



Fourteenth Report
Of the
Manx Lottery Trust
Isle of Man Charity Number: 1021

Annual Report and Financial Statements
For the year ended
31st March 2022

Contents	Page
Trustees and Officers	3
Trustees' Report	4
Dormant Assets Fund IOM	12
Statement of Financial Activities	17
Statement of Assets and Liabilities	18
Notes to Financial Statements	19
Statement of Trustees' Responsibilities	23
Independent Auditor's Report	24

Trustees and Officers

Trustees

- Mrs S Kelly - appointed 18th March 2016
(Reappointed 21st May 2020)
- Mr G R Peake - appointed 20th January 2017
(Reappointed 18th November 2021)
- Ms N Plumley - appointed 23rd June 2017
- Mrs H Summerscales - appointed 23rd November 2018
- Mrs S Pearce - appointed 23rd November 2018
- Mr S J Turner - appointed 8th January 2021
- Mrs S Maltby MHK - appointed 18th November 2021

Chief Operations Officer

- Mr T Butler ACIB - appointed 1st October 2010

Administrative Assistant

- Mrs B J Craine - appointed 1st February 2009



The Stamp Room, 2nd Floor
Bourne Concourse
Ramsey
IM8 1JJ

(Isle of Man Registered Charity Number 1021)

FOURTEENTH REPORT

The Trustees present their annual report and financial statements of the charity for the year ended 31st March 2022.

During this accounting year:

- no Trustee has been employed by the charity
- there have been no amendments to the charity's name or its governing instrument

Structure, governance, and management

The Manx Lottery Trust is an Isle of Man registered charity, number 1021, and is an independent charitable trust constituted under a trust deed dated 21st May 2008.

The objects of the Trust are:

- a) the relief of poverty
- b) the relief of elderly persons
- c) the relief of ill or disabled persons
- d) the advancement of education and
- e) any other purpose beneficial to the community.

The Trust carries out these objects by providing grants to appropriate institutions and individuals. The benefit of any grant must be for a person or persons ordinarily resident in the Isle of Man.

There are seven Trustees, six of whom are appointed by the Trust with Treasury concurrence. The seventh Trustee is a Member of Tynwald appointed by the Treasury Minister to serve on the Trust. The Trustees do not represent specific areas but are generally appointed in such a way as to provide a geographical spread of knowledge of needs and provision throughout the Island.

Upon appointment Trustees are provided with written information outlining the six main Trustee duties, a copy of the Trust Deed with operational rules, and the latest Annual Report and Financial Statements. Additionally, Trustees have access to online training which includes gaining a better understanding of key legal duties and areas of potential liability. Each Trustee signs a Declaration of Willingness and Acceptance and completes a Conflict-of-Interest form which is updated annually.

To ensure Trustees are kept abreast of developments regarding the legal and other obligations of Manx Lottery Trust as a Registered Charity, and resultant obligations of the Trustees, relevant information is loaded to a dedicated Trustee area of the Trust's website which can be accessed by Trustees at any time.

At Trustee meetings, held every six to eight weeks, the Trustees agree the areas of activity for the Trust, including consideration of grant making, grant policy, balances available for distribution, the National Lottery Community Fund reporting requirements, risk management policies and performance.

The day-to-day administration of grants and the processing and handling of applications prior to consideration by the Trustees is delegated to the Chief Operations Officer and the Administrative Assistant. Remuneration levels for Officers are regularly reviewed by an HR Committee and are comparable to similar roles in the marketplace.

All Trustees give of their time freely and no Trustee remuneration was paid in the year. Trustees are required to disclose all relevant interests and register them with the Secretary and in accordance with the Trust's policy, withdraw from decisions where a conflict of interest arises.

The Trustees have adopted the following order of retirement for the present Trustees:

Mrs S Kelly	Appointed 18 th March 2016	Retirement 20 th May 2024
Mr G R Peake	Appointed 20 th January 2017	Retirement 20 th May 2026
Ms N Plumley	Appointed 23 rd June 2017	Retirement 20 th May 2022
Mrs H Summerscales	Appointed 23 rd November 2018	Retirement 20 th May 2023
Mrs S Pearce	Appointed 23 rd November 2018	Retirement 20 th May 2023
Mr S J Turner	Appointed 8 th January 2021	Retirement 20 th May 2025
Mrs S Maltby	Appointed 18 th November 2021	Retirement 20 th May 2026

NB: Mrs S Maltby MHK, Ms N Plumley, Mrs H Summerscales and Mrs S Pearce are eligible to serve further 5-year terms.

