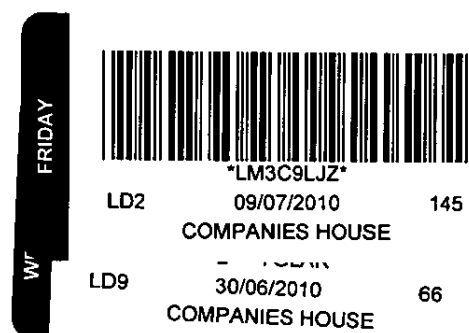


Registered number 2737421
English registered charity number 1014705
Scottish registered charity number SC040231



**Whale and Dolphin Conservation Society
(Limited by guarantee)**

Report and financial statements

30 September 2009

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

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**Whale and Dolphin Conservation Society
(Limited by guarantee)**

Legal and administrative information

Trustees

The trustees who held office during the year, unless otherwise stated, were as follows

John Gerard-Leigh (Chairman)
Johnny Reed
Percy Kelland
Countess of Antrim
Sandra Pope
George Adams (appointed 23 November 2009)

Chief Executive

Chns Butler-Stroud

Registered office and principal office

Brookfield House
38 St Paul Street
Chippenham
Wiltshire
SN15 1LJ

Auditor

Chantrey Vellacott DFK LLP
Prospect House
58 Queens Road
Reading
Berkshire
RG1 4RP

Investment Managers

Barcalys Wealth, Gerrard Investment Management
4th Floor, Tay House
300 Bath Street
Glasgow
G2 4LH

Bankers

Barclays Bank plc
99 Hatton Garden
London
EC1N 8DN

Solicitors

Withy King
5-6 Northumberland Buildings
Queen Square
Bath
BA1 2JE

Whale and Dolphin Conservation Society (Limited by guarantee)

Report of the Trustees

The trustees, who are also directors of the charity for the purposes of the Companies Act, present their report (which incorporates the report of the directors) and the audited financial statements of Whale and Dolphin Conservation Society (WDCS or the charity) and its subsidiaries (together, the group) for the year ended 30 September 2009

Structure, governance and management

Governing document

The charity is an incorporated legal entity limited by guarantee, the business of which is governed by its Memorandum and Articles of Association dated 17 November 2008. It is registered as a charity with the Charity Commission. There are currently six trustees on the board.

Appointment of trustees

Trustees are appointed by the board of trustees by a majority vote. Trustees serve for a three year period and may then be re-elected.

Trustee induction

New trustees receive information on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the strategic plan and recent performance of WDCS. They meet key employees and other trustees.

Organisation

The trustees meet four times a year to review the strategy and performance of WDCS and to approve operating plans and budgets. To facilitate effective operations, the Chief Executive and senior management have delegated authority, approved by the trustees, for operational matters including finance, employment and policy activities. The trustees approve such strategies and monitor and evaluate their implementation on a regular basis.

Related parties

The charity has three subsidiaries. The trading subsidiary, WDCS (Trading) Ltd, raises income through merchandise, licensing and lotteries. It gifts all its taxable profits to the charity. WDCS Germany GmbH, a charitable company under German regulations, was founded to expand awareness of WDCS' work within Germany and German speaking EU countries. WDCS (North America) Inc, a charitable company under United States regulations, is an organisation with similar aims and objectives as WDCS. The organisation raises funds, mainly via a whale adoption programme formerly run by the International Wildlife Coalition. WDCS (North America) Inc has developed a programme of policy work to enhance international and national efforts of the charity.

The charity also financially supports the connected charity WDCS Australasia, which was established in October 2003. As well as funding the set up period of this related party, which has similar aims and objectives to the UK based charity, WDCS also provides management advice as and when required by WDCS Australasia. WDCS Australasia continues to assist in the delivery of WDCS policy work, both within Australia and New Zealand and internationally.

Risk management

The trustees have overall responsibility for ensuring that the charity has appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which 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 charity and group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide reasonable assurance that:

- The charity is operating efficiently and effectively,
 - Its assets are safeguarded against unauthorised use or disposition,
 - Proper records are maintained and financial information used within the charity or for publication is reliable,
 - The charity complies with relevant laws and regulations
-

Whale and Dolphin Conservation Society (Limited by guarantee)

Report of the Trustees (continued)

The systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include:

- A strategic plan and an annual budget approved by the trustees,
- Regular consideration by the trustees of financial results, variance from budgets and non-financial performance indicators,
- Delegation of authority and segregation of duties,
- Identification and management of risks

The trustees have reviewed the formal risk management process introduced by the Chief Executive. This process is linked to the strategic plan and reviewed in line with annual planning processes. Systems have been developed to monitor and control these risks:

- Identifying the types of risk WDCS faces,
- Prioritising them in terms of potential impact and likelihood,
- Identifying means of mitigating the risks

These risks and controls are reviewed by the trustees on a regular basis.

Objectives and activities

The objectives of WDCS are:

- to reduce and ultimately eliminate the continuing threat to cetaceans (whales, dolphins and porpoises) and their habitats,
- to raise awareness of these wonderful animals and the need to protect them in their natural environment

WDCS achieves its objectives through a mix of campaigning, conservation, research, education and awareness raising, and by representing the interests of whales and dolphins at appropriate national and international fora. WDCS is unique in combining concern for the welfare of the animals with efforts to ensure the protection of whole species, unique populations and their habitats.

We have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Achievements and performance

This year has seen WDCS continue to operate within the global economic downturn. We would like to pass on our thanks to all our supporters who have remained with WDCS in these difficult times. Your efforts and support have made a real difference.

Despite the economic climate WDCS has continued to be on the front line of representing whales, dolphins and porpoises around the globe. We cannot hope to detail here all of the many activities that WDCS has engaged in over the year in pursuit of our aims. However, we can mention some of the highlights where WDCS supporters, volunteers and staff have worked together to achieve increased protection for whales and dolphins. For a full picture of the diverse range of work that WDCS does on a daily basis we would direct you to the various WDCS websites, which can all be accessed via www.wdcs.org. We hope you like what you see and perhaps decide to join us in this essential work.

