

THE MANX HERITAGE FOUNDATION FUND

Charity Information

For the year ended 31 March 2006

Members	Hon J A Brown SHK Mr P Karran MHK Dr F Bazin Dr B Stowell Mr S Harrison MBE Mrs M Jansen Mr A Bawden	(Chairman)
Administrator	Mr C Guard	
Honorary Treasurer	Mr S Watterson	
Advisor to the Members	Mr P Kelly MBE	
Registered Charity Number	333	
Office	PO Box 1986 Douglas Isle of Man IM99 1SR	
Auditors	Moore Stephens Chartered Accountants 26-28 Athol Street Douglas Isle of Man IM99 1BD	
Bankers	Isle of Man Bank Limited PO Box 13 2 Athol Street Douglas Isle of Man IM99 1AN	

Independent Auditors' Report to the Members of the Manx Heritage Foundation

We have audited the financial statements of the Manx Heritage Foundation for the year ended 31 March 2006 set out on pages 3 to 9. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 5.

This report is made solely to the charity's members as a body, in accordance with the Charities Registration Act 1989. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditors' 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Members and auditors

As described on page 1, you are responsible as members for the preparation of the financial statements in accordance with applicable Isle of Man law.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (United Kingdom & 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 Charities Registration Act 1989 and the provisions of the documents constituting the charity. We also report to you if the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies within the financial statements. Our responsibilities do not extend to any other information.

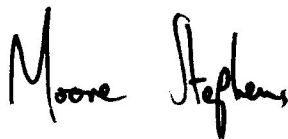
Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (United Kingdom & 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 judgments made by the members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity'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 charity's affairs as at 31 March 2006 and of its incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the Charities Registration Act 1989 and the provisions of the documents constituting the charity.



MOORE STEPHENS
Chartered Accountants
Douglas
Isle of Man

31 January 2007

THE MANX HERITAGE FOUNDATION FUND

Statement of members' responsibilities

For the year ended 31 March 2006

The members are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Charity and of the surplus or deficit of income over expenditure of the Charity for that year. In preparing those financial statements, the members are required to:

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

The members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Registration Act 1989 and the provisions of the documents constituting the charity. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Charity and to prevent and detect fraud and other irregularities.

THE MANX HERITAGE FOUNDATION FUND

Income and expenditure account

For the year ended 31 March 2006
(Expressed in Pounds Sterling)

	2006	2005
Income		
Tynwald grant	178,500	170,000
Lottery grant	178,353	128,543
Bank interest received	9,421	11,211
Net sales revenue (note 3)	7,704	10,865
Miscellaneous income	3,608	17,994
	<hr/>	<hr/>
	377,586	338,613
Less: expenditure		
Grants made during the year (note 4)	270,467	214,352
Wages, salaries and honoraria	125,856	94,747
General committee and office expenses	20,892	19,229
Pensions contributions	14,529	11,229
Depreciation	9,902	8,989
Archive costs	8,265	3,591
Occupancy, storage and distribution costs	5,869	6,168
Advertising	2,503	3,070
Insurance	2,079	1,916
RBV Trophy	1,722	1,706
Audit fees	1,070	576
	<hr/>	<hr/>
	(463,154)	(365,573)
Deficit of income over expenditure for the year	<hr/>	<hr/>
	(85,568)	(26,960)
Balance brought forward	370,697	397,657
	<hr/>	<hr/>
Balance carried forward	<u>£285,129</u>	<u>£370,697</u>

There are no recognised gains and losses in either financial year other than those dealt with in the Income and Expenditure account.

The accompanying notes form an integral part of these financial statements.

THE MANX HERITAGE FOUNDATION FUND


Statement of assets and liabilities

As at 31 March 2006
(Expressed in Pounds Sterling)

	2006	2005
Tangible fixed assets		
Equipment (note 5)	23,906	29,047
Works of art	2,170	2,170
	<hr/> 26,076	<hr/> 31,217
Current assets		
Stock and work in progress (note 3)	45,867	56,910
Loans (note 6)	32,602	39,933
Debtors (Note 7)	12,391	16,387
Cash at bank	168,193	226,250
	<hr/> 259,053	<hr/> 339,480
Net current assets	259,053	339,480
	<hr/>	<hr/>
Total assets	<hr/> £285,129	<hr/> £370,697
	<hr/>	<hr/>
Represented by		
Income and expenditure account	£285,129	£370,697
	<hr/>	<hr/>

The accompanying notes form an integral part of these financial statements.

Approved by the members of the Foundation:


Chairman


Honorary Treasurer

26 Jan 2007 Date

THE MANX HERITAGE FOUNDATION FUND

Notes to the Financial Statements

For the year ended 31 March 2006
(Expressed in Pounds Sterling)

1. Accounting policies

These financial statements have been prepared under the historical cost convention, on a consistent basis with prior years.