Risk management

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established systems and procedures to manage those risks. A Risk Register is maintained and reviewed on a regular basis.

Income and expenditure

The Isle of Man Budget 2021/22 made provision for the Manx Lottery Trust to receive the first **£150,000** of Lottery Duty, the same amount as the previous year.

The Dormant Assets (Distribution Organisation Appointment) Order 2020 (Part 2.4) appointed Manx Lottery Trust as the distribution organisation for the Dormant Assets Fund. The sum of **£657,044** was made available by Treasury Isle of Man for distribution through the Dormant Assets Fund IOM grant programme.

In accordance with the External Delegated Agreement (EDA) between Big Lottery Fund and the Manx Lottery Trust, a grant of **£600,000 from The National Lottery Community Fund (TNLCF)** was available for distribution on the Island.

During the year a total of **£2,247,980** was available for distribution, made up from the following: Brought forward cash £820,990, Government grants £807,044 TNLCF £600,000, returned grants £19,813 and bank interest £134.

Income and expenditure (continued)

During the year the Trustees made **grant payments totalling £1,237,099** to **70 organisations** as listed in the notes of the attached financial statements, together with **£71,674 of non-grant payments** by way of administration, public relations, and website costs.

At the **year-end** the available **cash balance** stood at **£939,207**. From this figure the sum of **£534,044 was already committed by the Trustees** for payment to organisations upon completion of formalities. Of this figure, **£336,891** related to grant offers and commitments made under the **Community Awards Programme** as Delegated Partner of The National Lottery Community Fund, **£107,153** related to grant commitments made under the **Dormant Assets Fund IOM programme**, and the remaining **£90,000** related to grant commitments made from Treasury funding.

The **balance available for distribution** at the year-end, and **carried forward** to the 2022/23 financial year, was **£405,214**.

Grant awards

The Trustees held seven formal meetings during the year to consider applications for assistance under the following programmes:

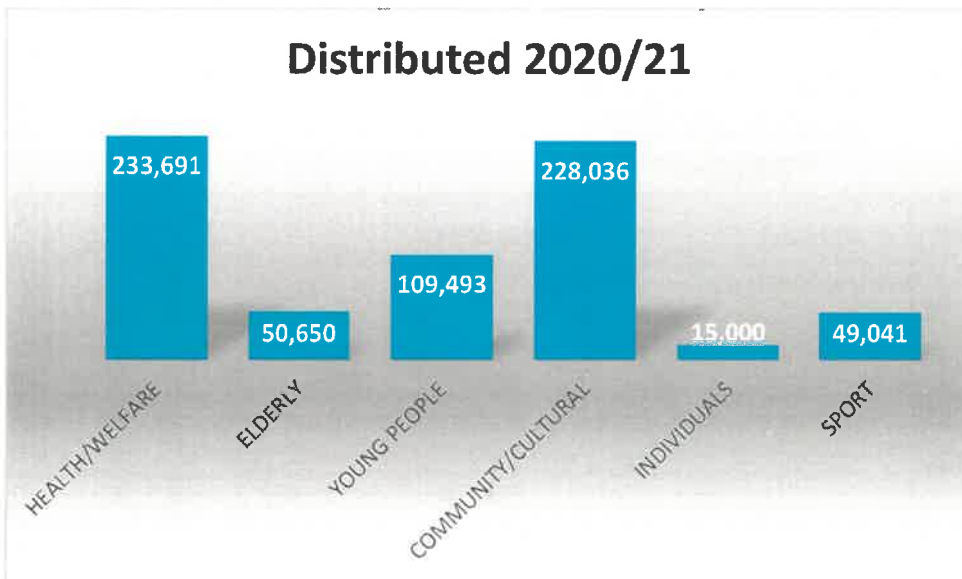
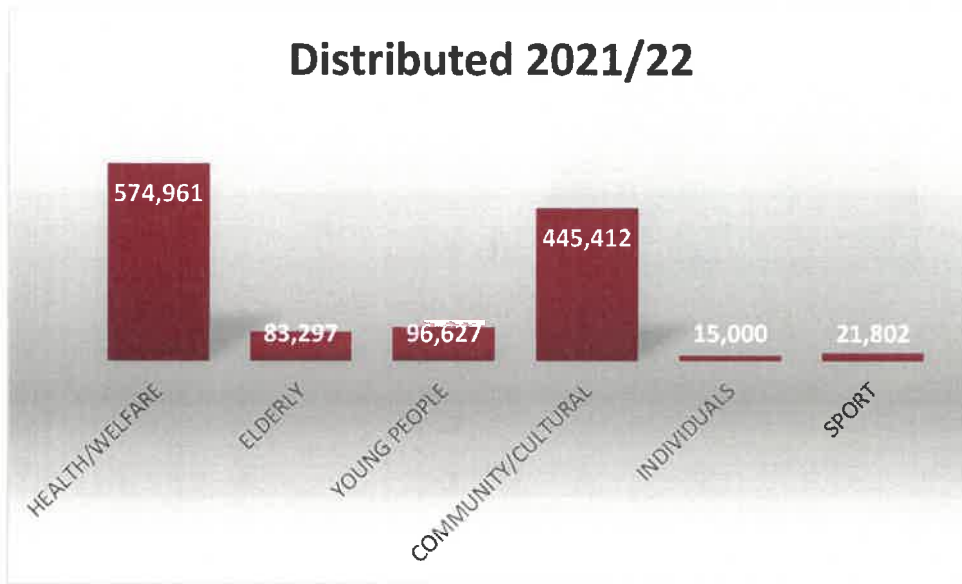
- 1. Smaller Grants** (£300 to £2,500)
- 2. Community Awards** (£2,501 to £50,000) as delegated partner of the National Lottery Community Fund.
- 3. Dormant Assets Fund IOM** (up to £50,000)

