ASSETS

	Scully Archive £
Cost	
At 1 November 2022	108,621
Additions	-
At 31 October 2023	<u>108,621</u>
Amortisation	
At 1 November 2022	6,560
Charge for the year	3,678
At 31 October 2023	<u>10,238</u>
Carrying amount	
At 31 October 2023	<u>98,383</u>
At 31 October 2022	<u><u>102,061</u></u>

The Archive consist of over 200 interviews with participants in the 1982 Falklands War and includes all major decision makers on both sides and from mediation countries, such as the USA, both political and military. No other collection of primary material contains such a comprehensive account of the lead up to war and the war itself. By its very nature most of the material is unique and irreplaceable.

11. DEBTORS

	2023 £	2022 £
Trade Debtors	-	2,390
	<u>-</u>	<u>2,390</u>

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other creditors	10,642	27,775

13. MOVEMENT IN FUNDS

	At 01/11/2022 £	Net movement in funds £	At 31/10/2023 £
Unrestricted funds			
General fund	360,169	200,333	560,502
Restricted funds			
Endurance 22	47,927	(47,927)	-
Education Fund	-	20,000	20,000
TOTAL FUNDS	408,096	172,406	580,502

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Transfers £	Movement in funds £
Unrestricted funds				
General fund	555,987	(74,075)	(281,579)	200,333
Restricted funds				
Endurance 22	1,425,000	(1,734,506)	261,579	(47,927)
Education Fund	-	-	20,000	20,000
TOTAL FUNDS	1,980,987	(1,808,581)	-	172,406

The Endurance 22 expedition is now complete. There is some residual expenditure expected in 2024, after which the fund will be closed.

On further review of income received in 2022, the Trustees believe £20,000 is better identified as restricted income and so a transfer has been raised this year from the General fund to reflect this, creating the restricted Education Fund.

Comparatives for movement in funds

	At 01/11/2021 £	Net movement in funds £	At 31/10/2022 £
Unrestricted funds			
General fund	84,833	275,336	360,169
Restricted Funds			
Endurance 22	319,423	(271,496)	47,927
TOTAL FUNDS	404,256	3,840	408,096

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

13. **MOVEMENT IN FUNDS (CONTINUED)**

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	343,811	(68,475)	275,336
Restricted Funds			
Endurance 22	5,278,450	(5,549,946)	(271,496)
TOTAL FUNDS	<u>5,622,261</u>	<u>(5,618,421)</u>	<u>3,840</u>

14. **RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 October 2023 or for the year ended 31 October 2022.

15. **RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2023 £	2022 £
Net income for the reporting period (as per the statement of financial activities)	172,406	3,840
Adjustments for:		
Decrease in creditors	(17,133)	165,105
Decrease in debtors	2,390	(116,001)
Amortisation	3,678	1,624
Net cash provided by/(used in) operating activities	<u>161,341</u>	<u>393,926</u>

THE FALKLANDS MARITIME HERITAGE TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2023

	Total 2023 £	Total 2022 £
INCOME AND ENDOWMENTS FROM		
Donations and legacies		
Donations	-	5,000
Charitable activities		
Grant income	1,453,830	5,338,625
Sale of film rights	-	950
Other income		
Management fee income	75,000	277,500
Royalty income	450,512	-
Interest received	1,645	186
Total incoming resources	<u>1,980,987</u>	<u>5,622,261</u>
EXPENDITURE ON		
Charitable activities		
Expedition costs	1,621,348	5,383,360
	<u>1,621,348</u>	<u>5,383,360</u>
Support costs		
Bank charges	669	1,201
Website costs	23,572	10,281
Advertising, media and communications	38,185	96,488
Professional fees	59,775	95,984
Amortisation	3,679	4,935
Sundry	9,602	6,100
Donations	-	2,000
Trustee expenses	17,040	3,941
Computer costs	7,830	-
Workshops	16,066	-
Insurance	3,135	-
Governance costs		
Auditor's remuneration	6,600	10,140
Non-audit fees paid to auditors	1,080	2,700
Insurance	-	1,291
	<u>187,233</u>	<u>235,061</u>
Total resources expended	<u>1,808,581</u>	<u>5,618,421</u>
Net income/(expenditure)	<u>172,406</u>	<u>3,840</u>

THE FALKLANDS MARITIME HERITAGE TRUST

England & Wales - Charity number 1159265

Accounts

REGISTERED COMPANY NUMBER: 09250869 (England and Wales)
REGISTERED CHARITY NUMBER: 1159265

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2022
FOR
THE FALKLANDS MARITIME HERITAGE TRUST**

THE FALKLANDS MARITIME HERITAGE TRUST

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FOR THE YEAR ENDED 31 OCTOBER 2022**

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THE FALKLANDS MARITIME HERITAGE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

09250869 (England and Wales)

Registered Charity number

1159265

Registered office

One Bartholomew Close

London

EC1A 7BL

Trustees

M M J Bound

W P Featherstone

D A Lamont

S G R Pitaluga

Independent Auditor

Azets Audit Services

Chartered Accountants

2nd Floor, Regis House

45 King William Street

London

EC4R 9AN

Solicitors

BDB Pitmans LLP

One Bartholomew Close

London

EC1A 7BL

Bankers

CAF Bank Ltd

25 Kings Hill Avenue

Kings Hill

West Malling

Kent

ME19 4JQ

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2022

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 October 2022. The Trustees have adopted the provisions of 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 (FRS 102) (effective 1 January 2015) published on 16th July 2014 (as amended by Updated Bulletin 1 published on 2nd February 2016).

The founding Trustees were David Ainslie, Mensun Bound, William Featherstone and Donald Lamont. Advised by Stone King LLP, Solicitors, they adopted a Memorandum containing Articles of Association for the Company Limited by Guarantee on 6th October 2014. Alan Huckle was appointed a Trustee on the 8th January 2015 and resigned 31st December 2018. The company was incorporated and registered at Companies House on 6th October 2014, and subsequently registered with the Charity Commission on 18th November 2014.

INCORPORATION

The charitable company was incorporated on 6th October 2014.

OBJECTIVES AND ACTIVITIES

Objectives and aims for the public benefit

The Trust aims to advance the education of the public, including in the maritime history and heritage, both military and civilian, of the Falkland Islands and their neighbouring seas, and the improvement of public understanding of their historical and social significance; in particular but without limitation through research and exploration of the said seas; and to record, preserve and restore (if considered appropriate) craft, materials and information of historical significance and educative value relating to the Falkland Islands and their neighbouring seas, including naval and civilian vessels and related equipment, items and records and by the acquisition, restoration and maintenance of the same for public display, demonstration or exhibition at the Falkland Islands Museum and the Jane Cameron National Archives of the Falkland Islands or other suitable institutions open to the public.

