

**The Small Countries Financial
Management Centre**

Directors' report and financial statements

For the year ended 31 March 2017

Registered Charity Number: 1044

The Small Countries Financial Management Centre

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The Small Countries Financial Management Centre

Directors' report

The Directors present their annual report and the audited financial statements for the year ended 31 March 2017.

Principal activity

The principal activity of the Charity is to provide education in financial management and regulator practice to Government officials of small developing countries.

Results

The Charity's results are set out on page 5.

Directors

The Directors who held office throughout the year and to date are as follows:

P M Shimmin
T Cullen
S Pickford
S Sinanan-Bollers

I Lavea
A Arnhambat (Resigned 29th August 2017)
C Rustomjee
S Lowe

Secretary

C Cowley

Auditors

Baker Tilly Isle of Man LLC, being eligible, have expressed their willingness to continue in office in accordance with Section 12 (2) of the Isle of Man Companies Act 1982.

By order of the Board



Secretary

The Small Countries Financial Management Centre

Statement of Directors' responsibilities in respect of the Directors' report and the financial statements

The Directors are responsible for preparing the Directors Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year, which meet the requirements of Isle of Man company law. In addition, the Directors have elected to prepare the financial statements in accordance with UK Accounting Standards, more specifically FRS 102 Section 1A, as applicable to an Isle of Man Charity.

The financial statements are required by law to give a true and fair view of the state of affairs of the Charity and of the results of the Charity for that year.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business, based on assumptions disclosed in note 2 to these financial statements.

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Isle of Man Companies Acts 1931 to 2004 and the Charities Registration Act 1989. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Charity and to prevent and detect fraud and other irregularities.

Report of the Independent Auditors, Baker Tilly Isle of Man LLC, to the members of The Small Countries Financial Management Centre

Registered Charity Number: 1044

We have audited the financial statements of The Small Countries Financial Management Centre for the year ended 31 March 2017 which comprise the Income and Expenditure Account, the Statement of Financial Position and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the members, as a body, in accordance with the Isle of Man Companies Act 1931 to 2004 and Charities Registration Act 1989. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and the members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Directors and Auditors

As explained more fully in the Statement of the Directors' Responsibilities set out on page 2, the Charity's Directors are responsible for the preparation of financial statements that give a true and fair view. 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 Charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual 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

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2017, and of its results for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Isle of Man Companies Act 1931 to 2004.

Report of the Independent Auditor, Baker Tilly Isle of Man LLC, to the members of The Small Countries Financial Management Centre (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 1982 to require us to report to you if, in our opinion:

- proper books of account have not been kept and proper returns adequate for our audit have not been received from branches not visited by us; or
- the Charity's statement of financial position and Income and Expenditure Account are not in agreement with the books of account and returns; or
- we have not received all of the information and explanations we require for our audit.

Baker Tilly Isle of Man LLC

Baker Tilly Isle of Man LLC
Chartered Accountants
PO Box 95, 2a Lord Street,
Douglas, Isle of Man, IM99 1HP

Date *20 September 2017*

The Small Countries Financial Management Centre

Income and Expenditure account for the year ended 31 March 2017

	<i>Note</i>	£	2017 £	£	2016 £
Income					
Donations	2	<u>300,000</u>		<u>301,308</u>	
			300,000		301,308
Expenses					
Administration costs	3	<u>264,574</u>		<u>274,044</u>	
			(264,574)		(274,044)
Result for the year transferred to Members' reserves			<u>35,426</u>		<u>27,264</u>

The notes on pages 7 to 8 form part of these financial statements.

The Directors consider that all results derive from continuing activities.

In the current and previous year, there were no recognised gains or losses other than those dealt with in the income and expenditure account.

The Small Countries Financial Management Centre

Statement of Financial Position

as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible fixed assets	4	4,886	8,318
Current assets			
Trade and Other Receivables		11,042	12,892
Cash		90,057	48,485
		<u>101,099</u>	<u>61,377</u>
Current liabilities			
Trade and Other Payables		(5,894)	(5,030)
Net assets		<u>100,091</u>	<u>64,665</u>
Members' reserves	5	<u>100,091</u>	<u>64,665</u>

The notes on pages 7 to 8 form part of these financial statements.

These financial statements were approved by the board of directors on 19th September 2017 and were signed on their behalf by:

P. M. 

Director

Director 

The Small Countries Financial Management Centre

Notes

(forming part of the financial statements for the year ended 31 March 2017)

1 Compliance with FRS 102

These financial statements and related notes have been prepared in accordance with UK Accounting Standards including Section 1A of FRS 102 (UK Accounting Standards Applicable to Smaller Entities).

2 Accounting policies

The financial statements have been prepared in accordance with United Kingdom Accounting Standards, as applicable to an Isle of Man charity.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention and on an accruals basis.

Donations/expenses and continued funding

In September 2015, Council of Ministers approved the recommendation of the International Development Committee that the Small Countries Financial Management Centre continue to be funded for a further three years, being 2016 to 2018 at £300,000 per year.

The Council of Ministers has granted an extension to the current funding which will guarantee a further £300,000 per year until 2020/2021.

Foreign exchange

Monetary assets and liabilities held in foreign currency are translated into sterling at the exchange rate ruling at the statement of financial position date. Revenue transactions have been translated into sterling at the exchange rate in operation on the date the transaction occurred. Gains and losses on exchange are dealt with in the income and expenditure account.

Depreciation

Fixed assets are depreciated so as to write-off their cost less residual values on a straight line basis at a rate of 20%. Computer software is depreciated on a 5 year straight line basis and computer hardware is depreciated on a 3 year straight line basis.

3 Expenses by nature

	2017 £	2016 £
Teaching expenses	94,233	92,741
Accommodation	61,992	69,227
Travel expenses	51,519	54,134
Salary costs	41,429	37,604
Administrative expenses	7,108	12,776
Miscellaneous	4,462	3,864
Depreciation	3,831	3,698
Total administration costs	264,574	274,044

The Small Countries Financial Management Centre

Notes (continued)

(forming part of the financial statements for the year ended 31 March 2017)

4 Tangible fixed assets

	Computer hardware	Software	Total
	£	£	£
Cost			
At beginning of year	-	18,486	18,486
Additions	399	-	399
	<u>399</u>	<u>18,486</u>	<u>18,885</u>
At end of year	<u>399</u>	<u>18,486</u>	<u>18,885</u>
Depreciation			
At beginning of year	-	10,168	10,168
Depreciation charge for the year	133	3,698	3,831
	<u>133</u>	<u>13,866</u>	<u>13,999</u>
At end of year	<u>133</u>	<u>13,866</u>	<u>13,999</u>
Net book value			
At 31 March 2017	<u>266</u>	<u>4,620</u>	<u>4,886</u>
At 31 March 2016	<u>-</u>	<u>8,318</u>	<u>8,318</u>

5 Members' reserves

	2017 £	2016 £
Members reserves brought forward	64,665	37,401
Result for the year	35,426	27,264
Members reserves carried forward	<u>100,091</u>	<u>64,665</u>

6 Ownership

The Small Countries Financial Management Centre is a Charity limited by guarantee with the members' liability restricted to a maximum of £1 each in the event of the company being wound up for payment of the debts and liabilities of the company.