

The Bardsey Island Trust Limited

Report and Financial Statements

For the Year ended

31 December 2005



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A Company Limited By Guarantee
Charity number 507153
Company number 1344364(Registered in Wales)

THE BARDSEY ISLAND TRUST LIMITED

Contents

	Page
Charity information	1
Trustees' report	2-3
Report of the auditors	4
Statement of financial activities	5
Balance sheet	6
Notes to the accounts	7-12

THE BARDSEY ISLAND TRUST LIMITED

Information For the Year Ended 31 December 2005

Directors and Trustees

Executive officers

Chairman	C Arnold
Vice Chairman	R M Williams
Treasurer	-
Buildings officer	M Francis
Marketing officer	L Meredith

Ordinary officers

D R W Ainsworth	T R Aspinall *	M Dawson
T Dawson	I Edgar	C S Evans *
R G Gibbs	D Gordon	J Hambly
G Hughes	I B Jolly	H Meredydd
E E Roberts	E N Roberts*	G L Thomas
P Tshering		

*Denotes resigned, stood down or not re-elected since last report

Registered office

c/o Hughes Parry & Co
121 High Street
Bangor
Gwynedd
LL57 1NT

Contact address

Swyddfa Enlli
Plas Glyn y Weddw
Llanbedrog
Pwllheli
Gwynedd
LL53 7TT

Tel - 08458 112233
E-mail - post@enlli.org
Web-www.bardsey.org
Web -www.enlli.org

Auditors

Hughes Parry & Co
Chartered Accountants
121 High Street
Bangor
Gwynedd LL57 1NT

Investment advisors

Thinc Destini
45 City Road
Chester
CH1 3BB

Bankers

HSBC
274 High Street
Bangor
Gwynedd
LL57 1RU

THE BARDSEY ISLAND TRUST LIMITED

Trustees' Report For the Year Ended 31 December 2005

The trustees are pleased to present their annual report and financial statements for the year ended 31 December 2005.

Constitution

The charity is constituted as a company limited by guarantee and a registered charity governed by its memorandum and articles of association.

Directors and trustees

The directors of the charitable company ("the charity") are its trustees for the purpose of charity law and throughout the report are collectively referred to as the trustees.

The names of the trustees in office at the date of this report, together with details of changes since the last report, are listed on Page 1.

Objects of the charity, principal activities and organisation of our work.

The objects of the charity are to preserve, protect and improve, for the benefit of the general public, the natural history, historical, archaeological and religious sites and the other amenities of Bardsey Island.

The principal activities continue to be that of the maintenance of the Island and its properties and to provide access and accommodation for the general public, both in a way that do not threaten its unique character and delicate natural balances.

The charity is organised so that the trustees meet regularly to oversee the management of its affairs, while the day to day running of the charity is under the control of a full-time manager supported by the active involvement of the trustees.

Review of the activities and future developments.

During the year three significant events occurred, which took up a large proportion of the trustees' time and attention and which have had a significant effect on the financial results.

1. Staff Changes

The year saw another complete change in personnel. A new full-time manager was appointed in the early summer and with the resignation of our part-time estate worker at the end of the season, a replacement has recently been appointed. Unfortunately funding was not available in 2005 to support a Field & Liaison Officer.

As a result payroll costs in 2005 were £21,565 compared with £48,956 in 2004; inevitably there was some loss of momentum on projects in a number of areas.

2. Lettings

Lettings in 2005 were very disappointing, achieving only £24,469 compared with £33,209 in 2004. Unfortunately this trend is continuing into 2006 and the trustees are reviewing a number of alternative options for the Trust, as this level of lettings income is insufficient to cover the associated costs.

3. Boat Operations

The lower level of lettings, especially at the start of the year, coupled with the loss of a proportion of the weekly visitors to another contractor put pressure on our contracted boat arrangements (now resolved) and have had a longer-term detrimental effect on our net income from boat operations - net income from boat operations was only £2,045 (2004 £7,713).