The Trustees continue to endeavour to exercise their powers in a fair and helpful way with the aim of supporting as many deserving causes throughout the Island as possible.

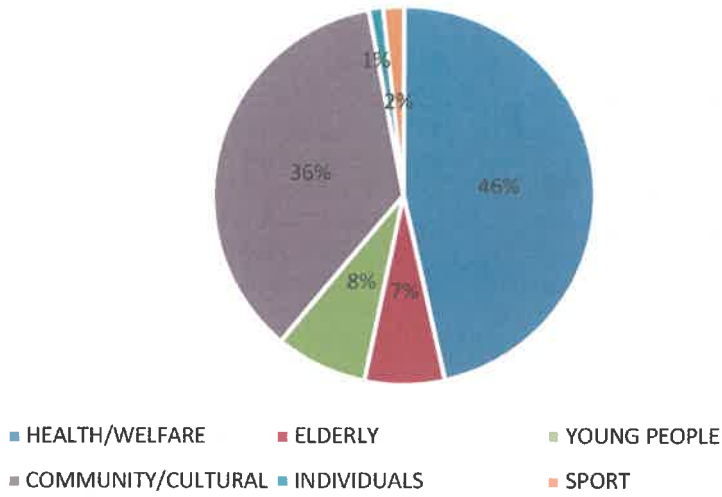
Applications are carefully assessed with the aim of providing consistency in the consideration of all grant applications. Guidance notes and application forms for current programmes are available to download from the Trust's website.

A list of the recipients of **grants paid** during the year ended 31st March 2022, totalling **£1,237,099**, forms Note 3 attached to the financial statements. Of this figure, **£648,674** was paid from designated National Lottery Funds under the **Community Awards Programme** and **£456,084** was paid under the **Dormant Assets IOM Programme**. The remainder was paid from Treasury funding.

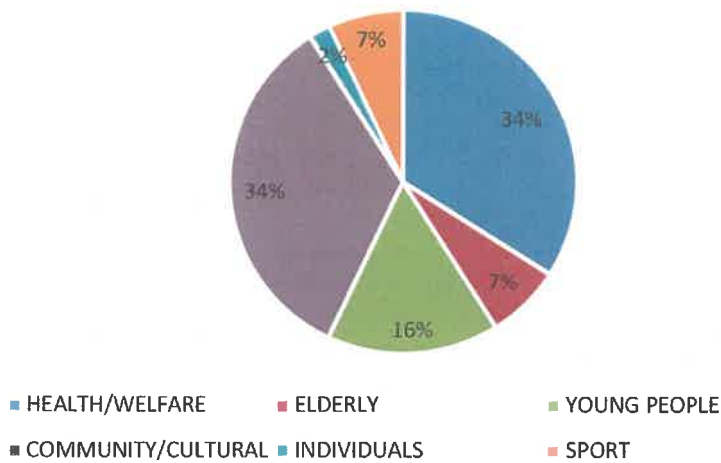
The distribution split of grants paid is shown in the following charts which demonstrate the types of assistance provided by the Manx Lottery Trust over the past two years to diverse charitable causes in the Island.



Percentage Distribution 2021/22



Percentage Distribution 2020/21



NB: The category Health/Welfare includes disability, and the Elderly category includes Coal Funds & Endowments.



The above chart compares the funding awarded to each category over the last two years.