This year WDCS began a review of our policy work. We are further defining specific campaign objectives and goals for each area of our work.

We hope that this helps bring further clarity to the work of WDCS and allows you to see how your support is applied.

Whilst WDCS works across the globe to address the multiple issues affecting cetaceans, we cannot hope to bring all of our activities to you here, and so we have chosen some highlights for you.

Whale and Dolphin Conservation Society (Limited by guarantee)

Report of the Trustees (continued)

WDCS's Anti-Whaling Campaign

The year has been dominated by two major campaign objectives for WDCS,

- o To defeat the Danish proposal for an increase in quota for its Greenlandic peoples which would include the hunting of ten humpbacks, and,
- o To defeat the proposal by the Chairman of the International Whaling Commission (IWC) for a resumption of coastal commercial whaling

WDCS is proud to have led the opposition to the Greenlandic proposal at the IWC meeting in Madeira, Portugal. WDCS research had pointed out the lack of data forthcoming from Greenland, the additional take of some 4,000 small cetaceans, the unutilised existing quotas and the increased commercialization of the hunt. WDCS is especially grateful to Peter Hall and Hunter Hall Investment Management for their support and ongoing passion for this work.

Enough IWC countries were concerned that they openly rejected the proposal and eventually the IWC Chairman sought to defer the application to avoid an outright defeat.

In addition, WDCS has been working closely with countries on issues that could be positively addressed by the IWC, including the real need to address threats to small cetaceans, especially with respect to inclusion in calculations of 'need' for aboriginal subsistence requests.

With respect to The Chairman's proposal on commercial whaling we are pleased to report that whilst 'closed door sessions' continued to discuss the issue including a meeting in Rome in March, the whalers made little progress. WDCS worked closely with several country delegations including the UK and Germany to muster the arguments against the resumption of commercial whaling and our Latin American colleagues ensured that the Latin block of countries approached these discussions with caution.

We do not believe that this issue will go away anytime soon and so shall maintain this as a campaign objective for the coming year.

We complemented this campaign in the UK and US by securing the support of a number of supermarkets for our campaign not to purchase 'fish from whalers', specifically with reference to Icelandic whaling. We also brought to world attention the issue of subsidies in the whaling industry.

The campaign also got enormous exposure through our relationship with the Sea Life group of aquaria in the US and across Europe. Some ten million people were exposed to the whaling campaign and this resulted in WDCS becoming a major voice when discussing these issues with the respective governments.

WDCS's Anti-Captivity Campaign

Objective To develop a rehabilitation and retirement home for captive dolphins

We are pleased to report that WDCS has been working closely with Merlin Entertainments to evaluate the potential for the rehabilitation, retirement and potential release of Merlin's dolphins. Because of the partnership with WDCS, Merlin, as the world's second largest visitor attraction company, are committed to securing a future for the dolphins that come into their care. We believe that this initiative could have a dramatic impact on the future of the debate.

Objective Address the level of captivity in Europe

WDCS supplied campaign support against new facilities in Europe and Turkey. WDCS worked closely with the Bern Convention to investigate the capture of 23 bottlenose dolphins in Turkish waters. WDCS has worked with a coalition of groups to call for an end to all imports of dolphins into Europe. In Germany WDCS has been successful on getting a court ruling on the disclosure of information related to the keeping of cetaceans in captivity.

Objective Address the use of Petting Pools in the USA

In July 2009 WDCS and coalition partners filed a Petition for Rulemaking with the U.S. Department of Agriculture's Animal and Plant Health Inspection Service (APHIS) to put a stop to the unnecessary exploitation of dolphins in

Whale and Dolphin Conservation Society (Limited by guarantee)

Report of the Trustees (continued)

amusement parks by prohibiting dolphin attractions known as "petting pools." The Petition claims that APHIS fails to adequately regulate petting pools despite the human health and animal welfare risks associated with them. WDCS requests that APHIS take action to address the dangers of these attractions in keeping with its mandate under the Animal Welfare Act to ensure the humane treatment and care of animals used in public display, while also protecting public health and safety.

WDCS's Campaigns on critical habitats and MPAs

Objective Creating Sanctuary Creation of 12 Marine Protected Areas (MPAs) by 2012

In March 2009 WDCS was a sponsor of the First International Conference on Marine Mammal Protected Areas in Hawaii. The conference achieved an attendance level of more than 200 people (MPA managers, designers and researchers) from 40 nations.

Further to WDCS's support the 'South American River Dolphin Protected Area Network' (SARDPAN) initiative was launched.

WDCS's aim for responsible whale watching is to lead the way in the responsible whale watching that minimises negative impacts on the animals and aids education, conservation and research.

Objective Deliver practical conservation based whale watching initiatives

WDCS work with the Dolphin Smart has been a pioneering initiative working with dolphin watching operators in the US Florida Keys further to our groundbreaking work in protecting dolphins in the Moray Firth with the Dolphin Space Programme (DSP). In a similar vein we have continued the development of the 'Whale SENSE' programme in conjunction with the US National Marine Fisheries Service (NMFS) and the Stellwagen Bank National Marine Sanctuary (SBNMS).

WDCS work with the Volvo Ocean race ensured the Race would not enter the Sanctuary and therefore avoided the Right Whale Vessel Strike Speed Reduction Area.

In Panama WDCS has been working with official agencies to develop a responsible whale watching program. Three whale-watching workshops were delivered by WDCS in Coiba and Iguana Island and in Golfo de Chiriqui.

WDCS Campaign 'Securing Regions'

In India the WDCS created Marine Mammal Network of India has been going from strength to strength. It has succeeded in bringing together researchers in not only India but in the Indian Ocean region as a whole. There now exists an on-line repository and community on cetacean issues in India.

