



DURRELL WILDLIFE CONSERVATION TRUST

Report and Financial Statements

31 December 2010

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LEGAL AND ADMINISTRATIVE DETAILS

NAME	Durrell Wildlife Conservation Trust
GOVERNING INSTRUMENT	Durrell Wildlife Conservation Trust is an association incorporated under Article 4 of the Loi (1862) sur les teneures en fidéicomis et <u>l'incorporation</u> d'associations, as amended. It is governed by Rules registered in the Royal Court, Jersey on 5 August 2005, as amended December 2009.
PATRON	Her Royal Highness The Princess Royal
TRUST PRESIDENT	Position vacant from May 2009
HONORARY DIRECTOR	Dr Lee M Durrell MBE, BA, PhD
CHIEF EXECUTIVE	Mr Paul Masterton
CHAIRMAN OF BOARD OF TRUSTEES	Advocate Jonathan White (re-elected July 2010)
VICE CHAIRMAN	Mr Christopher Collins (re-elected July 2010)
HONORARY TREASURER	Mr Mark A Oliver BSc (Hons), FCCA MCMi (rotated off July 2010) Mr Phillip Callow (elected July 2010)
HONORARY SECRETARY	Mr Tim Ringsdore (elected July 2009)
TRUSTEES	Elected by the Members in General Meeting Prof Michael Bruford (elected July 2009) Mr Phillip Callow (elected July 2010) Mr Christopher Collins, BA, M.CAM (re-elected July 2010) Ms Katie Gordon, BSc (Hons) (re-elected July 2009) Mr John Henwood, MBE (re-elected July 2009) Mr Ian Kerr, BA, CDip AF (elected July 2009) Ms Tricia Kreitman BSc (Hons) (elected July 2009) Mr David Mace, BSc (re-elected July 2009) Mr John Miskelly, FCA (elected July 2008) Mr Tim Ringsdore (elected July 2009) Advocate Jonathan White (re-elected July 2010)
HONORARY FELLOWS	Sir David Attenborough CBE, FRS Mr Martin Bralsford Mr John Cleese Mrs Murray S Danforth Jnr Mr Reginald R Jeune CBE Dr Alison Jolly BA, PhD Mrs Tricia Kreitman Dr Thomas E Lovejoy BS, PhD Dr Jeremy J C Mallinson OBE, DSC, CBiol, FIBiol Professor Robert Martin BA, DPhil, DSC, CBiol, FIBiol Mr Robin Rumboll General Sir Peter Whiteley GCB, OBE Mr Edward J Whitley
SENIOR EXECUTIVES	Mr Quentin M C Bloxam (Director of Conservation Management) (retired February 2010) Professor John E. Fa BSc(Hons), D.Phil. (Oxon) (Chief

LEGAL AND ADMINISTRATIVE DETAILS

Conservation Officer)
Mrs Charlotte Linney MIPD (Human Resources Director)
Mrs Kelly Barker (Head of Marketing)
Mr Mark Brayshaw BSc(Hons)(Head of Animal Collection)
Mr Andrew D Brown BA (Hons), ACA (Finance Manager)
Mr Jamie Copsey (Head of Education & International Training
Centre) MSc, PGCE
Mr Ivo Le Maistre Smith BA (Hons) (Head of Business
Development)
Mrs Rachel Shaw (Head of Fundraising)
Dr Andrew Terry BSc (Hons), PhD, (Head of Field Programmes)
Dr Richard Young BSc (Hons), MSc, PhD (Head of
Conservation Science)

PRINCIPAL ADDRESS

Les Augrès Manor
Trinity
Jersey
Channel Islands
JE3 5BP

FOUNDER

Dr Gerald Durrell, OBE, LHD, DSc, CBiol, FIBiol
(Honorary Director, 1963-1995)

ADVOCATES

Mourant Ozannes
22 Grenville Street
St Helier
Jersey
JE4 8PX

AUDITORS

Alex Picot
95- 97 Halkett Place
St Helier
Jersey
JE1 1BX

BANKERS

RBSI Custody Bank Limited (trading as NatWest)
PO Box 11
16 Library Place
St Helier
Jersey
JE4 8NH

INVESTMENT ADVISORS ¹

Schroders
PO Box 334
Regency Court
Gategny Esplanade
St Peter Port
Guernsey
GY1 3UF

¹ * Under the Rules of the Trust, the Trust may invest from time to time all monies and the funds of the Trust not immediately required to be expended for the purposes thereof.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

1. Financial statements

The accounts comply with all current applicable statutory requirements and with the Rules of the Trust.

2. Objects and policies

The objects of the Trust as set out in the Rules of the Trust are:

- i. to promote the conservation of wildlife
- ii. to establish at the Jersey Zoological Park, Les Augrès Manor, Trinity, Jersey or elsewhere, a centre or centres for breeding colonies of animals in danger of extinction in the wild state together with training, education, research and such other activities as may be necessary in furtherance of the objectives of the Trust.

The policies adopted by the Trust to further the above objectives are as follows:

- the continued operation of the Jersey Zoo to breed animals as part of the international species recovery programmes.
- the management of or participation in species recovery plans for selected species.
- the management of an International Training Centre in Jersey promoting training in the breeding and conservation of endangered species.
- working with local communities to develop sustainable development strategies to benefit both the local community and ecosystem.
- field research to understand wildlife species and the reasons for their decline.
- habitat purchase and repair to enable species reintroduction programmes to be implemented successfully.

There have been no material changes in the above policies in the last year since the preceding report.

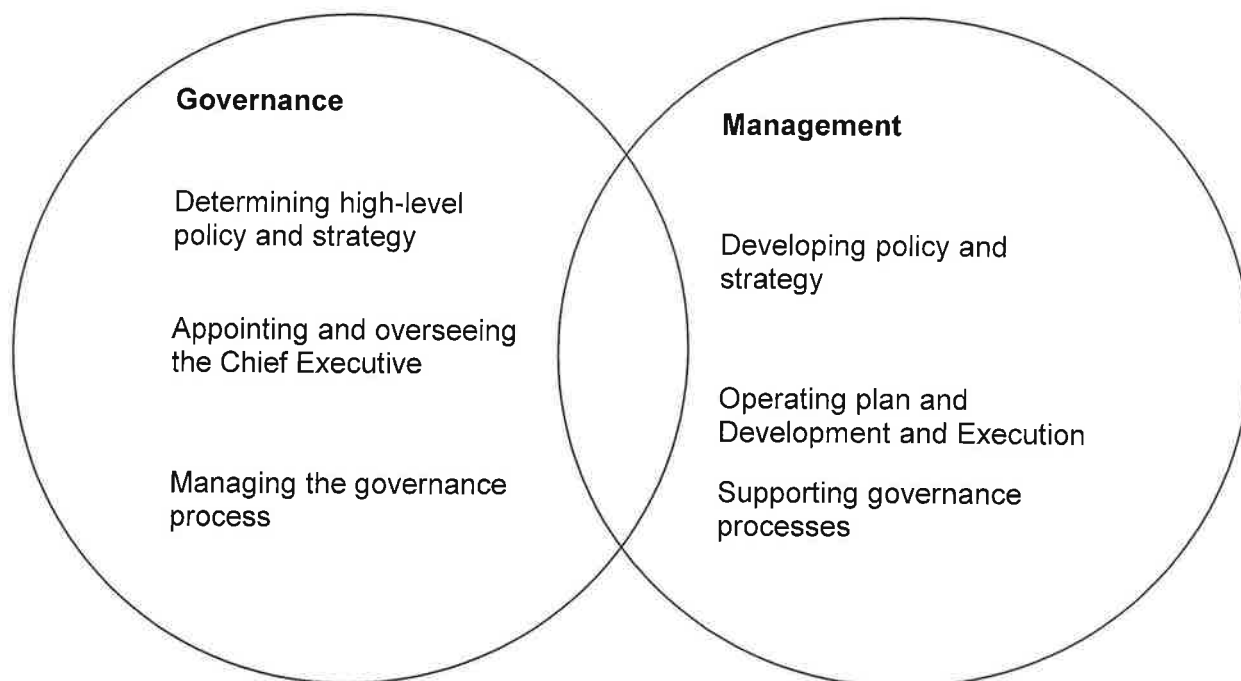
The Trust is organised as follows:

The government of the Trust and the management of its concerns are vested in the Board of Trustees, whose members are elected by the Members of the Trust. The Chief Executive is responsible for the strategic direction and management of the Trust and for the implementation of the strategic objectives agreed with the Board of Trustees. The day-to-day administration of the Trust is delegated to the Chief Executive, who operates within the Scheme of Delegation for the Chief Executive, which is contained within the Board-approved Governance Procedures.