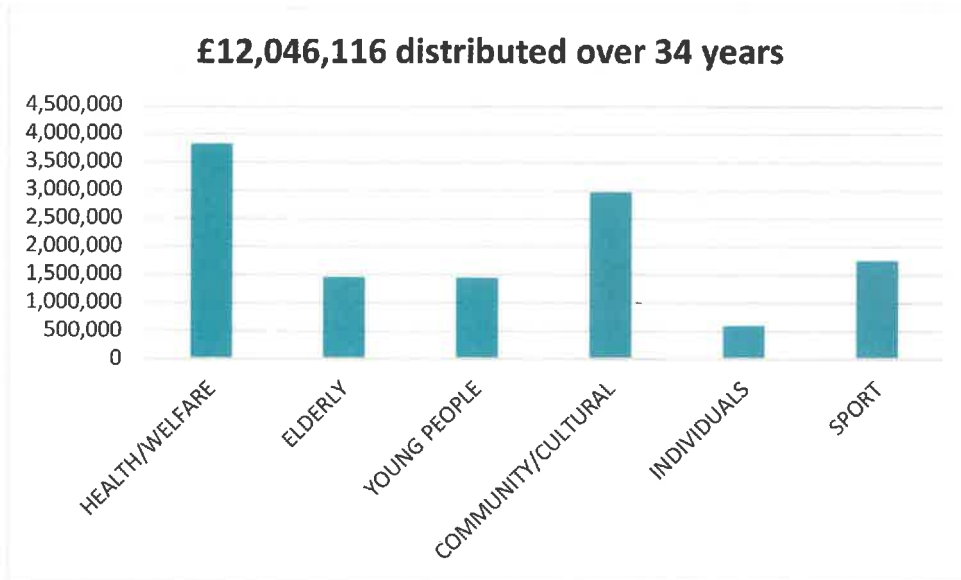
Elderly

The amounts awarded to Coal Funds and Endowment Committees, included in the Elderly category, were calculated at £70 per household during 2021/22, the same level as the previous year.

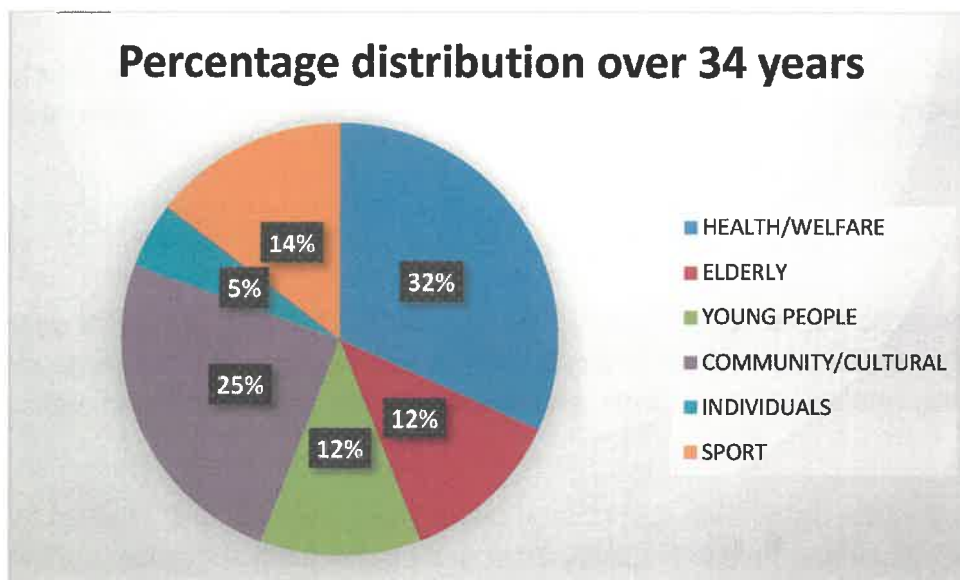
Individuals

The current programmes do not allow the Trust to fund individuals. However, during the year a grant of £15k was awarded to Housing Matters to allow them to offer help in emergency situations to individuals who are existing clients, and in line with the agreed set parameters.

The following charts give the distribution split of total grants made over the last 34 years by both the Public Lottery Trust and the Manx Lottery Trust and evidence the endeavours of the Trustees to support, with fair balance, a wide range of deserving causes throughout the Island.



NB: The category Health/Welfare includes disability, and the Elderly category includes Coal Funds & Endowments.



Beneficiary Logo:

Recipients of grants under the Community Awards Programme must use the beneficiary logo below to acknowledge and celebrate the award of National Lottery funding from us. A booklet entitled Manx Lottery Trust "Acknowledging Funding" is provided.