Grant making

At this stage the trust does not consider itself to be a grant making organisation.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

While the Trust maintains a website that contains stories of the maritime history of the Falkland Islands and South Georgia, a separate but linked website was created to illustrate the Endurance22 Expedition, whose objectives were 1) to locate, survey and film the wreck of Sir Ernest Shackleton's ship *Endurance*; 2) to bring the story of Shackleton to a new generation through a major international education and outreach campaign; and 3) to investigate and study the remote western Weddell Sea ecosystem.

Preparations for the Expedition were made substantially more difficult by the global Covid pandemic. This affected personnel recruited for the Expedition but also the logistics of bringing all required equipment together in Cape Town. Credit for overcoming these and other challenges belongs to the Leadership of the Expedition, the Expedition Doctor, Dr Lucy Coulter, and those most closely involved in preparing *SA Agulhas II* for the expedition, including employees of AMSOL, owners of the vessel.

A further difficulty was the failure of arrangements for the heavy-lift helicopter that was required for the option of establishing ice camps from which to launch the Sabertooth underwater vehicles. This was overcome with the support of the US helicopter operators, Rotak.

SA Agulhas II was able to leave Cape Town as scheduled. Favourable ice conditions allowed the Expedition to reach the search area, defined by Deep Ocean Search before departure from South Africa, two days earlier than planned. Early in the search, the team identified an anomaly on the seabed. Initial hope that this was the wreck of *Endurance* was not borne out, but the identification of wreckage encouraged confidence in the likelihood of success. Ice conditions made the search predictably challenging, so that the Trust had to seek and obtain the extension provided for in the ship charter. There was, however, no need to deploy the ice camps that had been planned for. On 5 March, the team was able to report the discovery of the wreck and to confirm their success with video evidence. The Expedition was allowed to make a detour on the way back, allowing the team to land in South Georgia and to pay tribute at the grave of Sir Ernest Shackleton.

Following the discovery, the Trust reached agreement with National Geographic for the production of a long-form TV documentary. When National Geographic had sight of the footage captured by the team headed by Natalie Hewit, they increased their investment, aiming to produce a theatrical documentary, to be launched in 2024.

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2022

Charitable activities (*continued*)

Other outputs were a series of podcasts and short-form documentaries by Dan Snow, TV presenter and historian, and teaching materials produced by the Royal Geographical Society. The US-based Reach the World, which had conducted a unique programme of live broadcasts and interviews from the Weddell Sea, awarded the Expedition the Cronkite Award, which the Chairman of the Trust accepted at an event in New York in July 2022. A series of five educational videos will also be made available to schools in the UK, US and more widely.

Following the end of the successful expedition the Trust launched a review aimed at strengthening its governance and which is ongoing.

FINANCIAL REVIEW

Trustees' investment powers

Although the Articles and Constitution of the trust permit it to exercise powers to make investment, at this time the business of the trust does not require it to exercise those powers.

Reserves policy

As a project-based organisation it is not the intention to maintain any distinct reserves or seek endowment funds. There remain sufficient funds to cover foreseeable expenses pending identification of a new project, but do not justify investment advice at this stage. As it moves forward, it is the Trust's intention to review its investment and reserves policies regularly and to implement risk management and other policies as projects are identified.

Funds given to the trust for each project will be placed on deposit and depleted during the project life.

FUTURE PLANS

The discovery of *Endurance* on 5 March 2022 triggered a wave of international interest and presents the Trust with exciting opportunities and significant challenges. From funds generated by the Expedition the Trust has established an educational fund, to support interest among young people in the Falkland Islands in their maritime heritage. The Trust will also develop its website as a focus for information about wrecks around the Islands or in the Weddell Sea or on South Georgia.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new Trustees

As the Trust expands its operations it will seek to augment the trustee body by recruiting those with specific skills and knowledge which are germane to the trust and the new opportunities presented by discovery of the wreck.

Induction and training of new Trustees

As and when new Trustees are to be approached and selected they would be issued with all relevant documentation - company and charity registration documents, minutes and accounts for up to the preceding three years, reports and/or digital accounts of past projects, and any policy statements agreed by the Trustees and current - following which the invitee would have the time they required to ask questions, and seek clarification from the existing Trustees

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2022

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also the directors of The Falklands Maritime Heritage Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

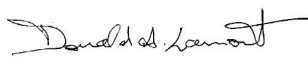
In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of Trustees on 27 July 2023

and signed on its behalf by:



.....
D A Lamont - Trustee

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Opinion

We have audited the financial statements of Falklands Maritime Heritage Trust (the 'charitable company') for the year ended 31 October 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 October 2022, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 charitable 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable 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 trustees either intend to liquidate the charitable 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 these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE FALKLANDS MARITIME HERITAGE TRUST**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

John Howard FCA (Senior Statutory Auditor)

For and on behalf of Azets Audit Services

Chartered Accountants

2nd Floor, Regis House

45 King William Street

London

EC4R 9AN

Date: 27 July 2023

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 OCTOBER 2022

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	-	5,000	5,000	26
Charitable activities	3	66,125	5,273,450	5,339,575	1,141,900
Other income	4	277,686	-	277,686	60,100
Total		<u>343,811</u>	<u>5,278,450</u>	<u>5,622,261</u>	<u>1,202,026</u>
EXPENDITURE ON					
Charitable activities	5				
Maritime history and heritage		68,475	5,549,946	5,618,421	858,828
NET INCOME/(EXPENDITURE)		<u>275,336</u>	<u>(271,496)</u>	<u>3,840</u>	<u>343,198</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		84,833	319,423	404,256	61,058
TOTAL FUNDS CARRIED FORWARD		<u>360,169</u>	<u>47,927</u>	<u>408,096</u>	<u>404,256</u>

All income and expenditure has arisen from continuing activities.