3. Board of Trustees structure, policy and governance

Pursuant to Rule 11, the Board of Trustees is responsible for the governance and overall control of the Trust and for ensuring that it is properly managed.

The diagram below is an aide memoire setting out the different but overlapping roles of the Board of Trustees and the management:



Election of Trustees

The requirements governing the election of Trustees are set out in Rule 12.

Detailed procedures relating to the election of Trustees can be found on the Durrell Wildlife Conservation Trust website at:

[http://www.durrell.org/library/Document/Durrell_Trust_Rules_Amended_2009\(2\).pdf](http://www.durrell.org/library/Document/Durrell_Trust_Rules_Amended_2009(2).pdf)

With the exception of any Members who are employed by the Trust as members of staff, all Members and persons who have applied to become a Member and whose application is pending approval by the Board of Trustees (provided that such person has not previously submitted an application for membership which was rejected by the Board of Trustees) will be eligible to be elected as Trustees.

Role Description for Trustees

Purpose

To govern the Trust in line with its Objects and the Rules.

Main duties

1. To establish the strategic direction for the Trust including its mission and strategies.
2. To ensure that the Trust functions within legal and financial requirements.
3. To ensure that the broad policies of the Trust (e.g. its conservation, finance, fundraising, and HR policies) are in keeping with its Objects and strategies.
4. To work to ensure that the Trust has the resources, both human and financial, to achieve its Objects and strategies.
5. To monitor and evaluate the progress of the Trust against its Objects and financial targets.
6. To employ and supervise a Chief Executive and delegate to him/her the management of the Trust.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

Details

The term of elected Trustees is three years. A maximum of two terms can be served. In exceptional circumstances and with the unanimous agreement of the Board a third term may be served.

The anticipated time commitment (excluding travel) for Trustees is 8 to 10 days in any normal year.

The term for Co-opted Trustees is until the next Annual General Meeting following their appointment in line with Rule 13.

Trustees are accountable to the Board of Trustees.

4. Statement of the Board of Trustees' responsibilities in respect of the financial statements

The Rules of the Durrell Wildlife Conservation Trust require the Board of Trustees to prepare financial statements of the Trust. In preparing the financial statements in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued by the Charity Commission for England and Wales, the members of the Board of Trustees should:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable;
- Prepare the accounts on the going concern basis.

The Board of Trustees is responsible for keeping accounting records which are sufficient to show and are such as to disclose with reasonable accuracy at any time the financial position of the Trust. They are also responsible for safeguarding the assets of the Trust and hence for taking responsible steps for the prevention and detection of fraud and other irregularities.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

5. Review of development, activities and achievements during the year

Chief Executive Officer's Report 2010

At Durrell everything we do is focussed towards our mission of "saving species from extinction". Encouraging progress was made in 2010 to ensure that the Trust can continue to pursue this goal, including an improved financial position, completion of a 5-year conservation strategy and commencement of important upgrades at the wildlife park.

Highlights and achievements for the year include:

- Durrell's 5-year conservation strategy setting out the Trust's response to the global biodiversity crisis focussing on the 'most threatened species in the most threatened places'.
- Major new species restoration programmes for the Floreana mockingbird in the Galapagos, for the mountain chicken in Montserrat, for the Madagascar pochard and for the red billed chough in Jersey.
- The Nosivolo River in Madagascar achieved Ramsar status, as a wetland of global importance.
- Redevelopment of the Visitor Centre commenced in September, creating a new gateway to the wildlife park, with a new eatery and an expanded retail and garden centre offering. This £3 million capital investment is co-funded by The States of Jersey Fiscal Stimulus fund and by the Trust.
- Construction commenced on the 'Island Bat Roost' a new enclosure for the Trust's critically endangered Livingstone fruit bats.
- The Trust expanded its conservation work, covering 45 projects in 14 countries. Our work combined three core activities – field projects, capacity building through the International Training Centre and the wildlife park as a centre of excellence for animal husbandry.
- The International Training Centre graduated more than 300 conservationists from 30 countries through its many courses, while also training over 160 college and university students. Courses were run in Jersey and overseas, in the Philippines, Mauritius and in Madagascar.
- In 2010 the Trust taught more than 3,000 school children from Jersey schools and participated with the States of Jersey Environment and Education Departments in the development of the Sustainable Schools Network.
- Financial results for the year showed encouraging improvements over 2009 and progress towards the goal of financial sustainability. The accounts show the Trust's net operating position as a deficit of £329,000 for 2010 which compares, very favourably, to a prior year deficit of £935,000. Both results include £420,000 of depreciation, a non-cash charge that does not impact the operating position but is included due to accounting standards. It should also be noted that the 2010 results include one-time restructuring charges of £120,000 indicating that the true operating position improved even further. Finally, cash flow for the Trust improved significantly during the year, notwithstanding the one-time charges mentioned above. The accompanying financial statements provide detailed reports but, in summary, the financial health of the Trust is much improved.
- With regard to the Trust's reserves, the value of our portfolio improved by 2% year over year to £4.97 million, net of draw-downs to assist with capital and operational needs.

Looking ahead to 2011, the major event will be the opening of the new Visitor Centre, with the focus on making this the success it must be for the Trust. We will also be celebrating 25 years of conservation work in Madagascar while continuing to move the Trust forward on conservation and financial objectives.

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

Our long term conservation commitment is only possible because of the deeply passionate support of those that care for Durrell and our work. On behalf of the Trust my sincere and deep thanks to our friends and supporters. My thanks also to the many people that commit to our mission every day; to our staff in Jersey and overseas, to our volunteers and to our partners.

6. Review of the financial position of the Trust

2010 represented a year of restructuring and consolidation for the Trust whereby management attempted to maintain income but reduce costs.

As shown in the Statement of Financial Activities, 2010 saw an improvement of £1,042,000 in the overall retained deficit compared to 2009. At an operational level total incoming resources fell by £58,000 or 1%, while costs were reduced by 10%, resulting in an improvement in the operating loss from £935,000 to £329,000. This was particularly encouraging as 2009 results had been bolstered by income generated by events associated with the 50th Anniversary celebrations. In addition (and as noted in last year's review) the Trust undertook a restructuring of its operations in January 2010. Non recurring redundancy payments and other costs associated with the restructuring amounted to £120,000. The longer term impact of the restructuring is the reduction in fixed overheads of over £400,000 per annum.

At a non operational level, the investment portfolio continued to recover from the nadir of 2008 with an increase of £254,000 in the market value.

The Trust's obligations in respect of the defined benefit pension scheme have decreased according to the latest FRS17 review by some by £36,000. The Trust has taken the decision not to make additional discretionary payments to the pension scheme at this time but will review this decision annually. In past years a total of £1,100,000 has been paid over by the Trust to the pension scheme to address shortfalls. The Pension Scheme Trustees have written to all members of the scheme for approval of a change to the pension benefits, moving the guaranteed annual 3% increase to active pensions to a discretionary increase decided annually by the Trustees of the Pension Scheme. If adopted this will materially improve the deficit.

