

**Registered Company No. 08204716**  
**Registered Charity No. 1149889**

**CARIBBEAN BIODIVERSITY FUND**

**FINANCIAL STATEMENTS**

**30 SEPTEMBER 2015**

## CARIBBEAN BIODIVERSITY FUND

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# **CARIBBEAN BIODIVERSITY FUND**

## **Legal and administrative information**

**Company Number:** 08204716

**Charity Number:** 1149889

### **Trustees**

Dr. Jens Mackensen – appointed 28 October 2013 / renewed 28 October 2015

Mr. Sheldon Cohen – appointed 1 June 2014 / resigned 31 January 2016

Ms. Eleanor Phillips.– appointed 1 February 2016

### **Company Secretary**

Oakwood Corporate Secretary Limited

### **Registered Office**

3<sup>rd</sup> Floor

1 Ashley Road

Altrincham

Cheshire

WA14 2DT

### **Auditor**

Moore-Stephens

Chartered Accountants & Statutory Auditor

Cheviot House

53 Sheep Street

Northampton

NN1 2NE

### **Solicitors**

Ropes & Gray LLP

5 New Street Square

London

EC4A 3BF

### **Investment Manager**

UBS Financial Services Inc.

925 4<sup>th</sup> Avenue

20<sup>th</sup> Floor

Seattle WA

98104-1157

### **Accountants**

Baker Tilly Gomez

The Deanery

28 Cumberland Street

P.O. Box N-1991

Nassau, The Bahamas

## CARIBBEAN BIODIVERSITY FUND

### REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 30 SEPTEMBER 2015

The Trustees have pleasure in presenting their report of the charitable company for the period ended 30 September 2015.

#### Structure, Governance and Management

The Caribbean Biodiversity Fund (CBF) is an endowment fund created on September 6<sup>th</sup>, 2012 with support from the German Government through the German Development Bank (KfW), The Nature Conservancy (TNC), and the Global Environment Facility (GEF) – through the World Bank and the United Nations Development Program (UNDP).

The CBF was incorporated as a UK Registered Company (No. 08204716) on 6<sup>th</sup> September 2012 and registered as a UK Registered Charity (No. 1149889) on 23<sup>rd</sup> November 2012. Its governing documents are its Memorandum and Articles of Association.

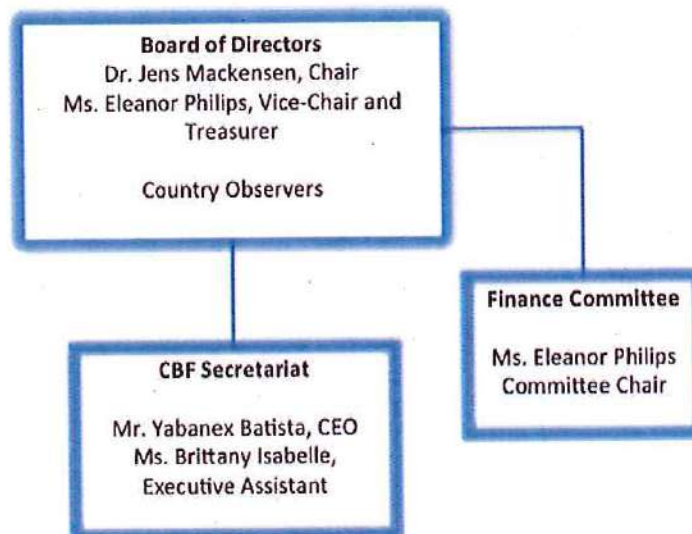
#### Governance Structure:

The CBF is governed by the CBF Board of Directors, which is currently composed of two permanent members: KfW (German Development Bank), currently represented by Dr. Jens Mackensen; and The Nature Conservancy (TNC), currently represented by Ms. Eleanor Phillips.

The current 8 CBF Participating Countries (Antigua and Barbuda, The Bahamas, Dominican Republic, Grenada, Jamaica, St. Lucia, St. Kitts and Nevis, St. Vincent and the Grenadines) have designated CBF Country Observers to attend the Board Meetings and serve as national focal points on CBF matters. In addition, the British Virgin Islands (BVI) and Puerto Rico also have Observer status with the CBF. Once the National Conservation Trust Funds (NCTFs) are established and sign the agreement with the CBF each one of them will appoint a Director to the CBF Board. As per the Articles of Association and Operations Manual, once a NCTF signs the agreement with the CBF, the NCTF will be able to make a payment request. The NPATFs in turn make grants to governmental and non-governmental institutions to advance the objects of the CBF. In addition, to the Country Observers, a number of partners also have Observer status including; the United Nations Development Programme (UNDP), the United Nations Environment Programme (UNEP), and The World Bank (WB).

