

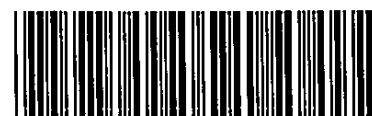
GALAPAGOS CONSERVATION TRUST
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

Company Number 3004112

Registered Charity Number 1043470



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GALAPAGOS CONSERVATION TRUST

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GALAPAGOS CONSERVATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Governing Document	Memorandum and Articles of Association
Charity number	1043470
Company number	3004112
Registered Address	Galapagos Conservation Trust 5 Derby Street London W1J 7AB
Trustees	Edmund Truell – appointed Chairman April 2010 Gill Green – Vice Chair – to July 2010 Matthew Simkins – Vice Chair from July 2010 Rebecca Bower OBE – Honorary Treasurer Sally Benthall Mark Collins Professor Terry Dawson Svetlana Kirov Sven Lorenz - resigned December 2010 Richard Robinson – Chairman to April 2010, resigned June 2010 Robert Silbermann Anne Weyman OBE

HONORARY ROLES

President	Andrew Marr
Ambassadors	Janet Barber Sir James Barlow Bt Angela Darwin Sarah Darwin PhD Julian Fitter Monty Halls Randal Keynes Dorothy Latsis Godfrey Merlen Henry Nicholls Nigel Sitwell Jennifer Stone Professor Ian Swingland OBE

GALAPAGOS CONSERVATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Auditors

Wilkins Kennedy
Chartered Accountants and Registered Auditors
Bridge House
London
SE1 9QR

Accountants

Clarity
2 Lancaster Close
Weston Heights
Stevenage
SG1 4RX

Solicitors

Farrer & Co
66 Lincoln's Inn Fields
London
WC2A 3LH

Stone King Sewell
16 St John's Lane
London
EC1M 4BS

Bankers

Lloyds Bank plc
157 Wandsworth High Street
London
SW18 4JA

CAFCash Ltd
Kings Hill
West Malling
Kent
ME19 4TA

GALAPAGOS CONSERVATION TRUST

REPORT OF THE TRUSTEES

The Trustees have pleasure in presenting their Annual Report and financial statements for the year ended 31 December 2010

1 STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction

The Galapagos Conservation Trust (GCT) was set up in 1995 as a UK registered charity and a company limited by guarantee. GCT's purpose is to raise awareness of, and funds for, the conservation needs of the Galapagos Islands and to be the primary source of information and comment in the UK on conservation, science and research taking place in Galapagos.

It achieves its objectives primarily through generating financial support for the work of partners in Galapagos - and in particular its key partners the Charles Darwin Foundation (CDF) and the Galapagos National Park Service (GNP) - and through its awareness raising and education work in the UK. Building on the successful collaboration developed with Cambridge University during 2009, GCT also played an increasing role in facilitating international expertise for Galapagos throughout 2010. Whilst this is already having a significant impact locally in Galapagos, the funds raised for Galapagos through this work do not appear in GCT's accounts.

The Board of Trustees and its role

The Trust is governed by a Board of Trustees. The Trustees are appointed by the Members and serve for a period of three years from the AGM at which their appointment is confirmed, after which time they may be re-appointed for a further two terms (nine years in total). The Memorandum and Articles of Association of the company allow for a minimum of 3 Trustees but there is currently no maximum. During 2010, no new Trustees were appointed and two resigned. Richard Robinson stood down as Chairman having reached the end of his term and Swen Lorenz was co-opted on to the Board of our partners CDF. At the AGM Edmund Truell was unanimously elected to take over as Chairman and Matthew Simkins as Vice Chairman and they took over these roles in July.

A review of the Memorandum and Articles of Association continued during the year. If changes are made then, following the Charity Commission's approval, the Trustees plan to approve the revised Memorandum and Articles of Association during 2011. Galapagos Conservation Trust is satisfied that it has a capable and experienced Board of Trustees able to build on its past successes, and support the staff in raising further funds and awareness in the future.

The Trustees normally meet four/five times a year and during their meetings the Trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance. Trustees also have an annual Away Day for Strategy, with external professional input and facilitation, and regularly invite representatives from Galapagos to attend their meetings (as observers) in order to keep up to date with developments in Galapagos. In 2010 four Board subgroups were created that will focus on fundraising, communications, operations and the effective disbursement of funds. The day to day operations of the charity, the implementation of the business plan and the processing and handling of grant applications prior to consideration by the Trustees is delegated to the Chief Executive.

Trustee recruitment and induction

The Board keeps the skill requirements for the Trustee Body under review and in the event that a Trustee permanently retires or additional new Trustees are required, the Board chooses new Trustees by either advertising in the UK newsletter and the website, or by personal recommendation. CVs are requested from those interested in becoming Trustees and the short listed candidates are invited to meet the Chairman informally. If they express a wish to become a Trustee, the candidates are then invited to attend a Trustee meeting before they are formally asked to join the Board.

GCT has developed two key documents to inform and support new Trustees. On joining, each Trustee is given an induction pack that includes full details of their roles and responsibilities and terms and conditions of service, plus basic information about the charity. The Trustees Handbook outlines clearly things such as the policy on dealing with potential conflicts of interest and the length of service for Trustees.

GALAPAGOS CONSERVATION TRUST

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Risk Management

The Trustees have given consideration to the major risks that the charity is exposed to. They have assessed the likelihood of these risks occurring and the likely level of any resulting impact. They have also considered the controls that are in place for these risks and have identified key areas of action for the year ahead. Given the ongoing economic uncertainty the Trustees remain prudent in their expenditure. In 2009 Trustees had designated funds to cover three areas of costs anticipated during 2010. These are ongoing and will be completed in 2011.