In the Caribbean WDCS attended and presented at The Ocean Life Symposium in coordination with UNEP's Caribbean Environment Program from March 23-25th, 2009 at the Fort Young Hotel in Roseau, Commonwealth of Dominica.

The Prime Minister of Dominica, the Honourable Roosevelt Skerret reaffirmed Dominica's pro-conservation stance taken last year, and assured the meeting that the government of Dominica would not support whaling.

In UK waters, WDCS completed the first phase of BBC Wildlife Trust funded work in the Moray Firth. On the basis of this initial work WDCS was successful in achieving BBC support for a more ambitious multi-faceted programme of work which includes again field work in the Moray Firth but, in addition, further field studies on the west coast of Scotland and also in Wales (building on our previous field work in the northern part of Cardigan Bay).

In the coming years we have set ourselves the goal of carrying out a review of marine protected areas around the UK in order to make further investigations into the existing legal regime that affects the UK's cetaceans.

In the Pacific WDCS has been seeking to increase the protection of cetaceans in the region and to reinforce the protection provided to cetaceans through both the agreement and domestic legislation and action plans.

During the coming year WDCS shall seek to influence the Convention on Biological Diversity (CBD) 2012 targets to reflect Convention on Migratory Species (CMS) and WDCS agendas such as the 'migratory range approach for marine species conservation'.

Whale and Dolphin Conservation Society (Limited by guarantee)

Report of the Trustees (continued)

Amazon The WDSCS sponsored Natutama Interpretation Centre received nearly 5,000 visitors over the past year with an outreach programme to local people and fishermen. The Centre's unique approach serves as a model for good practice in other river dolphin range states in South America, ultimately our goal is to have a series of centres and associated programmes such as this throughout the Amazon.

WDSCS and its partner organisation Fundacion Omacha's focussed on tackling the problem of direct killing of river dolphins for use as fish bait. Whilst most of the kills take place in Brazil the fish is largely transported for sale in Colombia. We shall extend these investigations in the coming year.

Working with Partners

WDSCS knows that it can only succeed if it can influence and work with partners, be they governments, other non-governmental organisations (NGOs) or commercial entities. WDSCS has been developing partnerships with a number of companies over the past few years, which will ensure the development of our education programme. These Partners include Clipper Ventures (a round the world yacht company), Sea Life Centres and Schools Worldwide (who develop and take school children on educational adventure trips).

In both the UK and Germany, WDSCS hosted with Sea Life Centres (SLCs) a junior whaling conference at the end of May 2009 where school children had the chance to debate some of the issues considered at the IWC each year.

Plans for future periods

The new financial year presents many more challenges. The world economic downturn does not give any indication of reversing quickly, however with the help of our supporters WDSCS is determined to rise to the task.

We look forward to further developing our anti-whaling campaign through our partnership with Sea Life Centres, which will help take our message, inspiring educational initiatives, and a petition against any resumption of commercial whaling to hundreds of thousands more people across Europe and the USA.

With continued support some of our major objectives for the coming year are,

Anti-Whaling

1. Secure defeat of any Danish proposal to increase Greenlandic whaling
2. Secure defeat of the IWC Chairman's 'deal' on commercial whaling
3. Ensure Iceland cannot join the EU whilst still whaling

Anti-Captivity

1. Achieve the successful retirement and/or release of Merlin's dolphins and establish a precedence for 'retiring' bottlenose dolphins (*Tursiops truncatus*)

Noise Pollution and the UK

1. Ensure the UK complies with EU law
2. Ensure the UK MOD exercises do not impact cetaceans

River Dolphins

1. Publish WDSCS action plans for South American River Dolphins
2. End the Brazilian killing of river dolphins for fish bait

Critical Habitats and MPAs

1. Identify cetacean critical habitats in 3 of the 18 World Conservation Union (IUCN) marine areas of the world
2. Identify 12 substantial model MPA and Protected Areas (PA) proposals and achieve approval by decision-makers by 2012

Whale and Dolphin Conservation Society (Limited by guarantee)

Report of the Trustees (continued)

Securing regions

- 1 North East Atlantic and Baltic (ASCOBANS) Ensure full compliance with existing resolutions - Build on the political review initiated by WDCCS to maintain pressure on ASCOBANS countries to live up to their commitments
- 2 Mediterranean (ACCOBAMS) Pursue a complaint within the Bern Convention in response to the failed implementation of conservation action by the Greek government for common dolphins
- 3 Scotland Secure protection for cetaceans in the new Marine (Scotland) Act, including specific provisions for creating large highly-protected zones for marine wildlife
- 4 Pacific Islands focus on bycatch, habitat, importance of biodiversity, and increasing in-country research capacity
- 5 North America (NA) Prevent US War Fare Training Site from establishing off of Jacksonville FL (only known calving area for NA right whales)

Ethics

- 1 Explore and summarise current scientific knowledge about cetacean cognition, culture and complexity of cetacean societies Contrast with how cetaceans are perceived in different human cultures
- 2 Raise questions about how we must now change our relationship with cetaceans over the coming century

The ongoing commitment of our individual supporters, partners and funders is vital if we are to achieve our global and ambitious goals in the increasingly challenging economic environment

The truth is we cannot do anything without you So on behalf of all the WDCCS staff and volunteers 'Thank you'

Financial review

Although WDCCS felt the effects of the recession, close financial management meant that the organisation was able to match spending to income levels and generate a consolidated net income of £116,240 for the year, which will help the charity weather the current difficult economic circumstances

It was a difficult year for our subsidiary companies The German organisation operated with a net loss of just over £18k WDCCS Trading Ltd returned a much reduced loss of £21k The Trustees have reviewed the activities of the Trading company and consider that it is useful to the charity as it allows important activities to be undertaken which benefit the charitable objectives The North American subsidiary suffered a loss of just under £4k The new program of marketing initiatives begun in 2008-09 has produced good results and means that the North American operation is repaying the loans made over the last few years

During 2008-09 the WDCCS UK charity generated net income before bad debt provision of £165k A provision against the debts incurred by the subsidiary companies reduced final net income for the UK charity to £130k for the year We consider that, in this climate, the charity is acting prudently to ensure our work can continue