The biggest fundraising initiative in 2010 related to the project to construct a new Visitor Centre. Primary funding for this came from the States of Jersey (via the Fiscal Stimulus fund) and totalled £306,000. As a requirement of donation, the Trust was required to provide matching funds which we did by entering into a short term facility with Schroders (C.I.) Limited. The building was completed on schedule in April 2011 and the facilities incorporating a new food and beverage outlet and expanded retail space will enable the Trust to generate significant contributions to general funds going forward. As noted, in the short term the Trust's contribution to the funding of this venture is through an operating facility with Schroders. A capital campaign will be launched to support repayment of the facility.

Other significant sources of income included a legacy from the estate of David Bastyan of £285,000 and funding from the Darwin Initiative of DEFRA totalling £267,000. Regular donors including The Balcombe Trust, Luigi Pierrinna Memorial Trust, Jayem Trust, Net Trust, the Harcroft Foundation, the Sackler Foundation and Elizabeth Violet Rouse settlement continued to give generously throughout the year. Significant new donors during the year included the Isle of Man Overseas Aid Commission supporting work in Madagascar and the Ana Leaf foundation which provided funding for the Jersey schools programme respectively. The lingering effects of the economic crisis continue to hang over the philanthropic sector and competition for funding remains fierce.

Corporate membership income fell by £21,000 year on year although a number of organisations are increasingly looking at ways of providing support in the shape of manpower for Durrell projects and events. The most significant of these initiatives was the 2,600 man hours valued at some £36,000 provided by HSBC International in constructing the Island Bat Roost. RBSI

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

provided full sponsorship for the second Durrell Day weekend, UBS continued their support of the On The Edge Magazine and Fairbairn Private Bank again sponsored a very successful golf day.

The Trust continues to receive support from the States of Jersey. In addition to the Fiscal Stimulus support noted previously some £65,000 was provided by the Jersey Overseas Aid Committee for our community work in Madagascar. The States of Jersey undertook a review of costs in 2010, a victim of which was the £33,000 grant received to cover schools visits to the wildlife park. We have been lucky to receive funding for 2011 from the Ana Leaf Foundation and an anonymous Jersey based trust to enable this service to continue.

The Trust continues to focus on developing greater commercial revenues as we drive towards financial sustainability. In addition to the redeveloped Visitor Centre and Café Firefly the Trust is planning in 2011 to operate a number of high end camping units at the site to add to the accommodation offering and increase general funds.

Investment income is now well below levels existing previously to 2008. Under the management of Schroders the investment portfolios have been realigned to protect capital growth, although this has generally been at the expense of income as it has required a shift from equities to fixed interest investments.

The Trust moves forward into 2011 with confidence regarding the financial future. Whilst restructuring in 2010 was painful, the Trust has reduced the burden of significant fixed overheads on a go forward basis. Whilst 2011's budget does show a loss at an operating level, the Trust is confident that new income streams and continued scrutiny of costs will allow the Trust to achieve a least break even in the medium term.

7. The Trust's policy on reserves and investments

The Board of Trustees has approved a reserves policy as follows:

The Trust desires sufficient reserves to meet the following circumstances:

- Unforeseen emergencies
- Unexpected needs for funds
- Unforeseen operational cost or business interruption impacts
- Bridge short term funding shortfall
- Planned commitments that can not be met through future income
- Short term deficits

The objectives of the reserves policy are:

In the event of a catastrophic event requiring the wind down and closure of the Trust, the physical assets of the Trust will provide sufficient finances to enable closure without compromising the welfare of the species in our care and to enable the wind down or transition of all conservation projects without jeopardising the species involved and to provide appropriately for employees in Jersey and internationally.

The Trust desires to achieve a level of reserves that would enable the effective maintenance, in the short term, of all conservation programmes until further funding can be obtained or until the programme is wound down or transferred.

The Trust desires to achieve a level of reserves that enable continued operation during a business interruption of up to 6 months which have been calculated at £1.5 million. Reserves available at 31 December 2010 were £0.2 million (2009 £0.5 million), calculated by deducting

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

fixed assets (£4.5 million) and designated funds (£3.4 million) from total unrestricted reserves of £8.1 million.

The Trust will undertake periodic reviews of the reserves required to meet these objectives.

8. The risks to which the Trust is exposed

The Trust is exposed to a variety of risks – financial, operational, reputational, social and political – reflecting the wide range of geographical countries and habitats in which it works.

The Trust follows a process of regular reviews and action planning at all levels to mitigate these risks.

The Trust takes all measures possible to comply with regulations, adopting the highest standards for animal husbandry and to ensure contingency plans are appropriately in place.

9. Auditors

The auditors, Alex Picot have indicated their willingness to continue in office.

10. Connected organisation

The Durrell Wildlife Conservation Trust is connected with the following organisation:

EcoHealth Alliance (formerly Wildlife Trust)
460 West 34th Street
17th Floor
New York
NY1 001 USA

11. Related charity

Durrell Wildlife Conservation Trust – UK (Registered Company Number 6448493, Charity Registration Number 1121989)

C/o Ogier Limited
Equitable House
47 King William Street
London
EC4R 9JD

Durrell Wildlife Conservation Trust – UK was registered as a Company limited by guarantee on 7 December 2007, with subsequent registration with the Charities Commission completed on 14 December 2007. The Company does not have any share capital. The Sole Member of the Company is the Durrell Wildlife Conservation Trust, which promises if the Trust is dissolved whilst it is a Member or within 12 months afterwards to contribute up to £1 towards the costs of dissolution and the liabilities incurred by the Trust whilst the contributor was a Member.

Other charities and organisations with which the Durrell Wildlife Conservation Trust has enjoyed significant levels of co-operation in the pursuit of its objectives are as follows:

African Wildlife Foundation, Kenya
American Museum of Natural History, USA
Amphibian Research Centre, Australia
Alliance for Zero Extinction, Washington DC, USA
Asity Madagascar, Madagascar
Balearics Government
Blue Iguana Recovery Programme, Grand Cayman
Birdlife International, UK

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

Bristol Zoo Gardens, UK
Bristol Conservation and Science Foundation, UK
British and Irish Association of Zoos and Aquariums, UK
Central Zoo Authority, India
Centre for Cellular and Molecular Biology, India
Charles Darwin Foundation, Galapagos
Chester Zoo, UK
Conservation Breeding Specialist Group South Asia, India
Conservation International, USA
Critical Ecosystem Partnership Fund
Darwin Initiative, Department of Environment, Rural Affairs and Agriculture, UK
Declining Amphibian Population Taskforce, UK
Ministry of Agriculture, Housing, Lands & the Environment, Montserrat
Department for International Development, UK
Discovery Initiatives, UK
Durrell Institute for Conservation and Ecology, University of Kent, UK
Ecosystems India, Assam, India
Environmental Awareness Group, Antigua
Estacion Biologica Donana, Seville, Spain
European Association of Zoos and Aquaria, Amsterdam, The Netherlands
Fauna and Flora International, Cambridge, UK
Forest Department, Government of Assam, India
Galapagos Conservation Trust, UK,
Galapagos National Parks, Galapagos
Gauhati University, Zoological Department, Assam, India
Grupo Jaragua, Santo Domingo, Dominican Republic
Guam Department of Agriculture, Pacific
Imperial College, London, UK
Indianapolis Zoo, Indianapolis, USA
Institute of Evolutionary Biology and Environmental Studies, University of Zurich,
Switzerland
Institute of Zoology, Zoological Society of London, UK
Institute de Projetos e Pesquisas Ecologicas, Brazil
International Reptile Conservation Foundation
International Iguana Foundation
IUCN Amphibian Specialist Group
IUCN Iguana Specialist Group
IUCN Species Survival Commission
IUCN/SSC Conservation Breeding Specialist Group, USA
IUCN/SSC Pigs, Peccaries & Hippos Specialist Group
IUCN/SSC Threatened Waterbird Specialist Group
IUCN Veterinary Specialist Group
Jersey Business School, States of Jersey
L'Association Nationale pour la Gestion des Aires Protégées, Madagascar
Le Réseau des Educateurs et Professionnels de la Conservation, Madagascar
Le Ministère de l'Environnement et des Forêts (MEF), Madagascar
MacArthur Foundation, USA
Manchester Metropolitan University, UK
Mauritian Wildlife Foundation, Mauritius
Melbourne Zoo, Australia
Ministry of Agriculture, Lands, Marine Resources and
Agro-industries, Antigua
Ministry of Environment & Forests, Government of India
Ministry of Environment and Sustainable Development, Mauritius
Ministry of Agriculture, Fisheries and Natural Resources, Mauritius