2 OBJECTIVES AND ACTIVITIES

The Trustees confirm that they have referred to the guidance contained in the Charity Commission general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Since 1995, the Galapagos Conservation Trust (GCT) has been working to promote the successful conservation of the Galapagos Archipelago's unique biodiversity. We are the only UK organisation focussed entirely on working to protect the Galapagos Islands, and our mission is:



To contribute to the successful management of the Galapagos ecosystem



To raise awareness of, and funds for, the conservation needs of Galapagos



To act as the primary source of information and comment in the UK on conservation in the Galapagos Islands

The need for this work is now more pressing than ever. Over the past 15 years the Galapagos Islands have seen unprecedented growth and development. Visitor numbers have increased from 40,000 in 1991 to over 160,000 in 2009 and some 30,000 people now live in the Islands. The resulting threats to the fragile ecosystem from pollution, construction and growing numbers of invasive species led to the President of Ecuador declaring the Islands "at risk" and UNESCO putting the Islands on the list of World Heritage In Danger in 2007. Although UNESCO took Galapagos off this list in 2010 - in recognition of the work starting to take place - there is still a long way to go to safeguard the Islands' future. Without urgent and holistic action, this icon of the natural world will be lost. With prompt action however Galapagos can provide a model for the world in conservation and sustainability.

In 2010 GCT had five main objectives to achieve our mission. You can read more about our achievements in each of these areas in the pages that follow:











- a) Deliver Essential Resources to Galapagos (pg 5)
- b) Create New Supporters and Maintain Relationships with Current Supporters through a Membership Scheme (pg 9)
- c) Collaborate with Partners to Ensure Future Funding for Galapagos (pg 9)
- d) Facilitate expertise and resources for Galapagos (pg 10)
- e) Communicate the Challenges Facing Galapagos and Support GCT's Profile through Education and Awareness Raising (pg 12)

GALAPAGOS CONSERVATION TRUST

REPORT OF THE TRUSTEES

3 ACHIEVEMENTS AND PERFORMANCE

Some Highlights for GCT in 2010 included

-  Exceeding our income target for the year, raising over £629,000 during a time of continued economic uncertainty
-  Launching our 15 Steps to Help Save Galapagos, building on our 15 years of experience and achievement
-  Introducing our improved Membership Scheme and benefits, based on Members' feedback
-  Investing over £245,000 in Grants for Galapagos to support vital conservation work in the Islands
-  Holding our first ever Blue-footed Booby Day to help raise funds and awareness
-  Forming partnerships with the Prince's Foundation for the Built Environment, Truett Charitable Foundation and ERM Consultancy to deliver infrastructure expertise and resources for Galapagos
-  Being invited to be a partner in the IYB-UK, the UK partnership in the International Year of Biodiversity and a speaker at the International Womens' Forum conference in Ecuador
-  Introducing Direct Debit as a method of payment for donations and subscriptions, at our Members' request
-  Raising close to £100,000 towards our 15th Anniversary Appeal
-  Appointing a new Chairman who brings with him a wealth of business and finance expertise

ACHIEVING THE GALAPAGOS CONSERVATION TRUST'S OBJECTIVES DURING 2010

a) Deliver Essential Resources to Galapagos

Our support of conservation projects in Galapagos is achieved mainly through grants made to our local partners, principally the Charles Darwin Foundation and the Galapagos National Park Service, but we also continued to develop our partnership with WWF Ecuador and others. We rely on them to inform us of the Archipelago's most pressing needs, and then endeavour to raise funds to meet those needs.

During the year we raised funds in the following principal ways

- Donations from individuals, trusts, foundations and companies
- Our membership scheme
- Appeals to our supporters and the British public in general
- Sales of our merchandise and promoting our "Adopt a Species" programme
- Organising events and a raffle and obtaining sponsorship and gifts in kind for these

At GCT we recognise that saving Galapagos requires a holistic approach, and at the start of 2010 we launched our 15 Steps to Help Save Galapagos that will focus our funding priorities across three broad areas

GALAPAGOS CONSERVATION TRUST

REPORT OF THE TRUSTEES

15 Steps to Help Save Galapagos

Island Restoration

Conservation methods evolve just like the wildlife. In order to succeed projects need to link everything from species management to habitat restoration and tackling the human issues. Project Floreana is the first time this approach has been taken on an inhabited island and could, we hope, provide a blueprint for the future.

- ❖ Ecosystem restoration, Project Floreana
- ❖ Tackling invasive species
- ❖ Species specific projects
- ❖ Supporting cutting edge research
- ❖ Promoting Galapagos as a model for the world

Climate Change

As an island archipelago located where several currents meet, Galapagos is at particular risk from the impacts of climate change and endemic species such as the Galapagos penguin could become extinct. Yet 50 years of research in the Islands could also provide vital insights into the nature of these changes and ways to manage and reduce their impact not just in Galapagos but for the world.

- Monitoring indicator species
- Marine management
- Waste and resource management issues
- Building a first class data bank & knowledge resource
- Minimising GCT's own environmental impact

Social issues

People are an established species within Galapagos and hold the key to its future. We need to ensure that the systems are in place to ensure a sustainable future for the Islands and find ways for people and nature to live and work in harmony.

- Regulating development
- Engaging the Local Community
- Sustainable employment
- Responsible tourism
- Education in the UK about Galapagos

Last year to mark 15 years of raising funds and awareness for Galapagos we launched our 15th Anniversary Appeal with the aim of raising £150,000 by the end of April 2011 to support our 15 Steps. The Appeal was well received and by the end of the year we had raised £100,000 towards our target.

In 2010 we were able to invest over £245,000 in grants support for conservation in Galapagos. What follows is just a small selection of the projects supported.

GALAPAGOS CONSERVATION TRUST

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Project Floreana

Project Floreana remains a multi year priority for GCT. Floreana is one of the oldest islands in Galapagos boasting greater biodiversity than many of the younger islands. This ambitious five year project takes a holistic approach to removing invasive species and working with the local community to restore the original ecosystem of an inhabited island in Galapagos for the first time.