Our website www.mlt.org.im provides information about the Trust. All current programme applications and guidance notes are available to download. The latest news is given in headlines for regular visitors to the site.

Manx Budget 2022/23

The allocation to good causes resulting from Lottery Duty was published in the Manx Budget 2022/23.

Grants payable 2022-23

Organisation	National Lottery £	Treasury/Other £	Lottery Duty £	Total 2022/23 £
Manx Lottery Trust	600,000	-----	150,000	750,000
Sports Council	-----	21,000	480,000	501,000
Arts Council	-----	99,000	440,000	539,000
Culture Vannin	-----	100,000	330,000	430,000

Dormant Assets Fund IOM

Background

Under section 25(3) of the Dormant Assets Act 2019 (the "Act"), the Treasury must appoint, by an order approved by Tynwald, a distribution organisation to manage distributions from the Dormant Assets Fund (the "Fund") for charitable purposes in the Island.

The Treasury Order is the **Dormant Assets (Distribution Organisation Appointment) Order 2020**.

Part 2: 4 Distribution Organisation Appointment

*For the purposes referred to in section 25(3) of the Act, **Manx Lottery Trust** is appointed as the distribution organisation for the Fund on the terms set out in Part 3.*

Information

The Dormant Assets Fund IOM was launched on 20th April 2021 and was drawn up with the effects of Covid-19 and the difficulties faced by organisations at the fore.

The aim of the Fund is to support voluntary and community bodies in becoming more resilient and prepared for the future, through increased capacity and sustainability.

Funding up to **£50,000** is available for between one and three years for projects that meet at least one of the following outcomes:

- Organisations will be more confident about their ability to adapt to future changes
- Organisations will be more financially resilient
- Organisations will have increased skills capacity
- Strategic planning in the sector will improve
- There will be more collaboration within and across sectors

Guidance notes and application forms are available on the website: www.mlt.org.im

Initially, the Trustees intended to consider applications for the Fund at each of their scheduled meetings throughout the year. After good press and media coverage and following receipt of the first tranche of funding on 4th June 2021, applications were first considered at the meeting held 11th June 2021. Such was the initial demand that it became clear that a different approach was needed to manage the Fund effectively, and a decision was made to only consider applications at one further meeting during the financial year 2021/22 (November 2021). This was deemed to be fairer in that all applications would then be assessed on merit at the same time.

Activity during year (Dormant Assets Fund IOM)

27 Applications

£998,181 requested

19 grants awarded

£563,236 awarded

Grants paid **£456,084**

£107,152 commitments carried forward

86% of available funds awarded

56% of £'s requested awarded

£61,010 carried forward to 2022/23 (includes bank interest £54)

Charities/organisations in receipt of Dormant Assets Fund IOM grant funding:

ORGANISATION	DESCRIPTION	£
CROSSROADS CARE Charity Number 383	Staff training on positive behaviour, mobile phones, and computers for sustainability	32,207
CRUSE BEREAVEMENT CARE IOM. Charity Number 971	CRM system, digital coordinator	13,095
HBOT IOM LTD Charity Number 1274	For coordinator salary for 12 months and training costs (part payment 6 months)	17,653
HEROES ON THE WATER Charity Number 1248	Equipment for outings kayaking and fishing to support people with PTSD	19,946
HOSPICE IOM Charity Number 317	To support end of life care: nurse consultant hours	19,040
HOUSING MATTERS IOM Charity Number 1007	For an additional member of staff (successor) for smooth transition	35,000
IOM YACHT CLUB Community Organisation	Refurbishment and creation of new changing facilities with disabled access	35,000

**Charities/organisations in receipt of Dormant Assets Fund IOM grant funding
(continued)**

ISLE OF PLAY Charity Number 1245	Staff costs for 1.5 staff; training	50,000
JURBY AND NORTHERN COMMUNITY INITIATIVES Charity Number 874	For Centre coordinator salary; sustainability	27,000
MANX CARRIAGE DRIVING 4 DISABLED Charity Number 1318	Pony livery, veterinary fees, rugs, bedding, tack, harness and grooming, therapy, and massages	8,300
MANX WILDLIFE TRUST Charity Number 225	For IT equipment, server, and backup	20,000
QUEENS PIER RESTORATION TRUST Charity Number 1210	Restoration of one bay of Ramsey Queen's Pier	50,000
ROB VINE FUND Charity Number 954	Volunteer training for emergency medical support	4,403
RUSHEN HERITAGE TRUST Charity Number 1166	Heritage Coordinator employment costs & exhibition costs for one years	25,000
THE CHILDREN'S CENTRE Charity Number 921	Business development manager, network support, partnership projects	50,000
VICTIM SUPPORT IOM Charity Number 963	Volunteer Coordinator employment costs & training budget for 2 years	<u>49,440</u>
TOTAL		456,084