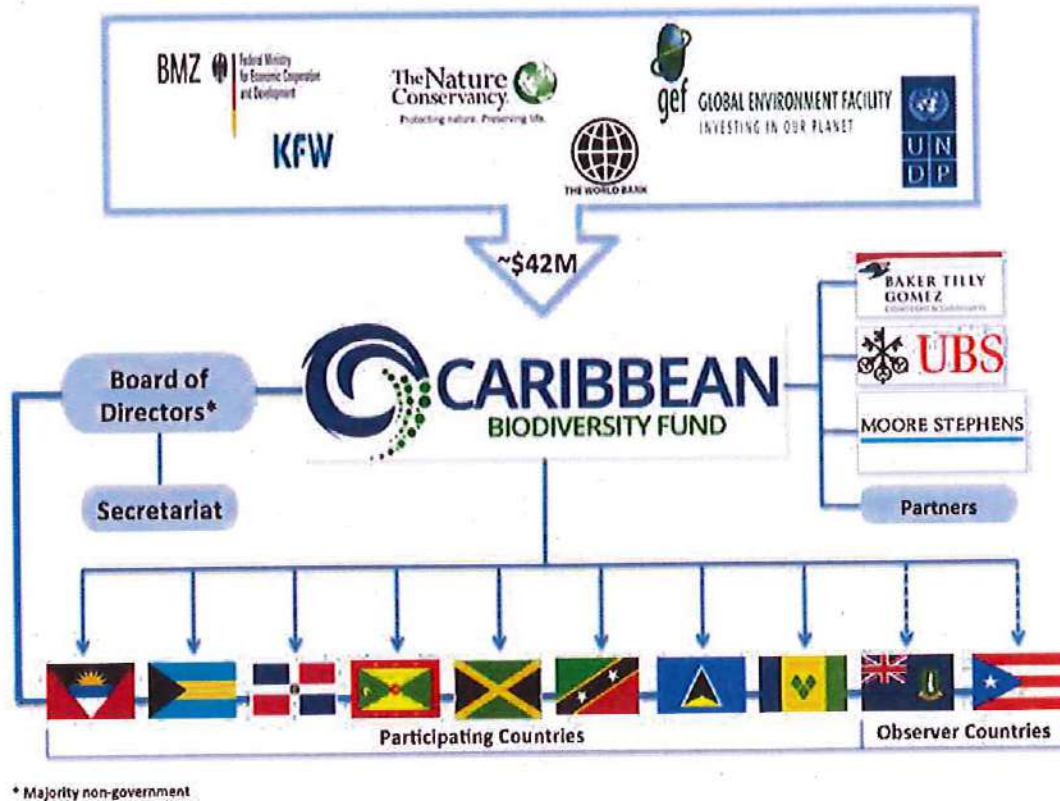
A CBF Secretariat, tasked with carrying out all day-to-day operations of the CBF and headed by a Chief Executive Officer, is located in Nassau, The Bahamas. The organizational charts below show the structure of the CBF as well as how the CBF interacts with its major stakeholders.

#### CBF Governance Chart





## CBF Stakeholders Flow Chart



## Objectives and activities

The objectives of the CBF are to promote for the benefit of the public the conservation, protection, management and expansion of the National Protected Areas Systems of the Participating Countries by providing a sustainable flow of funds to support, without limitation, enforcement, infrastructure, monitoring needs and other activities that contribute substantially to the conservation, protection and maintenance of biodiversity within the National Protected Areas Systems or any other area of environmental significance of the Participating Countries.

### Public benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives. As indicated in the CBF Articles of Association, the CBF was established for the benefit of the public as it promotes the conservation, protection, management and expansion of the National Protected Areas Systems of the Participating Countries.

## STRATEGIC REPORT

### Achievements and Performance

During Fiscal Year 2015 the CBF activities and key achievements included the following:

#### 1. Operations

##### A. Policies and Procedures enacted:

- CBF Transaction Tracking System Policy and Procedures (20 October 2015)
- CBF Risk Registry (20 October 2015)
- CBF Payments and Transfers Policy and Procedures (30 June 2015)

- CBF Articles of Association (revised 30 June 2015)
- CBF Operational Manual (revised 30 June 2015)
- CBF Agreement Template (revised 30 June 2015)
- FY16 Annual Work Plan and Budget (16 September 2015)

#### B. CBF Bahamas Registration

- CBF continues to work on finalizing its registration process in The Bahamas. There have been several procedural delays that have prevented completion of this process.