Engaging local residents is critical to Project Floreana's success, and the project includes a whole range of social and education project alongside the more traditional science and controls. In 2010 our funding helped to support a wide range of projects, including:

- the redevelopment of the school as the heart of the community and creation of a native garden around this to encourage local residents to use native plants in gardens in preference to introduced plants, and the establishment of a native garden nursery managed by the team of Wildlife Technicians also funded by GCT
- improved quarantine measures, an agreement for building the infrastructure for quarantine controls in the island and securing the community's support for this initiative,
- undertaking a survey of the water supply - which is extremely limited on Floreana - and conservation measures to improve this
- an in-depth quantitative and qualitative survey of the 120 strong community, to gain an insight into their aspirations for the future of their island and support needs to ensure its sustainable development. This work was carried out by a team of Spanish anthropologists, who spent three months on the island in 2010 and will do so again in 2011 and 2012
- the start of rat control using poisoned bait, following successful trials on other islands. In the 1980s, CDF and the GNP began to control rats in key areas around the petrel breeding colonies. This work will be continued and expanded to other areas that are of importance to wildlife and people, with eradication as a long-term goal
- the recruitment of a specialist - Luis Ortiz - to work full time towards the goal of saving the critically endangered Floreana Mockingbird and restoring it to its native island (it currently only survives on two nearby islets). In 2010 Luis Ortiz, an experienced translocation expert, began work as the GCT funded CDF/Durrell Wildlife Conservation Coordinator to continue the monitoring of the existing populations and identify the best release sites on Floreana. Luis spends much of his time in the field and working with local community.

Tackling the Invasive fly *Philornis downsi*

In 2007 GCT funded some initial research into the dangers and possible controls of the parasitic fly *Philornis downsi*, which is now known to cause high death rates and long-term impacts on small birds such as Darwin's finches. In 2009/10 visiting scientists documented up to 100% mortality of Small Tree Finch and Medium Ground Finch nestlings on Santa Cruz island and Medium Tree Finch nestlings on Floreana island. Thankfully this result was not universal with more successful reproduction being recorded in Small Ground Finch in the arid lowlands of San Cristobal island.

Immediate management plans need to be put in place to prevent the extinction of some of the rarest birds on the Islands. GCT was able to give £5,000 of emergency funds towards this project in 2010 and a further £11,000 was secured by January 2011. This will allow top world experts in *Philornis* to work with the Charles Darwin Foundation to help formulate a research strategy and develop effective management and control measures, including an emergency plan in the event of imminent extinctions.

Marine Monitoring and Management

The Galapagos Marine Reserve (GMR) is one of the largest protected marine areas in the world and a World Heritage Site in its own right due to the many unique species found there.

In recent years GCT has funded a programme for tagging and monitoring key species of shark and this work is continuing. Building on the success of this, in 2010 GCT funding helped to extend the monitoring to several key white fish species. Although industrial fishing is prohibited in the Reserve, around 1,200 local people are licensed to fish. Careful management of the fishing that takes place in the Galapagos Marine Reserve is therefore vital. Little data exists on "white fish" fisheries that represent large volumes of catches in Galapagos, and thanks to GCT's funding the monitoring has been expanded to include several of these fish, which include Bacalao (a type of cod), Wahoo, Mero, Albacore, Dorado, and Robalo.

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The results will provide the Galapagos National Park, the Participatory Management Board, and other stakeholders with solid data on the populations of these key white fish species. This will enable informed decisions to be made on topics such as the type, permitted sizes and the quantity of each species that can be extracted, on an annual basis.

Projects need people and GCT also supported the salary of Dr Matthias Wolff, the then Director of Marine Sciences. During 2010 GCT was delighted to send £24,000 to support CDF's Marine programme including salary support.

Capacity Building in Isabela

Isabela is one of the four inhabited islands of Galapagos and is home to more than 2,000 people. Although the growing population is still relatively small, it faces the same environmental problems as the more urbanised islands. Waste is a huge problem, with fly-tipping, littering and unmanaged dumpsites - where waste gets dumped or burned under the open sky - providing breeding grounds for parasites, rats and insects, helping to spread these invasive species even further. A considerable amount of plastic rubbish gets blown into the sea and contributes to the poisoning of marine species. Isabela is at a tipping point - the recent rapid development means that these issues need to be addressed now before it is too late.

While the local Municipality has the funding to build the infrastructure needed to address this, it lacks the expertise to implement the project. GCT has therefore teamed up with WWF to build capacity and expertise within the Municipality to introduce an effective waste management system. WWF's technical assistance to the Municipality of Santa Cruz helped it to start and manage a hugely successful waste management scheme there and we are confident the same results can be delivered on Isabela. Another important element will be local campaigns to change the attitudes and behaviours of local residents.

GCT has committed over £29,000 to this two year partnership, thanks to matched funding from Hotel Albemarle on Isabela.

Developing a Global Databank for Galapagos

The diversity of species in Galapagos is vast, ranging from enormous Whale sharks to microscopic organisms, and it is one of the most studied areas on earth. With all the global research that has been carried out it would be reasonable to assume that a detailed census on each species might have been recorded and stored in one place. Surprisingly there are still huge gaps in biological data and there has been very little work in the past both to collate all of this valuable information or to make it more widely available.

Together with the Charles Darwin Foundation and our American counterpart, GCT have been addressing this through the development of a Galapagos Databank. The aim is to

- (1) bring together all kinds of scientific raw data,
- (2) provide the data in a standardised format accessible for scientific analysis,
- (3) synthesize the results of scientific analyses,
- (4) stimulate new ideas, scientific debate and concepts for a better overall understanding of Galapagos ecology and human impact, and
- (5) translate this scientific information into accessible, relevant and publicly available knowledge.

Thanks to GCT's support, an initial online Checklist of all known Galapagos species has been compiled and was made available online last year - (<http://www.darwinfoundation.org/datazone/Checklists>)

GALAPAGOS CONSERVATION TRUST

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In 2010 GCT committed £20,000 to this work

b) Create New Supporters and Maintain Relationships with Current Supporters through a Membership Scheme

Our members are the lifeblood of the organisation and without their continued support we would not be able to carry out our mission to conserve Galapagos for future generations. The main sources of new members are those with an academic interest and people who visit Galapagos and/or have an interest in doing so. We maintain relationships with the main tour operators who organise trips to the Galapagos and, most importantly, with the Galapagos National Park Service to enable us to invite UK visitors to become members.

To encourage members to continue supporting GCT we send out regular newsletters, updates and invitations to events. In 2010 we were delighted to welcome almost 500 new members, taking the number of active members close to 5,000. In September we launched our new membership scheme, with changes resulting from a series of focus groups with members that took place in late 2009. We also introduced Direct Debits as a method of payment at the request of our members.