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

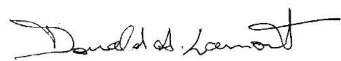
STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2022

Company number: 09250869

	Note	2022 £	2021 £
FIXED ASSETS			
Heritage assets	10	102,061	74,172
CURRENT ASSETS			
Cash at bank		331,420	380,448
Debtors	11	2,390	116,001
		<u>333,810</u>	<u>496,449</u>
CREDITORS			
Amounts falling due within one year	12	(27,775)	(166,365)
NET CURRENT ASSETS/(LIABILITIES)		<u>306,035</u>	<u>330,084</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>408,096</u>	<u>404,256</u>
NET ASSETS/(LIABILITIES)		<u><u>408,096</u></u>	<u><u>404,256</u></u>
FUNDS			
Unrestricted fund		360,169	84,833
Restricted fund	13	47,927	319,423
		<u><u>408,096</u></u>	<u><u>404,256</u></u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 27 July 2023 and were signed on its behalf by:



.....
D A Lamont -Trustee



.....
W P Featherstone -Trustee

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2022**

	Note	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	15	(16,203)	393,926
Net cash provided by/(used in) operating activities		(16,203)	393,926
Cash flows from investing activities			
Purchase of heritage asset		(32,825)	(75,796)
Net cash provided by/(used in) investing activities		(32,825)	(75,796)
Change in cash and cash equivalents in the reporting period		(49,028)	318,130
Cash and cash equivalents at the beginning of the reporting period		380,448	62,318
Cash and cash equivalents at the end of the reporting period		331,420	380,448
ANALYSIS OF CHANGES IN NET FUNDS			
	At 01/11/2021 £	Cash flow £	At 31/10/2022 £
Net cash			
Cash at bank	380,448	(49,028)	331,420
Total	380,448	(49,028)	331,420

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2022

1. ACCOUNTING POLICIES

General information and basis of preparation

The Falklands Maritime Heritage Trust is a company limited by guarantee in the United Kingdom. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are set out on page 1.

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 (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The Falklands Maritime Heritage Trust meets the definition of a public benefit entity under FRS 102. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

Preparation of the accounts on a going concern basis

The Trust has reasonable expectation that there are adequate resources to continue in operational existence for the foreseeable future. It has therefore continued to adopt the going concern basis in preparing its financial statements.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations and legacies are recognised in the financial statements when the Trust is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable. Any administration fee is charged is recognised as unrestricted income.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

Expenditure on charitable activities includes costs in relation to the maritime history and heritage.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Allocation of support and governance costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include governance costs. They are incurred directly in support of expenditure on the objects of the charitable company.

Governance costs comprise all costs involving the public accountability of the Trust and its compliance with regulation and good practice. These costs include costs related to the independent examination, statutory audit and legal fees.

Support and Governance costs have been allocated across the charitable activities using various percentage allocations.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2022

1. ACCOUNTING POLICIES – continued

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Heritage assets

Heritage assets are recognised on the balance sheet and initially measured at cost when purchased. Assets are subsequently stated at cost less accumulated depreciation.

Amortisation is provided on all intangible heritage assets, at rates calculated to write off the cost of each asset on a straight-line basis over the asset's estimated useful lives as follows:

Heritage asset	25 year straight line
----------------	-----------------------

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Debtors

Trade debtors and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Creditors

Creditors are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Other creditors and accruals are recognised at their settlement amount due.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a continuing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	Unrestricted £	Restricted £	2022 £	2021 £
Donations	-	5,000	5,000	26

THE FALKLANDS MARITIME HERITAGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022**

3. CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2022 £	2021 £
Sale of film rights	-	950	950	-
Grant income	66,125	5,272,500	5,338,625	1,141,900
	<u>66,125</u>	<u>5,273,450</u>	<u>5,339,575</u>	<u>1,141,900</u>

4. OTHER INCOME

	Unrestricted £	Restricted £	2022 £	2021 £
Management fee income	277,500	-	277,500	60,100
Bank interest	186	-	186	-
	<u>277,686</u>	<u>-</u>	<u>277,686</u>	<u>60,100</u>

5. CHARITABLE ACTIVITIES COST

	Direct costs (see note 6) £	Support costs (see note 7) £	Total £
Maritime history and heritage	<u>5,383,360</u>	<u>229,361</u>	<u>5,612,721</u>

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2022 £	2021 £
Expedition costs	<u>-</u>	<u>5,383,360</u>	<u>5,383,360</u>	<u>742,039</u>

7. SUPPORT COSTS

	2022 £	2021 £
Bank charges	1,201	584
Website costs	10,281	31,456
Advertising, media and communications	96,488	31,850
Professional fees	95,984	39,795
Amortisation	4,935	1,624
Sundry	6,100	4,794
Donations	2,000	-
Trustee Expenses	3,941	-
Governance costs	14,131	6,686
	<u>235,061</u>	<u>116,789</u>

Governance costs

	2022 £	2021 £
Auditor's remuneration	6,000	4,500
Non-audit fees paid to auditor	2,700	750
Over/under accrual on audit fees	4,140	-
Insurance	1,291	1,436
	<u>14,131</u>	<u>6,686</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 October 2022 nor for the year ended 31 October 2021. The key management of the charity comprise of the Trustees only.

Trustees' expenses

In the year Trustees had expenditure of £13,470 (2021: £nil) reimbursed to them by the charity.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (2021)

	Unrestricted funds	Restricted funds	Total 2021 £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	26	-	26
Charitable activities	-	1,141,900	1,141,900
Other income	60,100	-	60,100
Total	60,126	1,141,900	1,202,026
EXPENDITURE ON			
Charitable activities			
Maritime history and heritage	36,351	822,477	858,828
NET INCOME/(EXPENDITURE)	23,775	319,423	343,198
RECONCILIATION OF FUNDS			
Total funds brought forward	61,058	-	61,058
TOTAL FUNDS CARRIED FORWARD	84,833	319,423	404,426

10. HERITAGE ASSETS

	Scully Archive £
Cost	
At 1 November 2021	75,796
Additions	32,825
At 31 October 2022	108,621
Amortisation	
At 1 November 2021	1,624
Charge for the year	4,936
At 31 October 2022	6,560
Carrying amount	
At 31 October 2022	102,061
At 31 October 2021	74,172

The Archive consist of over 200 interviews with participants in the 1982 Falklands War and includes all major decision makers on both sides and from mediation countries, such as the USA, both political and military. No other collection of primary material contains such a comprehensive account of the lead up to war and the war itself. By its very nature most of the materials is unique and irreplaceable.