#### C. Strategic Plan and Fundraising Strategy

- Draft strategic plan goals, targets and milestones have been prepared. The Strategic Plan adoption is expected in FY16.
- A Fundraising Strategy is in development. The strategy was eventually completed in November 2015 and is expected to begin implementation also in FY16.

#### D. National Conservation Trust Funds Status and CBF Eligibility Requests

- NCTFs that are expected to become CBF eligible made important progress in FY15 towards becoming established and operational. Table I below shows progress through a set of milestones, including signing an agreement with the CBF to receive support.

Table I: NCTFs Establishment Progress

CBF Countries	Legally Established	Board Appointed	Constitutive Instruments Completed	Staff Hiring	CBF Eligibility Request	Vertical Agreement Negotiations
A&B	Completed	In Progress	In Progress	Not Initiated Yet	Not Initiated Yet	Not Initiated Yet
Bahamas	Completed	Completed	In Progress	Not Initiated Yet	Not Initiated Yet	Not Initiated Yet
DR	Completed	Completed	Completed	Completed	Completed	Not Initiated Yet
Grenada	In Progress	In Progress	In Progress	Not Initiated Yet	Not Initiated Yet	Not Initiated Yet
Jamaica	Completed	Completed	In Progress	In Progress	Not Initiated Yet	Not Initiated Yet
SKN	In Progress	In Progress	In Progress	Not Initiated Yet	Not Initiated Yet	Not Initiated Yet
SLU	In Progress	Completed	In Progress	Completed	Not Initiated Yet	Not Initiated Yet
SVG	In Progress	In Progress	In Progress	In Progress	Not Initiated Yet	Not Initiated Yet
Legend						
	Not Initiated Yet					
	In Progress					
	Completed					

## 2. Governance

### A. CBF Board

- **KfW Director** - KfW (German Development Bank) Director Mr. Peter Hilliges resigned on 23 October, 2015. KfW appointed Mr. Jens Mackensen as the new KfW Director on 23<sup>rd</sup> October 2015. Mr. Mackensen is also the Chair of the CBF Board.
- **TNC Director** - The Nature Conservancy (TNC) Director Mr. Sheldon Cohen was appointed as CBF Director on 1 June 2014 and resigned on 31 January 2016. Ms. Eleanor Phillips was appointed as the new TNC Director effective on 1 February 2016. Ms. Phillips was also elected on 15<sup>th</sup> March 2016 as the CBF Vice-Chair and Treasurer of the CBF Board, as well as Chair of the CBF Finance Committee.
- **Board Meetings** - A total of four (4) CBF Board Meetings, including the 3<sup>rd</sup> CBF Annual Meeting, were held in 2015.



## **B. CBF Finance Committee**

- **Finance Committee Meetings** - A total of four (4) CBF Finance Committee Meetings took place in FY15.
- In addition to the CBF Finance Committee, the Committee Chair held, along with the CBF Secretariat, quarterly meetings with the CBF Investments Manager (UBS).

## **C. CBF Annual Meeting**

The 3<sup>rd</sup> CBF Annual Meeting took place in Santo Domingo, Dominican Republic on September 15<sup>th</sup> – 17<sup>th</sup>, 2015. This meeting also served as the 14<sup>th</sup> Board Meeting of the CBF. All CBF Participating Countries attended the meeting as well as the British Virgin Islands and Puerto Rico, which are currently CBF Observer Countries. Donors and partners also attended the meeting.

Key topics discussed included:

- CBF FY15 Status Report
- CBF Finances and Investments
- Approval of CBF FY16 Annual Work Plan
- Approval of CBF Secretariat FY16 Budget
- CBF environmental and social safeguards
- Update on establishment of National Conservation Trust Funds (NCTFs)
- Consultation on CBF 2020 Strategic Plan

## **4. Year Ahead - CBF FY16 Annual Work Plan**

The CBF's FY2016 Annual Work Plan (October 1<sup>st</sup>, 2015 – September 30<sup>th</sup>, 2016), as approved during the 3<sup>rd</sup> CBF Annual Meeting, will focus on the following key strategic areas of action:

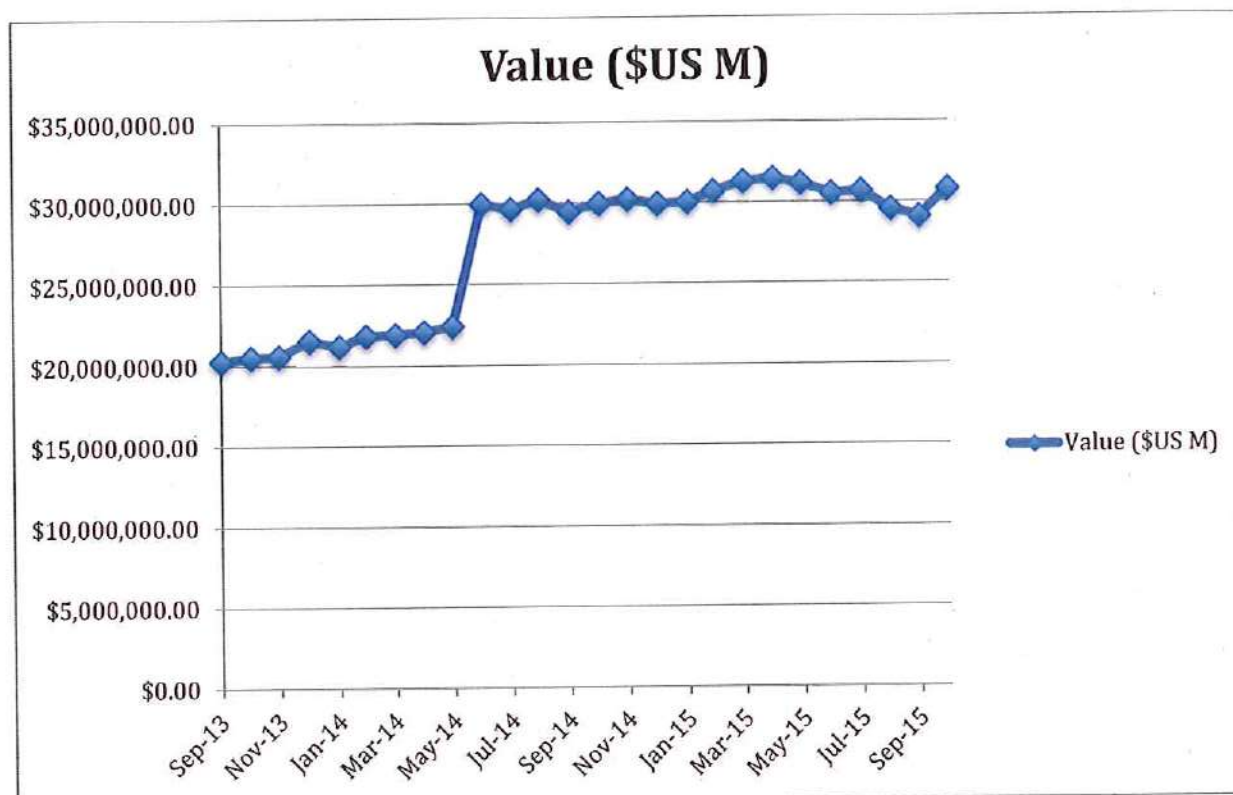
- 1) CBF Operations
- 2) Engagement with Participating Countries, NPATFs and Partners
- 3) CBF 2020 Strategic Plan
- 4) Fundraising
- 5) Marketing, Communications, and Events

## **Financial Review**

### **1. Endowment Performance**

As of September 30<sup>th</sup>, 2015 the total value of the CBF Endowment was US\$29,103,711.51. Investments were diversified between 12 asset management strategies employing 10 investment firms. Year to date through September 30, 2015, the accounts produced a combined US\$585,357.43 of dividends and interest, plus US\$24,799.18 of accrued interest, less US\$-1,783,898.14 change in market value.

Graph I: Historical CBF Endowment Value Performance



**CBF Endowment Deposits Record**

As of September 30<sup>th</sup>, 2015 a total of 4 deposits had been made to the CBF endowment for a total of ~US\$28,986,126. Table II below reflects all CBF deposits since inception. The CBF made one withdrawal of US\$279,929.85 in May 2015.

Table II: CBF Endowment Deposits Record

Deposits Record				
Deposit Date	Donor	Amount	Amount received in USD	Notes
<b>FY13</b>				
25-Jan-13	KfW	€ 15,075,000	20,286,126	Assigned to 7 countries (not including The Bahamas) and CBF Secretariat.
<b>FY14</b>				
17-Dec-13	TNC	USD 750,000	750,000	Assigned in equal parts to 5 Eastern Caribbean countries - Antigua and Barbuda, Grenada, Saint Lucia, Saint Kitts and Nevis, and Saint Vincent and the Grenadines.
5-Jun-14	World Bank	USD 7,200,000	7,200,000	Assigned in equal parts to 5 Eastern Caribbean countries - Antigua and Barbuda, Grenada, Saint Lucia, Saint Kitts and Nevis, and Saint Vincent and the Grenadines.