Donation income amounted to £2,356,094 – a decrease of less than 1% from last year Income from legacies for the year increased to £229,630, this is a difficult income stream to predict although it is an area where WDCCS is increasingly benefiting WDCCS is continuing to try to reduce dependency on direct marketing income and to increase activity in other areas, such as major giving To that end, we held a Gala Dinner in London in March 2009 which was a success both financially and in raising awareness of the plight of whales and dolphins around the world

Although income overall decreased during the year, some of this was due to the loss of income from the Out of the Blue holidays However, the decrease in expenditure associated with that business, which had been loss-making, has meant that expenditure in Conservation, Campaigning and Education has actually increased We continue to closely match our expenditure to our income streams and believe this will help us come out of the recession a stronger charity

Volunteers

The charity benefits hugely from the dedication of many volunteers who are involved in charitable activities and the administration of the charity We calculate that our volunteers contributed 15,457 hours (2008 – 14,054), 61% (2008- 56%) of which were in our Wildlife Centres in Scotland

Reserves policy

WDCCS has a policy of continually reviewing the reserves position, to ensure it holds sufficient financial reserves to fund current and future trading Our objective is to maintain the level of reserves appropriate to keep pace with the

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

Report of the Trustees (continued)

development of WDCS Reserves are held to cover cash flow fluctuations, provide emergency cover and to provide for unforeseen opportunities. The trustees have determined that the reserve level which will meet these objectives is £300,000.

At the end of the year the group had reserves of £257,993 of which £196,354 represents unrestricted funds. This represents a significant increase in unrestricted income for the Society, but we continue to work towards the target level of reserves, especially in this difficult financial climate.

Statement of trustees' responsibilities

The trustees (who are also directors of Whale and Dolphin Conservation Society) for the purposes of company law are responsible for preparing the Report of the Trustees 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 period which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and 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 business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 and the charity's constitution. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware

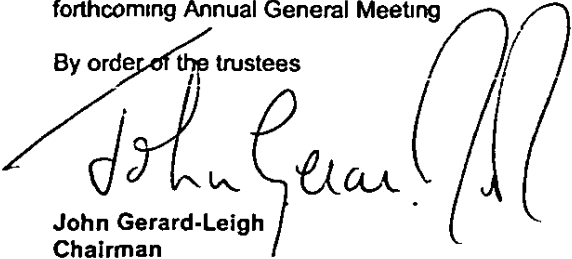
- there is no relevant audit information of which the charity's auditor is unaware, and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislations in other jurisdictions.

Auditor

A resolution for the reappointment of Chantrey Vellacott DFK LLP as auditor of the charity is to be proposed at the forthcoming Annual General Meeting.

By order of the trustees


John Gerard-Leigh
Chairman

Date 22/6/10

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Independent auditor's report to the trustees and members of
Whale and Dolphin Conservation Society**

We have audited the financial statements of Whale and Dolphin Conservation Society for the year ended 30 September 2009 which comprise consolidated statement of financial activities, the group and charitable company's balance sheets, the consolidated cash flow statement and the related notes. The financial statements have been prepared under the accounting policies set out therein.

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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

The trustees' (who are also the directors of the charitable company for the purposes of company law) responsibilities for preparing the Report of the Trustees (incorporating a directors' report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Trustees' Responsibilities.

We have been appointed auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report to you in accordance with those Acts. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you whether in our opinion the information given in the Report of the Trustees (incorporating a directors' report) is consistent with those financial statements.

In addition we report to you if, in our opinion, the group and the charitable company have not kept adequate and proper accounting records, if the group's and the charitable company's financial statements are not in agreement with these accounting records, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

We read other information contained in the Report of the Trustees (incorporating a directors' report) and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group's and the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Independent auditor's report to the trustees and members of
Whale and Dolphin Conservation Society (*continued*)**

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the group's and the charitable company's affairs as at 30 September 2009 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- the financial statements have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006, and
- the information given in the Report of the Trustees (incorporating a directors' report) is consistent with the financial statements

 Chantrey Vellacott DFK LLP

SALLY JAYNE BONNER FCA (Senior Statutory Auditor)
for and on behalf of CHANTREY VELLACOTT DFK LLP
Chartered Accountants and Statutory Auditor
READING

Date 22/6/10

Chantrey Vellacott DFK LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Whale and Dolphin Conservation Society
(Limited by guarantee)

Consolidated statement of financial activities
Year ended 30 September 2009
(including an income and expenditure account)

	Note	Unrestricted funds £	Restricted funds £	Total funds 2009 £	Total funds 2008 £
Incoming resources					
Incoming resources from generated funds					
Donations and similar income	4	2,160,884	195,210	2,356,094	2,357,745
Legacies	5	229,630	-	229,630	219,270
Merchandise, raffle, and magazine income	6	138,682	-	138,682	157,462
Royalty and other similar income		50,966	-	50,966	48,866
Investment income	7	4,079	-	4,079	10,098
		<u>2,584,241</u>	<u>195,210</u>	<u>2,779,451</u>	<u>2,793,441</u>
Incoming resources from charitable activities					
Membership		166,258	-	166,258	151,885
Out of the Blue		7,688	-	7,688	233,098
Adoption programmes		1,078,139	-	1,078,139	1,164,060
		<u>1,252,085</u>	<u>-</u>	<u>1,252,085</u>	<u>1,549,043</u>
Total incoming resources		<u>3,836,326</u>	<u>195,210</u>	<u>4,031,536</u>	<u>4,342,484</u>
Resources expended					
Costs of generating funds					
Fund raising costs		812,709	-	812,709	848,936
Merchandise, raffle and magazine costs		184,657	-	184,657	240,307
		<u>997,366</u>	<u>-</u>	<u>997,366</u>	<u>1,089,243</u>
Costs of generating funds					
Charitable activities					
Conservation and campaigns		2,128,129	181,081	2,309,210	2,223,571
Donations		79,076	-	79,076	219,300
Out of the Blue costs		3,373	-	3,373	216,090
Information and education		187,222	-	187,222	183,619
Membership		4,010	-	4,010	18,309
Adoption programmes		380,143	-	380,143	378,141
(Recoverable)/Unrecoverable VAT		(58,391)	-	(58,391)	(55,052)
		<u>2,723,562</u>	<u>181,081</u>	<u>2,904,643</u>	<u>3,183,978</u>
Charitable expenditure		<u>2,723,562</u>	<u>181,081</u>	<u>2,904,643</u>	<u>3,183,978</u>
Governance costs		<u>13,287</u>	<u>-</u>	<u>13,287</u>	<u>15,686</u>
Total resources expended	9	<u>3,734,215</u>	<u>181,081</u>	<u>3,915,296</u>	<u>4,288,907</u>
Net movement in funds, being net income for the year		<u>102,111</u>	<u>14,129</u>	<u>116,240</u>	<u>53,577</u>
Unrealised gains/(losses) on investments		<u>(544)</u>	<u>-</u>	<u>(544)</u>	<u>1,681</u>
Balances brought forward		<u>94,787</u>	<u>47,510</u>	<u>142,297</u>	<u>87,039</u>
Balances carried forward	21	<u>196,354</u>	<u>61,639</u>	<u>257,993</u>	<u>142,297</u>

