



REPORT
&
ANNUAL ACCOUNTS

2014/2015

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CHIEF EXECUTIVE'S REVIEW

The process to improve GBC's output continued during this financial year. Feedback received from the public showed how viewers and listeners were appreciating the efforts being made by the Corporation to improve programming, much of which has been revitalised over the past two years. In line with the results of an audience survey, some resources were re-directed to news and community affairs, where a concerted effort has been made to increase output on television, radio and online. With additional funding secured from the Government, a new Broadcast Journalist was recruited, allowing the until now fortnightly current affairs programme, 'Viewpoint', to benefit from a permanent presenter and air every week. The seasonal community programmes, 'Talk About Town' and 'Powder Room', also became weekly shows. Tanya Francis and Claire Hernandez joined the team of news readers.

The year ended with the grim news of a triple murder and suicide in Boschetti's Steps, which became one of the most significant stories to be covered by GBC News during the twelve-month period. On the day of the discovery of the bodies, Newswatch was aired live from just beyond the police cordon in Cornwall's Parade, bringing the latest information and reaction to our viewers. It required the deployment during the course of the day of significant technical infrastructure to the location.

By way of raising the profile of sports on the schedules, Audio/Vision Assistant, John Shephard, was promoted to Sports Production Supervisor, and tasked with the coordination of all sports coverage and for the production of two weekly television sports programmes, 'Sports Report' and 'The Sports Locker'. Robin Sheppard-Capurro was recruited as a Sports Reporter. This year has also seen coverage of the Commonwealth Games in Glasgow, while the GBC Sports Awards have increased in importance amongst the local sports fraternity, who very much look forward to the annual gala.

GBC signed a deal with the renowned Vienna Philharmonic Orchestra to bring to local screens two classical music concerts every year. The prestigious New Year's Day Concert from the Musikverein and the Summer Concert from the Palace of Schonbrunn, both in the Austrian capital and are set to become permanent fixtures of GBC Television's cultural programming.

In television, Luis Ruiz was recruited as a Producer/Director and Dani Fa was taken on as an Audio/Vision Assistant. Following the success of the 'Inspired by Morocco' series, a GBC crew travelled to Malta to trace Gibraltar's ancestry in the European island for 'Inspired by Malta' that aired in the autumn. A series on charity work being carried out by a group of Gibraltarians in Ghana, 'The Tribe', was also commissioned from an independent production company to air during the course of the year. A second season of 'The Ghost Trail' was also included in the schedule amongst numerous other local productions.

The festive season in December saw a return after many years to extended transmissions on Christmas Day, Boxing Day and New Year's Day. Together with improved continuity sequences, GBC TV's look and product has been substantially changed for the better, while offering a greater selection of programmes for viewers.

A new tape ingest suite was installed as GBC moved to digitise its thousands of video tapes accumulated over the years. Major infrastructural work, as well as the creation of an additional space hived from the Reception area, was required for the project. An edit suite was also converted into a server room, meaning that additional office space had to be created by relocating the staff kitchen to the former make up room. The old kitchen space was integrated into the Newsroom for the three additional work stations. The changes continued to illustrate the desperate need for space and new premises for Gibraltar's public service broadcaster.

The increase in staff numbers and greater operational activity meant that the Accounts Department became overwhelmed with work for just one person. Sangeeta Fabre, who had held the fort on her own for many years, was promoted to Finance Supervisor. Former Broadcast Assistant, Charlene Benyunes, was regraded to Finance Clerk to join the newly titled Finance Department and lead on the payroll. Lucinda Snape and Kristle Rawlinson were recruited as Presenter and Broadcast Assistant respectively.

The annual salary review amounted to a 2.5% increase, in line with other sectors of the public service.

The GBC Open Day was held on Wednesday 17th December, with the sum of £151,000 raised for worthy causes as nominated by locally-registered charities.

Whether for the GBC Open Day or for general programming, our employees have seized the opportunities afforded through the greater investment in broadcasting and more dynamic management, with the results plain to see and hear on the airwaves.