FY15				
26-Mar-15	TNC	USD 750,000	750,000	TNC Early Transfer - Not assigned to any CBF participating Country yet.
<b>Total Deposits (through FY15)</b>			28,986,126	

## 2. Investment Policy

The CBF adopted an Investment Policy in September 2102 that defines the guidelines and objectives of the CBF investment strategy. The Policy includes the guidelines for an investment strategy that aims at achieving a 7% return on investments on the CBF endowment funds. Since the close of FY15 the CBF investment Policy has been amended on 15 March 2016). Investment management of the assets of the Caribbean Biodiversity Fund shall be in accordance with the following asset allocation guidelines:

**Table III: CBF Investment Policy Assets Allocations**

<u>Asset Class</u>	<u>Minimum</u>	<u>Maximum</u>	<u>Preferred</u>
Equities	10%	50%	40%
Fixed Income	40%	80%	55%
Alternative Investments	0%	10%	5%
Cash and Equivalents	0%	5%	0%

Investments results and compliance with the CBF Investment Policy will be monitored by the CBF Board and its Finance Committee and periodically discussed with the investment managers in order to evaluate results and decide upon any necessary changes to the investment strategy.

## 3. Secretariat Budget

The CBF Secretariat had a budget of US\$225,000 for FY15, as approved and amended by the CBF Board. A total of US\$207,784.00 was spent during FY15.

## 4. Reserves Policy

The CBF is an endowment fund, which is currently being funded by KfW (the German Development Bank), The Nature Conservancy (TNC), and the Global Environment Facility (GEF). To date, a total of US\$42.0 million have been pledged to endow the CBF. As part of its management strategy, the CBF has established an investment strategy aimed at achieving a total of 7% returns on investments. The CBF will pay to the National Conservation Trust Funds (NCTFs) a total of up to 4.5% return on investments based on a 36-month average value of each Participating Country Sub-Account.

While subject to market behaviour, the CBF investment strategy is designed to keep in place the CBF capital and allow for payments to the NPATFs. In addition, a fundraising strategy for the CBF will be designed and implemented in the following fiscal years in order to generate a larger volume of returns and thus continue to secure the financial sustainability of the institution and fulfil its objectives.

## 5. Principal Risks and Uncertainties

The CBF Board has recognized the importance of having a Risk Register and strategies to manage all risks associated to the CBF including financial, reputational, and others. At the end of FY15 the CBF Risk Registry had not been fully approved by the Board, but it was subsequently approved on 20 October 2015. The Risk Register will serve as a key management tool for the CBF Board and its CEO.

## CARIBBEAN BIODIVERSITY FUND

### REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 30 SEPTEMBER 2015

#### Statement of Trustees' Responsibilities

The law applicable to Charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the Charity's financial activities during the year and of its financial position at the end of the year. In preparing these financial statements the trustees should follow best practice and;

- Select suitable accountancy policies and then apply them consistently.
- Make judgements and estimates that are both prudent and responsible.
- State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the Constitution of the Charity.

The trustees are also responsible for safeguarding the assets of the Charity and hence take all reasonable steps for the prevention and detection of fraud and any other irregularities.

The maintenance and integrity of the charity's website is the responsibility of the trustees. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislations in other jurisdictions.

In so far as the trustees are aware;

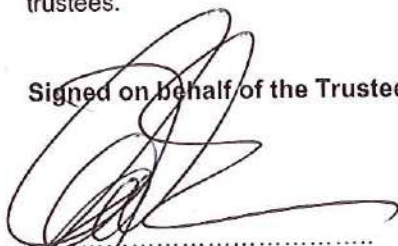
- There is no relevant audit information of which the Charity's Auditors are unaware
- The trustees have taken all steps that they ought to have taken to make them aware of any relevant audit information and to establish that the Auditors are aware of such information.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005).

#### Auditor

A resolution to re-appoint Moore-Stephens as auditors for the ensuing year will be proposed at a meeting of the trustees.