THE BARDSEY ISLAND TRUST LIMITED

In addition, insurance costs increased by £4,614 to £12,282 in 2005, reflecting higher rates generally and a revaluation of our properties. A new insurer has been appointed and will be carrying out a full risk assessment in 2006.

As a result of these adverse factors there was a net loss of £3,392 from providing access to and accommodation on the island compared with a net income of £5,567 in 2004. As already noted, the trustees are currently looking at alternative strategies.

The Countryside Council for Wales has again provided substantial support, including funding a Meeter & Greeter, further development of our website, and help with the costs of repairing the gabions, including transporting materials.

A grant of £4,410 from WCVA ENFYS enabled a comprehensive report on alternative energy to be commissioned; the Buildings Committee is now seeking funding to implement the recommendations. As a result of a generous donation of £3,900 in 2005 from Roy Milnes and a legacy of £2,000 in 2004, £5,900 has been earmarked in the Trust's Funds to provide a contribution to matched funding for water and alternative energy projects.

A positive initiative by the Spirituality Committee has raised £3,125 for the restoration of the Chapel. The bell has been repaired and further work is to be undertaken in 2006, mainly being done by volunteers led by Richard Williams.

There was a net unrealised gain on investments of £6,939 (2004 £6,940) and this has been credited to the Endowment Fund. The Endowment Fund (£220,089) includes £20,959 of cumulative net unrealised gains on investments.

As part of an ongoing review of strategy and operations and with the support of the respective committees, the trustees have released funds from the Abbey Maintenance fund (£5,443) and Scientific fund (£6,710) to general reserves.

Despite an operating loss in 2005 from ongoing operations, reserves increased by a net £9,673, primarily as a result of the energy donation (£3,900) and the unrealised gains on investments (£6,939).

Reserves policy and risk management

The trustees and staff constantly review and evaluate the legal and regulatory background under which the charity operates to identify any potential risks that might arise from our operations.

Statement of trustees and directors responsibilities

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

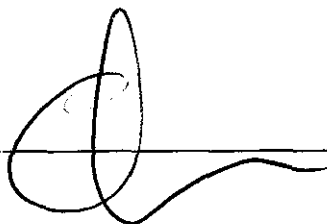
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approval

Approved on behalf of the trustees and signed on 25 April 2006

Dr C Arnold



Chairman

THE BARDSEY ISLAND TRUST LIMITED

Report of the Independent Auditors to the Members of The Bardsey Island Trust Limited

We have audited the financial statements of The Bardsey Island Trust Limited for the year ended 31 December 2005 on pages 5 to 12 which have been prepared under the historical cost convention and the accounting policies set out on pages 7 and 8.

Respective responsibilities of trustees and auditors

As described on page 3 the charity's trustees who are also the directors of The Bardsey Island Trust Limited for the purposes of company law are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Trustees is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the company is not disclosed.

We read the Report of the Trustees and consider the implications for our report if we become aware of any apparent misstatements within it.

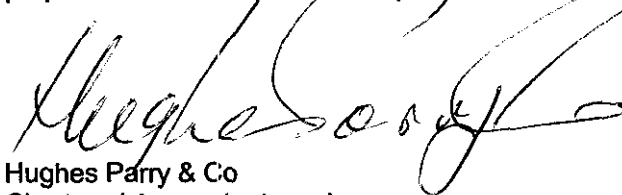
Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 December 2005 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.