Gerard J Teuma
Chief Executive
1st July 2020

Gibraltar Broadcasting Corporation

REPORT AND FINANCIAL STATEMENTS

31 March 2015



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INDEPENDENT AUDITORS' REPORT TO THE BOARD OF GIBRALTAR BROADCASTING CORPORATION

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Gibraltar Broadcasting Corporation (the Corporation), which comprise the statement of financial position as at 31 March 2015, and the statement of comprehensive income for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements

- give a true and fair view of the state of the Corporation's affairs as at 31 March 2015 and of the Corporation's income for the year then ended, and
- have been properly prepared in accordance with Gibraltar Financial Reporting Standards.

This report, including the opinion, has been prepared for and only for the Corporation as a body corporate in accordance with Section 57(3) of the Gibraltar Broadcasting Act 2012 and for no other purpose. We do not, in giving these opinions, 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.

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 are independent of the Corporation in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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INDEPENDENT AUDITORS' REPORT TO THE BOARD OF GIBRALTAR BROADCASTING CORPORATION (*Continued*)

Responsibilities of Board for the Financial Statements

The Board are responsible for the preparation and true and fair presentation of the financial statements in accordance with applicable law in Gibraltar and Gibraltar Financial Reporting Standards, and for such internal control as the Board 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 Board are responsible for assessing the Corporation'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 Board either intend 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.

As part of an audit in accordance with ISAs, we exercise professional judgment 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 Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Board's 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 Corporation'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 Corporation 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 Board 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.



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INDEPENDENT AUDITORS' REPORT TO THE BOARD OF GIBRALTAR BROADCASTING CORPORATION *(Continued)*

Report on Other Legal and Regulatory Requirements

Opinion on other matters prescribed by the Broadcasting Act 2012

We have nothing to report in respect of the following matters where the Gibraltar Broadcasting Act 2012 requires us to report to you if, in our opinion

- we have not received all the information and explanations we require for our audit, or
- proper books of account have not been kept by the Corporation, or
- the Corporation's statement of financial position and statement of comprehensive income are not in agreement with the books of account, or
- the provisions of this Act and in any directions of the Authority in so far as they relate to the accounts have not been complied with



Dale Cruz

Statutory auditor for and on behalf of

EY LIMITED

Registered auditors

Chartered Accountants

Regal House

Queensway

Gibraltar

14 September 2020

Gibraltar Broadcasting Corporation

BALANCE SHEET

as at 31 March 2015

	Notes	2015 £	2014 £
FIXED ASSETS			
Tangible assets	4	2,970,759	2,775,058
Investment in shares in group undertakings	5	-	-
		<u>2,970,759</u>	<u>2,775,058</u>
CURRENT ASSETS			
Stocks of spares & materials		2,635	2,445
Debtors	6	148,084	83,950
Cash in hand and at bank		392,286	438,408
		<u>543,005</u>	<u>524,803</u>
CREDITORS: amounts falling due within one year	7	(565,488)	(553,651)
		<u>(22,483)</u>	<u>(28,848)</u>
NET CURRENT LIABILITIES			
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,948,276</u>	<u>2,746,210</u>
CREDITORS: amounts falling due after more than one year	8	(402,002)	(603,002)
ACCRUALS AND DEFERRED INCOME			
Deferred Government contributions	3(d)	(2,367,757)	(1,971,053)
NET ASSETS		<u>178,517</u>	<u>172,155</u>
Financed by:			
ACCUMULATED FUNDS			
As at 1 April 2014		172,155	69,956
Surplus for the year		6,362	102,199
As at 31 March 2015		<u>178,517</u>	<u>172,155</u>

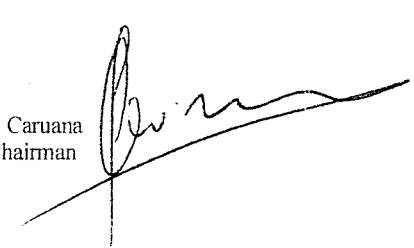
The notes on pages 4 to 10 form part of these financial statements.