Signed on behalf of the Trustees



Dr Jens Mackensen  
Chair, CBF Board

Date: 23.6.16



## **CARIBBEAN BIODIVERSITY FUND**

### **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE CARIBBEAN BIODIVERSITY FUND**

We have audited the financial statements of the Caribbean Biodiversity Fund for the period ended 30 September 2015 which comprise the Statement of Financial Activities, the Balance Sheet, the cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of trustees and auditor**

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed auditor under the Companies Act 2006 and the Charities Act 2011 and report in accordance with those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves 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 charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustee's report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2015, and of its incoming resources and application of resources, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.



**CARIBBEAN BIODIVERSITY FUND**

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE CARIBBEAN BIODIVERSITY FUND  
(continued)**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

- the charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Nicholas Simkins (Senior Statutory Auditor)  
for and on behalf of MOORE STEPHENS LLP  
Chartered Accountants and Statutory Auditor  
Northampton

Date: 29/6/2016

MOORE STEPHENS LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**CARIBBEAN BIODIVERSITY FUND**

**Statement of financial activities for the year ended 30 September 2015**  
(incorporating an income and expenditure account)

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2015 £	Total Funds 2014 £
<b>Incoming Resources</b>					
Incoming resources from					
Generated funds:					
Voluntary income					
Investment income	2	-	639,771	639,771	417,725
Charitable funds:					
Charitable activities		-	494,850	494,850	4,894,815
<b>Total Incoming Resources</b>		-	1,134,621	1,134,621	5,312,540
<b>Resources Expended</b>					
Charitable Activities	4	113,716	(1,154,170)	(1,040,454)	359,140
Governance Costs	6	31,994	-	31,994	23,267
<b>Total Resources Expended</b>		145,710	(1,154,170)	(1,008,460)	382,407
<b>Net Incoming / (outgoing) Resources before transfers</b>	7	(145,710)	2,288,791	2,143,081	4,930,133
<b>Transfers</b>					
Gross Transfers between funds		145,710	(145,710)	-	-
Net incoming resources before Other gains and losses		-	2,143,081	2,143,081	4,930,133
Realised gains and (losses)	9	-	358,359	358,359	155,189
Unrealised gains and (losses)		-	(1,421,231)	(1,421,231)	274,623
<b>Net movement in funds in the year</b>		-	1,080,209	1,080,209	5,359,945
Total funds brought forward		-	17,935,663	17,935,663	12,575,718
Total funds carried forward	12	-	19,015,872	19,015,872	17,935,663
		=====	=====	=====	=====

All of the above results are derived from continuing activities.  
There are no other recognised gains and losses other than those stated above.

The notes on pages 14 – 19 form part of these financial statements

**CARIBBEAN BIODIVERSITY FUND**

Balance sheet at 30 September 2015

	Note	2015		2014	
		£	£	£	£
<b>Fixed Assets</b>					
Tangible Assets	8		1,030		1,296
Investments	9		18,143,414		17,231,169
<b>Current Assets</b>					
Debtors		59,436		49,021	
Cash at bank and in hand	9	999,640		865,275	
		<u>1,059,076</u>		<u>914,296</u>	
<b>Creditors: Amounts falling due within one year</b>	10	(187,648)		(211,098)	
<b>Net Current Assets</b>			<u>871,428</u>		<u>703,198</u>
<b>Total assets less current liabilities</b>			<u>19,015,872</u>		<u>17,935,663</u>
<b>Creditors: Amounts falling due after one year</b>			-		-
<b>Net Assets</b>			<u>19,015,872</u>		<u>17,935,663</u>
<b>Funds</b>					
Endowment Funds	11		19,015,872		17,935,663
Unrestricted Funds	12		-		-
<b>TOTAL FUNDS</b>			<u>19,015,872</u>		<u>17,935,663</u>

The financial statements were approved by the Trustees, and authorised for issue on 15 June 2016 and signed on their behalf by:



**Dr Jens Mackensen**  
Chair, CBF Board

Company Number: 08204716

The notes on pages 14 – 19 form part of these financial statements



## CARIBBEAN BIODIVERSITY FUND

### Cash flow statement as at 30 September 2015

	Notes	2015 £	2014 £
Net cash inflow from operating activities	14	1,469,711	4,608,786
Returns on investment	15	639,771	417,725
Net cash outflow from investing activities	16	(1,975,117)	(16,801,357)
		<hr/>	<hr/>
Increase / (decrease) in cash in the period		134,365	(11,774,846)
Opening net funds		865,275	12,640,121
		<hr/>	<hr/>
Closing net funds at 30 September 2015		999,640	865,275
		<hr/>	<hr/>

The notes on pages 14 – 19 form part of these financial statements

## CARIBBEAN BIODIVERSITY FUND

### Financial statements for the year ended 30 September 2015

#### Notes forming part of the financial statements

##### 1. Principal accounting policies

###### a) Basis of accounting

The accounts have been prepared under the historical cost convention and are in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005 and updated in 2008) applicable accounting standards and the Companies Act 2006.