Hughes Parry & Co
Chartered Accountants and
Registered Auditors
121 High Street Bangor

25 April 2006

THE BARDSEY ISLAND TRUST LIMITED

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
For the Year Ended 31 December 2005**

	Note	Unrestricted	Restricted	Total 2005	Total 2004
		£	£	£	£
Incoming resources					
Donations	2	25,449	3,140	28,589	23,465
Activities in furtherance of the charity's objectives					
Grants received	3	-	10,794	10,794	28,726
Fees for providing accommodation, access and other services	4	34,002	-	34,002	54,219
Rent		9,396		9,396	9,302
Activities for generating funds					
Fundraising	5	2,042	-	2,042	2,237
Investment Income		3,592	-	3,592	3,869
Bank interest		459	3	462	679
Total incoming resources		<u>74,940</u>	<u>13,937</u>	<u>88,877</u>	<u>122,497</u>
Resources expended					
Charitable expenditure:-					
Cost of providing access and accommodation	4	37,394	-	37,394	48,652
Maintenance and management of island		8,941	9,391	18,332	27,929
Management and administration	6	18,544	7,250	25,794	34,000
Other charitable expenditure		-	100	100	-
		<u>64,879</u>	<u>16,741</u>	<u>81,620</u>	<u>110,581</u>
Cost of generating funds:-					
Fundraising costs	5	<u>4,523</u>	-	<u>4,523</u>	<u>4,100</u>
Total Resources expended		<u>69,402</u>	<u>16,741</u>	<u>86,143</u>	<u>114,681</u>
Net incoming resources / (resources expended) before transfers		5,538	(2,804)	2,734	7,816
Net unrealised gains on investments		-	6,939	6,939	6,940
Transfers	9	<u>12,153</u>	<u>(12,153)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>17,691</u>	<u>(8,018)</u>	<u>9,673</u>	<u>14,756</u>
Total funds at 1 January 2005		<u>(15,500)</u>	<u>282,170</u>	<u>266,670</u>	<u>251,914</u>
Total funds at 31 December 2005		<u>2,191</u>	<u>274,152</u>	<u>276,343</u>	<u>266,670</u>

The statement of financial activities includes all gains and losses recognised in the year.

All incoming resources expended derive from continuing activities.

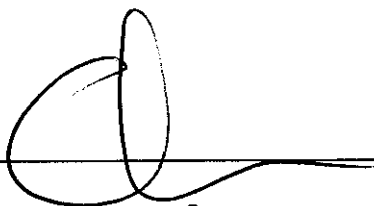
THE BARDSEY ISLAND TRUST LIMITED

Balance Sheet As at 31 December 2005

	2005		2004	
	£	£	£	£
Note				
Fixed assets				
7 Tangible assets		118,822		122,375
8 Investments		117,982		112,502
		<u>236,804</u>		<u>234,877</u>
Current assets				
Cash on hand	6		-	
Cash at Bank	16,534		2,690	
Debtors due within one year	25,459		46,428	
Prepayments	8,484		7,091	
Stock of goods for resale	-		4,120	
Stock of unused gabions	300		300	
	<u>50,783</u>		<u>60,629</u>	
Current liabilities				
Creditors due within one year	7,735		24,713	
Tax and National Insurance	392		1,215	
Receipts in advance	3,117		2,908	
	<u>11,244</u>		<u>28,836</u>	
Net Current assets		39,539		31,793
Net assets		<u>276,343</u>		<u>266,670</u>
Represented by :-				
9 Unrestricted funds		2,191		(15,500)
9 Endowment fund		220,089		213,150
9 Restricted funds		54,063		69,020
		<u>276,343</u>		<u>266,670</u>

The financial statements were approved on behalf of the trustees on 25 April 2006
and signed by Dr C Arnold

Chairman of the Trustees



**Notes To The Accounts
For The Year Ended
31 December 2005**

1. Principal accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

i Basis of accounting

The financial statements are prepared under the historical cost convention, with the exception of investments which are included at market value, and include the results of the charity's operations described in the trustees' report, all of which are continuing. They have been prepared in accordance with the Companies Act 1985, the Financial Reporting Standard for Smaller Entities (effective March 2001) and the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2000) issued in October 2001.

The financial statements do not include a cash flow statement because the charity, as a small reporting entity, is exempt from the requirement to prepare such a statement.

ii Company status

The charity is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

iii Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Grants and donations received for specific purchases are credited to the relevant restricted fund and amortised at the same rate as the depreciation applied to the asset.