All results arose from continuing operations. There were no recognised gains or losses for either financial year other than the results shown above.

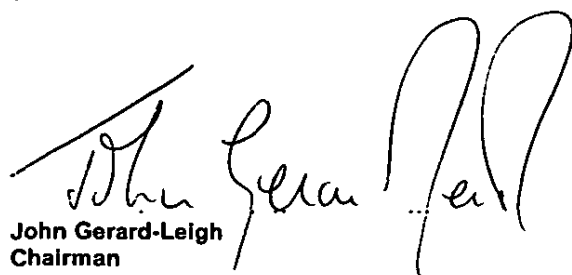
The notes on pages 14 to 25 form part of these financial statements.

Whale and Dolphin Conservation Society
(Limited by guarantee)

Balance sheet
30 September 2009

	Note	Group 2009 £	Group 2008 £	Charity 2009 £	Charity 2008 £
Fixed assets					
Tangible fixed assets	14	93,707	149,395	88,771	144,231
Investments	15	45,797	46,341	45,797	46,341
		<u>139,504</u>	<u>195,736</u>	<u>134,568</u>	<u>190,572</u>
Current assets					
Stock	16	39,285	32,398	-	-
Debtors	17	191,742	190,478	202,340	209,625
Cash at bank & in hand		532,697	272,004	347,949	153,642
		<u>763,724</u>	<u>494,880</u>	<u>550,289</u>	<u>363,267</u>
Creditors: amounts falling due within one year	18	(611,747)	(465,331)	(369,150)	(318,236)
Net current assets/(liabilities)		<u>151,977</u>	<u>29,549</u>	<u>181,139</u>	<u>45,031</u>
Total assets less current liabilities		<u>291,481</u>	<u>225,285</u>	<u>315,707</u>	<u>235,603</u>
Creditors: amounts falling due after more than one year	18	(33,488)	(82,988)	(33,488)	(82,988)
Total net assets		<u>257,993</u>	<u>142,297</u>	<u>282,219</u>	<u>152,615</u>
Unrestricted funds	21	196,354	94,787	228,442	120,385
Restricted funds	21	61,639	47,510	53,777	32,230
Total funds		<u>257,993</u>	<u>142,297</u>	<u>282,219</u>	<u>152,615</u>

These financial statements were approved and authorised for issue by the trustees on 22/6/10 and signed on their behalf


John Gerard-Leigh
Chairman

The notes on pages 14 to 25 form part of these financial statements

Registered number 2737421

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Consolidated cash flow statement
30 September 2009**

	2009 £	2008 £
Net cash inflow from operating activities (note 23)	314,701	1,243
Capital expenditure and financial investments		
Payments to acquire tangible fixed assets	<u>(4,509)</u>	<u>(50,032)</u>
Net cash inflow/(outflow) before management of liquid resources and financing	310,192	(48,789)
New hire purchase and finance lease	-	44,313
Capital elements of lease payment	<u>(49,499)</u>	<u>(49,499)</u>
Increase (decrease) in cash in the year	<u>260,693</u>	<u>(53,975)</u>
Reconciliation of net cash flow to movement in net funds		
Net cash increase/(decrease) in year	260,693	(53,975)
Net funds at start of year	<u>272,004</u>	<u>325,979</u>
Net funds at end of year	<u>532,697</u>	<u>272,004</u>
 Cash at bank and in hand	 <u>532,697</u>	 <u>272,004</u>

The notes on pages 14 to 25 form part of these financial statements

Whale and Dolphin Conservation Society (Limited by guarantee)

Notes to the financial statements Year ended 30 September 2009

1 Company status

The Whale and Dolphin Conservation Society (WDSCS) is a company limited by guarantee, not having a share capital. The liability of the members in the event of winding up is limited to an amount not exceeding £1 per member. At 30 September 2009 there were six members.

2 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

a) Basis of accounting

The financial statements have been prepared under the historical cost convention rules and in accordance with Statement of Recommended Practice "Accounting and Reporting by Charities", issued in March 2005, applicable accounting standards and the Companies Act 2006.

The directors consider that the consolidated statement of financial activities presented contains all the information of income and expenditure required by the Companies Act and is more appropriate to the activities of the company than the formats for profit and loss as laid down in the Companies Act 2006.

b) Basis of consolidation

The group accounts consolidate the accounts of the WDSCS and its subsidiary undertakings on a line by line basis. The accounts are made up to 30 September 2009.

In accordance with the Companies Act 2006 WDSCS is exempt from the requirement to present its own statement of financial activities. Net movement in funds for the year ended 30 September 2009 for the charity was a surplus of £ 130,148.