###### b) Incoming resources

All income is accounted for on a receivable basis.

###### c) Resources expended

Expenditure is included when incurred and is matched with the relevant income stream.

Costs are allocated between charitable and other expenditure according to the nature of the cost.

Governance costs include those costs incurred in the governance of the charity. These costs include costs related to statutory audit together with legal and professional fees and the costs of trustee meetings.

###### d) Tangible fixed assets and depreciation

Tangible fixed assets costing more than £100 are capitalised and included at cost of acquisition.

Depreciation is provided at the following annual rates in order to write off the cost or valuation of each asset over its estimated useful life:

Fixtures and fittings - 25% - 33% on cost

###### e) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the net incoming resources.

###### f) Funds

The charity maintains the following funds:

Endowment funds – these are funds subject to specific restrictions imposed by donors. The purpose and use of the funds are set out in note 9 to the financial statements

Unrestricted funds – these are funds which the trustees are free to use in accordance with the charitable objects.

###### g) Taxation

The Caribbean Biodiversity Fund, as a registered charity, is exempt from taxation of its income and gains falling within sections 466-493 of the Corporation Tax Act 2010 to the extent that they are applied to its charitable objectives. No tax charge has arisen this period.

**CARIBBEAN BIODIVERSITY FUND**

**Financial statements for the year ended 30 September 2015**

**Notes forming part of the financial statements**

**2. Investment income**

	Unrestricted £	Endowment £	2015 £	2014 £
Interest and dividends on investments	-	639,771	639,771	417,725
	<u>-</u>	<u>639,771</u>	<u>639,771</u>	<u>417,725</u>
	=====	=====	=====	=====

**3. Funding for charitable activities**

	Unrestricted £	Endowment £	2015 £	2014 £
Grant income – KfW	-	-	-	-
Grant income – TNC	-	494,850	494,850	461,775
Grant income - GEF	-	-	-	4,433,040
	<u>-</u>	<u>494,850</u>	<u>494,850</u>	<u>4,894,815</u>
	=====	=====	=====	=====

**4. Charitable activities**

	Unrestricted £	Endowment £	2015 £	2014 £
Support costs (note 5)	113,716	(1,154,170)	(1,008,460)	359,140
	<u>113,716</u>	<u>(1,154,170)</u>	<u>(1,008,460)</u>	<u>359,140</u>
	=====	=====	=====	=====

**5. Support costs**

	Unrestricted £	Endowment £	2015 £	2014 £
Chief Executive Office costs	71,851	-	71,851	49,379
Travel costs	33,482	-	33,482	39,010
Office costs	5,228	-	5,228	2,654
Insurance	3,155	-	3,155	2,818
Management fees	-	131,160	131,160	119,175
Foreign exchange loss	-	(1,285,330)	(1,285,330)	146,105
	<u>113,716</u>	<u>(1,154,170)</u>	<u>(1,008,460)</u>	<u>359,140</u>
	=====	=====	=====	=====

No trustees received any remuneration during the current or previous period  
No expenses were reimbursed to trustees during the current or previous period.



**CARIBBEAN BIODIVERSITY FUND**

**Financial statements for the year ended 30 September 2015**

**Notes forming part of the financial statements**

<b>6. Governance costs</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Audit fee	18,832	8,620
Accountancy fees	9,897	11,364
Legal fees	2,999	3,143
Depreciation	266	140
	<u>31,994</u>	<u>23,267</u>
<b>7. Net incoming resources for the year</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Audit fee	18,832	8,620
Depreciation	266	140
	<u>19,098</u>	<u>8,760</u>
<b>8. Tangible fixed assets</b>		
	<b>Fixtures, Fittings and Improvements</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1 October 2014	1,436	1,436
Additions	-	-
Disposals	-	-
	<u>1,436</u>	<u>1,436</u>
At 30 September 2015	<u>1,436</u>	<u>1,436</u>
<b>Depreciation</b>		
At 1 October 2014	140	140
Charge for the year	266	266
	<u>406</u>	<u>406</u>
At 30 September 2015	<u>406</u>	<u>406</u>
<b>Net Book Value</b>		
At 30 September 2015	<u>1,030</u>	<u>1,030</u>
At 30 September 2014	<u>1,296</u>	<u>1,296</u>