The revised scheme introduced a new level of Life membership of Galapagos Guardian. By the end of December we were delighted that the following 26 members had joined or upgraded to this new level -

Mr Geoffrey Ball	Mr & Mrs Mark Loveday
Mr Csaba Barta	Miss Jean McPherson
Mr & Mrs Edward and Sally Benthall	Dr & Mrs Barry Phillips
Sir Donald Cory, Bart	Mr Julian Ranger
Mrs Christine Edwards	Mrs Sarah Reynolds
Mr & Mrs Patrick Gallagher	Mrs Mollie Richford
Dr David Girling	Mr & Mrs Michael Saville
Sir Nicholas and Lady Judith Goodison	Mrs Catherine Thomas
Ms Sue Henning	Ms Jane Tozer, OBE
Mr Daniel Hochberg	Mr Edmund Truell
Miss Margaret Jackson	Mr David Wiltshire
Dr Chris John	Mrs Jill Woodley
Mr Darren Leftwich	Mr John Woodley

Our Membership scheme for young people is also very important to GCT for informing them about the importance of conservation as well as Galapagos. We are very fortunate to have a primary school teacher volunteering with us to help manage our Tortoise Club which combines our Junior Membership Scheme and Tortoise Club for Primary Schools as well as other youth organisations. At the end of 2010 we had over 45 Tortoise Club Members. Our annual Tortoise Club Competition proved very popular once again and the winning entries now feature on the banner heading of the Kids section of our website.

c) Collaborate with Partners to Ensure Future Funding for Galapagos

GCT is proud to be part of the international network of independent Friends of Galapagos Organisations who are all working towards ensuring a successful and sustainable future for Galapagos. We share good practice, expertise and resources to help all the organisations be more effective and hence maximise the resources that can be sent to Galapagos.

Our key partner in Galapagos is the Charles Darwin Foundation (CDF), who recognise the vital role that GCT plays in delivering funds and awareness for their work. In 2010 the Executive Director, President and other Board members all spent time in the UK, delivering talks and meeting with GCT's staff, Trustees and donors to update them on current issues and agree future priorities. In November GCT's Chief Executive attended CDF's General Assembly meeting in Ecuador, in which GCT is a Governing member.

During 2010 we strengthened our partnership with WWF Ecuador. WWF Ecuador have a particular interest in the human issues within Galapagos. In addition to jointly funding RELUSAN - a waste oil recycling project on San Cristobal Island - we also entered a two year partnership with them to fund a recycling initiative in Isabela (page 8).

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Within the UK other partnerships remain vital to our continued success and we work closely with a range of strategic, funding, media and travel partners who share our vision for Galapagos. We are also delighted to work closely with the Ecuadorian Embassy, members of the Darwin family and other organisations promoting Charles Darwin's legacy and conservation. We were a founding partner of IYB-UK, the UK partnership for the International Year of Biodiversity and during the year we continued to collaborate with the Zoological Society of London (ZSL), as well as with the Durrell Wildlife Conservation Trust in Project Floreana. We also worked closely with the BBC Wildlife Fund on their first telethon and Wear Wildlife to Work Day and our support was publicly acknowledged throughout the television broadcast.

In 2010 we were delighted to deepen the partnership with IWC through their continued support for Galapagos Day. This internationally renowned watch company has a three year funding partnership with CDF and this is the only example of the partnership being extended to work locally with one of CDF's key partners.

We have always worked closely with members of the travel industry who share our commitment to responsible tourism and over the past 12 months we have continued to develop the partnerships we have with tour operators to maximise the mutual benefits. We were indebted to The Ultimate Travel Company for their sponsorship of our annual raffle and Galapagos Day (The Ultimate Travel Company have supported GCT throughout our 15 years and this sponsorship was to celebrate that successful 15 year partnership) as well as to both Abercrombie & Kent, and Galapagos Safari Camp who sponsored our newsletter *UK News*. Another longstanding partner, Steppes Discovery, agreed a three year sponsorship for GCT's calendar.

By the end of 2010 the following companies had signed up to become Corporate Members of GCT:

At Corporate Gold Level – Galapagos Safari Camp, Steppes Discovery, Steppes Travel, The Ultimate Travel Company

At Corporate Level - Abercrombie & Kent, Andean Trails, Aqua-Firma Worldwide, Explore!, Furlongs Travel, Galapagos Adventure Tours, Galapagos Islands.com, Geodyssey, Jon Baines Tours, Last Frontiers, Metropolitan Touring, Penelope Kellie Worldwide Yacht Charter and Tours, Pura Aventura, Sunvil Latin America, Think Galapagos

First class research is essential for the long-term survival of the Galapagos Islands and we are delighted to now be working in partnership with Cambridge University, thanks to a joint fundraising venture with Christ's College Cambridge, Charles Darwin's alma mater, to celebrate his 200th birthday. This collaboration has already raised just over £400,000 for the Charles Darwin and Galapagos Islands Fund for research and academic exchange, with the aim of creating a lasting link between Cambridge University and Galapagos.

GCT remains closely involved in the management and delivery, providing two of the four representatives who jointly manage the Fund. Since the Fund is held at Christ's College the money raised does not appear in GCT's own accounts.

d) Facilitate expertise and resources for Galapagos

In the past GCT has focussed mainly on delivering funds for conservation projects in Galapagos. In the last two years however an increasingly important area of our work has been in harnessing the international expertise needed by the authorities in Galapagos, particularly in areas of sustainability.

Following Prince Charles' visit to Galapagos in 2009 the British Ambassador helped to broker an introduction to the Prince's Foundation for the Built Environment (PFBE), a charity that has huge experience and expertise in sustainable development, masterplanning and working with communities to develop liveable spaces. This introduction was particularly timely as a new development of over 1,000 homes is about to be built on the outskirts of the main town of Puerto Ayora. PFBE have already conducted a workshop with the Municipality and future residents of the development to help them design sustainable house designs and think about their infrastructure needs. In 2011 GCT will be funding a visit to the UK for the Municipality's main architect and Sustainability Manager for them to spend 10 days working with PFBE on the urban design plans and visiting examples of good practice here in the UK. The hope is to follow this up with a second workshop in the Islands.

A second key area of masterplanning for Galapagos that GCT has helped to facilitate is work by ERM, a global environmental consultancy based in the UK, and funded by the Truett Charitable Foundation. This will support the local Governing Council to assess the needs and solutions for the key infrastructure elements of water and waste water management, energy and transport for the Islands.