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

Ministry of Agriculture, Montserrat
Ministry of Agriculture, Forestry & Fisheries, Forestry Department, St Lucia
Montana State University, USA
Montserrat National Trust, Montserrat
National Trust for the Cayman Islands
National Trust for Jersey, Channel Islands
National Parks and Conservation Service, Ministry of Agriculture, Fisheries and Natural Resources, Mauritius
North of England Zoological Society, UK.
Overseas Development Institute, UK
Pacific Invasives Learning Network, Pacific
PanEco, Switzerland
Queen Mary College, University of London, UK
RARE, USA
Reef and Rainforest Tours Ltd, UK
Royal Botanic Gardens, Kew, UK
Royal Society for the Protection of Birds, UK
Royal Veterinary & Agricultural University, Denmark
Royal Zoological Society of Antwerp, Belgium
Sociedad Ornitológica de la Hispaniola, Dominican Republic
Société Jersiaise, Jersey
States of Jersey Education Department, Jersey
States of Jersey Planning and Environment Department, Jersey
St Lucia National Trust, St Lucia
Sumatran Orang-utan Conservation Project, Indonesia
The Turtle Conservancy, USA
The Peregrine Fund, USA
Turtle Survival Alliance, USA
University of Bath, UK
University of East Anglia, UK
University of Kent at Canterbury, UK
University of Puerto Rico, San Juan
University of Reading, UK
US Fish and Wildlife Service, USA
WildCare Institute, St Louis Zoo and University of Missouri-St Louis
Wildlife Conservation Research Unit, University of Oxford, UK
Wildfowl & Wetlands Trust, UK
Wildlife Institute of India
Wildlife Preservation Trust Canada
Wildlife Trust, USA
World Association of Zoos and Aquariums, Switzerland
WWF - Worldwide Fund for Nature
ZooDom, Dominican Republic
Zoo Outreach Organisation, India
Zoological Society of San Diego, USA
Zoological Society of London, UK

The Trust continues to work closely with many other governmental and non-governmental organisations to further its objectives in many areas of its activities. The Trust is also an active member of a number of international conservation and zoo organisations including the World Conservation Union (IUCN).

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2010

On behalf of the Board of Trustees



Phillip Callow
Honorary Treasurer
Date: 17 June 2011



Tim Ringsdore
Honorary Secretary
Date: 17 June 2011



Alex Picot
chartered accountants

95-97 Halkett Place
St. Helier, Jersey
Channel Islands JE1 1BX

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE DURRELL WILDLIFE CONSERVATION TRUST

We have audited the financial statements of Durrell Wildlife Conservation Trust for the year ended 31 December 2010 which comprise the Statement of Financial Activities, Balance Sheet, Cash Flow Statement and the related Notes to the financial statements. These financial statements have been prepared under the accounting policies set out therein.

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

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of the Board of Trustee's Responsibilities set out on page 7 the trustees are responsible for the preparation of financial statements in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities", issued by the Charity Commission for England and Wales.

Our responsibility is to audit and express an opinion on the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit opinion

An audit includes obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Trust's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; the overall presentation of the financial statements and whether the financial statements give a true and fair view and are properly prepared in accordance with the trust instrument. We read the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion

In our opinion:

- the financial statements give a true and fair view of the state of the trust's affairs as at 31 December 2010 and of its incoming resources and application of resources for the year then ended;
- the financial statements have been properly prepared in accordance with the trust instrument; and
- the other information issued with the financial statements is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where our terms of engagement require 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
- we have not received all the information and explanations we require for our audit.

21 June 2011

Alex Picot
Chartered Accountants

Durrell Wildlife Conservation Trust

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2010

	Notes	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	Total 2010 £'000	Total 2009 £'000
INCOMING RESOURCES						
Incoming Resources from Charitable Activities	4					
Animal Collection		1,800	-	-	1,800	1,890
Education		59	-	-	59	45
Training		174	-	-	174	134
Incoming Resources From Generated Funds						
Voluntary Income	5	1,905	1,442	-	3,347	3,343
Activities for generating funds						
Retail Turnover	3	373	-	-	373	396
Dodo Restaurant contribution	3	67	-	-	67	70
Investment Income		73	8	19	100	106
Other						
Contributions to Defined Benefit Pension Scheme	22	6	-	-	6	-
Total incoming resources		4,457	1,450	19	5,926	5,984
RESOURCES EXPENDED						
Resources expended on charitable activities	6					
Animal Collection		2,998	19	-	3,017	3,881
Education		281	-	-	281	220
Training		370	123	29	522	490
Conservation Science		562	943	1	1,506	1,295
Costs of generating funds	6					
Costs of generating voluntary income		388	1	-	389	483
Retail cost of goods sold and other costs	3	327	-	-	327	373
Investment management costs		68	-	10	78	68
Governance	6	123	-	-	123	88
Other resources expended						
Net interest on Defined Benefit Pension Scheme liabilities	22	12	-	-	12	21
Total resources expended	6	5,129	1,086	40	6,255	6,919
Net (outgoing)/incoming resources for the year before other recognised gains and losses		(672)	364	(21)	(329)	(935)
Other recognised gains and (losses)						
Gains and (losses) on investments:						
Unrealised	13,21	200	2	52	254	633
Realised		18	-	5	23	(243)
Profit on disposal of fixed assets		-	-	-	-	2
Net actuarial gain/ (loss) on Defined benefit pension scheme	22	42	-	-	42	(509)
Net movement in funds		(412)	366	36	(10)	(1,052)

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	Total 2010 £'000	Total 2009 £'000
Balances brought forward at 1 January	4,591	2,837	1,105	8,533	9,585
Balances carried forward at 31 December	<u>4,179</u>	<u>3,203</u>	<u>1,141</u>	<u>8,523</u>	<u>8,533</u>

There were no acquisitions or discontinued operations during the current or preceding year.

The accompanying notes on pages 20 to 34 form part of these financial statements.

Durrell Wildlife Conservation Trust

BALANCE SHEET
at 31 December 2010

	Note	2010 £'000	2009 £'000
FIXED ASSETS			
Animal Collection	2	-	-
Tangible fixed assets	11,21	4,511	4,146
Investments	13,21	4,403	4,694
		<u>8,914</u>	<u>8,840</u>
CURRENT ASSETS			
Stock		132	172
Debtors	14	98	86
Bank balances	15	1,428	1,165
		<u>1,658</u>	<u>1,423</u>
CREDITORS: amounts falling due within one year	16,17,20	(1,093)	(1,035)
		<u>565</u>	<u>388</u>
NET CURRENT ASSETS		<u>565</u>	<u>388</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,479</u>	<u>9,228</u>
CREDITORS: amounts falling due after more than one year	18,19,20	(309)	(12)
NET ASSETS EXCLUDING PENSION LIABILITY	21	<u>9,170</u>	<u>9,216</u>
Pension liability	22	(647)	(683)
NET ASSETS		<u>8,523</u>	<u>8,533</u>
CAPITAL FUNDS			
Permanent Endowment Funds	23	1,141	1,105
INCOME FUNDS			
Restricted Funds	24	3,203	2,837
Unrestricted Funds			
Designated Funds	25	3,390	3,802
Other Charitable Funds		789	789
		<u>8,523</u>	<u>8,533</u>

Approved by the Board of Trustees and signed on its behalf by



Phillip Callow
Honorary Treasurer
Date: 17 June 2011



Tim Ringsdore
Honorary Secretary
Date: 17 June 2011

The accompany notes on pages 20 to 34 form part of these financial statements.