11. DEBTORS

	2022 £	2021 £
Trade Debtors	2,390	-
Prepayments	-	116,001
	2,390	116,001

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other creditors	27,775	166,365

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

13. MOVEMENT IN FUNDS

	At 01/11/2021 £	Net movement in funds £	At 31/10/2022 £
Unrestricted funds			
General fund	84,833	275,336	360,169
Restricted funds			
Endurance 22	319,423	(271,496)	47,927
TOTAL FUNDS	<u>404,256</u>	<u>3,840</u>	<u>408,096</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	343,811	(68,475)	275,336
Restricted funds			
Endurance 22	5,278,450	(5,549,946)	(271,496)
TOTAL FUNDS	<u>5,622,261</u>	<u>(5,618,421)</u>	<u>3,840</u>

Comparatives for movement in funds

	At 01/11/2020 £	Net movement in funds £	At 31/10/2021 £
Unrestricted funds			
General fund	61,058	23,775	84,833
Restricted Funds			
Endurance 22	-	319,423	319,423
TOTAL FUNDS	<u>61,058</u>	<u>343,198</u>	<u>404,256</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	60,126	(36,351)	23,775
Restricted Funds			
Endurance 22	1,141,900	(822,477)	319,423
TOTAL FUNDS	<u>1,202,026</u>	<u>(858,828)</u>	<u>343,198</u>

THE FALKLANDS MARITIME HERITAGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022**

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 October 2022 and for the year ended 31 October 2021.

15. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net income for the reporting period (as per the statement of financial activities)	3,840	343,198
Adjustments for:		
Decrease in creditors	(138,590)	165,105
Decrease in debtors	113,611	(116,001)
Amortisation	4,936	1,624
Net cash provided by/(used in) operating activities	<u>(16,203)</u>	<u>393,926</u>

THE FALKLANDS MARITIME HERITAGE TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2022

	Total 2022 £	Total 2021 £
INCOME AND ENDOWMENTS FROM		
Donations and legacies		
Donations	5,000	26
Charitable activities		
Grant income	5,338,625	1,141,900
Sale of film rights	950	-
Other income		
Management fee income	277,500	60,100
Interest received	186	-
Total incoming resources	<u>5,622,261</u>	<u>1,202,026</u>
EXPENDITURE ON		
Charitable activities		
Expedition costs	5,383,360	742,039
	<u>5,383,360</u>	<u>742,039</u>
Support costs		
Bank charges	1,201	584
Website costs	10,281	31,456
Advertising, media and communications	96,488	31,850
Professional fees	95,984	39,795
Amortisation	4,935	1,624
Sundry	6,100	4,794
Donations	2,000	-
Trustee expenses	3,941	-
Governance costs		
Auditor's remuneration	10,140	4,500
Non-audit fees paid to auditors	2,700	750
Insurance	1,291	1,436
Other professional fees	-	-
	<u>235,061</u>	<u>116,789</u>
Total resources expended	<u>5,618,421</u>	<u>858,828</u>
Net income/(expenditure)	<u><u>3,840</u></u>	<u><u>343,198</u></u>

THE FALKLANDS MARITIME HERITAGE TRUST

England & Wales - Charity number 1159265

Accounts

REGISTERED COMPANY NUMBER: 09250869 (England and Wales)
REGISTERED CHARITY NUMBER: 1159265

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2021
FOR
THE FALKLANDS MARITIME HERITAGE TRUST**

THE FALKLANDS MARITIME HERITAGE TRUST

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021**

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Statement of Cash Flow	10
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THE FALKLANDS MARITIME HERITAGE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

09250869 (England and Wales)

Registered Charity number

1159265

Registered office

One Bartholomew Close
London
EC1A 7BL

Trustees

M M J Bound
W P Featherstone
D A Lamont
S G R Pitaluga (appointed 5 January 2021)
R H B Holme (resigned 19 February 2021)

Independent Auditor

Azets Audit Services
Chartered Accountants
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Solicitors

BDB Pitmans LLP
One Bartholomew Close
London
EC1A 7BL

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2021

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 October 2021. The Trustees have adopted the provisions of 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 (FRS 102) (effective 1 January 2015) published on 16th July 2014 (as amended by Updated Bulletin 1 published on 2nd February 2016).

The founding Trustees were David Ainslie, Mensun Bound, William Featherstone and Donald Lamont. Advised by Stone King LLP, Solicitors, they adopted a Memorandum containing Articles of Association for the Company Limited by Guarantee on 6th October 2014. Alan Huckle was appointed a Trustee on the 8th January 2015 and resigned 31st December 2018. The company was incorporated and registered at Companies House on 6th October 2014, and subsequently registered with the Charity Commission on 18th November 2014.

INCORPORATION

The charitable company was incorporated on 6th October 2014.

OBJECTIVES AND ACTIVITIES

Objectives and aims for the public benefit

The Trust aims to advance the education of the public, including in the maritime history and heritage, both military and civilian, of the Falkland Islands and their neighbouring seas, and the improvement of public understanding of their historical and social significance; in particular but without limitation through research and exploration of the said seas; and to record, preserve and restore (if considered appropriate) craft, materials and information of historical significance and educative value relating to the Falkland Islands and their neighbouring seas, including naval and civilian vessels and related equipment, items and records and by the acquisition, restoration and maintenance of the same for public display, demonstration or exhibition at the Falkland Islands Museum and the Jane Cameron National Archives of the Falkland Islands or other suitable institutions open to the public.

Grant making

At this stage the trust does not consider itself to be a grant making organisation.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust maintains a website that contains stories of the maritime history of the Falkland Islands and South Georgia. The documentary made of the finding of SMS Scharnhorst in 2019 continues to be shown on the Smithsonian Channel.

Throughout the period covered by this Return the Trust was heavily engaged in planning for the expedition whose objectives were 1) to locate, survey and film the wreck of Sir Ernest Shackleton's ship *Endurance*; 2) to bring the story of Shackleton to a new generation through a major international education and outreach campaign; and 3) to investigate and study the remote western Weddell Sea ecosystem.

Trustees appointed Dr John Shears to be Expedition Leader. They concluded a charter contract with African Marine Solutions (AMSOL) for SA Agulhas II, given its success as the platform for the Weddell Sea Expedition of 2019. Ocean Infinity would be lead contractor for the subsea element, using SAAB Sabertooth hybrid underwater vehicles.

Key partners for the Education/Outreach programme were Reach the World and the Royal Geographical Society. After reviewing other candidates, Trustees selected Little Dot Studios/History Hit, fronted by TV presenter Dan Snow, to be responsible for social media output in various forms and a long-form documentary.

The scientific component of the expedition was more limited than had been the case for the Weddell Sea Expedition, given the reduced period in which SA Agulhas II was available. The Trust appointed Dr Lasse Rabenstein of the German research company Drift & Noise as Chief Scientist. With an emphasis on weather and sea ice science, his team included scientists from Germany, Finland and South Africa.

Substantial effort was devoted to the development of plans for deploying the Sabertooths from ice camps if conditions did not allow the ship to reach the presumed location of the wreck. These plans required the use of two helicopters (one being for heavy lift) as well as specially designed and constructed equipment to allow drilling on an ice floe and then lowering and retrieving the Sabertooths.