GALAPAGOS CONSERVATION TRUST

REPORT OF THE TRUSTEES

e) Communicate the Cause and Support GCT's Profile through Education and Awareness Raising

A key area of GCT's work is to promote awareness in the UK of the many challenges facing the Galapagos Islands and the importance of the Islands to the wider world. This is important in itself, but also as a catalyst for raising further funds. We do this through our newsletter, talks, monthly email bulletins, our schools programme, website (www.savegalapagos.org) and through maintaining contact with the UK Press. We also run the Gulbenkian Galapagos Artists Residency programme, offering leading British and Portuguese artists the opportunity to experience the natural wonders and current challenges of Galapagos and to help broaden and support our awareness work. This Programme will culminate in an exhibition and publication in 2012 and 2013.

GCT's 15th anniversary provided an opportunity to reflect on the changes that have taken place in Galapagos since 1995, the role that GCT has played in tackling some of the challenges and the priorities for the years ahead. As a result of this accumulated knowledge and expertise we launched our 15 Steps to Help Save Galapagos under the three broad headings of Island Restoration, Climate Change and Social Issues (pg xx)

GCT has continued to play a vital role in communicating these wider issues to the Press and general public in the UK, as well as in supporting partners in Galapagos in their public and media relations work. The main ways in which we achieved this in 2010 were

- Acting as the primary resource for news and information about Galapagos for members of the UK Press and providing spokespeople about Galapagos as required. In 2010 we secured features in several daily newspapers including the Daily Telegraph and Independent. In July we were consulted widely on UNESCO's decision to remove Galapagos from the list of World Heritage Sites In Danger and quoted nationally and internationally in publications such as the Economist. We also briefed a number of travel and freelance journalists who visited Galapagos throughout the year.
- Producing the biannual newsletter *Galapagos News* on behalf of the international Friends of Galapagos network, edited by Science writer Henry Nicholls.
- Producing two issues of the accompanying *UK News* and mailing these to over 6,000 members, supporters and partners.
- Being invited to speak at the International Womens' Forum conference in Ecuador in May.
- Producing a Chairman's Review in February for members and supporters, highlighting key successes in 2009 and priorities for 2010 – including the launch of our Anniversary Appeal and 15 Steps to Help Save Galapagos.
- Sending monthly e-bulletin updates to over 4,000 subscribers.
- Refreshing our website (www.savegalapagos.org). The website is a key tool for the Trust and we were very fortunate to secure continued pro bono support for managing the website during 2010.
- Organising talks and events around the country.
- Running a schools education programme as part of our Tortoise Club to engage younger audiences in conservation.
- Securing radio coverage for the plight of Lonesome George and UNESCO's decision to remove Galapagos from the World Heritage In Danger list on stations such as the BBC World Service and Radio 5 Live.

GALAPAGOS CONSERVATION TRUST

REPORT OF THE TRUSTEES

4 FINANCIAL REVIEW

GCT had another successful year, building on the momentum from the exceptional Darwin bicentenary year in 2009 and once again exceeding our income target for the year whilst keeping costs below the agreed level for expenditure. As reported above, we were able to invest funds of £246,789 in priority projects in Galapagos (2009 £375,108). In addition we invested a further £122,943 in projects in the UK to build awareness of the conservation needs and opportunities (2009 £129,902).

Total income of £629,963 was generated, of which £135,772 was restricted. The unrestricted income included Membership income of £137,154. Our annual Galapagos Day raffle was very successful and generated a net income of over £28,000 (excluding allocation of staff costs). We are very grateful to the many organisations that support us and provide gifts in kind for our events and our main raffle. During the year we were delighted to be informed of two residual legacies with an estimated value of just over £150,000. £112,000 of these funds were received in late 2010 and, given that the remaining funds are contingent on property sales, no amount has been accrued for these legacies.

In 2008 the Trustees had agreed an ambitious new three year business plan for the organisation. In 2010, given the continued economic uncertainty and fluctuations in the £/\$ exchange rate, we continued to manage our expenditure carefully to ensure that we were not adversely affected.

We knew that 2009 had been an exceptional year, thanks to the Darwin bicentenary and the Trust's hard work to capitalise on the spotlight this placed on Galapagos. We are proud to have exceeded our income target for 2010 whilst once again reducing our costs. Whilst understandably lower than in 2009 our income in 2010 was £101,000 above that in 2008.

Reserves

In setting the Reserve Policy of the Galapagos Conservation Trust, the Trustees examined the needs and challenges faced by the organisation in the short and medium term. In late 2007 they agreed we needed to maintain unrestricted Reserves of £90,000 to ensure financial viability. Given the growing economic uncertainty the Trustees have continued to take a more cautious approach to expenditure and have therefore been ensuring minimum reserves of between £90,000 and £125,000 for some time. Recognising the need to invest in GCT's infrastructure as key to the organisation's future growth, they agreed to set aside designated funds of £22,097 towards strengthening GCT's fundraising and the office relocation now expected to take place in 2011.

The timing of grants to our partners in Galapagos is very dependent on the timing of project proposals received and agreed in principle, funds raised and then Board meetings to formally approve this project funding. For this reason there can be a delay of two months or more, and several larger donations – including unrestricted legacy income of £75,000 – were received in December after the last Board meeting of the year. As a result of this and the designated funds provisions, Unrestricted Reserves stood at £253,937 at the end of the year (2010 £170,057).

Volunteers

As an organisation with just four full time staff, GCT relies heavily on the hard work of our volunteers. They make a vital contribution to our office and membership administration as well as at our events and we are extremely grateful to them for their commitment and support. In 2010, our volunteers donated over 220 days to the Trust in a variety of ways, including

- Logging over 30,000 raffle tickets
- Managing our Tortoise Club programme with schools
- Continuing the upgrade of our slide library, calendar and photo competition
- Assisting with major events such as our Galapagos Day lecture and dinner
- Stuffing over 6,000 envelopes and providing general administrative back up to our staff team
- Giving presentations and talks about Galapagos on our behalf




GALAPAGOS CONSERVATION TRUST

REPORT OF THE TRUSTEES









5 PLANS FOR THE FUTURE

The priority for 2011 is to continue to grow our income and funding for projects in Galapagos, expand our education and awareness programmes in the UK and deepen the partnerships that are bringing sustainability expertise and support to the Islands. By doing so not only can we continue to have a lasting impact but we can also demonstrate that Galapagos is still very much a living laboratory and a model for the world.