The amount of the result for the financial period dealt with in the financial statement of subsidiaries is disclosed in note 15 to these accounts.

c) Investments

Investments in listed securities are stated in the balance sheet at their market value as at the balance sheet date. All movements in value arising from investment changes or revaluation are recognised in the consolidated statement of financial activities. Realised gains or losses on investments are calculated as the difference between the disposal proceeds and the balance sheet value. Unrealised gains or losses are derived from the movement on market values during the year.

Investment income is the amount receivable for the year.

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Notes to the financial statements
Year ended 30 September 2009 (continued)**

2 Accounting policies (continued)

d) Income

Donations, except in relation to legacies, are accounted for at the time of receipt at head office. Legacies are included when the Society becomes entitled to the funds and the sum receivable can be reliably quantified. Where they rely on the sale of property or investments, and thus do not have a certain valuation, an estimate of their value is disclosed in the notes to the financial statements.

Subscription and appeal income is allocated to the accounting period to which it relates. Other income is included in the financial statements when receivable.

Gifts in kind are recognised within donations in the year that they are received at a market value provided by the donor.

e) Fixed assets and depreciation

Depreciation is provided to write off the cost of tangible fixed assets over their estimated useful economic lives and as follows:

Tenants improvements	- period of lease
Fixtures, fittings & equipment	- 20% straight line per annum
Computer equipment	- 25% straight line per annum

f) Expenditure

All expenditure is accounted for on an accruals basis.

Expenditure categories include support costs (wages and salaries, rent, rates, depreciation and sundry other), which are allocated based on staff numbers, head count or asset value as appropriate.

g) Charitable expenditure

Certain expenditure is directly attributable to charitable activities and has been included in this cost category. Where costs cannot be directly attributed to specific activities, they have been allocated to activities on a basis consistent with the use of the resources.

h) Grant making

WDCS invites applications for funding of cetacean research projects, using benign research techniques.

Applications are submitted in a specific format and reviewed by the WDCS panel of staff and consultants. Projects are monitored on a regular basis and a final report is submitted for each project. The liability for the grant is recognised at the point that the contract is signed and authorised by the Chief Executive. Grants awarded during the year did not exceed 5% of total resources expended.

i) Donations

WDCS donates funds to WDCS Australia to enable them to further their campaigns and conservation projects in their region. WDCS Australia is able to spend these funds at their own discretion and is free of any conditions from WDCS.

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Notes to the financial statements
Year ended 30 September 2009 (continued)**

2 Accounting policies (continued)

j) Taxation

The society was registered as a charity in August 1992. Under s505 ICTA 1988 the charity is not subject to taxation on its charitable activities.

The profits of the non-charitable UK subsidiary are normally gift aided to the parent company, any surplus remaining is subject to a taxation charge. The charge for taxation is based on the result for the year. Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not covered by the balance sheet date, except as otherwise required by FRS 19.

k) Leases

All leases entered into are operating leases. The rental charges are charged to the statement of financial activities on a straight line basis over the life of the lease.

l) Pensions

The group contributes to individual pension schemes. The amount charged against income represents the contributions payable to the schemes in respect of the accounting period.

m) Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the statement of financial activities.

n) Fund accounting

The charity has various types of funds for which it is responsible, and which require separate disclosure. These are as follows:

Restricted income funds

Donations or legacies which are earmarked by the donor for specific purposes. Such purposes are within the overall aims of the organisation. From these funds, the donation and income deriving therefrom may be utilised in accordance with the specific purposes.

General funds

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Notes to the financial statements
Year ended 30 September 2009 (continued)**

3 Cash flow statement - Charity

	2009 £	2008 £
Net incoming resources	129,604	43,612
Depreciation	57,264	67,109
Unrealised loss/(gain) on investments	544	(1,681)
Gain on disposal of assets	(2)	-
Decrease/(increase) in debtors	7,285	(49,653)
Increase/(decrease) in creditors	50,915	(103,625)
Net cash inflow/(outflow) from operating activities	245,610	(44,238)
Capital expenditure and financial investments		
Payments to acquire tangible fixed assets	(1,804)	(47,195)
Net cash inflow/(outflow) before management of liquid resources and financing	243,806	(91,433)
New hire purchase and finance lease	-	44,313
Capital elements of lease payment	(49,499)	(49,499)
Increase/(decrease) in cash in the year	194,307	(96,619)
Reconciliation of net cash flow to movement in net funds		
Net cash increase/(decrease) in year	194,307	(96,619)
Net funds at start of year	153,642	250,261
Net funds at end of year	347,949	153,642
Cash at bank and in hand	347,949	153,642

4 Donations and similar income

	2009 £	2008 £
Individuals	1,533,381	1,404,566
Trusts	127,574	117,321
Adopt a dolphin donations	644,648	805,189
Adopt a whale donations	50,491	30,669
	2,356,094	2,357,745

5 Legacies

Thirteen legacies were received totalling £229,630 (2008 £219,270 in respect of twenty legacies)

6 Merchandise, raffle and magazine income

	2009 £	2008 £
Merchandising income	77,950	73,638
Raffle income	60,732	83,800
Magazine income	-	24
	138,682	157,462

Notes to the financial statements
Year ended 30 September 2009 (continued)

The company, which is a registered charity, is not liable to taxation on the net income from its primary activity

	Staff costs (note 11) £	Other direct costs £	Total 2009 £	Total 2008 £
Costs of generating funds				
Fund raising costs	269,842	542,867	812,709	848,936
Merchandise, raffle and magazine costs				
Cost of merchandise	-	35,902	35,902	31,307
Raffle costs	-	50,259	50,259	67,462
Administration costs	62,736	35,760	98,496	141,538
	<u>332,578</u>	<u>664,788</u>	<u>997,366</u>	<u>1,089,243</u>
Charitable activities				
Conservation, campaigns and donations	833,932	1,554,354	2,388,286	2,442,871
Information and education	-	187,222	187,222	183,619
Out of the blue costs	-	3,373	3,373	216,090
Membership	-	4,010	4,010	18,309
Adoption programmes	-	380,143	380,143	378,141
(Recoverable)/Unrecoverable VAT	-	(58,391)	(58,391)	(55,052)
	<u>833,932</u>	<u>2,070,711</u>	<u>2,904,643</u>	<u>3,183,978</u>
Governance costs	-	13,287	13,287	15,686
	<u>1,166,510</u>	<u>2,748,786</u>	<u>3,915,296</u>	<u>4,288,907</u>