CASH FLOW STATEMENT
for the year ended 31 December 2010

	Note	2010 £'000	2009 £'000
NET OUTGOING RESOURCES FOR THE YEAR BEFORE OTHER RECOGNISED GAINS AND LOSSES		(329)	(935)
Depreciation		421	474
Management fees		42	35
Dividends and interest received		(100)	(106)
Donations in kind		(36)	(41)
Interest element of finance lease repayment		3	3
Increase in creditors		27	98
Decrease in debtors and stock		27	125
Defined benefit pension scheme			
- Contributions		(5)	-
- Interest Cost		12	21
		<u>391</u>	<u>609</u>
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES		<u>62</u>	<u>(326)</u>
Net returns on investments and servicing of finance			
Income from investments		77	85
Income from endowment investments		19	19
Bank interest received		4	2
Repayment of staff loan		-	50
Bank overdraft interest paid		(6)	(2)
Interest element of finance lease repayment		(2)	(3)
Management fees		(41)	(26)
		<u>51</u>	<u>125</u>
Capital expenditure and financial investment			
Purchase of investments		(339)	(4,809)
Purchase of endowment investments		(50)	(718)
Purchase of accrued interest		-	(20)
Bank loan financing received		306	-
Bank loan interest capitalised in assets in course of construction		(5)	-
Sale proceeds of investments		753	3,581
Sale proceeds of endowment investments		206	747
Purchase of tangible fixed assets		(170)	(585)
Payment for assets in course of construction		(574)	-
Sale proceeds from disposal of fixed assets		-	2
Finance lease funds raised		-	18
Capital element of finance lease repayment		(12)	(20)
		<u>115</u>	<u>(1,804)</u>
INCREASE/(DECREASE) IN CASH		228	(2,005)
NET CASH AT 1 JANUARY		<u>805</u>	<u>2,810</u>
NET CASH AT 31 DECEMBER	15	<u>1,033</u>	<u>805</u>

The accompanying notes on pages 20 to 34 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2010

1. INCORPORATION

The Durrell Wildlife Conservation Trust is an association incorporated under Article 4 of the Loi (1862) sur les teneures en fidéicommis et L'incorporation d'associations, as amended.

2. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities (Revised 2005)" and with other applicable and UK Accounting Standards. The principal accounting policies adopted in the preparation of the financial statements are set out below.

Accounting convention

The financial statements are prepared on the basis of historical cost, except for investments which are included at market value and the animal collection which is included at a nominal value of £1.

Allocation of funds

The funds of the Trust comprise the following:

Permanent endowment	Endowment capital funds where there is no power to convert the capital into income; the income arising from such funds is accounted for in a restricted fund. Capital gains and losses arising from the sale of investments in such funds are accumulated and added to capital.
Restricted	Funds which are subject to specific conditions, imposed by the donor and binding on the Trustees; such funds are placed in separate bank accounts and are held there until the specific project for which they are received is carried out; the balance of restricted funds represents unspent restricted income.
Unrestricted	Funds which are not subject to specific conditions imposed by the donor. Unrestricted funds are split into the following three categories.
	Designated Funds which have been allocated or designated for special projects by the Trust itself. The use of such funds for their designated purpose remains at the discretion of the Board of Trustees; or
	General Funds which have not been allocated for any special purpose.

Fund transfers

As stated above, funds which are subject to specific donor-imposed conditions or which are allocated to designated purposes by the Board of Trustees are held in separate bank accounts until the projects for which they are intended are carried out.

When such funds are utilised on capital projects the capitalised assets are regarded as fixed assets of the unrestricted general fund and the total of such capital expenditure is accordingly transferred from the designated or restricted fund to the general fund.

Branches

The incoming resources and resources expended of the Gerald Durrell Wildlife Preservation Trust (GDWPT) are consolidated into the Trust's results. The GDWPT is a UK registered charity (Reg No 232004) and prepares accounts annually to 5 April. The Trust includes its results on a pro rata basis.

NOTES TO FINANCIAL STATEMENTS

at 31 December 2010

The incoming resources and resources expended of the Durrell Wildlife Conservation Trust-UK (DWCT-UK) are consolidated into the Trust's results. DWCT-UK is a UK registered charity Reg 1121989) and prepared accounts annually to 31 December 2009.

Interest receivable

All bank interest receivable is accounted for in the Statement of Financial Activities. It is credited to the fund holding the bank balances on an accruals basis.

On the purchase and sale of fixed interest securities, accrued interest included in the transaction price is treated as part of the capital value of the investment. Credit is taken for interest on the date receivable and at the balance sheet date the market value is stated inclusive of accrued interest.

Fixed assets

Tangible fixed assets are included at cost. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful lives.

Depreciation

Depreciation is not charged on the Trust's freehold property, other than the Trinity site buildings, on the grounds that such depreciation would be immaterial because of the length of the estimated remaining useful economic life of the property and its estimated residual value. Assets in the course of construction are not depreciated until they become operational at which time they are transferred to one of the other asset categories.

In accordance with Financial Reporting Standard (FRS) No 15, entitled "Tangible Fixed Assets", an impairment review in accordance with FRS No 11, entitled "Impairment of fixed assets and goodwill", has been performed by the Chief Executive on behalf of the Board of Trustees on those properties. The results of that review show that the recoverable amount in respect of those properties is in excess of the carrying amount at which they are included in the financial statements.

The cost of other fixed assets is written off using the straight line basis as follows:

Trinity Site buildings	Over 10 to 20 years depending on the degree of permanence
Fixtures and fittings	At 10 % per annum
Plant and machinery	At 20% per annum
Motor vehicles	At 25% per annum
Electrical equipment	At 33 1/3% per annum

Leases

The cost of assets held under finance leases is included under tangible fixed assets and depreciation is provided in accordance with the Trust's policy set out in note 2 (above). The finance charges are allocated over the period of the lease in proportion to the capital amount outstanding.

Stock

Stock is valued at the lower of cost and net realisable value.

Basis of allocation of resources expended

Resources expended are allocated to the categories shown in the financial statements on the following bases. Where resources expended are directly attributable to a particular category, they are allocated entirely to that category. Expenditure included within each category is set out in Note 6 to these accounts. Where an expense cannot be allocated to a specific category of such work (usually because it benefits more than one category) it is allocated to support costs. Support costs are allocated across other categories on various bases as identified in Note 7 to the accounts.

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

Membership Subscriptions

Annual and Life membership subscriptions are treated as deferred income to the extent that it relates to a service to be provided in the following financial period and is potentially refundable.

Donations and Donations in kind

Donations including Gift Aid are credited in the period received. Such income is only deferred when the donor specifies that donations must only be used in future accounting periods; or where the donor has imposed conditions which must be met before the Trust has unconditional entitlement. Donations in kind are included in the accounts as estimates of open market values.

Grants received

Grants received from governments or other public bodies are accounted for in the Statement of Financial Activities on an accrual basis.