In late 2010 the Trustees agreed that our strategic priorities for the next three years should be to build on GCT's 15 years of success for Galapagos in three key areas:

-  Galapagos Conservation Trust as an innovator and facilitator of resources for Galapagos
-  Galapagos Conservation Trust as the UK expert on Galapagos
-  Galapagos Conservation Trust doing our core business better

Within these three areas, our plans for 2011 include:

-  Successfully completing our 15th Anniversary Appeal to support our 15 Steps to Help Save Galapagos
-  Broadening our communications strategy to increase awareness in the UK. This will include capitalising on Blue-footed Booby Day, developing our social media work and improving GCT's website (www.savegalapagos.org)
-  Continuing to work closely with our local and international partners to address the issues that led to Galapagos being added to the list of World Heritage in Danger – facilitating the necessary expertise and resources for the Islands
-  This includes strengthening the partnerships with the Prince's Foundation for the Built Environment, ERM Consultancy, Truelli Charitable Foundation and authorities in Galapagos to improve infrastructure and ensure sustainability in planning and design in Galapagos
-  It also involves hosting a joint workshop on tourism with the Ecuadorian Embassy to discuss the changes taking place and ensure a model that works in the best interests of the Islands, their wildlife and residents
-  Delivering much needed funds for projects that help to deliver our 15 Steps to Help Save Galapagos. This includes building on our hugely successful start to Project Floreana, the plan to restore Floreana Island and save the critically endangered Floreana Mockingbird
-  Strengthening GCT's own infrastructure in order to continue building on the growth over the past three years. This will include building our fundraising capacity and reviewing our current office location
-  Constantly reviewing our activities and liaising closely with our partners with the aim of increasing our financial support to Galapagos at a time of global economic uncertainty and a pivotal time for the Islands

GALAPAGOS CONSERVATION TRUST

REPORT OF THE TRUSTEES

Trustees' responsibilities statement

The Trustees (who are also directors of Galapagos Conservation Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the Trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material 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 charitable company will continue in operation

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware

- there is no relevant audit information of which the charitable company's auditor is unaware, and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditors

A resolution to re-appoint Wilkins Kennedy as auditors will be proposed at the forthcoming annual general meeting.

This report has been prepared in accordance with the Statement of Recommended Practice, 'Accounting and Reporting by Charities', and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

By Order of the Board



Edmund Truell
Chairman



Rebecca Bower
Treasurer

Date 26 May 2011

GALAPAGOS CONSERVATION TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

We have audited the financial statements of Galapagos Conservation Trust for the year ended 31 December 2010 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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. 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 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 charitable company and its 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 set out on page 15, 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.

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.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2010, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (applicable to smaller entities), 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.

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 requires 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
- 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.

Wilkes Kennedy

Bridge House
London Bridge
London SE1 9QR

M Wilkes (Senior Statutory Auditor)

For and on behalf of **Wilkes Kennedy, Statutory Auditor**

Date **26 May 2011**

GALAPAGOS CONSERVATION TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2010

	Note	Unrestricted funds £	Restricted funds £	Total 2010 £	Total 2009 £
Incoming resources					
Voluntary income					
Donations and legacies	2	262,708	135,772	398,480	489,122
Membership subscriptions		137,154	-	137,154	125,234
Corporate sponsorship		15,608	-	15,608	-
Activities for generating funds					
Fundraising events		43,516	-	43,516	49,916
Fundraising trading		14,639	-	14,639	19,316
Incoming resources from charitable activities					
Education and Awareness		20,320	-	20,320	26,340
Bank interest receivable		246	-	246	1,034
Total incoming resources		494,191	135,772	629,963	710,962
Resources expended					
Cost of generating funds					
Costs of generating voluntary income		46,498	-	46,498	43,115
Fundraising events		31,811	-	31,811	34,256
Fundraising trading		13,878	-	13,878	16,876
Charitable activities					
Education and awareness of Galapagos	3	122,943	-	122,943	129,902
Grant making to Galapagos	4	147,272	99,517	246,789	375,108
Facilitating expertise for Galapagos		24,231	-	24,231	-
Governance costs		23,678	-	23,678	25,092
Total resources expended	5	410,311	99,517	509,828	624,349
Net movement in funds		83,880	36,255	120,135	86,613
Funds brought forward at 1 January 2010		170,057	98,648	268,705	182,092
Funds carried forward at 31 December 2010	10	253,937	134,903	388,840	268,705

All transactions are derived from continuing activities

All recognised gains and losses are included in the Statement of Financial Activities

GALAPAGOS CONSERVATION TRUST


BALANCE SHEET

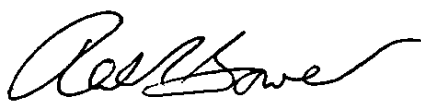
AS AT 31 DECEMBER 2010

	Notes	£	2010 £	£	2009 £
Fixed assets					
Tangible assets	6		384		766
Current assets					
Stock		5,743		4,834	
Debtors	7	40,851		20,531	
Cash at bank and in hand		414,781		319,610	
		<u>461,375</u>		<u>344,975</u>	
Creditors Amounts falling due within one year	8	<u>(64,919)</u>		<u>(61,166)</u>	
Net current assets			<u>396,456</u>		<u>283,809</u>
Total assets less current liabilities			<u>396,840</u>		<u>284,575</u>
Creditors Amounts falling due after more than one year	9		<u>(8,000)</u>		<u>(15,870)</u>
Net assets			<u>388,840</u>		<u>268,705</u>
Funds					
Restricted funds	10		134,903		98,648
Unrestricted funds	10				
Designated funds			22,097		32,000
General funds			<u>231,840</u>		<u>138,057</u>
Total funds			<u>388,840</u>		<u>268,705</u>

The financial statements have been prepared in accordance with the provisions relating to small entities and with the Financial Reporting Standard for Smaller Entities (April 2008)

The financial statements were approved by the Board on 26 May 2011 and signed on its behalf by


E. Truell
Chairman


R Bower
Trustee

The notes on pages 19 to 25 form part of these financial statements

GALAPAGOS CONSERVATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2010

1 ACCOUNTING POLICIES

1.1 Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). In preparing the financial statements the charity has also followed best practice as set out in the Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities" issued in March 2005 and the Companies Act 2006.