**CARIBBEAN BIODIVERSITY FUND**

Financial statements for the year ended 30 September 2015

Notes forming part of the financial statements

**9. Investments**

	2015 £	2014 £
Listed Investments		
Cash deposits	18,143,414	17,231,169
Accrued interest	999,640	865,275
	59,436	49,021
	<u>19,202,490</u>	<u>18,145,465</u>
<b>Listed Investments</b>		
Value at 1 October 2015	17,231,169	-
Additions	8,636,512	21,221,075
Disposals	(6,661,395)	(4,419,718)
Realised and unrealised investment (losses) / gains	(1,062,872)	429,812
	<u>18,143,414</u>	<u>17,231,169</u>
At 30 September 2015		

**10. Creditors due within one year**

	2015 £	2014 £
Trade creditors	139,218	195,900
Accruals	48,430	15,198
	<u>187,648</u>	<u>211,098</u>

**11. Endowment funds**

	Brought forward £	Income £	Expenditure £	Gross transfer £	Realised & Unrealised gains/(losses) £	Balance 30 Sept 2015 £
Endowment Funds	17,935,663	1,134,621	1,154,170	(145,710)	(1,062,872)	19,015,872
	<u>17,935,663</u>	<u>1,134,621</u>	<u>1,154,170</u>	<u>(145,710)</u>	<u>(1,062,872)</u>	<u>19,015,872</u>

## CARIBBEAN BIODIVERSITY FUND

Financial statements for the year ended 30 September 2015

Notes forming part of the financial statements

### Endowment funds:

The purpose of these endowment funds are to provide a sustainable flow of funds to contribute to the conservation, protection and maintenance of biodiversity within the National Protected Areas Systems and other areas of environment significance of the 8 participating countries being Antigua & Barbuda, The Bahamas, Dominican Republic, Grenada, Jamaica, Saint Kitts & Nevis, Saint Lucia and Saint Vincent & the Grenadines. Endowment funds allocations to each country respond or are informed by a number of factors including the size of the country, financial gaps assessments for the protected area systems, and donor's policies and priorities. The funds are currently invested en-bloc to obtain the best possible return and once distribution to the individual participating countries sub-accounts takes place, this information will be disclosed on a participating country basis.

### 12. Unrestricted funds

Balance	Brought forward £	Income £	Expenditure £	Gross transfer £	Balance 30 Sept 2015 £
Unrestricted funds	-	-	(145,710)	145,710	-
	<u>-</u>	<u>-</u>	<u>(145,710)</u>	<u>145,710</u>	<u>-</u>

### 13. Net assets by fund

Balance	Unrestricted £	Endowment £	2015 £
Tangible assets	-	1,030	1,030
Investments	-	18,143,414	18,143,414
Debtors	-	59,436	59,436
Cash at bank	-	999,640	999,640
Creditors	-	(187,648)	(187,648)
	<u>-</u>	<u>19,015,872</u>	<u>19,015,872</u>

### 14. Net cash inflow from operating activities

	2015 £	2014 £
<b>Net incoming resources</b>		
Net incoming resources	2,143,081	4,930,133
(Increase) / Decrease in debtors	(10,415)	(49,021)
(Decrease) / Increase in creditors	(23,450)	146,695
Deposit interest	(639,771)	(417,725)
Depreciation	266	140
Fixed asset addition	-	(1,436)
	<u>1,469,711</u>	<u>4,608,786</u>



**CARIBBEAN BIODIVERSITY FUND**

**Financial statements for the year ended 30 September 2015**

**Notes forming part of the financial statements**

**15. Returns on investment**

	2015 £	2014 £
Deposit interest	639,771	417,725
	<u>639,771</u>	<u>417,725</u>

**16. Net cash flow from investing activities**

	2015 £	2014 £
Purchase of investments	(8,636,512)	(21,221,075)
Proceeds from sale of investments	6,661,395	4,419,718
	<u>(1,975,117)</u>	<u>(16,801,357)</u>

**17. Related party transactions**

The directors of the company are appointed representatives from the organisations providing the endowment funds. Mr Jens Mackensen was the appointed representative from the German Development Bank (KfW) during the period. Mr Sheldon Cohen was the appointed representative from The Nature Conservancy (TNC) during the period until his resignation in January 2016. Ms Eleanor Phillips was appointed the TNC representative from February 2016.

No further transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

**18. Company limited by guarantee**

The company is limited by guarantee and, as such, does not have a share capital. In the event of winding up, each member has guaranteed to contribute to a maximum of £10 to meet the liabilities of the company.