THE BERMUDA AUDUBON SOCIETY
BALANCE SHEET
As At December 31, 2025 and 2024
(Expressed in Bermuda Dollars)
(Unaudited)

	December 31, 2025 $	December 31, 2024 $
Assets		
Current assets		
Cash & cash equivalents	330,355	301,997
Time deposit (Note 3)	615,338	600,213
Accrued interest	4,544	4,770
Misc. receivable	-	195
Prepayments	1,131	1,131
Inventory	3,302	2,718
Total current assets	954,670	911,024
Non-current assets		
Nature reserves at nominal value (Note 2(h))	15	15
Total assets	954,685	911,039
Liabilities		
Current liabilities		
Memberships received in advance	3,237	3,313
Accounts payable	1,128	9,390
Total current liabilities	4,365	12,703
Deferred contributions		
Alfred Blackburn Smith Reserve Fund (Note 4)	15,690	15,690
Bermuda Birds Photographic Guide Project Fund (Note 5)	7,905	7,905
Bluebird Society Fund (Note 6)	17,959	18,326
Total deferred contributions	41,554	41,921
Accumulated funds		
Unrestricted net assets	908,766	856,415
Total liabilities and accumulated funds	954,685	911,039

The accompanying notes are an integral part of these financial statements

THE BERMUDA AUDUBON SOCIETY
STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
For the years ended December 31, 2025 and 2024
(Expressed in Bermuda Dollars)
(Unaudited)

	2025 $	2024 $
Revenues		
Donations received (Note 7)	101,640	31,614
Donations transferred to Buy Back Bermuda (Note 7)	(55,000)	-
Net donations received	46,640	31,614
Membership fees (Note 8)	5,661	7,066
Interest income	19,986	20,501
Sales - Bluebird boxes and Longtail igloos	2,805	2,825
70th Anniversary Gala Event	-	17,696
Field trips and courses	3,290	4,891
Lecture proceeds	295	1,561
Rents	3,327	2,216
Merchandise sales	585	905
Total revenues	82,589	89,276
Expenses		
Nature reserve costs	10,670	40,305
Educational support	-	1,810
Professional services	10,117	8,038
Bluebird box and Longtail igloo costs	1,884	594
Bird conservation costs	272	487
Website costs	1,100	1,100
70th Anniversary Gala Event costs	-	11,514
Conference, lecture and field trip costs	1,595	1,662
Office supplies, meeting costs, advertising, misc.	2,882	1,912
Liability insurance	774	777
Merchandise costs	744	661
Bank fees	200	202
Total expenses	30,238	69,062
Excess (Deficit) of revenues over expenses	52,351	20,214
Net assets - beginning of year	856,415	836,201
Net assets - end of year	908,766	856,415

The accompanying notes are an integral part of these financial statements

THE BERMUDA AUDUBON SOCIETY
STATEMENT OF CASH FLOWS
For the years ended December 31, 2025 and 2024
(Expressed in Bermuda Dollars)
(Unaudited)

	2025 $	2024 $
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess of revenues over expenses	52,351	20,214
Net changes in working capital balance:		
Accrued interest	226	(162)
Misc. receivable	195	(195)
Inventory	(584)	910
Memberships received in advance	(76)	1,252
Accounts payable	(8,262)	6,738
Deferred contributions	(367)	670
NET CASH PROVIDED BY OPERATING ACTIVITIES	43,483	29,427
CASH FLOWS FROM INVESTING ACTIVITIES:		
Time Deposit	(15,125)	(15,470)
NET INCREASE IN CASH AND CASH EQUIVALENTS	28,358	13,957
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	301,997	288,040
CASH AND CASH EQUIVALENTS AT END OF YEAR	330,355	301,997

The accompanying notes are an integral part of these financial statements

THE BERMUDA AUDUBON SOCIETY
NOTES TO FINANCIAL STATEMENTS
For the years ended December 31, 2025 and 2024
(Expressed in Bermuda Dollars)
(Unaudited)

1 General

The Bermuda Audubon Society (the "Society") was established in 1954 with the following objectives:

a) to arouse through education public recognition of the value of and need for protecting wild birds and animals, plants, soil and water, and the interdependence of these natural resources;

b) to cooperate, as occasion prompts, with conservation agencies and with private associations devoted to the interests of conservation and to education in the field of natural resources; and

c) to engage in such educational, scientific, literary, historical, philanthropic and charitable pursuits as may be a part of the aforementioned objectives.

The Society is an active advocate for Bermuda's natural environment, with special attention to bird life, and the main activities of the Society include the acquisition and management of nature reserves, education and conservation programs for Bermuda's birds and promoting the enjoyment of birding.

The Society owns a number of nature reserves, which are listed on an attached schedule. Over the years the costs were not recorded in the financial statements, but most were donated, and have been recorded at nominal value. All the Society's owned nature reserves have been declared inalienable i.e. they cannot be sold by the Society and must be preserved in perpetuity as open space.