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2021

Charitable activities (*continued*)

The pressures of preparing for the Endurance22 Expedition unfortunately prevented the Trust from making progress with plans to take advantage in time for the 40th Anniversary of the Falklands War of material we acquired for the descendants of Hugh Scully, the television journalist. His interviews with key participants in that conflict and in particular with Prime Minister Margaret Thatcher remain a unique and valuable historical archive.

On 5 March 2022 the Expedition ("Endurance22") succeeded in locating the wreck.

FINANCIAL REVIEW

Trustees' investment powers

Although the Articles and Constitution of the trust permit it to exercise powers to make investment, at this time the business of the trust does not require it to exercise those powers.

Reserves policy

As a project based organisation it is not the intention to maintain any distinct reserves or seek endowment funds. There remain sufficient funds to cover foreseeable expenses pending identification of a new project, but do not justify investment advice at this stage. As it moves forward, it is the Trust's intention to review its investment and reserves policies regularly and to implement risk management and other policies as projects are identified.

Funds given to the trust for each project will be placed on deposit and depleted during the project life.

FUTURE PLANS

The discovery of Endurance on 5 March 2022 triggered a wave of international interest and presents the Trust with exciting opportunities and significant challenges.

NatGeo have engaged in producing a major documentary. Little Dot/History Hit, with Reach the World and the Royal Geographical Society, have made a series of five short documentaries for educational use. In presentations to a variety of audiences, members of the Expedition are able to further the Trust's Objects by their accounts of the search and the story of Shackleton's original expedition. We shall be marketing a series of educational documentaries for school use. We expect that there will be books, exhibitions and digital products made possible or more attractive by the use of the data gathered by the Sabertooths, once the data have been suitably processed.

With the tenth anniversary of Margaret Thatcher's death approaching in Autumn 2023, we shall look for opportunities to deploy in an appropriate form the archive of interview material we have acquired.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new Trustees

As the Trust expands its operations it will seek to augment the trustee body by recruiting those with specific skills and knowledge which are germane to the trust and the new opportunities presented by discovery of the wreck.

Induction and training of new Trustees

As and when new Trustees are to be approached and selected they would be issued with all relevant documentation - company and charity registration documents, minutes and accounts for up to the preceding three years, reports and/or digital accounts of past projects, and any policy statements agreed by the Trustees and current - following which the invitee would have the time they required to ask questions, and seek clarification from the existing Trustees

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 OCTOBER 2021

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also the directors of The Falklands Maritime Heritage Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of Trustees on

and signed on its behalf by:


D A Lamont - Trustee

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Opinion

We have audited the financial statements of Falklands Maritime Heritage Trust (the 'charitable company') for the year ended 31 October 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 October 2021, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 charitable 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE FALKLANDS MARITIME HERITAGE TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable 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 trustees either intend to liquidate the charitable 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 these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE FALKLANDS MARITIME HERITAGE TRUST**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

John Howard FCA (Senior Statutory Auditor)

For and on behalf of Azets Audit Services

Chartered Accountants

2nd Floor, Regis House

45 King William Street

London

EC4R 9AN

Date:

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 OCTOBER 2021

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	26	-	26	50,000
Charitable activities	3	-	1,141,900	1,141,900	78,833
Other income	4	60,100	-	60,100	-
Total		<u>60,126</u>	<u>1,141,900</u>	<u>1,202,026</u>	<u>128,833</u>
EXPENDITURE ON					
Charitable activities	5				
Maritime history and heritage		36,351	822,477	858,828	132,227
NET INCOME/(EXPENDITURE)		<u>23,775</u>	<u>319,423</u>	<u>343,198</u>	<u>(3,394)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		61,058	-	61,058	64,452
TOTAL FUNDS CARRIED FORWARD		<u>84,833</u>	<u>319,423</u>	<u>404,256</u>	<u>61,058</u>

All income and expenditure has arisen from continuing activities.

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2021

Company number: 09250869

	Note	2021 £	2020 £
FIXED ASSETS			
Heritage assets	10	74,172	-
CURRENT ASSETS			
Cash at bank		380,448	62,318
Debtors	11	116,001	-
		<u>496,449</u>	<u>62,318</u>
CREDITORS			
Amounts falling due within one year	12	(166,365)	(1,260)
NET CURRENT ASSETS/(LIABILITIES)		<u>330,084</u>	<u>61,058</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>404,256</u>	<u>61,058</u>
NET ASSETS/(LIABILITIES)		<u>404,256</u>	<u>61,058</u>
FUNDS			
Unrestricted fund		84,833	61,058
Restricted fund	13	319,423	-
		<u>404,256</u>	<u>61,058</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on behalf by:

and were signed on its


D A Lamont - Trustee

.....
W P Featherstone - Trustee

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	15	393,926	(3,274)
Net cash provided by/(used in) operating activities		<u>393,926</u>	<u>(3,274)</u>
Cash flows from investing activities			
Purchase of heritage asset		(75,796)	-
Net cash provided by/(used in) investing activities		<u>(75,796)</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		318,130	(3,274)
Cash and cash equivalents at the beginning of the reporting period		<u>62,318</u>	<u>65,592</u>
Cash and cash equivalents at the end of the reporting period		<u>380,448</u>	<u>62,318</u>
ANALYSIS OF CHANGES IN NET FUNDS			
	At 01/11/2020 £	Cash flow £	At 31/10/2021 £
Net cash			
Cash at bank	62,318	348,130	380,448
Total	<u>62,318</u>	<u>348,130</u>	<u>380,448</u>

The notes on pages 11 to 16 form part of these financial statements.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2021

1. ACCOUNTING POLICIES

General information and basis of preparation

The Falklands Maritime Heritage Trust is a company limited by guarantee in the United Kingdom. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 2.

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 (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The Falklands Maritime Heritage Trust meets the definition of a public benefit entity under FRS 102. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

Preparation of the accounts on a going concern basis

The Trust has reasonable expectation that there are adequate resources to continue in operational existence for the foreseeable future. It has therefore continued to adopt the going concern basis in preparing its financial statements.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations and legacies are recognised in the financial statements when the Trust is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable. Any administration fee is charged is recognised as unrestricted income.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

Expenditure on charitable activities includes costs in relation to the maritime history and heritage.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Allocation of support and governance costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include governance costs. They are incurred directly in support of expenditure on the objects of the charitable company.

Governance costs comprise all costs involving the public accountability of the Trust and its compliance with regulation and good practice. These costs include costs related to the independent examination, statutory audit and legal fees.