Legacies and bequests

Legacies and bequests are accrued as receivable, before receipt if it is reasonably certain that the legacy will be received and the value of the incoming resources can be measured with sufficient reliability.

Quoted investments

Quoted investments are included in the financial statements at their market values, which are calculated using the closing bid prices on the last business day in the Trust's financial year. Differences between the market value and the cost of quoted investments, being unrealised gains or losses, are disclosed in the Statement of Financial Activities and then added to or deducted from the appropriate fund in the balance sheet.

Realised gains and losses on the disposal of investments are also disclosed in the Statement of Financial Activities and added to or deducted from the appropriate fund in the balance sheet.

Animal collection

The animal collection is included in the financial statements at a nominal value of £1, since in the opinion of Trustees it is not possible to place a realistic value thereon due to the unique nature of the animal collection.

Taxation

The Trust is established for a charitable purpose and is therefore exempt from Jersey Income Tax under Article 115(a) of the Income Tax (Jersey) Law 1961 provided its income is applied toward charitable purposes.

Retirement benefits

The Trust values its liability in respect of defined retirement benefits in accordance with FRS17 and following the unit cost method of calculation.

Any surplus or deficit in the defined benefit section of the scheme, being the difference between the value of the scheme assets and the present value of the plan liabilities, is recognised in the balance sheet as an asset or liability to the extent that any surplus is recoverable or that conversely, any deficit reflects a legal or constructive obligation.

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

3. TRADING ACTIVITIES

The Trust operates a gift shop at the Visitor Centre at Durrell, selling gifts and souvenirs. A summary of the shop's results together with other trading income is shown below:

Profit and loss account	2010 £'000	2009 £'000
Turnover	373	396
Gross profit	202	193
Expenses, net of interest received	(156)	(170)
Net profit	46	23
Other income (Dodo Restaurant and sale of site guides)	67	70
Amount transferred to General Funds	(113)	(93)
	-	-

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £'000	Restricted Funds £'000	Total 2010 £'000	Total 2009 £'000
Animal collection				
Visitor Admissions	1,055	-	1,055	1,157
Membership of Durrell				
- Individual	605	-	605	543
- Corporate	32	-	32	53
Keeper for a day	2	-	2	3
Behind the scenes tours	2	-	2	2
Letting of non-investment property	104	-	104	132
Animal collection total	1,800	-	1,800	1,890
Education				
Teaching	33	-	33	33
Dodo Club Activities	11	-	11	7
Other	15	-	15	5
	59	-	59	45
Training				
Course Income	134	-	134	74
Other	40	-	40	60
	174	-	174	134

5. INCOMING RESOURCES FROM GENERATED FUNDS ACTIVITIES AND VOLUNTARY INCOME

	Unrestricted Funds £'000	Restricted Funds £'000	Total 2010 £'000	Total 2009 £'000
Voluntary Income				
Donations	584	1,337	1,921	1,656
Donations in kind	36	-	36	41
Legacies	934	71	1,005	961
Animal Adoptions	71	-	71	82
Other	280	34	314	603
Total Voluntary Income	1,905	1,442	3,347	3,343

During the period the Trust received £305,000 from the Fiscal Stimulus fund operated by the States of Jersey towards the costs of constructing the new Visitor Centre.

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

6. ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff costs £'000	Direct Costs £'000	Support Costs £'000	Total 2010 £'000	Total 2009 £'000
Resources expended on charitable activities					
Animal Collection	1,176	426	1,415	3,017	3,881
Training	206	128	188	522	490
Education	112	8	161	281	220
Conservation Science	434	803	269	1,506	1,295
Total for resources expended	1,928	1,365	2,033	5,326	5,886
Costs of generating funds					
Costs of generating voluntary income					
	156	99	134	389	483
Retail cost of goods sold and other costs					
	123	204	-	327	373
Total cost of generating funds	279	303	134	716	856
Investment management costs	-	78	-	78	68
Governance costs	-	123	-	123	88
Other resources expended					
Pension current service cost					
Net interest	12	-	-	12	21
Pension cost					
Total resources expended	2,219	1,869	2,167	6,255	6,919

Resources expended on charitable activities include costs associated with marketing and administration of Trust membership schemes, totalling £278,000 (2009 £404,000).

Training incorporates day to day running costs of the International Training Centre in Jersey together with the cost of providing courses in conservation in both Jersey and overseas.

Conservation Science includes grant making, administration of grant making processes and monitoring of related outcomes both in situ overseas and in Jersey in support of overseas projects.

Costs of generating voluntary income incorporate the costs of the fundraising department, including administrative staff costs, costs of appeal mailshots and costs related to the Animal Adoption Scheme.

Governance costs include those incurred in the governance of the Trust and are primarily associated with constitutional and statutory requirements.

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

7. ANALYSIS OF SUPPORT COSTS

	2010 £'000	2009 £'000
Staff costs	1,146	1,337
Other costs	598	722
Depreciation	421	474
Site Development	2	173
Total support costs	2,167	2,706

Support costs have been allocated to the activities set out in Note 6 as follows:

	Animal Collection	Training	Education	Overseas Conservation	Generating Voluntary Income	Total	Allocation Basis
	£'000	£'000	£'000	£'000	£'000	£'000	
Site Maintenance, Landscape, Logistics	322	61	52	87	44	566	1
Directors, HR, Finance & IT	539	102	88	146	73	948	1
Utilities	131	25	21	36	17	230	2
Depreciation	421	-	-	-	-	421	1
Site Development	2					2	1
TOTAL	1,415	188	161	269	134	2,167	

Basis of allocation:

1. Direct usage and % Full time Headcount
2. %Full time Headcount

8. NET OUTGOING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES

Net outgoing resources before other recognised gains and losses are stated after charging:

	2010 £'000	2009 £'000
Audit Fees		
Trust	28	28
Over accrual in respect of 2008	-	(1)
DWCT-UK	3	4
Over accrual in respect of 2008	(1)	(1)
Depreciation	421	474

9. TRUSTEES' REMUNERATION

The Trustees, being charity Trustees received no remuneration (2009 £Nil). Some Trustees were reimbursed for travelling expenses necessarily incurred. The aggregate amount of these expenses were £7,560 (2009 £7,739).

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

10. EMPLOYEE COSTS

	2010 £'000	2009 £'000
Wages and salaries	2,932	3,226
Pension cost	254	272
Accommodation costs	116	152
	<hr/>	<hr/>
Employee costs total	3,302	3,650

The Trust employed staff whose total emoluments fell in the following bands:

1	(2009: 1) member of staff in the band £110,000-£120,000
1	(2009:2) member of staff in the band £80,000 - £90,000
1	(2009:1) member of staff in the band £70,000 - £79,999

The average number of employees in Jersey and overseas was 93 (2009: 92).

The split of employees according to areas of activity can be analysed:

	2010	2009
Animal Collection	37	41
Training	7	6
Education	6	3
Conservation Science	10	9
Retail	3	5
Generating funds	5	3
Support	25	25
Total	<hr/> 93	<hr/> 92

11. FIXED ASSETS

	Freehold Land & Property £'000	Trinity Site Buildings £'000	Plant and Machinery £'000	Fixtures, Fittings and Equipment £'000	Assets in the course of construction £'000	Total £'000
Cost						
1 January 2010	1,436	8,177	491	435	-	10,539
Additions	24	112	6	28	580	750
Donations in kind	-	-	-	-	36	36
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
31 December 2010	1,460	8,289	497	463	616	11,325
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation						
1 January 2010	-	5,633	423	337	-	6,393
Charge for the year	-	330	36	55	-	421
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
31 December 2010	-	5,963	459	392	-	6,814
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net book value						
31 December 2010	<hr/> 1,460	<hr/> 2,326	<hr/> 38	<hr/> 71	<hr/> 616	<hr/> 4,511
31 December 2009	<hr/> 1,436	<hr/> 2,544	<hr/> 68	<hr/> 98	<hr/> -	<hr/> 4,146

Tangible fixed assets held under finance leases have a net book value of £14k (2009:£30k).