	2009	2008
	£	£
Audit fee - group	13,000	13,000
Operating lease rentals – land and buildings	84,951	85,730
- plant and equipment	24,327	45,524
Depreciation	59,864	69,873

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Notes to the financial statements
Year ended 30 September 2009 (continued)**

10 Trustee remuneration

The trustees neither received nor waived any emoluments in either year. The number of trustees to whom reimbursements were made for out of pocket expense and the amounts of were as follows

	2009 Number	2008 Number	2009 £	2008 £
Travel	-	-	-	-

11 Staff costs

	2009 £	2008 £
Wages and salaries	1,031,016	1,065,703
Social security costs	95,704	98,098
Other pension costs (note 13)	39,790	34,581
	1,166,510	1,198,382

There was one employee (2008: one) whose emoluments for the year were within the £50,000 to £60,000 banding range

12 Number of staff

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

	2009 No	2008 No
Charitable activities	18	18
Cost of generating funds	13	14
Management and administration of the charity	11	12
	42	44

13 Pension costs

The group contributes to a stakeholder pension scheme and other personal pension schemes. The charge for the year represents contributions payable by the group to such schemes and amounted to £39,790 (2008: £34,581)

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Notes to the financial statements
Year ended 30 September 2009 (continued)**

14 Tangible fixed assets

Group	Tenants improvements £	Fixtures, fittings & equipment £	Computer equipment £	Total £
Cost				
At beginning of year	40,000	125,894	294,529	460,423
Additions	-	-	4,509	4,509
Disposals	-	(514)	-	(514)
At 30 September 2009	40,000	125,380	299,038	464,418
Depreciation				
At beginning of year	12,000	106,887	192,141	311,028
Charge for the year	4,000	6,854	49,010	59,864
Eliminated on disposal	-	(181)	-	(181)
At 30 September 2009	16,000	113,560	241,151	370,711
Net book value				
At 30 September 2009	24,000	11,820	57,887	93,707
At 30 September 2008	28,000	19,007	102,388	149,395

Charity	Tenants improvements £	Fixtures, fittings & equipment £	Computer equipment £	Total £
Cost				
At beginning of year	40,000	109,871	283,783	433,654
Additions	-	-	1,804	1,804
Disposals	-	-	-	-
At 30 September 2009	40,000	109,871	285,587	435,458
Depreciation				
At beginning of year	12,000	96,330	181,093	289,423
Charge for the year	4,000	6,556	46,708	57,264
Eliminated on disposal	-	-	-	-
At 30 September 2009	16,000	102,886	227,801	346,687
Net book value				
At 30 September 2009	24,000	6,985	57,786	88,771
At 30 September 2008	28,000	13,541	102,690	144,231

Included within the net book value of £93,707 (Charity £88,772) is £57,737 (Charity £57,737) relating to assets under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £ 46,758 (Charity £46,758).

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Notes to the financial statements
Year ended 30 September 2009 (continued)**

15 Fixed asset investments

	Group and Charity Fixed interest securities	Charity's shares in subsidiaries	Charity Total
	£	£	£
Cost/valuation			
At beginning of year	46,341	-	46,341
Unrealised loss	(544)	-	(544)
At end of year	<u>45,797</u>	<u>-</u>	<u>45,797</u>

Name of subsidiary	Country of registration	
WDCS (Trading) Limited	England	(100% owned by WDCS)
WDCS Germany gGmbH	Germany	(100% owned by WDCS)
WDCS (North America) Inc	USA	(Under the control of WDCS)

The profit and loss accounts and balances sheets of the subsidiaries are summarised below

Profit and loss accounts

	WDCS (Trading) £	WDCS gGmbH £	WDCS (NA) Inc £
Merchandising income	73,053	3,780	103
Raffle income	60,732	-	-
Out of the Blue income	7,688	-	-
Adopt a Dolphin income	-	196,177	-
Donations	-	445,642	261,843
Royalty and other similar income	26,904	-	520
Investment income	-	-	370
Total income	<u>168,377</u>	<u>645,599</u>	<u>262,836</u>
Merchandising	35,902	-	-
Raffle expenditure	50,259	-	-
Out of the Blue expenditure	3,373	-	-
Whale and Dolphin magazine	-	-	-
Adopt a Dolphin expenditure	-	-	-
Administration expenses	99,761	-	-
Fundraising costs	-	59,868	47,316
Charitable expenses	-	604,038	219,503
Total expenses	<u>189,295</u>	<u>663,906</u>	<u>266,819</u>
(Deficit)/ surplus	<u>(20,918)</u>	<u>(18,307)</u>	<u>(3,983)</u>

Whale and Dolphin Conservation Society
(Limited by guarantee)

Notes to the financial statements
Year ended 30 September 2009 (continued)

15 Fixed asset investments (continued)

Balance sheets

	WDCS (Trading) £	WDCS gGmbH £	WDCS (NA) £
Fixed assets	-	2,936	2,000
Current assets	42,255	163,835	33,379
Creditors amounts falling due within one year	(267,514)	(200,140)	(80,774)
Net current liabilities	(225,259)	(36,305)	(47,395)
Total assets less net liabilities	(225,259)	(33,369)	(45,395)
Creditors amounts falling due after more than one year	(50,000)	-	-
Net (liabilities)	(275,259)	(33,369)	(45,395)

