

Enterprise St Helena

**Financial Statements
For the Year Ended 31 March 2018**



Contents

Entity Information	2
Director's Report	3
Auditor's Report	6
Statement of Financial Position	8
Income Statement	9
Notes to Financial Statements	10

Enterprise St Helena

Entity Information

Directors	Hon. Lawson Henry (Chairman) Mrs Dawn Cranswick (Chief Executive for Economic Development) Dr Corinda Essex Miss Giselle Richards Mr Anthony Thomas Mr Nicholas Yon Mr Gregory Cairns-Wicks
Registered office	Enterprise St Helena Business Park Ladder Hill St Helena Island STHL 1ZZ
Contact details	PO Box 117 Jamestown St Helena Island STHL 1ZZ Telephone +290 22920 Email – info@esh.co.sh Website – www.investinsthelena.com
Auditors	Chief Auditor of St Helena
Bankers:	Bank of St Helena Market Street Jamestown St Helena Island Crown Agents Bank St Nicholas House St Nicholas Road, Sutton Surrey United Kingdom

Enterprise St Helena
Directors' Report
For the year ended 31 March 2018

Principal activity

In line with St Helena's Sustainable Economic Development Plan (SEDP) (2012), the overarching aim of Enterprise St. Helena (ESH) is to *"help St Helena become financially independent and improve standards of living"*. ESH's vision is to support the development of a sustainable and vibrant economy for the benefit of the island, whilst creating opportunities for all. ESH does this by expanding private sector activities in St Helena through providing access to finance, business advice, training and support. ESH objectives¹ are:

1. Protect St Helena's future through sustainable economic development;
2. Encourage social and community development, including engagement with the diaspora;
3. Encourage private sector development and growth, including through the sustainable economic use and re-use of development sites;
4. Support on-island and offshore investors, and promote investment;
5. Facilitate and provide investment sources for loans and equity;
6. Make St Helena a desirable, productive and competitive destination;
7. Maintain and enhance the quality of St Helena's environmental assets; and
8. Preserve St Helena's cultural identity.

Organisational review

ESH is jointly funded between SHG and DFID and has six core areas of operations that derive from the 2012 SEDP. These are:

- Supporting St Helena businesses;
- Up-skilling and training Saints;
- Financing St Helena businesses through micro-grants, loans and equity investment;
- Promoting tourism;
- Attracting Investment; and
- Fisheries Development.

Financial Results

The financial results for the period are set out in the Income Statement on page 9, and are summarised in the table below:-

	2017/2018	2016/2017
	£	Re-stated £
Gross Loss	(69,708)	(55,603)
Surplus (Deficit) for the Financial Year	29,398	(346,068)

The Turnover, which represents less than 1.95% of ESH's total income, was in part derived from Property Rentals to private sector clients. The majority of ESH's income however, was received

¹ SHG and ESH Framework Agreement

Enterprise St Helena
Directors' Report
For the year ended 31 March 2018

through a combination of bank interest, Government subsidy, and DFID funding for the Enterprise St Helena Project.

Directors

The following directors held office during the financial year:

Hon. Lawson Henry	Chairman
Dr Niall O'Keeffe	Chief Executive for Economic Development
Mr Paul Hickling	Resigned 11 April 2017
Dr Corinda Essex	
Mr Martin Joshua	Resigned 30 January 2018
Mr Anthony Thomas	
Mr Giselle Richards	
Mr Nicholas Yon	

The following directors was appointed or resigned after the year end but prior to the date of this report:

Mr Gregory Cairns-Wicks	Appointed 26 April 2018
Dr Niall O'Keeffe	Resigned 15 July 2018
Mrs Dawn Cranswick	Appointed 24 August 2018

Statement of Directors' Responsibilities

Management are responsible for preparing the financial statements in accordance with Section 1A of Financial Reporting Standards 102 and to present the statements in such a way as to give a true and fair view of the state of affairs of the organisation for that year. Any significant assumptions used by the organisation in making accounting estimates, including those measured at fair value, should be reasonable.

Any related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of the Section 1A of Financial Reporting Standards 102. All events subsequent to the date of the financial statements and which require adjustments or disclosure have been adjusted or disclosed. The effects of uncorrected misstatements are immaterial, both individually and in the aggregate to the financial statements as a whole. All accounting policies and changes to the accounting policies used in the preparation of the final statements are described in the accounting policies note to the accounts.