Support and Governance costs have been allocated across the charitable activities using various percentage allocations.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2021

1. ACCOUNTING POLICIES – continued

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Heritage assets

Heritage assets are recognised on the balance sheet and initially measured at cost when purchased. Assets are subsequently stated at cost less accumulated depreciation.

Amortisation is provided on all intangible heritage assets, at rates calculated to write off the cost of each asset on a straight-line basis over the asset's estimated useful lives as follows:

Heritage asset	25-year straight line
----------------	-----------------------

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors

Creditors are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Other creditors and accruals are recognised at their settlement amount due.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a continuing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

2. DONATIONS AND LEGACIES

	Unrestricted £	Restricted £	2021 £	2020 £
Donations	26	-	26	50,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

3. CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2021 £	2020 £
Sale of film rights	-	-	-	78,833
Grant income	-	1,141,900	1,141,900	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	-	1,141,900	1,141,900	78,833
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

THE FALKLANDS MARITIME HERITAGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021**

4. OTHER INCOME

	Unrestricted £	Restricted £	2021 £	2020 £
Management fee income	60,100	-	60,100	-

5. CHARITABLE ACTIVITIES COST

	Direct costs (see note 6) £	Support costs (see note 7) £	Total £
Maritime history and heritage	742,039	116,789	858,828

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2021 £	2020 £
Expedition costs	-	742,039	742,039	-
Film of the search operation	-	-	-	103,585
	-	742,039	742,039	103,585

7. SUPPORT COSTS

	2021 £	2020 £
Bank charges	584	60
Website costs	31,456	18,632
Advertising, media and communications	31,850	-
Professional fees	39,795	-
Amortisation	1,624	-
Sundry	4,794	2,015
Governance costs	6,686	5,852
Secretarial services	-	2,083
	116,789	28,642

Governance costs

	2021 £	2020 £
Independent Examiner's fee	-	1,230
Auditor's remuneration	4,500	-
Non-audit fees paid to auditor	750	-
Insurance	1,436	1,064
Other professional fees	-	3,558
	6,686	5,852

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 October 2021 nor for the year ended 31 October 2020.

The key management of the charity comprise the Trustees only.

Trustees' expenses

In 2021 and 2020, no Trustees had expenses reimbursed to them by the charity.

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (2020)

	2020 Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	50,000
Charitable activities	78,833
Other income	-
Total	128,833
EXPENDITURE ON	
Charitable activities	
Maritime history and heritage	132,227
NET INCOME/(EXPENDITURE)	(3,394)
RECONCILIATION OF FUNDS	
Total funds brought forward	64,452
TOTAL FUNDS CARRIED FORWARD	61,058

10. HERITAGE ASSETS

	Scully Archive £
Cost	
At 1 November 2020	-
Additions	75,796
At 31 October 2021	75,796
Amortisation	
At 1 November 2020	-
Charge for the year	1,624
At 31 October 2021	1,624
Carrying amount	
At 31 October 2021	74,172
At 31 October 2020	-

The archive consists of over 200 interviews with participants in the 1982 Falklands War and includes all major decision makers on both sides and from mediation countries, such as the USA, both political and military. No other collection of primary material contains such a comprehensive account of the lead up to war and the war itself. By its very nature most of the material is unique and irreplaceable.

11. DEBTORS

	2021 £	2020 £
Prepayments	116,001	-

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other creditors	116,365	1,260

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021

13. MOVEMENT IN FUNDS

	At 01/11/2020 £	Net movement in funds £	At 31/10/2021 £
Unrestricted funds			
General fund	61,058	23,775	84,833
Restricted funds			
Endurance 22	-	319,423	319,423
TOTAL FUNDS	<u>61,058</u>	<u>343,198</u>	<u>404,256</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	60,126	(36,351)	23,775
Restricted funds			
Endurance 22	1,141,900	(822,477)	319,423
TOTAL FUNDS	<u>1,202,026</u>	<u>(858,828)</u>	<u>343,198</u>

The Trust has been tasked with the management and financial control of an Expedition to try to locate the Shackleton Expedition ship "Endurance" The Expedition will sail in the early part of 2022 and will be more fully reported in next year's accounts.

Comparatives for movement in funds

	At 01/11/2019 £	Net movement in funds £	At 31/10/2020 £
Unrestricted funds			
General fund	64,452	(3,394)	61,058
TOTAL FUNDS	<u>64,452</u>	<u>(3,394)</u>	<u>61,058</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	128,833	(132,227)	(3,394)
TOTAL FUNDS	<u>128,833</u>	<u>(132,227)</u>	<u>(3,394)</u>

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 October 2021 and for the year ended 31 October 2020.

15. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income for the reporting period (as per the statement of financial activities)	343,198	(3,394)
Adjustments for:		
Increase in creditors	165,105	120
Increase in debtors	(116,001)	-
Amortisation	1,624	-
Net cash provided by/(used in) operating activities	<u>393,926</u>	<u>(3,274)</u>

THE FALKLANDS MARITIME HERITAGE TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2021

	Total 2021 £	Total 2020 £
INCOME AND ENDOWMENTS FROM		
Donations and legacies		
Donations	26	50,000
Charitable activities		
Grant income	1,141,900	-
Sale of film rights	-	78,833
Other income		
Management fee income	60,100	-
Total incoming resources	<u>1,202,026</u>	<u>128,833</u>
EXPENDITURE ON		
Charitable activities		
Expedition costs	742,039	-
Film of search operation	-	103,585
	<u>742,039</u>	<u>103,585</u>
Support costs		
Bank charges	584	60
Website costs	31,456	18,632
Advertising, media and communications	31,850	-
Professional fees	39,795	-
Amortisation	1,624	-
Sundry	4,794	2,015
Secretarial services	-	2,083
Governance costs		
Independent Examiner's fee	-	1,230
Auditor's remuneration	4,500	-
Non-audit fees paid to auditors	750	-
Insurance	1,436	1,064
Other professional fees	-	3,558
	<u>116,789</u>	<u>28,642</u>
Total resources expended	<u>858,828</u>	<u>132,227</u>
Net income/(expenditure)	<u>343,198</u>	<u>(3,394)</u>

THE FALKLANDS MARITIME HERITAGE TRUST

England & Wales - Charity number 1159265

Accounts

REGISTERED COMPANY NUMBER: 09250869 (England and Wales)
REGISTERED CHARITY NUMBER: 1159265