Grant Commitments carried forward to 2022/2023 (Dormant Assets Fund IOM)

ORGANISATION	PURPOSE	£
GROUDLE GLEN RAILWAY LTD Charity Number 1117	Mini digger for maintenance	25,000
HBOT IOM LTD Charity Number 1274	For coordinator salary for 12 months and training costs (part payment 6 months)	17,652
LIVE AT HOME Charity Number 874	For salary for income, communication, and development officer	28,500
ST CHRISTOPHER'S IOM Charity Number 927	Staff training on inclusion issues, EDI manager salary	<u>36,000</u>
TOTAL		107,152

Costs

*Under **Part 4:9** Manx Lottery Trust may recover its reasonable costs incurred in the performance of its functions under the Act.*

With total Manx Lottery Trust non-grant payments equating to 5% of Income during the year, the Trustees agreed that it would be reasonable to charge 5% of the annual Dormant Assets Funds made available for distribution. In 2021/22 £657,044 was made available and the charge made was **£32,852.20**.

Income and Expenditure (Dormant Assets Fund IOM)

During the year a total of **£657,098** was available for distribution, made up as follows: £657,044 from Treasury Isle of Man in respect of Dormant Assets Funds, and bank interest £54.

The Trustees made grant payments totalling **£456,084** to **16 organisations**, as listed above, together with a **charge for distribution of £32,852**.

At the **year-end** the available **cash balance** was **£168,162**. From this figure the sum of **£107,152 was already committed by the Trustees** for payment to **4 organisations** upon completion of formalities.

The balance **carried forward** to the 2022/23 financial year was **£61,010**.

Chairman's summary

The last 2 years have been very difficult for all, but this period has given many organisations the chance to reflect on their core activities and assess how they could do things differently going forward, and future proof themselves against whatever the world may throw at us next.

Manx Lottery Trust saw our activity levels rise to pre-pandemic levels and beyond, with Grant Payments made of £1,237,099 from 1st April 2021 to 31st March 2022 - the first time we have distributed more than a million pounds in one year since we started. This was made possible due to us beginning to distribute grants from the Dormant Asset Fund. After an initial "rush" for funding in June, the Trustees agreed they would only consider applications for this fund at two meetings during the financial year. From the initial tranche of funding of £657,044, the total sum of £563,236 was awarded at the June and November meetings. This approach worked well and will continue.

Whilst I do thank both The National Lottery Community Fund and Isle of Man Treasury for providing grant funding to us - the most important people behind that funding are the National Lottery Players who buy their tickets each week - so a huge thank you to them for their contribution to making a difference here on our Island.

Our Thematic Funding theme for the year was "Bridging the Digital Divide" - highlighted as a need during the pandemic. We were, as always, faced with difficult decisions and, eventually, two projects, one from IOM Live at Home Scheme and the other from The Children's Centre IOM, were chosen, meaning that our funding covered a wide range of ages too.

I must thank my fellow Trustees for all their hard work during the last year - I know that sometimes it has been difficult for us all to put Manx Lottery Trust first in our busy lives, but I am confident that we continue to make the best decisions for our funds and for our Island.

Thank you, as always, to Trevor and Breda who continue to go above and beyond their part-time roles to ensure that everything runs so smoothly.

Finally, I would like to thank PricewaterhouseCoopers LLC, Sixty Circular Road, Douglas, for their continued generous support in acting as Independent Auditor to the Trust. Their help and guidance are, as always, very much appreciated.

Signed 

19th August 2022

Mrs Sarah Kelly, Chairman

Manx Lottery Trust

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2021-2022		2020-2021	
		£	£	£	£
Government grants	1&2	807,044		212,500	
From TNLCF	1&2	600,000		600,000	
Interest		134		135	
Grants returned: MLT		4,776		7,122	
TNLCF		15,037		3,000	
		-----		-----	
		1,426,991		822,757	
Less:					
Grant expenditure: MLT	3	132,341		150,940	
DAF	3	456,084		-	
TNLCF	3	648,674		534,971	
Movement in committed grants	1	101,574		(265,107)	
Non grant expenditure	4	71,674		66,015	
			(1,410,347)		(486,819)
			-----		-----
Net movement in funds			16,644		335,938
			=====		=====
Fund account brought forward			388,570		52,632
			-----		-----
Balance available for distribution	6		405,214		388,570
			=====		=====

The notes on pages 19 to 22 form part of these financial statements.