Depreciation is provided to write off fixed assets, on the straight line basis, over their estimated useful lives at between 10% and 25% per annum.

iv Stocks

Stocks are valued at the lower cost or market value after making due allowance for obsolete and slow moving items.

v Investments

Investments are stated at market value at 31 December 2005.

THE BARDSEY ISLAND TRUST LIMITED

vi Incoming resources

Income from donations and subscriptions is recognised on a received basis. All other income, including tax recoverable on covenants and investment income, is recognised on the accruals basis.

Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

vii Resources expended

All expenditure is dealt with on the accruals basis.

2. Donations

	2005 £	2004 £
Subscriptions and gift aid	6,886	7,630
Countryside Council for Wales and Welsh Assembly	14,663	12,921
Chapel fund	-	100
Water appeal	15	180
Other donations	3,900	634
Bequest	-	2,000
Chapel restoration appeal	3,125	-
	<u>28,589</u>	<u>23,465</u>

3. Incoming grants and Government support

	2005 £	2004 £
Countryside Council for Wales	6,384	13,080
Energy grant - WCVA ENFYS	4,410	-
Cadw'r Lliw yn Llyn for equipment	-	15,646
	<u>10,794</u>	<u>28,726</u>

THE BARDSEY ISLAND TRUST LIMITED

4. Incoming resources and resources expended in providing access and accommodation

	2005 £	2004 £
Incoming Resources		
Letting	24,469	33,209
Boat fares and licence	8,545	21,010
Landing fees and parking	988	-
	<u>34,002</u>	<u>54,219</u>
Resources expended		
Boat costs	6,500	13,297
Wages	7,930	11,275
Ticket office	-	200
Light and heat	2,917	4,357
Advertising	1,359	898
Cleaning, gardening, groceries and sundries	2,717	5,506
Insurance	12,282	7,668
Rent and parking	1,007	1,530
Slipway and jetty	255	814
Depreciation	2,427	3,107
	<u>37,394</u>	<u>48,652</u>
Net resources (expended)	<u>(3,392)</u>	<u>5,567</u>

5. Fundraising

	2005 £	2004 £
Turnover from the sale of goods & trees	2,042	3,587
Cost of sales and stock written off	4,523	4,100
Loss on sales	<u>(2,481)</u>	<u>(513)</u>
Refund of burial rights	-	(1,350)
Net (outgoing) resources from fundraising	<u>(2,481)</u>	<u>(1,863)</u>

THE BARDSEY ISLAND TRUST LIMITED

6. Management and administration

	2005	2004
	£	£
Salaries and wages	8,066	19,719
Rent of office	1,900	840
Stationery	634	976
Postage and telephone	2,617	2,575
Printing and copying	1,678	1,130
Motor and travelling expenses	850	1,396
Meetings	150	150
Book-keeping	1,500	1,500
Auditors remuneration	1,000	1,000
Bank charges	8	10
Consultancy - Alternative Energy Report	4,410	-
Professional fees	764	2,125
Recruitment costs	563	-
Depreciation of vehicle	-	788
Development of website	1,690	-
Sundries expenses\costs recovered	(323)	923
Translation costs	287	868
Total resources expended on administration	25,794	34,000

7. Tangible fixed assets

	The Island	Fixtures & equipment	Vehicle	Total
		£	£	£
Cost:				
At 1 January 2005	101,000	59,266	7,049	167,315
Additions	-	2,288		2,288
At 31 December 2005	101,000	61,554	7,049	169,603
Depreciation				
At 1 January 2005	-	37,892	7,048	44,940
Charge for the year	-	5,841	-	5,841
At 31 December 2005	-	43,733	7,048	50,781
Net book value:-				
At 31 December 2005	101,000	17,821	1	118,822
At 31 December 2004	101,000	21,374	1	122,375