1.2 Fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost of each asset on a straight line basis over the assets' estimated useful lives as follows:

Fixtures and fittings	25% - straight line
Computer equipment	33% - straight line

1.3 Stocks

Stocks are stated at the lower of cost and net realisable value.

1.4 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Subscription income is accounted for at the time of receipt.
- Donations and legacies are recognised in the financial statements when the Trust is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable.
- Gifts in kind are recognised when receivable.

1.5 Incoming resources

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities:

- Staff costs are allocated between cost headings according to the function of each employee.
- Grants payable are charged in the year when the offer is made to the recipient. Unpaid grants at the year end are included within creditors.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

1.6 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 ruling on the date of the transaction. All exchange differences are reflected in the Statement of Financial Activities.

1.7 Taxation

The charity is entitled to the exemptions from corporation tax afforded by section 505 of the Income and Corporation Taxes Act 1988. Accordingly, there is no corporation tax charge in these financial statements.

1.8 Operating leases

Rentals applicable to operating leases, where substantially all of the benefits and risks of ownership remain with the lessor, are charged to the Statement of Financial Activities as incurred.

GALAPAGOS CONSERVATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

19 Fund accounting

Funds held by the charity are

Unrestricted funds - represent funds which can be used in accordance with the charitable objects at the discretion of the Trustees

Restricted funds - represent funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when the funds are raised for specific restricted purposes

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements

2 DONATIONS AND LEGACIES	Unrestricted Funds 2010 £	Restricted Funds 2010 £	Total 2010 £	Total 2009 £
Donations	100,952	135,772	236,724	420,613
Legacies	112,000	-	112,000	-
Tax recoverable under Gift Aid	49,756	-	49,756	68,509
	<u>262,708</u>	<u>135,772</u>	<u>398,480</u>	<u>489,122</u>

Further legacy income of £44,000 is due after the year end, subject to property sale

3 EDUCATION AND AWARENESS OF GALAPAGOS	£	£	£	£
Chairman's Review and Newsletter publication costs	24,166	-	24,166	23,492
Galapagos Day lecture & education events	12,735	-	12,735	14,858
Promoting public education and awareness of Galapagos	7,995	-	7,995	10,091
Staff costs	61,735	-	61,735	65,105
Support costs	16,312	-	16,312	16,356
	<u>122,943</u>	<u>-</u>	<u>122,943</u>	<u>129,902</u>

4 GRANT MAKING TO GALAPAGOS	£	£	£	£
Grants payable to Galapagos				
- Charles Darwin Foundation	75,601	45,855	121,456	215,116
- Support for individuals through the Calouste Gulbenkian Arts Fund	-	40,712	40,712	48,276
- World Wildlife Fund	24,500	4,000	28,500	45,000
Princes Foundation for the Built Environment Sustainable Development (Mirador)	-	7,500	7,500	-
- Durrell Wildlife Conservation Trust	5,500	-	5,500	-
- Zoological Society of London	-	-	-	16,470
- Local Education and Awareness	-	-	-	7,400
Staff costs	32,413	1,450	33,863	2,915
Support costs	9,258	-	9,258	31,658
	<u>147,272</u>	<u>99,517</u>	<u>246,789</u>	<u>375,108</u>

A full list of the grants and the projects that are funded in Galapagos is available from the administrative office

GALAPAGOS CONSERVATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

4 1 Analysis of grants committed during the year

	2010 £
Gulbenkian Galapagos Arts Projects	40,712
WWF - Capacity Building in Isabela	28,500
CDF - Project Floreana	27,870
CDF - Knowledge Management	20,000
CDF - Director of science	18,000
CDF - Marine	15,000
CDF - Galapagos National park Data Entry	12,500
CDF - Pesca Vivencial	11,023
Other grants under £10,000	30,063
	203,668

4 2 Reconciliation of grants payable

	2010 £	2009 £
Commitments at 1 January 2010	67,001	56,658
Grants committed during the year	203,668	335,177
Grants paid during the year	(208,162)	(324,834)
Commitments at 31 December 2010	62,507	67,001
	£	£
Commitments falling due within one year	54,507	51,131
Commitments falling due after more than one year	8,000	15,870
	62,507	67,001

5 RESOURCES EXPENDED

	Gifts in kind £	Direct costs £	Staff costs £	Support costs £	Total 2010 £
Generating income	-	10,357	28,647	7,494	46,498
Fundraising events	8,910	11,813	8,884	2,204	31,811
Fundraising trading	-	8,454	4,101	1,323	13,878
Education & awareness	1,030	43,866	61,735	16,312	122,943
Grant making	-	203,668	33,863	9,258	246,789
Facilitating expertise for Galapagos	-	-	18,941	5,290	24,231
Governance	-	13,737	7,737	2,204	23,678
	9,940	291,895	163,908	44,085	509,828

GALAPAGOS CONSERVATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

5 RESOURCES EXPENDED (continued)

Support costs are allocated on the basis of estimates of the proportion of time spent by staff on those activities and comprise

	Administrative office function £	HR & recruitment £	Depreciation of fixed Assets £	Premises costs £	Total 2010 £	Total 2009 £
Generating income	4,848	1,504	136	1,006	7,494	6,768
Fundraising events	1,426	442	40	296	2,204	3,572
Fundraising trading	855	265	24	179	1,323	752
Education & awareness	10,551	3,273	297	2,191	16,312	16,356
Grant making	5,988	1,858	168	1,244	9,258	8,273
Facilitating expertise	3,422	1,062	96	710	5,290	-
Governance	1,426	442	40	296	2,204	1,880
	<u>28,516</u>	<u>8,846</u>	<u>801</u>	<u>5,922</u>	<u>44,085</u>	<u>37,601</u>

Cost allocation includes an element of judgement and the charity has had to consider the cost benefit of detailed calculations and record keeping. Therefore the support costs shown above are a best estimate of the costs that have been so allocated.