Approved by the Board on..... 8/9/2020

G. Teuma
CEO



J. Caruana
Chairman



Gibraltar Broadcasting Corporation
INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 March 2015

	<i>Notes</i>	<i>2015</i> £	<i>2014</i> £
INCOME			
Contributions by Government of Gibraltar	3(c)	4,415,332	4,007,393
Advertising		243,533	237,969
Premium lines		4,273	559
Other income		4,298	2,493
		<u>4,667,436</u>	<u>4,248,414</u>
EXPENDITURE			
Programme & operating expenses		2,832,450	2,606,385
Selling expenses		62,711	40,323
Administrative expenses		828,593	703,986
Pension shortfall contribution	3(a)	250,000	250,000
Depreciation	4	650,921	545,521
Loss on disposal of fixed assets		36,399	-
		<u>4,661,074</u>	<u>4,146,215</u>
SURPLUS FOR THE YEAR		6,362	102,199
ACCUMULATED SURPLUS b/fwd		172,155	69,956
ACCUMULATED SURPLUS c/fwd		<u>178,517</u>	<u>172,155</u>

The notes on pages 4 to 10 form part of these financial statements.

Gibraltar Broadcasting Corporation

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2015

1. Corporation information

The Gibraltar Broadcasting Corporation ("GBC" or "the Corporation") is a body corporate operating under the framework established under the Broadcasting Act 2012. Its office is in Broadcasting House, 18 South Barrack Road. The financial statements cover those of the individual entity and for the year ended 31 March 2015.

2. Principal accounting policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention and in accordance with Gibraltar Accounting Standards.

Fixed Assets

Tangible fixed assets are shown at cost less depreciation.

Depreciation

Tangible fixed assets are written off over their estimated useful lives by the straight line/reducing balance basis method at the following rates:

Broadcasting equipment	12.5% Straight Line
Transmission & other equipment	10% Straight Line
Motor vehicles	25% Straight Line
Furniture & office equipment	10% Reducing Balance
Records & transcriptions	20% Reducing Balance
Building improvements	20% Straight Line
Electrical equipment	12.5% Straight Line
Software	33 1/3% Straight Line

Stocks of spares and materials

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

Investment in shares in group undertakings

Investments in joint ventures are accounted for at cost less any provision for impairment.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the income and expenditure account.

Government contributions

Government contributions applied to capital expenditure are credited to a deferred income account and subsequently released to the income and expenditure account over the expected useful lives of the relevant assets.

Government contributions applied to revenue expenditure are credited to income so as to match them with the expenditure to which they relate.

Gibraltar Broadcasting Corporation

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2015

2. Principal accounting policies (continued)

Pensions

The Corporation operates the Gibraltar Broadcasting Corporation Staff Retirement Benefits Scheme, a funded defined benefits pension scheme for eligible employees. The Scheme is administered by Prudential Assurance Company Limited. The Corporation also makes contributions to the Gibraltar Provident Trust (No 2) Pension Scheme, a defined contribution scheme, in respect of other employees.

Both schemes require contributions from the employer and the employees to be made to independently administered funds.

Contributions paid by the Corporation are charged to the Income and Expenditure account.

Defined benefit scheme

The Corporation operates a defined benefit pension scheme, registered in the name of Gibraltar Broadcasting Corporation Staff Retirement Benefits Scheme, for eligible employees. The defined benefit scheme is closed to new entrants, who instead participate in a defined contribution (money purchase) scheme (see below). The defined benefit pension scheme requires contributions to be made to a separately administered fund. Contributions take account of the advice of an independent qualified actuary and are charged to the Income and Expenditure Account.

Since the Corporation is almost exclusively funded from subventions received from Government of Gibraltar and the Government of Gibraltar has committed to provide the necessary financial support by way of subventions to the effect that, should on the retirement date of any of the beneficiaries the Scheme is under-funded, the necessary financial support will be made available by way of subventions to ensure that the benefit due can be provided.

Accordingly, as the liability of the Corporation is limited to amounts of contributions made, the scheme is treated as if it was a defined contribution scheme with the contributions payable accounted for as if the scheme was a defined contribution scheme.

Defined contribution scheme

Contributions payable by the Corporation are charged to the Income and Expenditure Account. Differences between contributions payable in the period and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

Leased assets and obligations

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright, capitalised in the balance sheet and depreciated over the asset's useful lives. The capital elements of future obligations under leases are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the income and expenditure account over the period of the leases.