Statement as to disclosure of information to auditors

There is no relevant audit information of which the auditors are unaware and the directors and board members have taken all steps they ought to have taken to make themselves aware of all relevant audit information and to establish that the auditors are aware of that information.

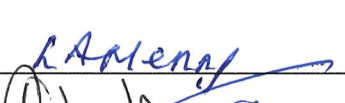

The Auditor for the current financial year in accordance with the organisation's governing legislation, The Enterprise St Helena Ordinance HA 68 published 16 July 2012, will be the Chief Auditor of St Helena.

Enterprise St Helena
Directors' Report
For the year ended 31 March 2018

Gifts

During the year no political or charitable gifts were made.

Approved by the Board and signed on their behalf by:

Date 28-11-18



SAINT HELENA AUDIT SERVICE External Auditors

Enterprise St Helena

Financial Statements for the year ended 31 March 2018

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Enterprise St Helena

Opinion

I have audited the Financial Statements of Enterprise St Helena (ESH), which comprise the Statement of Financial Position as at 31 March 2018, and the Statement of Income and Retained Earnings, and notes to the Financial Statements, including a summary of significant accounting policies.

In my opinion, the accompanying Financial Statements give a true and fair view of the financial position of ESH as at 31 March 2018, and of its financial performance for the year ended in accordance with the Financial Reporting Standard (FRS) 102 section 1A.

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of ESH in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) and I have fulfilled my other ethical responsibilities in accordance with the IESBA Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter

I draw attention to Note 22 of the financial statements which explains that the corresponding figures for the prior year have been restated to correct for capital expenditure on leasehold improvements incurred in prior years but not previously recognised as additions to property plant and equipment in Note 3. My opinion is not modified in respect of this matter.

Other Matter

The financial statements of ESH for the prior year 2016/17 were audited by Moore Stephens LLP who expressed an unmodified opinion on those statements on 27 March 2018. Those financial statements and associated auditor's report have not been amended and reissued to correct for the matter in Note 22.

Enterprise St Helena

**Auditor's Report
For the year ended 31 March 2018**

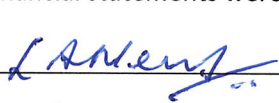
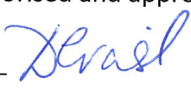
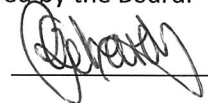
Enterprise St Helena
Auditor's Report
For the year ended 31 March 2018

Enterprise St Helena
Statement of Financial Position
As at 31 March 2018

	NOTES	31 March 2018 £	31 March 2017 Restated £
NON-CURRENT ASSETS			
Property, Plant and Equipment	3	1,530,613	1,524,666
Intangible assets		1,965	-
Loans (Amounts falling due after more than one year)	4	69,175	42,736
Investment in associate	5	-	-
Investment in wholly-owned subsidiary	6	-	7,757
TOTAL NON-CURRENT ASSETS		1,601,753	1,575,159
CURRENT ASSETS			
Loans (Amounts falling due within one year)	4	212,361	20,650
Debtors	7	460,238	234,389
Prepayments and accrued income		62,733	39,050
Inventories		-	110
Cash and cash equivalents	8	479,051	863,047
TOTAL CURRENT ASSETS		1,214,383	1,157,246
CURRENT LIABILITIES			
Creditors (Amounts falling due within one year)	9	137,853	80,885
Accruals		61,438	82,018
Deferred grant (Amount falling due within one year)	10	98,362	78,303
TOTAL CURRENT LIABILITIES		297,653	241,206
NET CURRENT ASSETS		916,730	916,040
NON-CURRENT LIABILITIES			
Deferred Grant	10	1,282,480	1,284,595
NET ASSETS		1,236,003	1,206,604
RESERVES			
Loan funds	11	493,145	593,372
Special Development Fund	11	122,529	122,406
Retained Surplus		620,329	490,826
TOTAL RESERVES		1,236,003	1,206,604

The financial statements have been prepared in accordance with the provisions of FRS 102 Section 1A – small entities.

These financial statements were authorised and approved by the Board.

Date: 28-11-18

The accounting policies and notes on pages 10 to 20 form part of these financial statements.