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020
FOR
THE FALKLANDS MARITIME HERITAGE TRUST**

THURSDAY



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COMPANIES HOUSE

THE FALKLANDS MARITIME HERITAGE TRUST

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FOR THE YEAR ENDED 31 OCTOBER 2020**

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THE FALKLANDS MARITIME HERITAGE TRUST
REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
09250869 (England and Wales)

Registered Charity number
1159265

Registered office
4th Floor, The Anchorage
34 Bridge Street
Reading
RG1 2LU

Trustees
M M J Bound
W P Featherstone
D A Lamont
S G R Pitaluga – appointed 5 January 2021
D G Ainslie – until 29 August 2020
R H O Holme – appointed 9 September 2020, resigned 12 February 2021

Independent Examiner
J Howard FCA
Azets Audit Services
Chartered Accountants
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Solicitors
For charity law matters

Stone King LLP
Boundary House
91 Charterhouse Street
London
EC1M 6HR

For commercial/contract advice

BDB Pitmans LLP
47 Castle Street
Reading
Berkshire
RG1 7SR

Bankers
CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 October 2020. The Trustees have adopted the provisions of 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 (FRS 102) (effective 1 January 2015) published on 16th July 2014 (as amended by Updated Bulletin 1 published on 2nd February 2016).

The founding Trustees were David Ainslie, Mensun Bound, William Featherstone and Donald Lamont. Advised by Stone King LLP, Solicitors, they adopted a Memorandum containing Articles of Association for the Company Limited by Guarantee on 6th October 2014. Alan Huckle was appointed a Trustee on the 8th January 2015 and resigned 31st December 2018. The company was incorporated and registered at Companies House on 6th October 2014, and subsequently registered with the Charity Commission on 18th November 2014.

INCORPORATION

The charitable company was incorporated on 6th October 2014.

OBJECTIVES AND ACTIVITIES

Objectives and aims for the public benefit

The Trust aims to advance the education of the public, including in the maritime history and heritage, both military and civilian, of the Falkland Islands and their neighbouring seas, and the improvement of public understanding of their historical and social significance; in particular but without limitation through research and exploration of the said seas; and to record, preserve and restore (if considered appropriate) craft, materials and information of historical significance and educative value relating to the Falkland Islands and their neighbouring seas, including naval and civilian vessels and related equipment, items and records and by the acquisition, restoration and maintenance of the same for public display, demonstration or exhibition at the Falkland Islands Museum and the Jane Cameron National Archives of the Falkland Islands or other suitable institutions open to the public.

Grant making

At this stage the trust does not consider itself to be a grant making organisation.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Following the conclusion of the expedition to locate the wrecks of German warships sunk in the Battle of the Falklands, the Trust arranged for the film of the expedition – "Lost Ships – the Hunt for the Kaiser's Superfleet" – to have a première simultaneously on 4 December 2019 in London and Stanley. During the year the trust received income from the sale of the film to the Smithsonian Channel, which continues to broadcast the film fairly regularly. Other sales followed.

The Trust embarked on the development of its own website (fmht.co.uk) and of a logo based on the model of a ship on top of the Battle Memorial in Stanley.

The Trust agreed to donate £2,000 to the SS Great Britain Trust to support the anniversary of the ship's return from the Falkland Islands.

The Trust agreed to become lead managers for a new expedition to the Weddell Sea to locate, survey and film the wreck of Shackleton's *Endurance*. Trustees agreed to engage BDB Pitmans as Legal Advisers, Charles Thompson as Media Adviser and John Shears as Expedition Consultant and Expedition leader.

THE FALKLANDS MARITIME HERITAGE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020

FINANCIAL REVIEW

Trustees' investment powers

Although the Articles and Constitution of the trust permit it to exercise powers to make investment, at this time the business of the trust does not require it to exercise those powers.

Reserves policy

As a project based organisation it is not the intention to maintain any distinct reserves or seek endowment funds. There remain sufficient funds to cover foreseeable expenses pending identification of a new project, but do not justify investment advice at this stage. As it moves forward, it is the Trust's intention to review its investment and reserves policies regularly and to implement risk management and other policies as projects are identified.

Funds given to the trust for each project will be placed on deposit and depleted during the project life.

FUTURE PLANS

The Trust continues to manage the planning for the expedition "Endurance22", due to leave from Cape Town in early 2022. The Trust also intends to support the commemoration of the Falklands War of 1982.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new Trustees

As the Trust expands its operations it will seek to augment the trustee body by recruiting those with specific skills and knowledge which are germane to the trust - such as marine archaeology, maritime history, charity administration and the Falkland Islands.

Induction and training of new Trustees

Before a new Trustee is appointed, they receive full documentation – company and charity registration documents, minutes and accounts for the preceding three years, reports and digital accounts of previous projects and any policy statements agreed by Trustees. They have introductory conversations with the Chairman and Treasurer and are invited to ask questions of any Trustee before and after appointment.

The Trust was saddened by the death on 29 August 2020 of David Ainslie, a founding Trustee

THE FALKLANDS MARITIME HERITAGE TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 OCTOBER 2020**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also the directors of The Falklands Maritime Heritage Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of Trustees on 24.9.2021 and signed on its behalf by:



D A Lamont - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE FALKLANDS MARITIME HERITAGE TRUST**

I report on the accounts of The Falklands Maritime Heritage Trust for the year ended 31 October 2020 set out on pages 6 to 14.

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

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.



John Howard (FCA)
For and on behalf of Azets Audit Services
Chartered Accountants
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Date: 28 July 2021

THE FALKLANDS MARITIME HERITAGE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 OCTOBER 2020

		2020 Unrestricted fund £	2019 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	50,000	750,000
Charitable activities	3	<u>78,833</u>	<u>-</u>
Total		128,833	750,000
 EXPENDITURE ON			
Charitable activities	4		
Maritime history and heritage		<u>132,227</u>	<u>735,680</u>
NET INCOME/(EXPENDITURE)		(3,394)	14,320
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>64,452</u>	<u>50,132</u>
 TOTAL FUNDS CARRIED FORWARD		<u>61,058</u>	<u>64,452</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities

The notes form part of these financial statements

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF FINANCIAL POSITION
AT 31 OCTOBER 2020

Company number: 09250869

	Notes	2020 Unrestricted fund £	2019 Unrestricted fund £
CURRENT ASSETS			
Cash at bank		62,318	65,592
CREDITORS			
Amounts falling due within one year	9	(1,260)	(1,140)
NET CURRENT ASSETS/(LIABILITIES)		<u>61,058</u>	<u>64,452</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>61,058</u>	<u>64,452</u>
NET ASSETS/(LIABILITIES)		<u>61,058</u>	<u>64,452</u>
FUNDS	10		
Unrestricted funds		<u>61,058</u>	<u>64,452</u>
TOTAL FUNDS		<u>61,058</u>	<u>64,452</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2020.