Gibraltar Broadcasting Corporation
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

3. Contributions by Government of Gibraltar

	2015	2014
	£	£
<u>(a) Contributions receivable</u>		
Subvention – original	3,350,000	3,301,602
Pension shortfall contribution	250,000	250,000
	<hr/>	<hr/>
Approved subvention	3,600,000	3,551,602
Supplementary subvention received during the year	257,921	-
Supplementary subvention from previous year utilized this year	-	91,623
Pay award	39,396	44,485
	<hr/>	<hr/>
	3,897,317	3,687,710
	<hr/>	<hr/>
Other grants	914,719	1,115,464
	<hr/>	<hr/>
Total contributions for the year	4,812,036	4,803,174
	<hr/>	<hr/>
<u>(b) Application of contributions</u>		
Revenue expenditure (taken to income and expenditure account – see (c) below)	3,718,950	3,461,872
Capital expenditure (taken to deferred contributions – see (d) below)	1,093,086	1,341,302
	<hr/>	<hr/>
Total contribution	4,812,036	4,803,174
	<hr/>	<hr/>
<u>(c) Contributions taken to income and expenditure account</u>		
Revenue expenditure	3,718,950	3,461,872
Release of deferred capital expenditure contributions (see below)	696,382	545,521
	<hr/>	<hr/>
	4,415,332	4,007,393
	<hr/>	<hr/>
<u>(d) Deferred contributions</u>		
Balance as at 1 April	1,971,053	1,175,272
Received during the year	1,093,086	1,341,302
Released during the year	(696,382)	(545,521)
	<hr/>	<hr/>
Balance as at 31 March	2,367,757	1,971,053
	<hr/>	<hr/>

Gibraltar Broadcasting Corporation
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

4. Tangible fixed assets

	Broadcasting equipment		Transmission & other equipment		Motor vehicles		Building improvements		Electrical equipment		Furniture & office equipment		Records & transcriptions		Software		Total
	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	
COST																	
At 1 April 2014	3,490,565	473,115	123,908	129,564	194,421	77,937	163,912	52,921	4,706,343								
Additions	722,003	7,563	10,495	14,840	101,773	25,004	851	9,554	892,083								
Disposals	(133,730)	-	-	-	-	-	-	-	(133,730)								
At 31 March 2015	4,078,838	480,678	134,403	144,404	296,194	102,941	164,763	62,475	5,464,696								
DEPRECIATION																	
At 1 April 2014	1,235,488	256,807	81,015	55,316	70,745	26,156	159,809	45,949	1,931,285								
Charge for the year	505,852	44,414	24,763	24,398	36,453	6,881	991	7,169	650,921								
On disposals	(88,269)	-	-	-	-	-	-	-	(88,269)								
At 31 March 2015	1,653,071	301,221	105,778	79,714	107,198	33,037	160,800	53,118	2,493,937								
NET BOOK VALUE																	
At 31 March 2015	2,425,767	179,457	28,625	64,690	188,996	69,904	3,963	9,357	2,970,759								
At 31 March 2014	2,255,077	216,308	42,893	74,248	123,676	51,781	4,103	6,972	2,775,058								

During the year, proceeds from disposed fixed assets amounted £9,062 resulting to a loss on disposal of £36,399.

Gibraltar Broadcasting Corporation

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2015

5. Investment in shares in group undertakings

	2015 £	2014 £
Investment in joint venture		
Gibraltar Entertainment Network Limited		
500 ordinary shares of £1 each (at cost)	500	500
Permanent diminution in value of investment	(500)	(500)

<i>Name of company</i>	<i>Domicile</i>	<i>Holdings</i>	<i>Proportion held</i>	<i>Nature of Business</i>	<i>Total capital and reserves</i> £	<i>Profit (loss) for the year</i> £
Gibraltar Entertainment Network Limited	Gibraltar	500 ordinary shares of £1 each	100%	Holding company	(467,538)*	(21,252)*

*Based on unaudited management accounts to 31 March 2015

In 2013, the Corporation entered into a joint venture agreement and established joint venture company Gibraltar Entertainment Network Limited ("GEN"). The Corporation acquired 50% of the joint venture company's share capital. The investment was in preparation for a project that later did not materialise and so the trustees made a provision for diminution in value for cost of the investment. Associated with this investment, the Corporation was holding nil (2014: £1,331) of cash at bank on behalf of GEN and so this is reflected as amounts owed to GEN in note 7 below.