The Board of Trustees does not consider that it is practicable to analyse the assets of the Trust between those used for Direct Charitable Purposes and Other Purposes. The Fixed Assets of the Trust are all held at the Headquarters at Les Augrès Manor or otherwise in Jersey, and may be used for both Charitable and Other Purposes.

NOTES TO FINANCIAL STATEMENTS

at 31 December 2010

12. CAPITAL COMMITMENTS

During 2010 the Trust entered commenced a capital project to construct a new Visitor Centre at an estimated cost of £3,000,000, with completion in April 2011. As at 31 December 2010 £552,000 costs had been incurred and are included within assets in the course of construction in Note 11.

13. INVESTMENTS

	Cost £'000	2010 Market Value £'000	Income for the year £'000	Cost £'000	2009 Market Value £'000	Income for the year £'000
UNRESTRICTED FUNDS						
Unit trusts	671	878	10	491	595	2
Fixed interest securities	1,208	1,269	52	1,450	1,496	47
Equities	391	575	7	568	676	32
Alternative investments	584	678	4	768	857	2
	2,854	3,400	73	3,277	3,624	83
RESTRICTED FUNDS						
Fixed interest securities	122	129	4	122	127	2
	122	129	4	122	127	2
ENDOWMENT FUNDS						
Unit trusts	181	230	3	133	156	-
Fixed interest securities	300	315	13	375	386	10
Equities	106	151	2	153	177	8
Alternative investments	156	178	1	204	224	1
	743	874	19	865	943	19
Total	3,719	4,403	96	4,264	4,694	104

Details of realised gains and losses on the disposal of investments during the year and of unrealised gains and losses arising from the inclusion of investments in the balance sheet at their market value are disclosed below and in the Statement of Financial Activities.

The above securities are invested in three separate portfolios, each portfolio representing a legally separate fund of securities. For the purposes of investment the Trustees have defined cash equivalents to include fixed interest securities.

Cash is further classified into cash available for investment and cash held for operating requirements of the Trust, thus at year end £0.6m of the total cash of £1.4m was held for investment purposes only.

	2010 £'000	2009 £'000
FIXED ASSET INVESTMENTS		
Market value brought forward at 1 January	4,694	3,091
Less: Disposal at opening book value	(934)	(4,593)
Add: Acquisitions at cost	389	5,527
Net gains on transfer of investment portfolio to new investment managers	-	36
Net gains on revaluation at 31 December	254	633
Market value at 31 December	4,403	4,694
Historical cost as at 31 December	3,721	4,268

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

14. DEBTORS

	2010 £'000	2009 £'000
Trade debtors	32	64
Other debtors	16	8
Prepayments	50	14
	<u>98</u>	<u>86</u>

15. NET CASH BALANCES

	At 1 January 2010 £'000	Cash flows £'000	At 31 December 2010 £'000
Cash balances	<u>1,165</u>	<u>263</u>	<u>1,428</u>
Bank overdraft	(360)	(35)	(395)
Net cash balances	<u>805</u>	<u>228</u>	<u>1,033</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010 £'000	2009 £'000
Bank overdraft	395	360
Trade creditors	393	398
Accruals	114	121
Deferred income	181	142
Finance lease obligations	<u>10</u>	<u>14</u>
	<u>1,093</u>	<u>1,035</u>

Movement on deferred income can be analysed as:

	Membership subscriptions £'000s	Events £'000s	Total £'000
Balance at 1 January	141	-	141
Transferred to income during the year	(141)	-	(141)
Deferred during the year	<u>136</u>	<u>45</u>	<u>181</u>
Balance at 31 December	<u>136</u>	<u>45</u>	<u>181</u>

17. BANK OVERDRAFT

The Trust entered into a £350,000 overdraft facility with The Royal Bank of Scotland International Limited (trading as NatWest) on 20th May 2009. The facility has no fixed repayment date. Interest is payable at 2% per annum over Base Rate. Security for the facility is provided against the Trust's fixed deposit accounts held with NatWest.

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

18. CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

	2010 £'000	2009 £'000
Bank loan	306	-
Finance lease obligation	3	12
	309	12

19. BANK LOAN

The Trust entered into a £1,600,000 facility agreement with Schroders (C.I.) Limited on 9th June 2010. The facility has no fixed repayment date. Interest is payable at 1.75% per annum over Base Rate. Security for the facility is provided against the Trust's investment portfolios held with Schroders. As at 31 December 2010, £306,000 of the facility had been utilised.

20. FINANCE LEASES

Net finance lease obligations are payable as follows:

	2010 £'000	2009 £'000
With one year	10	14
Between one and two years	3	12
	13	26

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrest ricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	Total Funds £'000
Fund balances at 31 December 2010 are represented by				
Animal collection	-	-	-	-
Tangible fixed assets	4,511	-	-	4,511
Investments	3,400	129	874	4,403
Current assets	1,552	5	101	1,658
Liabilities	(1,402)	-	-	(1,402)
Total Net Assets excluding pension asset / liability	8,061	134	975	9,170
Unrealised gains included above				
On investment assets (see below)	547	7	130	684
Total unrealised gains at 31 December 2010	547	7	130	684
Reconciliation of movements in unrealised (gains) and investments assets				
Unrealised gains at 31 December 2009	347	5	78	430
Add: net gains arising in year	200	2	52	254
Unrealised gains at 31 December 2010	547	7	130	684

NOTES TO FINANCIAL STATEMENTS

at 31 December 2010

22. PENSION SCHEME

The Trust operates a pension scheme, with two formal sections; a defined contribution section and a defined benefit section. The assets of the scheme are held separately from those of the Trust and are administered by BWCI (Jersey) Limited.

Defined contribution section

The defined contribution section of the scheme was opened to new members on 1 January 2002 and any existing defined benefit section members who chose to transfer to the new section.

On 31 July 2004 the defined benefit section was closed for the accrual of further pensionable service and members had the choice of transferring their pensionable entitlement up to that date into the defined contribution section or remaining as a deferred pensioner of the curtailed defined benefit section of the scheme.

Employer contributions during the year to 31 December 2010 totalled £243k (2009 - £259k).

Defined benefit section

The liabilities of the defined benefit section are funded by contributions from the trust. The actual funding of the defined benefit section is determined by the actuarial valuation and this differs from the amount that is required to be charged in the Statement of Financial Activities under Financial Reporting Standard 17.

An actuarial valuation was carried out to 31 December 2009. Preliminary results of this review indicate a funding deficit of £751,000.

A valuation for FRS17 purposes was carried out as at 31 December 2010. The major assumptions used by the actuary were:

	At 31 Dec 2010	At 31 Dec 2009	At 31 Dec 2008	At 31 Dec 2007
Rate of increase in salaries	N/A	N/A	N/A	N/A
Pension increased	3%	3%	3%	3%
Discount rate*	5.4%	5.7%	6.7%	5.8%
Price inflation	N/A	N/A	N/A	N/A

*based on iBoxx over 15 year AA corporate bond index.

Defined Benefit section assets and expected rates of return

	2010		2009		2008	
	Expected long-term rate of return	Value £'000	Expected long term rate of return	Value £'000	Expected long term rate of return	Value £'000
Equities	7.75%	1,277	8.25 %	1,572	7.75%	1,355
Bonds	5.0%	740	5.1%	1,388	4.8%	1,348
Gilts	4.2%	491		-		-
Cash	0.5%	46	0.5 %	59	2.75%	26
Total value of assets:		2,554		3,019		2,729
Present value of liabilities		(3,201)		(3,702)		(2,882)
Net pension deficit		(647)		(683)		(153)

NOTES TO FINANCIAL STATEMENTS
at 31 December 2010

Analysis of the amounts recognised in the Statement of Financial Activities in the year to 31 December 2010.