Enterprise St Helena
Income Statement
For the year ended 31 March 2018

		2017/2018	2016/2017
	NOTES	£	Restated £
REVENUE		42,514	38,049
COST OF SALES	12	(112,222)	(93,652)
GROSS LOSS		(69,708)	(55,603)
ADMINISTRATIVE EXPENSES	13	(2,093,838)	(2,478,962)
OTHER OPERATING INCOME	14	2,169,413	2,170,793
OPERATING SURPLUS (DEFICIT)		5,867	(363,772)
Finance income		23,531	17,704
SURPLUS (DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION		29,398	(346,068)
Taxation on profit on ordinary activities	19	-	-
SURPLUS (DEFICIT) FOR THE FINANCIAL PERIOD		29,398	(346,068)
 RETAINED SURPLUS AT 1 APRIL		 490,826	 785,949
Net surplus (deficit) for the year		29,398	(346,068)
Transfer to Special Development Fund		(122)	(35,232)
Transfer to Loan Funds		(24,163)	(15,965)
Transfer from Loan Funds		124,390	102,142
RETAINED SURPLUS AT 31 MARCH		620,329	490,826

The accounting policies and notes on pages 10 to 20 form part of these financial statements.

Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

NOTE 1

GENERAL INFORMATION

Enterprise St Helena is a body corporate that was formed by a legal ordinance. The address of the registered office is Enterprise St Helena Business Park, Ladder Hill, St Helena Island.

NOTE 2

ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared on the historical cost basis. These statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A small entities and are the financial statements of the parent entity, not group consolidated statements.

The financial statements are presented in St Helena Pound (£) which equate to GBP and are rounded to the nearest £1.

Significant Judgements and estimates

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made include Investments in Participating Interests and Loans. Both are stated after impairments in respect of possible losses. Management uses its experience and judgement of past events and the current economic situation in St Helena to assess case by case the difference between amounts invested or lent to each counterparty and amounts estimated to be recoverable after taking account of collateral if any. Amounts recoverable are estimated based on possible future market values, discounted cash flows or simply probability weighted estimates of possible future outcomes. For investments the most commonly used estimate is that of the Company's share in the net assets of the investee, which may or may not have provided audited financial statements. There is no certainty that realisable values in the future will match to management's current estimates.

Changes to accounting policies

No policy was changed during the course of the financial year except those listed under their respective headings.

Going Concern accounting policy

After reviewing the company's forecast and projections, the Board of Directors have a reasonable expectation that the organisation has adequate resources to continue in operational existence for the foreseeable future. The organisation therefore continues to adopt the going concern basis in preparing the financial statements.

Financial reporting standard 102 (FRS 102) – reduced disclosure exemptions

The organisation has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by Section 1A of FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" for qualifying entities:

- Section 7 Statement of Cash Flows – option taken to not prepare a statement of cash flows

Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

Investments in associates

Investments in associates are recognised initially in the statement of financial position at the transaction price and subsequently adjusted to reflect the group's share of total comprehensive income and equity of the associate, less any impairment.

Investment in subsidiary

Investment in subsidiary are recognised initially in the statement of financial position at the transaction price and subsequently at cost, less any impairment. The investment is not consolidated within these accounts however is reflected at net book value of the investment.

Fixed Assets and Depreciation

Tangible and Intangible fixed assets including those acquired under development aid are stated at cost. Depreciation is provided on fixed assets at rates calculated to write off the asset over their expected useful life as follows:

Buildings	20 years
Office Equipment	3 to 10 years
Computer software	3 years
Furniture & Fittings	5 to 10 years
Motor Vehicles	5 years
Land	0 years
Leasehold Improvements	20 years

Fixed Assets costing less than £1,000 are charged directly to the Statement of Income.

Impairment of assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in the Statement of Income.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in the statement of income.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Impairments

Impairments represent the recognition of a potential decline in the value of an asset. Movements on impairments are effected through the Statement of Income. An increase in a provision will be charged to expenditure and a decrease taken as income. Impairments are made when specific debts are not being serviced in accordance with pre-agreed terms and the likelihood of full recovery is doubtful.

Enterprise St Helena
Notes to the Financial Statements
For the year ended 31 March 2018

Deferred Income

Government grants for capital expenditure are credited to a deferral account and are transferred from deferral account to grant income over the expected useful life of the relevant asset by applying the same depreciation policy rules as stated above.

Revenue grants

Government grants for items that are written off in the year of purchase are credited to revenue in the same year.

Revolving loan funds

The assets of the respective funds are represented by the loans outstanding and the cash available for lending. These are included in the Balance Sheet under Loans falling due after more than one year, Loans falling due within one year and Cash and cash equivalents. A charge is made for the management of the Loan Funds, and is shown as a transfer to retained surplus.