6. Debtors

	2015 £	2014 £
Due from Government of Gibraltar	21,638	2,201
Advertising accounts receivable	19,021	17,063
Other debtors and prepayments	107,425	64,686
	<u>148,084</u>	<u>83,950</u>

7. Creditors: amounts falling due within one year

	2015 £	2014 £
Obligations under finance leases (see note 8)	201,000	201,001
Government grant received in advance	323,629	237,753
Amount due to Gibraltar Entertainment Network (see note 5)	-	1,331
Other creditors and accruals	40,859	113,566
	<u>565,488</u>	<u>553,651</u>

Gibraltar Broadcasting Corporation
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

8. Creditors: amounts falling due after more than one year

Lease purchase agreements

	<i>2015</i>	<i>2014</i>
	£	£
Amounts payable: In one year or less	201,000	201,001
	<hr/>	<hr/>
Between one to two years	402,002	402,001
Between two to five years	-	201,001
	<hr/>	<hr/>
	402,002	603,002
	<hr/>	<hr/>
	603,002	804,003
	<hr/>	<hr/>

On 27 March 2013, the Corporation entered into an interest bearing lease purchase agreement with a principal amount of £1,005,003 repayable over 5 years. Obligations under lease purchase agreements are secured on related fixed assets.

9. Pension and other post employment commitments

The Corporation contributed to Staff Retirement Benefits Scheme, with effect from 1 April 2003, and to Gibraltar Provident Trust (No 2) Pension Scheme. The contributions during the year which were charged to income and expenditure account are as follows:

	<i>2015</i>	<i>2014</i>
	£	£
Contributions to Gibraltar Provident Trust (No 2) Pension Scheme	159,566	135,850
Contributions to Staff Retirement Benefits Scheme	409,754	414,709
	<hr/>	<hr/>
	569,320	550,559
	<hr/>	<hr/>

As explained in the section on principal accounting policies, the Corporation operates a defined benefit pension scheme ("the scheme"). The total pension cost charged in the Income and Expenditure Account amounted to £569,320 (2014: £550,559). The Government of Gibraltar has provided the Corporation with a letter of support to the effect that, should on the retirement date of any of the beneficiaries the Scheme is under-funded, the necessary financial support will be made available by way of subventions to ensure that the benefit due can be provided. Given this support the scheme is treated as if it were a defined contribution scheme with the contributions payable accounted for as if the scheme were a defined contribution scheme. The liability of the Corporation is accordingly limited to amounts of contributions made.

As at 11 February 2016, the triennial review provided by the appointed actuaries indicated that there is a deficit of £3,156,000 (2014: £1,845,000) in the scheme. Future contributions payable by the corporation may increase to reflect the corporation's contribution of making good the deficit in the scheme, if any.

This scheme has now closed to new entrants, who will instead participate in a defined contribution Gibraltar Provident Trust (No 2) Pension Scheme.

Gibraltar Broadcasting Corporation

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2015

10. Events after the end of the reporting period

The Corporation has entered into a joint venture agreement and established joint venture company Wheelhouse Media Limited on 23 January 2018. The Corporation owned 50% of the joint venture company's share capital.

The Corporation's activities, together with the factors likely to affect its future development, its financial position, financial risk management objectives have been considered by the Board. Subsequent to the year end, the spread of COVID-19 has severely affected countries, businesses and people across the globe. The duration and impact of the COVID-19 pandemic remains unclear.

The board members have considered the impact of COVID-19 on the Corporation and do not foresee any significant impact on the Corporation.

Following the safety measures of the HM Government of Gibraltar on COVID-19, the Corporation decided to close its offices to the public as from 16 March 2020 however staff continued to work inside the premises. Most 'on-air' work, of necessity, had to continue in the Corporation's studios. Teams were separated as far as possible by changing the hours of work, stretching the working week to seven days and deploying some staff to work from home. A number of additional laptops were purchased for this purpose, in addition to other specialist equipment allowing reporters to record at home and deliver audio files electronically to base. Some video editing was also carried out at home and video files sent electronically for broadcast. Various social media applications were used extensively to record interviews remotely. The Corporation implemented strict measures to minimise the risk of infection such as use of facemasks became compulsory in the television control rooms, hand sanitizer was made available in all floors, disinfectant wipes were provided in all departments and general cleaning was increased. From 18 May 2020, the Corporation also started taking the temperature of all employees and visitors using a thermal imaging scanner, which the Corporation has acquired. Since lockdown was lifted, all of the employees are office-based. The Newsroom has been split into two rooms with the installation of a temporary screen, to enable the team to social distance from each other.