Significant accounting policies are:

(a) *Income*

Donations, grants and bank interest are accounted for on a receipts basis.

(b) *Publications*

Commercial sales of publications are included in the income and expenditure account net of the related production costs (note 3). This element of income is accounted for on an accruals basis.

(c) *Depreciation*

Fixed asset equipment is included at cost and is thereafter depreciated on a straight-line basis over five years with a full years' depreciation being charged in the year of purchase and no charge in the year of sale.

The works of art shown separately are included at cost and are not subject to an annual depreciation charge.

(d) *Stock*

Stock is carried at the lower of cost and net realisable value. The net realisable value of any item of stock is deemed to be nil if still held by the Foundation three years after purchase.

(e) *Comparatives*

Certain of the comparative figures have been re-stated from prior year financial statements in order to be consistent with current year presentation.

2. Taxation

No provision for Manx income tax is provided for in these financial statements as the entity is a registered charity and not liable to Manx Income Tax.

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Notes to the Financial Statements

For the year ended 31 March 2006
(Expressed in Pounds Sterling)

3. Net sales revenue

	2006	2005
Turnover	23,228	65,128
<i>Less:</i>		
Opening stock	56,910	11,722
Purchases	4,481	99,449
Discounts given	-	2
	<hr/> 61,391	<hr/> 111,173
Stock at 31 March 2006	(50,456)	(60,550)
<i>Less: stock written down to nil</i>	4,589	3,640
	<hr/> (45,867)	<hr/> (56,910)
Closing stock	<hr/> (45,867)	<hr/> (56,910)
Cost of sales	(15,524)	(54,263)
	<hr/> £7,704	<hr/> £10,865

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Notes to the Financial Statements

For the year ended 31 March 2006
(Expressed in Pounds Sterling)

4. Grants made during the year

	2006	2005
Andreas book	2,174	500
Archaeological guide	13,390	18,895
Arrane son Mannin Award	100	-
Artist in Residence (Schools) scheme	1,000	-
Bock Yuan Fannee	-	750
Brass Band Arrangements of Manx Songs	1,000	-
Caarjyn Coodjagh	-	500
Captain Quilliam sculpture	8,750	-
Centenary Hall – Peel	4,000	-
Chronicles of the 20 th Century – Book re-print	-	5,721
Coonceil ny Gaelgey meetings	550	-
Cooish	3,200	-
Crew List Index Project (CLIP)	1,000	-
Derby papers research - Political History of the Atholl Period	-	32,225
Illiam Dhone Memorial	20,000	-
Early Days of the NHS - CD	500	-
Education resource material	6,030	-
Education videos	7,570	7,208
Gale Force CD	1,000	-
Groudle Glen Railway	-	10,000
Professor Kermode - Ministerial Government in the Isle of Man	1,241	2,102
King Chiaullee	1,000	-
Laxey - Information boards	-	400
Laxey Mines Railway	10,635	2,315
Local History Week	-	500
Lonan Landscapes Photographic Project	-	463
Manx Aviation Preservation Society	600	-
Manx branch of Celtic Congress	1,000	-
Manx hymns research	-	8,433
Manx language and culture courses	9,055	-
Manx language maps	1,998	-
Manx language research – via Centre for Manx Studies	13,875	11,625
Manx language Resource	10,179	5,209
Manx language Translation	4,703	5,042
Manx Language Website Project	10,000	10,000
Manx Music Manuscripts Project	17,591	-
Manx music support	1,041	135
Manx placenames survey	8,750	10,625
Concise Dictionary of Manx Placenames	-	7,500
Manx Pronunciation - CD Project	-	280
Manx satirical poetry project	14,649	-
Manx/Scots Gaelic consultation	2,500	-
Manx Transport Museum Group	5,000	100
Manx Worthies book	5,341	11,403
Milntown Research	-	51
Mollag Band	-	1,500
Graham Naylor -Te Scuit	1,500	-

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Notes to the Financial Statements

For the year ended 31 March 2006
(Expressed in Pounds Sterling)

4. Grants made during the year (continued)

	2006	2005
Ned Maddrell lecture	195	-
Liam O'Neil - Knox research	-	1,500
Oral history	5,466	2,445
Peel Embayment Project	5,200	-
Placenames conference	-	2,000
Popeth Cymraeg consultation	548	-
Practical Manx Usage project	33,227	18,143
John Quirk – The Manx Connection book	1,000	-
Royalty	-	78
Shennaghys Jiu	3,000	3,000
Simone Rogers	-	1,000
Skeel Foddey CD	1,000	-
Snaefell Wheel restoration	-	20,000
Sodor and Mann – Records of Convocation	3,000	-
St John's Mill - Waterwheel survey	2,950	-
Student bursaries	4,445	3,000
World War II structures survey	11,254	1,549
Yn Cheshaght Ghailckagh	3,050	3,155
Yn Chruinnaght	5,210	5,000
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	£270,467	£214,352