Accounts are maintained to record the funds within the loan fund. Income into the fund includes accrued interest on the funds loaned out which is credited to the Statement of Income and then transferred to the Loan Fund. Bank interest earned, is credited to the ESH's Statement of Income.

Private Sector Loan Fund

The loan funds for the development of the private sector were consolidated on 1 April 1998 and include loans initially approved by the St Helena Development Agency, Fishermen's Association and Agricultural & Natural Resources Department.

Economic Development Fund

Initial funding was received from the Foreign & Commonwealth Office for financing business developments on St Helena. Of the overall total amount a maximum of 5% of the fund per year will be made available for Skills Development Grants.

Staff Loan Fund

The loan fund for staff is operated on the same principles as that of the other Loan Funds.

Youth Loan Fund

The Youth Loan Fund was set as a source of funding provided under the DFID project to support youth start-up businesses on St Helena. The programme targeted young people between the ages of 16 and 26 with an interest rate of 1% and no collateral required except in special circumstance. The fund was intended to be as flexible as possible in meeting the needs of the youth, encouraging them to start-up in business.

Special development fund

Income for this scheme is by way of allocation of funds from the Economic Development Fund. These funds will be used to support ESH's property portfolio/construction of new work spaces to meet future demands for commercial premises. Bank interest earned on unspent funds of the Special Development Fund is credited to ESH's Statement of Income each year.

Turnover

Turnover represents the value of services provided to customers during the year.

Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

Foreign currencies

Assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Transactions during the year are valued at the rate prevailing on the day of the transaction. All exchange differences are taken to the Statement of Income. The functional currency is the St Helena Pound (£) which is the same as the presentation currency for these financial statements.

NOTE 3

PROPERTY, PLANT & EQUIPMENT

	Land & Buildings	Improvements to Leasehold	Furniture & Fittings	Office Equipment	Motor Vehicles	Totals
COST						
At 1 April 2017	833,714	919,703	25,825	68,055	47,027	1,894,324
Disposals	-	-	-	(4,829)	-	(4,829)
Additions	-	51,974	-	58,059	-	110,033
At 31 March 2018	833,714	971,677	25,825	121,285	47,027	1,999,528
DEPRECIATION						
At 1 April 2017	231,294	33,590	15,889	59,009	29,876	369,658
Disposals	-	-	-	(4,415)	-	(4,415)
Charge for the year	41,435	48,629	2,311	4,989	6,308	103,672
At 31 March 2018	272,729	82,219	18,200	59,583	36,184	468,915
NET BOOK VALUE						
At 31 March 2018	560,985	889,458	7,625	61,702	10,843	1,530,613
At 31 March 2017	602,420	886,113	9,936	9,046	17,151	1,524,666

In addition to these assets, the ESH holds a lease with SHG for the Jamestown Market which expires on 1 October 2162. A nominal rental fee is paid. Land on which ESH Office Building are situated is leased from SHG and a rental fee is paid.

Included within Land & Buildings above are leasehold properties with a net book value of £409,250. These leasehold properties are rented out to commercial tenants and not held for investment purposes but for development purposes for the island.

Enterprise St Helena

Notes to the Financial Statements
For the year ended 31 March 2018

NOTE 4
LOANS

Amounts outstanding	471,775	245,564
Less Provision for doubtful debts	190,239	182,178
Total	281,536	63,386
Amounts falling due after more than one year	69,175	42,736
Amounts falling due within one year	212,361	20,650
	281,536	63,386

The offering of loans to private sector exposes the organisation to credit risk. Credit risk is the risk that a borrower will default on their contractual obligations relating to repayments, resulting in losses for the organisation. To manage and mitigate its exposure to risk the organisation periodically reviews its policies which ensures that due diligence is carried out for every application to ensure responsible lending. Loans are closely monitored and where it is identified that a customer is, or will be in default, from an agreed loan payment plan, the loan is assessed as to its recoverability. Where it is deemed prudent to do so, a provision will be made against the outstanding balance.