Included in governance costs is auditors' remuneration as follows

	2010 £	2009 £
Auditors' remuneration for audit	<u>6,240</u>	<u>5,500</u>

5.1 Staff Costs

	£	£
Salaries and wages	134,210	122,900
Social security costs	14,076	12,841
Temporary staff and consultants	<u>15,622</u>	<u>11,735</u>
	<u>163,908</u>	<u>147,476</u>

None of the Trustees received any remuneration, other benefits or reimbursement of expenses from the charity during the year (2009 £184). No employees earned more than £60,000 during the year (2009 none).

The average number of employees calculated on a full-time equivalent basis, analysed by function is

	No	No
Generating funds	1	1
Charitable activities	<u>4</u>	<u>3</u>
	<u>5</u>	<u>4</u>

GALAPAGOS CONSERVATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

6	TANGIBLE FIXED ASSETS	Fixtures & Fittings £	Computer Equipment £	Total £
	COST			
	At 1 January 2010	3,986	21,368	25,354
	Additions	-	419	419
	At 31 December 2010	3,986	21,787	25,773
	DEPRECIATION			
	At 1 January 2010	3,986	20,602	24,588
	Charge for the year	-	801	801
	At 31 December 2010	3,986	21,403	25,389
	NET BOOK VALUE			
	At 31 December 2010	-	384	384
	At 31 December 2009	-	766	766
7	DEBTORS		2010 £	2009 £
	Trade debtors		1,050	105
	Accrued income		3,000	-
	Tax recoverable under Gift Aid		28,093	9,272
	Other debtors and prepayments		8,708	11,154
			40,851	20,531
8	CREDITORS Amounts falling due within one year		£	£
	Grants payable (see note 4 2)		54,507	51,131
	Other creditors and accrued expenditure		10,412	10,035
			64,919	61,166
9	CREDITORS Amounts falling due after more than one year		£	£
	Grants payable (see note 4 2)		8,000	15,870

GALAPAGOS CONSERVATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

10	STATEMENT OF FUNDS	1 January 2010 £	Incoming resources £	Resources Expended £	31 December 2010 £
	Restricted funds				
	CDF Fund	50	1,000	(1,050)	-
	CDF Visitor Centre	4,996	-	(4,996)	-
	Charles Darwin & Galapagos Islands	610	-	-	610
	Ecosystem Restoration and Monitoring	245	2,000	(2,245)	-
	Education and Capacity Building	3,801	8,759	(3,700)	8,860
	Gulbenkian Galapagos Arts Projects Fund	66,010	100,000	(42,161)	123,849
	Keeping Galapagos from the In Danger List	6,016	18,046	(23,516)	546
	Marine	344	245	(408)	181
	Project Floreana	15,975	5,402	(21,377)	-
	Reptiles Fund	601	320	(64)	857
		<u>98,648</u>	<u>135,772</u>	<u>(99,517)</u>	<u>134,903</u>
	Unrestricted funds				
	General Fund	138,057	494,191	(400,408)	231,840
	Designated funds				
	Office Relocation	15,000	-	(895)	14,105
	Automation of Subscription System	9,000	-	(5,814)	3,186
	Strengthening Fundraising Capacity	8,000	-	(3,194)	4,806
		<u>170,057</u>	<u>494,191</u>	<u>(410,311)</u>	<u>253,937</u>
	Total funds	<u>268,705</u>	<u>629,963</u>	<u>(509,828)</u>	<u>388,840</u>

CDF Fund is made up of donations for sole use by the Charles Darwin Foundation

CDF Visitor Centre Fund consists of donations for improvements to, and future development of, the visitor and education experience at the Charles Darwin Research Station (the bi-institutional site of the Galapagos National Park and the Charles Darwin Foundation)

Charles Darwin & Galapagos Islands Fund works to build a lasting research link between Galapagos and Cambridge University. It was officially launched at a dinner to celebrate Charles Darwin's 200th birthday in February 2009. This collaboration has so far raised over £400,000, which is jointly managed by GCT and Christ's College but held by the College, and so does not appear in GCT's accounts. This restricted fund includes only the cash that has been handled by GCT towards the event.

Ecosystem Restoration and Monitoring Fund supports terrestrial work to conserve, understand and monitor the native and endemic species of Galapagos (and the invasive species that threaten them), in order to ensure their long term survival.

Education and Capacity Building Fund funds initiatives to engage local people in the conservation of Galapagos. It includes higher education support principally for Ecuadorian students, and we are currently supporting a PhD student at Imperial College.

Gulbenkian Galapagos Arts Projects Fund represents funding from the Calouste Gulbenkian Foundation to establish an artists' residency programme for up to 12 British and Portuguese artists to spend time exploring both the natural wonders and current challenges of Galapagos and to present their work in 2012.

Keeping Galapagos from the In Danger List supports the work needed to tackle the issues that led to Galapagos being added to UNESCO's list of World Heritage in Danger, in 2007.

Marine Fund supports a range of projects to ensure a sustainable future for the Galapagos Marine Reserve and the many unique species found there. Much of its income comes from donations to the White Tipped Reef Sharks Fund that is made up of funds received both through a Tribute Fund set up in memory of a GCT supporter and to the Trust's Shark Campaign.

GALAPAGOS CONSERVATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

10 STATEMENT OF FUNDS (continued)

Project Floreana (formerly Floreana Restoration Fund) supports the holistic multi-year restoration of Floreana Island. It is the first restoration of an inhabited island and saving the iconic Floreana Mockingbird is a key priority for this project.

The Reptiles Fund funds a range of projects supporting the conservation of giant tortoises and marine and land iguanas in Galapagos.

Designated funds have been set aside to strengthen GCT's fundraising capacity during 2010. This includes the Office Relocation Fund for the one off costs incurred in moving including renovation, removals, equipment and connection charges, funds set aside to cover the introduction of Direct Debit as a method of payment and paying for additional fundraising expertise on both a temporary and permanent basis.

11 ANALYSIS OF NET ASSETS BETWEEN TOTAL FUNDS

	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 31 December 2010 are represented by			
Tangible fixed assets	384	-	384
Net current assets	261,553	134,903	396,456
Creditors falling due after one year	(8,000)	-	(8,000)
	<u>253,937</u>	<u>134,903</u>	<u>388,840</u>

12 OPERATING LEASE COMMITMENTS

At 31 December 2010 the charity had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2010 £	2009 £
Expiry date		
Less than one year	3,500	-
Between one and two years	-	3,500