THE BARDSEY ISLAND TRUST LIMITED

8. Investments

	Cost	Market value	
		31/12/05	31/12/04
	£	£	£
8% Treasury stock (2009)	23,751	28,235	29,155
7.75% Edinburgh Small Companies (2023)	10,308	12,509	11,531
New Star Investment Fund	6,000	5,549	5,502
N U Trust Managers Monthly Income Fund	6,000	5,702	5,511
Fidelity Investment Moneybuilder Fund	6,000	8,381	8,080
Scandia Multifunds	25,000	36,056	30,256
M & G Securities Corporate Bond Fund	6,000	7,586	7,044
	<u>83,059</u>	<u>104,018</u>	<u>97,079</u>
Cater Allen Bank Deposit Account	13,644	13,644	15,105
H B O S (Halifax) account	320	320	318
	<u>97,023</u>	<u>117,982</u>	<u>112,502</u>

9. Reserves and restricted funds

	At 1 January 2005	Income	Expend- iture	At 31 December 2005
Unrestricted funds:-				
General reserve	(17,500)	83,998 *	70,207	(3,709)
Earmarked for Water & Energy	2,000	3,900	-	5,900
Total unrestricted funds	<u>(15,500)</u>	<u>87,898</u>	<u>70,207</u>	<u>2,191</u>
Endowment fund:-	213,150			
Unrealised investment gains		6,939	-	220,089
Restricted funds:-				
CCW and Energy Grants	-	10,794	10,794	-
Abbey maintenance fund	6,193	-	5,443 *	750
Scientific fund	6,710	-	6,710 *	-
Exhibition centre fund	1,728	-	-	1,728
Chapel fund	7,559	-	200	7,359
Mother Mary Clare fund	6,190	-	100	6,090
Cattle fund	3,163	-	-	3,163
Prof Mansel Davies Bequest	1,906	-	1,000	906
Cadw'r Lliw yn Llyn	15,646	-	3,414	12,232
Water appeal	425	15	-	440
New boat fund	19,500	-	-	19,500
Chapel restoration fund	-	3,128	1,233	1,895
Total restricted funds	<u>69,020</u>	<u>13,937</u>	<u>28,894 *</u>	<u>54,063</u>
Total Reserves & restricted funds	266,670	108,774	99,101	276,343

* Includes transfer of £12,153 - Abbey maintenance £5,443 and Scientific £6,710

THE BARDSEY ISLAND TRUST LIMITED

10. Analysis of fund balances between net assets

	Endowment £	Unrestricted £	Restricted £	Total £
Tangible fixed assets	101,000	5,590	12,232	118,822
Investments	117,982	-	-	117,982
Net current assets	1,107	(3,399)	41,831	39,539
	<u>220,089</u>	<u>2,191</u>	<u>54,063</u>	<u>276,343</u>

11. Results for the year

	2005 £	2004 £
The results for the year are after charging:-		
Depreciation of fixed assets owned by the Trust		
Unrestricted funds	2,427	3,895
Restricted funds	<u>3,414</u>	<u>-</u>
	5,841	3,895
Auditors' remuneration	1,000	1,000

12. Staff costs

No remuneration or expenses were paid to trustees.

The staff costs of the remaining employees were as follows:-

	2005 £	2004 £
Salaries and wages	20,329	44,698
National Insurance	<u>1,236</u>	<u>4,258</u>
	21,565	48,956

The average weekly number of staff employed was as follows:-

	2005	2004
Part time administrator	-	1
Manager with mixed charitable, administrative and other duties	1	1
With charitable duties	1	1
Summer helpers with mixed charitable duties	<u>1</u>	<u>1</u>
	3	4

13. Contingent liability

The jetty, which proved to be unusable at Aberdaron and was referred to as a contingent liability in last year's accounts, has been transferred to Glan-Llyn (Bala Lake) with the agreement of Gwynedd County Council.