NOTE 5
INVESTMENT IN ASSOCIATE

Participating Interest

Shares at cost	83,300	83,300
Write down of interest	(83,300)	(83,300)
Balance at 31 March	0	0

NOTE 6
INVESTMENT IN WHOLLY-OWNED SUBSIDIARY

Bertrands Cottage Ltd

Investment at cost	7,757	7,757
Write down of investment	(7,757)	0
Balance at 31 March	0	7757
Incorporation of Company - 100 shares	100	100
Equipment transferred	7,657	7,657
Investment at cost	7,757	7,757

Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

Bertrands Cottage Ltd was incorporated on 13th April 2016 by Enterprise St Helena as the 100% Shareholder of the company. Assets were transferred at Net Book Value to the company. The current trading loss for the year was £34,463 (2017: £19,714) and the company also has net liabilities of £70,933 (2017: £11,957). The investment was adjusted to reflect the current book value of the investment.

NOTE 7

DEBTORS

Trade Debtors	850	389
St Helena Government	446,780	223,234
Other Debtors	12,624	10,918
	<u>460,254</u>	<u>234,541</u>
Less Bad Debt Provision	(16)	(152)
Total	<u>460,238</u>	<u>234,389</u>

NOTE 8

CASH AND CASH EQUIVALENTS

Operating bank accounts	132,882	219,236
Loan funding bank accounts	223,528	521,380
Property fund bank account	122,441	122,331
Petty cash and cash on hand	200	100
Total	<u>479,051</u>	<u>863,047</u>

NOTE 9

CREDITORS

Creditors (amounts falling due within one year)

Trade Creditors	10,137	8,300
Other Creditors	101,728	68,492
St Helena Government	25,988	4,093
Total	<u>137,853</u>	<u>80,885</u>

NOTE 10

DEFERRED GRANT

Balance brought forward at start of year	1,362,898	1,008,242
Capital grant for assets acquired	112,059	439,358
Transfer to income depreciation on assets acquired under grant funding	(94,115)	(84,702)
Closing Balance	<u>1,380,842</u>	<u>1,362,898</u>

Amounts falling due after more than one year	98,362	78,303
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Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

Amounts falling due within one year	1,282,480	1,284,595
	1,380,842	1,362,898

NOTE 11

RESERVES

Loan Funds

Balance brought forward at start of year	593,372	679,549
Transfer from Retained Surplus	24,163	15,965
Transfer to Retained Surplus	(124,390)	(102,142)
Closing Balance	493,145	593,372

Special Development Fund

Balance brought forward at start of year	122,406	87,174
Transfer from Retained Surplus	123	35,232
Closing Balance	122,529	122,406

NOTE 12

COST OF SALES

Cleaning	14,792	9,421
Depreciation on leased premises	31,403	36,743
Depreciation on leasehold improvements	48,629	33,590
Maintenance	3,482	1,005
Rent paid	1,370	1,370
Electricity and water	1,837	2,432
Insurance	10,709	9,091
Total	112,222	93,652

NOTE 13

ADMINISTRATIVE EXPENSES

	DIFD	SHG	Total 2018	Total 2017
Audit expenses	0	22,790	22,790	10,580
Board Directors remuneration	0	15,946	15,946	17,914
Capital projects	54,530	34,189	88,719	104,649
Computer maintenance and support	0	20,794	20,794	18,661
Depreciation	0	24,115	24,115	28,502
Electricity and water	0	14,629	14,629	14,030
Impairment of Investments	0	7,757	7,757	20,737
Insurance	0	29,880	29,880	22,404
Loans granted	0	0	0	10,000

Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

Loss on disposal of assets	0	414	414	31,905
Office administration cost and expenses	0	44,464	44,464	69,154
Offshore representation	0	41,983	41,983	99,092
Private sector development	110,065	82,649	192,714	163,448
Professional fees	0	5,171	5,171	13,672

NOTE 13

ADMINISTRATION EXPENSES (continued)

Marketing and promotional activities	364,996	6,319	371,315	270,183
Provision for bad debts – loans and debtors	0	7,925	7,925	50,439
Salaries and wages	369,050	485,344	854,394	934,462
Support to sectors	74,040	0	74,040	96,997
Training and upskilling	42,818	18,919	61,737	224,747
Telephone and internet	0	73,854	73,854	76,100
Tour guides & tours	0	10,563	10,563	36,556
Tourism community and event activities	0	32,379	32,379	53,900
Tourism Public Relation costs	0	36,270	36,270	49,272
Tourism press trips	0	26,687	26,687	20,908
Visitor attractions maintenance and development	0	35,298	35,298	40,650
	1,015,499	1,078,339	2,093,838	2,478,962

NOTE 14

OPERATING INCOME

St Helena Government subsidy	1,027,524	1,100,000
DFID Enterprise St Helena Project funding	1,042,125	917,946
Amortisation capital grants	91,506	126,668
Tour income	2,372	23,838
Exchange control gain	0	23
Reduction in leave accrual	2,560	879
Sundry income	3,326	1,437
	2,169,413	2,170,791

The Enterprise rented the following land from St Helena Government for yearly rent of £1,370:

New Ground Workshops

Ladder Hill Business Park

Jamestown Market

ESH's office building is situated in the Ladder Hill Business Park.