Given the nature of the services provided and the use of current technology, lockdown has not affected the ability of the Corporation to do business as usual. In fact, the Corporation was able to provide more broadcasting services than usual. The Corporation was able to deliver 61 live press conferences, 74 live masses, 4 religious services from the Vatican and 2 live messages from HM the Queen with an additional of 300 hours of programming. During the period, the Corporation also aired 20 extended editions of Newswatch and News Updates every weekend while increasing the news activity in their social media platforms.

With respect to the Government grants for the fiscal year 2020/2021, the budget has been kept at the same level as 2019/2020 and payments are now made on a monthly basis. Changes in the estimates of income and expenditure were made and the Corporation is making huge efforts in keeping its costs down and is not filling in any vacant position until necessary. Should the funds fall short, the Corporation will request for supplementary funding from the Government.

Whilst the Corporation has remained operational throughout the COVID-19 lockdown, the Board have requested and received confirmation in writing from the ultimate controlling party that it will provide the necessary financial support to the Corporation to continue to meet its financial commitments as and when they fall due. Accordingly, the Board have felt it is appropriate to prepare the financial statements on a going concern basis.

Gibraltar Broadcasting Corporation

ADMINISTRATION AND SELLING EXPENSES

for the year ended 31 March 2015

	2015	2014
	£	£
STAFF COSTS		
Salaries & wages	297,102	289,625
Social insurance	14,001	14,771
Pension contributions	47,568	42,048
Other fees	15,426	10,655
	<u>374,097</u>	<u>357,099</u>
OTHER ADMINISTRATION EXPENSES		
Rates	13,220	13,598
Electricity & water	56,584	51,304
Telephone	35,505	38,704
Cable carriage fees	40,500	38,500
Transmission site rent	4,618	4,500
Postage	271	166
Printing & stationery	5,578	6,278
Security of premises	17,645	6,543
Insurance - libel & slander	49,416	44,248
Repairs & maintenance	57,488	24,362
Travelling & entertainment	7,701	3,608
General expenses	2,415	(2,459)
Legal and professional fees	25,471	20,577
Accountancy fees	41,850	36,900
Consultancy fees	-	1,258
Software copyright	20,672	20,748
Bank charges & interest	28,910	38,052
International projects	46,652	-
	<u>454,496</u>	<u>346,887</u>
TOTAL ADMINISTRATION EXPENSES	<u>828,593</u>	<u>703,986</u>
SELLING EXPENSES		
Advertising, marketing and website	61,883	39,917
Bad debts written off	828	406
TOTAL SELLING EXPENSES	<u>62,711</u>	<u>40,323</u>

This page does not form part of the financial statements.

Gibraltar Broadcasting Corporation
PROGRAMME & OPERATING EXPENSES
for the year ended 31 March 2015

	2015 £	2014 £
PROGRAMME & OPERATING EXPENSES		
STAFF COSTS		
Salaries	1,811,215	1,716,113
Social insurance	100,605	91,184
Pension contributions	271,752	258,511
Freelancers salaries	19,743	35,495
Freelancers social insurance	-	4,896
	<u>2,203,315</u>	<u>2,106,199</u>
COPYRIGHT & ROYALTIES	<u>67,376</u>	<u>29,711</u>
LOCAL COSTS		
Props, wardrobe, etc.	21,080	14,063
LIVE PROGRAMMES, OUTSIDE BROADCASTS & TRAINING		
Live programmes: General	78,451	85,582
UEFA football transmissions	29,248	-
TV films	69,519	66,577
Programme commissions	45,105	38,107
Van hire	124,176	112,810
Current affairs	19,842	10,436
Weather report	14,670	14,137
Training	47,181	64,397
Wire service	7,827	8,661
Other costs	28,704	27,995
	<u>464,723</u>	<u>428,702</u>
OTHER COSTS		
Maintenance & repairs	65,998	15,720
Motor vehicle expenses	9,958	11,990
	<u>75,956</u>	<u>27,710</u>
TOTAL PROGRAMME & OPERATING EXPENSES	<u><u>2,832,450</u></u>	<u><u>2,606,385</u></u>

This page does not form part of the financial statements.