Manx Lottery Trust

STATEMENT OF ASSETS AND LIABILITIES AT 31 MARCH 2022

		2021-2022	2020-2021
Assets:			
Cash at bank	5	939,207	820,990
Petty cash		50	50
		-----	-----
Total assets		939,257	821,040
Liabilities:			
Committed and earmarked grants due within 1 Year	1		
MLT		(90,000)	(81,000)
DAF		(107,152)	-
TNLCF		(132,635)	(226,470)
		-----	-----
Net current assets		609,470	513,570
Committed and earmarked grants due after 1 year			
TNLCF		(204,256)	(125,000)
		-----	-----
Net assets		405,214	388,570
		=====	=====
Represented by:			
Fund account	6	405,214	388,570
		=====	=====

The notes on pages 19 to 22 form part of these financial statements.

The financial statements on pages 17 to 22 have been approved by the Trustees on the 19th August 2022 and signed on their behalf by:



Mrs Sarah Kelly (Chairman)



Mr Trevor Butler (Chief Operations Officer)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 1

The financial statements have been prepared in accordance with the Charity Regulations 2020 and United Kingdom Accounting Standards, including Financial Reporting Standard 102, 'The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland' ("FRS 102"), Section 1A, applicable to small entities, and the 'Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)' (the "SORP"). The financial statements of the Manx Lottery Trust (the "Charity") are prepared under the historical cost convention and on an accruals basis in order to comply with FRS 102 and the SORP.

The Charity's registered office is The Stamp Room, 2nd Floor, Bourne Concourse, Ramsey, Isle of Man, IM8 1JJ.

A summary of the more important accounting policies, which have been applied consistently, is set out below:

Government and The National Lottery Community Fund grants

Government and The National Lottery Community Fund grants are accounted for on a receivable basis when the charity has probable and measurable entitlement to the income (i.e., the conditions for its award are satisfied).

Grant expenditure

Grant expenditure represents grants paid in the year.

Committed and earmarked grants

Committed and earmarked grants represent the provision made for funds that had been committed or earmarked for payment by the Trustees, but which had not been paid at 31 March 2022. They are recognised as a liability when an obligation arises to transfer economic benefits as a result of past events.

Note 2

In the year ended 31 March 2022 the Manx Lottery Trust received a total of **£807,044** (2021: £212,500) from the Treasury Isle of Man, being £150,000 (2021: £150,000) in respect of a prescribed share of betting duty received from the UK National Lottery and £657,044 (2021: £nil) from the Dormant Assets Fund. In the year ended 31 March 2021 the Manx Lottery Trust also received £62,500 being final payment of a one-off sum of £250,000 made available in the Manx Budget 2019/20.

The National Lottery Community Fund has agreed that the Manx Lottery Trust can distribute its funds to local causes as an "Award Partner" and a payment of **£600,000** (2021: £600,000) was received during the year ended 31 March 2022.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022
(continued)

Note 3: Organisations which received grant payments

Arbory Endowments Committee
Ballakermeen Studio Theatre
Ballaugh Endowments Committee
Berry Buddies
Café Laare
Castletown and District Over 60s
Crossroads Care
Cruse Bereavement IOM
Douglas Coal Fund
Elan Vannin Pickle Ball Club
Friends of Bunscoill Rhumsaa
Friends of Jurby Church
Friends of Sophia Goulden
Graih
Great Laxey Mine Railway
Groudle Glen Railway Ltd
HBOT Ltd
Heroes on the Water
Hospice IOM
Housing Matters IOM
IOM Branch of the Pony Club
IOM Epilepsy
IOM Poetry Society
IOM Yacht Club
IOM Youth Motor Project
Isle of Play
Joey Dunlop Foundation
Jurby Endowments
Jurby & Northern Community Initiatives
King William's College
LCC Bride
Laxey and Lonan Heritage Trust
Live at Home Schemes
Malew Endowments
Manx Carriage Driving 4 Disabled
Manx Credit Union
Manx Sailing and Cruising Club
Manx Steam and Model Engineering
Manx Whale and Dolphin Watch
Manx Wildlife Trust
Maughold and S Ramsey PCC
MCH Isle Listen
Michael and District Commissioners
Michael Endowments Committee
Motiv8 Addiction Services

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022
(continued)**

Note 3: Organisations which received grant payments (continued)