NOTE 15

OPERATING LEASES

Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

At 31 March 2018, the organisation had future minimum lease payments under non-cancellable leases as follows:

Not later than 1 year	1,670	1,670
Later than 1 year and not later than 5 years	6,680	6,680
More than 5 years	232,965	234,631
	<u>241,315</u>	<u>242,981</u>

NOTE 16

BOARD MEMBERS

Board members received remuneration from the Enterprise. Board Members who were not employed by Government receive the following allowances per quarter:

Board Member	£300
Chairman of Sub-Committee	£300
Sub-committee members	£150
Internet allowance	£61 / £58

The total allowances paid during the financial year were £15,574.

NOTE 17

STAFF EMOLUMENTS

During the financial year, the following were paid as staff emoluments and benefits to:

Permanent Staff	421,113
Contract Staff	23,869
Defined Pension Plan Contributions	40,362
	<u>485,344</u>
TC Officers	369,050
	<u>854,394</u>

The average number of employees was 29 (2017: 32) during the course of the year.

NOTE 18

TAXATION

Enterprise St Helena is exempt from the provisions of the Income Tax Ordinance.

NOTE 19

RELATED PARTY TRANSACTIONS

Expenditure was incurred during the current financial year that has resulted in the increase in the value of assets which have not been capitalised as the assets are owned by St Helena

Enterprise St Helena

Notes to the Financial Statements For the year ended 31 March 2018

Government. These included:

Festoon Lights	7,004
Post Box Walks	23,366
Paving in Main Street	11,892
Haley's Mount	1,092

NOTE 19

RELATED PARTY TRANSACTIONS (Continued)

During the current financial year, the SHG/Private Agricultural Partnership Policy continued to accelerate agriculture improvements. ESH and ANRD partnered to fund this initiative to support various partnership projects in agriculture.

During the current financial year, the following was also paid to related parties of Board members, Staff and Councillors:

Grants	6,471
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Key Management Personnel Compensation

The key management personnel of ESH (as defined under FRS 102) are the Board Members and the Senior Management Team consisting of Chief Executive of Economic Development, Director of Tourism, Director of Commercial Development & Enterprise, Director of Policy Development & Social Enterprise and the Director of Resources. The aggregate remuneration paid to these key management personnel totalled £334,550 (2017: £455,534).

NOTE 20

CONTINGENT LIABILITIES

There were no contingent liabilities for the period.

NOTE 21

POST YEAR EVENT

A loan receivable with a balance of £184,000 owed to the organisation as at 31 March 2018 was converted to equity shares on 9 May 2018.

NOTE 22

PRIOR YEAR ADJUSTMENT

It was identified under FRS102 section 20.15A improvements on leased buildings should be capitalised as property plant and equipment. For the year 2016-17 these improvements were expensed and therefore the effected balances have been restated in 2017-2018.

Enterprise St Helena
Notes to the Financial Statements
For the year ended 31 March 2018

NOTE 22
PRIOR YEAR ADJUSTMENT (Continued)

The table below shows the effects of the restatement at 31 March 2017

	As Previously Reported	Adjustment at 1 April 2016	Adjustment at 31 March 2017	As Restated
Statement of Financial Position				
Non-Current Assets				
Property plant and equipment	638,553	429,214	456,899	1,524,666
Non-Current Liabilities				
Deferred grant(Amount falling due after one year)	(456,322)	(429,214)	(399,059)	(1,284,595)
Current Liabilities				
Deferred grant(Amount falling due within one year)	0	0	78,303	78,303
Reserves				
Retained surplus	(511,289)	0	20,463	(490,826)
Reconciliation of deficit for the financial period				
Deficit previously reported	325,605	0	20,463	346,068
Adjustments arising from prior period adjustment				
Cost of sales	60,062	0	33,590	93,652
Administrative expenses	2,969,451	0	(490,489)	2,478,962
Other income	(2,648,155)	0	477,362	(2,170,793)
		0	20,463	