In arriving at outgoing resources for the year

	2010 £'000	2009 £'000
Resources expended	-	-
Current service cost	-	-
Past service cost	-	-
Curtailment gain	-	-
	-	-
Net interest		
Expected return on the Scheme's assets	(179)	(168)
Interest on the Scheme's liabilities	191	189
	12	21
Total Debit	12	21

Included as other recognised gains and losses

	2010 £'000	2009 £'000	2008 £'000
Actual return less expected return on the Scheme's assets	42	236	(597)
Experience gains/(losses) arising on the Scheme's liabilities	84	(26)	(23)
Changes in assumptions underlying the present value of the Scheme's liabilities	(84)	(719)	342
Actuarial gain/(deficit) recognised in other gains and losses	42	(509)	(278)
Total increase/(decrease) in funds	36	(530)	(255)

Movement in (Deficit)/Surplus during the year

	2010 £'000	2009 £'000	2008 £'000
(Deficit)/Surplus in scheme as at 1 January	(683)	(153)	102
Movement in year			
Adjustment in respect of bid valuation of assets	-	-	(6)
Current service cost	-	-	(2)
Contributions	6	-	-
Past service costs	-	-	-
Curtailment gain	-	-	-
Other finance(expense)/ income	(12)	(21)	31
Actuarial gain / (deficit)	42	(509)	(278)
Deficit in Scheme as at 31 December	(647)	(683)	(153)

Details of experience gains and losses during the year

	2010 £'000	2009 £'000	2008 £'000	2007 £'000	2006 £'000
Difference between the expected and actual return on the Scheme's assets					
Amount	42	236	(597)	(84)	70
Percentage of the Scheme's assets (%)	2%	8%	(22%)	(3%)	2%
Experience gains/(losses) on the Scheme's liabilities					
Amount £'000's	84	(26)	(23)	(46)	(13)
Percentage of the Scheme's liabilities (%)	3%	(1%)	(1%)	(1%)	0%
Total amount recognised in other gains and losses					
Amount (£'000's)	(42)	(509)	(278)	186	266
Percentage of the present value of the Scheme's liabilities (%)	1%	(14%)	(10%)	6%	8%

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23. CAPITAL ENDOWMENTS

	Balance 1 January 2010 £'000	Incoming Resources £'000	Investment Gains £'000	Resources expended £'000	Balance 31 December 2010 £'000
Whitley ITC Fund	992	19	57	(40)	1,028
Electricity Fund	23	-	-	-	23
Rumboll Travel Awards	64	-	-	-	64
The Venerable Lawrence Ashcroft Fund	26	-	-	-	26
	<u>1,105</u>	<u>19</u>	<u>57</u>	<u>(40)</u>	<u>1,141</u>

Whitley ITC Fund

The Whitley International Training Centre Fund was established by the Whitley Animal Protection Trust with an initial donation of £1 million. The income from this is restricted to covering the operational costs of running the International Training Centre. Gains on investment activities are accumulated as capital and added to the fund to prevent the erosion of the value of the fund through inflation.

Electricity Fund

The Electricity fund was established to provide income to be used to pay some of the electricity costs of the Gaherty reptile house.

Rumboll Travel Award Fund

The Rumboll Travel Award Fund was established during 2001 to fund an annual award to a selected staff member to undertake field conservation to develop their conservation skills.

The Venerable Lawrence Ashcroft Fund

The Venerable Lawrence Ashcroft Fund was established during 2002, income from which may be used to further the Trust's wildlife conservation mission particularly through support of international programmes.

24. RESTRICTED FUNDS

	Balance 1 January 2010 £'000	Incoming Resources £'000	Investment Gains £'000	Resources Expended £'000	Balance 31 December 2010 £'000
Gerald Durrell Memorial Fund	208	-	-	(3)	205
Gerald Durrell Endowment Fund	140	4	2	(2)	144
Weyland Income Fund	26	-	-	-	26
Other International Training Centre Funds	969	149	-	(107)	1,011
Other Funds	<u>1,494</u>	<u>1,297</u>	<u>-</u>	<u>(974)</u>	<u>1,817</u>
	<u>2,837</u>	<u>1,450</u>	<u>2</u>	<u>(1,086)</u>	<u>3,203</u>

Gerald Durrell Memorial Fund

The Gerald Durrell Memorial Fund was established to build a capital sum, income from which may be used to support the work of graduates of the International Training Centre, Jersey.

Gerald Durrell Endowment Fund

The Gerald Durrell Chair was established to help towards the cost of the International Training Centre at Les Noyers, Jersey. The Gerald Durrell Chair was re constituted in 2009 as the Gerald Durrell Endowment with the funds transferred.

The Weyland Fund

The fund was established to help staff with the cost of taking MSc degrees.

NOTES TO FINANCIAL STATEMENTS
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Other International Training Centre Funds

The other International Training Centre funds comprise some funds which were donated to sponsor various activities of the International Training Centre at Les Noyers, Jersey.

Other Funds

Other funds comprise a number of smaller restricted funds which were designated by the donor to sponsor various projects at the Wildlife Park in Jersey and overseas.

25. DESIGNATED FUNDS

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the Board of Trustees for specific purposes:

	Balance 1 January 2010	Incoming Resources	Gains on investments and Pension Scheme	Resources Expended	Balance 31 December 2010
	£'000	£'000	£'000	£'000	£'000
Overseas fund / Trust fund	3,709	4,421	260	(5,076)	3,314
Other designated funds	93	36	-	(53)	76
	<u>3,802</u>	<u>4,457</u>	<u>260</u>	<u>(5,129)</u>	<u>3,390</u>

Overseas Fund

The Overseas Fund was historically used to meet the shortfall in specific funding for overseas projects, which would otherwise have to be met by the General Fund. Following the amalgamation with the Headquarters fund in 2004, use of the Trust Fund monies is driven by reference to budgeted expenditure and income.

Other Designated Funds

Other Designated funds comprise funds designated by the Trust to fund various specific projects both in Jersey and overseas.

26. RELATED PARTY TRANSACTIONS

Payments totalling £980k (2009 £970k) were made during the period to Durrell Wildlife Conservation Trust by Durrell Wildlife Conservation Trust – UK. These payments were made to support the activities at the Jersey site and on various conservation projects. In addition at 31 December 2010 £13k (2009 £8k) was due to Durrell Wildlife Conservation Trust from Durrell Wildlife Conservation Trust – UK in respect of legal and administrative fees incurred on behalf of the Trust during the period then ended.

Durrell Wildlife Conservation Trust – UK was registered as a Company limited by guarantee on 7 December 2007, with subsequent registration with the Charities Commission completed on 14 December 2007. The Company does not have any share capital. The Sole Member of the Company is the Durrell Wildlife Conservation Trust, which promises if the Trust is dissolved whilst it is a Member or within 12 months afterwards to contribute up to £1 towards the costs of dissolution and the liabilities incurred by the Trust whilst the contributor was a Member.

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27. ULTIMATE CONTROLLING PARTY

The Durrell Wildlife Conservation Trust is considered to be the ultimate controlling party of the Durrell Wildlife Conservation Trust - UK as defined by Financial Reporting Standard No 8 and the results of the Durrell Wildlife Conservation Trust - UK are consolidated into the results of the ultimate controlling party.

The Durrell Wildlife Conservation Trust is considered to be the ultimate controlling party of the Gerald Durrell Wildlife Preservation Trust as defined by Financial Reporting Standard No 8 and the results of the Gerald Durrell Wildlife Preservation Trust are consolidated into the results of the ultimate controlling party.