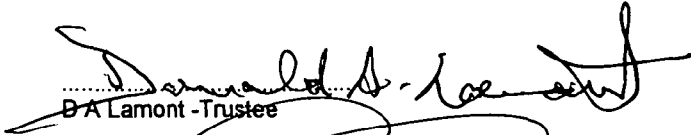
The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2020 in accordance with Section 476 of the Companies Act 2006.

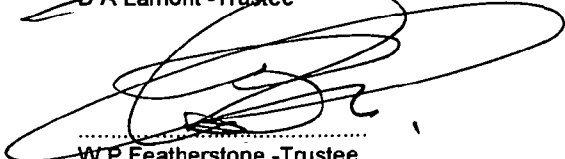
The Trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 24.7.2021 and were signed on its behalf by:


D A Lamont - Trustee


W P Featherstone - Trustee

The notes form part of these financial statements

THE FALKLANDS MARITIME HERITAGE TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2020

	Notes	2020 £	2019 £	
Cash flows from operating activities:				
Cash generated from operations	12	<u>(3,274)</u>	<u>14,380</u>	
Net cash provided by (used in) operating activities		<u>(3,274)</u>	<u>14,380</u>	
Change in cash and cash equivalents in the reporting period		<u>(3,274)</u>	<u>14,380</u>	
Cash and cash equivalents at the beginning of the reporting period		<u>65,592</u>	<u>51,212</u>	
Cash and cash equivalents at the end of the reporting period		<u>62,318</u>	<u>65,592</u>	
ANALYSIS OF CHANGES IN NET FUNDS				
		At 1/11/19 £	Cash flow £	At 31/10/20 £
Net cash				
Cash at bank		<u>65,592</u>	<u>(3,274)</u>	<u>62,318</u>
Total		<u>65,592</u>	<u>(3,274)</u>	<u>62,318</u>

The notes form part of these financial statements

THE FALKLANDS MARITIME HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020

1. ACCOUNTING POLICIES

General information and basis of preparation

The Falklands Maritime Heritage Trust is a company limited by guarantee in the United Kingdom. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are set out on page 1.

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 (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The Falklands Maritime Heritage Trust meets the definition of a public benefit entity under FRS 102. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

Preparation of the accounts on a going concern basis

The Trust has reasonable expectation that there are adequate resources to continue in operational existence for the foreseeable future. It has therefore continued to adopt the going concern basis in preparing its financial statements.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations and legacies are recognised in the financial statements when the Trust is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable. Any administration fee is charged is recognised as unrestricted income.

THE FALKLANDS MARITIME HERITAGE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2020

1. ACCOUNTING POLICIES - continued

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

Expenditure on charitable activities includes costs in relation to the maritime history and heritage.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Allocation of support and governance costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include governance costs. They are incurred directly in support of expenditure on the objects of the charitable company.

Governance costs comprise all costs involving the public accountability of the Trust and its compliance with regulation and good practice. These costs include costs related to the independent examination, statutory audit and legal fees.

Support and Governance costs have been allocated across the charitable activities using various percentage allocations.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors

Creditors are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Other creditors and accruals are recognised at their settlement amount due.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a continuing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

THE FALKLANDS MARITIME HERITAGE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2020

2. DONATIONS AND LEGACIES

	2020 £	2019 £
Donations	<u>50,000</u>	<u>750,000</u>

3. CHARITABLE ACTIVITIES

	2020 £	2019 £
Sale of film rights	<u>78,833</u>	<u>-</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 5) £	Support costs (See note 6) £	Totals £
Maritime history and heritage	<u>103,585</u>	<u>28,642</u>	<u>132,227</u>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2020 £	2019 £
Search operation	-	484,465
Film of the search operation	<u>103,585</u>	<u>248,144</u>
	<u>103,585</u>	<u>732,609</u>

6. SUPPORT COSTS

	2020 £	2019 £
Bank Charges	60	65
Secretarial services	2,083	829
Website costs	18,632	-
Sundry	2,015	-
Governance costs	<u>5,852</u>	<u>2,177</u>
	<u>28,642</u>	<u>3,071</u>

Governance costs

	2020 Maritime history and heritage £	2019 Maritime history and heritage £
Independent Examiner's Fee (including VAT)	1,230	1,140
Insurance	1,064	982
Other professional fees	3,558	-
Accountancy and legal fees	-	30
Sundry	<u>-</u>	<u>25</u>
	<u>5,852</u>	<u>2,177</u>

THE FALKLANDS MARITIME HERITAGE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2020

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 October 2020 nor for the year ended 31 October 2019.

The key management of the charity comprise of the Trustees only.

Trustees' expenses

In 2020 and 2019, no Trustees had expenses reimbursed to them by the charity.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (2019)

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	<u>750,000</u>
Total	750,000
 EXPENDITURE ON	
Charitable activities	
Maritime history and heritage	<u>735,680</u>
Total	735,680
NET INCOME	14,320
 RECONCILIATION OF FUNDS	
Total funds brought forward	50,132
TOTAL FUNDS CARRIED FORWARD	<u><u>64,452</u></u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other creditors	<u>1,260</u>	<u>1,140</u>

THE FALKLANDS MARITIME HERITAGE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2020

10. MOVEMENT IN FUNDS

	At 1/11/19 £	Net movement in funds £	At 31/10/20 £
Unrestricted funds			
General fund	64,452	(3,394)	61,058
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>64,452</u>	<u>(3,394)</u>	<u>61,058</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	128,833	(132,227)	(3,394)
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>128,833</u>	<u>(132,227)</u>	<u>(3,394)</u>

Comparatives for movement in funds

	At 1/11/18 £	Net movement in funds £	At 31/10/19 £
Unrestricted Funds			
General fund	50,132	14,320	64,452
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>50,132</u>	<u>14,320</u>	<u>64,452</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	750,000	(735,680)	14,320
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>750,000</u>	<u>(735,680)</u>	<u>14,320</u>

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 October 2020 and for the year ended 31 October 2019.

THE FALKLANDS MARITIME HERITAGE TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 OCTOBER 2020

12. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2020	2019
	£	£
Net income for the reporting period (as per the statement of financial activities)	(3,394)	14,320
Adjustments for:		
Increase in creditors	<u>120</u>	<u>60</u>
Net cash provided by (used in) operating activities	<u>(3,274)</u>	<u>14,380</u>