16 Stock	Group 2009 £	Group 2008 £	Charity 2009 £	Charity 2008 £
Goods for resale	39,285	32,398	-	-

17 Debtors	Group 2009 £	Group 2008 £	Charity 2009 £	Charity 2008 £
Amounts falling due within one year				
Trade debtors	6,004	1,298	-	-
VAT	9,051	2,324	9,051	8,730
Amounts owed by subsidiary undertakings	-	-	303,621	268,961
Less provisions against amounts owed	-	-	(279,798)	(232,938)
Prepayments and other accrued income	176,687	186,856	169,466	164,872
	191,742	190,478	202,340	209,625
Amounts falling due after more than one year				
Loans to subsidiary undertaking	-	-	50,000	61,500
Less provisions against loans	-	-	(50,000)	(61,500)
Total	191,742	190,478	202,340	209,625

The loans to subsidiary undertakings are repayable on demand. However, WDCS have indicated that they will not seek repayment during the next year. The loans receive interest at 2% above the base rate of the Bank of England. There is no security on these loans.

Whale and Dolphin Conservation Society
(Limited by guarantee)

Notes to the financial statements
Year ended 30 September 2009 (continued)

18 Creditors

	Group 2009 £	Group 2008 £	Charity 2009 £	Charity 2008 £
Trade creditors	114,295	65,192	79,166	33,700
Social security	31,177	35,067	25,078	25,515
VAT	2,820	-	-	-
Accruals and deferred income	413,956	315,573	215,407	209,522
Hire purchase	49,499	49,499	49,499	49,499
	<u>611,747</u>	<u>465,331</u>	<u>369,150</u>	<u>318,236</u>

19 Creditors amounts falling due after more than one year

	Group 2009 £	Group 2008 £	Charity 2009 £	Charity 2008 £
Hire purchase (repayable between 2 and five years)	<u>33,488</u>	<u>82,988</u>	<u>33,488</u>	<u>82,988</u>

The hire purchase creditors above and disclosed in note 19 are secured on the assets to which they relate

20 Financial commitments

Group	2009 Other £	2009 Land & Buildings £	2008 Other £	2008 Land & Buildings £
Expiry date				
Within 1 year	5,730			
Within 2 to 5 years	<u>4,250</u>	<u>87,313</u>	<u>8,951</u>	<u>85,730</u>

Whale and Dolphin Conservation Society
(Limited by guarantee)

Notes to the financial statements
Year ended 30 September 2009 (continued)

21 Statement of funds

	Balance at 1 October 2008 £	Income £	Expenditure £	Balance at 30 September 2009 £
Group				
Unrestricted funds	<u>94,787</u>	<u>3,835,782</u>	<u>(3,734,215)</u>	<u>196,354</u>
Restricted funds				
Faroe campaign	22,230	-	(4,000)	18,230
Right whale appeal	2,000	-	(2,000)	-
BBC Wildlife Trust	5,000	32,395	(20,628)	16,767
Dolphin Sanctuary	0	23,702	(23,702)	-
Trusts	<u>18,280</u>	<u>139,113</u>	<u>(130,751)</u>	<u>26,642</u>
Total restricted fund	<u>47,510</u>	<u>195,210</u>	<u>(181,081)</u>	<u>61,639</u>
Total funds	<u>142,297</u>	<u>4,030,992</u>	<u>(3,915,296)</u>	<u>257,993</u>

	Balance at 1 October 2008 £	Income £	Expenditure £	Balance at 30 September 2009 £
Charity				
Unrestricted funds	<u>120,385</u>	<u>1,790,204</u>	<u>(1,682,147)</u>	<u>228,442</u>
Restricted funds				
Faroe campaign	22,230	-	(4,000)	18,230
Right whale appeal	2,000	-	(2,000)	-
BBC Wildlife Fund	5,000	32,395	(20,628)	16,767
Dolphin Sanctuary	0	23,702	(23,702)	-
Trusts	<u>3,000</u>	<u>92,615</u>	<u>(76,835)</u>	<u>18,780</u>
Total restricted funds	<u>32,230</u>	<u>148,712</u>	<u>(127,165)</u>	<u>53,777</u>
Total funds	<u>152,615</u>	<u>1,938,916</u>	<u>(1,809,312)</u>	<u>282,219</u>

Restricted funds are funds which have been given for particular purposes and projects. The Faroe campaign supports WDCS's anti-whaling work. The Right whale appeal supports our work in the protection of right whales, mainly through the work of our US office. The BBC Wildlife Fund monies are for quarterly wildlife surveys in the UK. The Dolphin Sanctuary are funds raised to explore the setting up of a retirement/rehabilitation sanctuary for dolphins currently living in captivity. Restricted Trusts funds are where individual donors have specifically requested how their donations may be spent.

**Whale and Dolphin Conservation Society
(Limited by guarantee)**

**Notes to the financial statements
Year ended 30 September 2009 (continued)**

22 Analysis of net assets between funds

Group	Restricted funds £	General funds £	Total £
Fund balances at 30 September 2009 are represented by			
Tangible fixed assets	-	93,707	93,707
Investments	-	45,797	45,797
Current assets	61,639	702,085	763,724
Current liabilities	-	(611,747)	(611,747)
Amounts due after one year	-	(33,488)	(33,488)
Total net assets	61,639	196,354	257,993

23 Net cash inflow from operating activities

	2009 £	2008 £
Net incoming resources	115,696	55,258
Depreciation	59,864	69,873
Unrealised loss/(gain) on investments	544	(1,681)
Loss on sale of assets	332	
(Increase) in stocks	(6,887)	(7,427)
(Increase) in debtors	(1,264)	(4,001)
Increase/(decrease) in creditors	146,416	(110,779)
Net cash inflow from operating activities	314,701	1,243

24 Related parties

During the year, WDCS supported an Australian based connected charity. There is a licensing agreement between the two charities which allows WDCS Australia to use the WDCS logo and brand. During the year, WDCS donated funds to WDCS Australia which amounting to £79,076 (2008 £219,300) to support their campaigns and conservation projects.