Onchan Endowments
 Onchan Pensioners Club
 Onchan Youth Club
 Peel Youth Club
 People of Colour IOM
 Perree Bane Dance Group
 Pulrose Youth Club
 Queen's Pier Restoration Trust
 Quing t/a New View
 Ramsey Bridge Club
 Relate IOM
 Rob Vine Fund
 Royal British Legion Ramsey
 Rushen Endowments Committee
 Rushen Heritage Trust
 St Christopher's IOM
 St John's Youth Group
 St Matthew's Church, Douglas
 Santon Endowments Committee
 1st Santan Scouts
 Southern District Agricultural Society
 South Ramsey Bowling Club
 Teapot Trust IOM
 The Children's Centre
 Victim Support IOM

Note 4

Non-Grant Payments were made as follows:

	2022	2021
	£	£
Officers' Salaries	46,455	47,135
Office Expenses	10,729	5,252
Public relations/website	11,267	11,365
Insurance	2,122	1,685
Miscellaneous Expenses	447	97
Bank charges	654	481
	-----	-----
Total	71,674	66,015

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022
(continued)

Note 5

The cash at the bank at 31 March 2022 totalled **£939,207** (2021: £821,170 including a bank account financed by the Trust until 31st March 2020 and operated by the Department of Health and Social Security (DHSC) on behalf of the Trustees to make emergency payments to needy individuals).

Note 6

The balance available for distribution represents an unrestricted fund available for use at the discretion of the Trustees subject to the terms of the Trust deed.

Note 7

No Trustee has received any remuneration for services during the year.

Note 8

Under FRS 102 Section 1A the Charity is exempt from the requirement to produce a cash flow statement on the grounds that it is a small entity.

Note 9

The Charity is exempt from Manx income tax pursuant to Section 15(a) of the Income Tax Act 1970.

Note 10

The Trustees consider there is no ultimate controlling party.

Note 11

Related party transaction: Isle of Man Advertising & PR Limited provides public and press relations services at a fee of £750 per month (exclusive of VAT), payable monthly in advance for 20 hours (discounted from £1,000). The Managing Director of Isle of Man Advertising and PR Limited is a Trustee of Manx Lottery Trust. (2021: none).

Note 12

The Charity received a benefit in kind estimated at £3,700 (2021: £3,500) in respect of professional services rendered by PricewaterhouseCoopers LLC (Independent auditor) for auditing these accounts without charge.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable Isle of Man law and regulations.

Isle of Man law requires the Trustees to prepare financial statements for each financial year which comply in their form and content with regulations made under Section 27 of the Charities Registration and Regulation Act 2019. The Dormant Assets Act 2019 also requires the financial statements to include details of the Charity's activities as a distribution organisation.

In preparing the financial statements, the Trustees are responsible for:

- selecting suitable accounting policies and then applying them consistently,
- making judgements and accounting estimates that are reasonable and prudent,
- stating whether applicable United Kingdom accounting standards, comprising FRS 102 (Section 1A) have been followed, subject to any material departures disclosed and explained in the financial statements,
- preparing the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities, and
- preparing financial statements which give a true and fair view of the financial position of the charity and of the financial performance of the charity for that period.

The Trustees are responsible for keeping proper accounting records that are sufficient to show the charity's transactions and disclose with reasonable accuracy at any time the assets and liabilities of the charity and to enable them to ensure that the financial statements comply with the Charities Regulations 2020. 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.

Agreed by the Trustees and signed on their behalf by



Mrs Sarah Kelly (Trustee)

19th August 2022

Independent auditor's report to the trustees of Manx Lottery Trust

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of Manx Lottery Trust (the "Charity") as at 31 March 2022 and of its financial performance for the year then ended in accordance with United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" Section 1A.

What we have audited

The Charity's financial statements comprise:

- the statement of assets and liabilities as at 31 March 2022;
- the statement of financial activities for the year then ended; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Charity in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants ("IESBA Code"). We have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

Other information

The other information comprises all of the information in the Annual Report and Financial Statements other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the trustees for the financial statements

The trustees are responsible for the preparation of the financial statements that give a true and fair view in accordance with United Kingdom Accounting Standards and Isle of Man law, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent auditor's report to the trustees of Manx Lottery Trust (continued)

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the trustees' regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

This report, including the opinion, has been prepared for and only for the Charity's trustees as a body in accordance with Section 27 of the Charities Registration and Regulation Act 2019 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing

PricewaterhouseCoopers LLC

PricewaterhouseCoopers LLC
Chartered Accountants
Douglas, Isle of Man
19 August 2022