2 Summary of significant accounting policies

(a) Basis of preparation

These financial statements have been prepared in accordance with Accounting Standards for Not-for-Profit Organizations (“ASNFPO”) contained in Part III of the Chartered Professional Accountants of Canada Handbook - Accounting. The Society's first financial statements prepared in accordance with ASNFPO were for the year *ended December 31, 2022 and the Section 1501, First-time Adoption by Not-For-Profit Organizations* was applied. In preparing its opening ASNFPO balance sheet as at January 1, 2021 the Society has adjusted amounts reported previously in financial statements prepared in accordance with its previous accounting principles.

These financial statements have been prepared on a going concern basis. Based on its latest management accounts and its projected cash flows, the Society has the ability to continue in operation for the foreseeable future, and therefore continues to adopt the going concern basis in preparing its financial statements.

(b) Use of estimates

The preparation of these financial statements in conformity with ASNFPO requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the current year. These estimates are reviewed periodically and adjustments are made to net income as appropriate in the year they become known.

2 Summary of significant accounting policies (continued)

(c) Investment in Buy Back Bermuda joint venture

In 2004 the Society and the Bermuda National Trust entered into a joint venture initiative, "Buy Back Bermuda", to acquire and preserve public open space, in perpetuity, for the benefit of our wildlife and our people.

A Memorandum of Understanding between the organisations declares "the financial administration for Buy Back Bermuda, including handling bank accounts, paying bills, preparing an annual financial statement and managing audit requirements will be carried out by the finance staff of The Bermuda National Trust."

The Society has not consolidated its 50% share of the balances and transactions relating to this initiative in its financial statements. However balances and transactions have been audited by the auditors of the Bermuda National Trust, as their share is consolidated in the Trust's audited consolidated financial statements as is required by ASNFPO.

At December 31, 2025 and 2024 the following figures, being the Society's 50% share, are not included in these financial statements:

	December 31, 2025 $	December 31, 2024 $
Cash and cash equivalents at year end	255,768	188,058
Property	4	4
Accounts payable	(2,335)	(750)
	253,437	187,312
Unrestricted Net Assets	111,522	172,152
Restricted fund	141,915	15,160
Accumulated funds	253,437	187,312
Interest income	17	18
Rental income	900	-
Preservation expenses	(73,242)	(23,505)
Administrative expenses	(3,465)	(883)
Deficit of revenues over expenditures	(75,790)	(24,370)

2 Summary of significant accounting policies (continued)

(d) Revenue recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Membership fees and rental income are recognized in the period in which they become effective. Merchandise and other sales revenue is recognized at the point of sale. All other income is recognsed on an accrual basis. Donations of services and assistance provided by volunteers are not reflected in the financial statements as these amounts are not susceptible to objective measurement or valuation. Donated professional services are recorded at fair value.

(e) Financial instruments

Financial instruments consist of cash, memberships received in advance and accounts payable. Transaction costs are recognized in the period incurred.

Financial assets are tested for impairment when there are indicators of impairment. The amount of any write-down is recognized in net income or loss.

(f) Inventory

Inventory is carried at the lower of cost and net realisable value. Cost is determined on a weighted average cost basis. Provision is made where necessary for slow-moving or obsolete inventory.

(g) Cash and cash equivalents

For purposes of the statement of cash flows, the Society considers all cash at bank and short-term deposits with an original maturity of ninety days or less as equivalent to cash.

(h) Nature reserves

The Society is custodian over its nature reserves. Persons and entities gift and bequest funds and lands entrusting the Society with acquiring, maintaining and protecting Bermuda's scarce, unique resources of land from development. All the Society's owned nature reserves have been declared inalienable i.e. they cannot be sold by the Society and must be preserved in perpetuity as open space. In accordance with Section 4441, *Collections held by not-for-profit organizations* , the Society's nature reserves are accounted for a nominal value of $1.00 per nature reserve.

3 Time deposit

The Society has a 6 month time deposit with The Bank of N.T. Butterfield & Son Ltd. maturing March 11, 2026 at the interest rate of 2.4% per annum.

4 Alfred Blackburn Smith Reserve Fund

The Society received a cash donation in 2014 to be used specifically on the Alfred Blackburn Smith Reserve in Paget. The property is adjacent to the Coral Beach Club. Work by volunteers on removing invasive trees and shrubs is ongoing.

5 Bermuda Birds Photographic Guide Project Fund

Donations were received in 2018 in honour of Andrew Dobson's contribution as former President to the Audubon Society, to fund his project to produce a Photographic Guide to the Birds of Bermuda. Silent auction proceeds from Andrew Dobson's farewell dinner were also added to this fund.

6 Bluebird Society Fund

The Bermuda Bluebird Society is a subgroup of the Society. The Bluebird Society maintains, manages, and monitors bluebird trails on the golf courses across Bermuda. They also provide the service of installing poles for bluebird boxes for members of the community for a nominal fee. At the end of the season, they will ask for reimbursement of costs if the installation fees do not cover their expenses. In recent years, the expenses have been less than installation fees and the excess is deposited into the Society's bank account and noted to be part of the Bluebird Society Fund. Occasionally, the Society will receive direct donation for the benefit of the Bluebird Society and this will also be deferred and recorded as an addition to the Fund and recognized as revenue when the related expenses are incurred.

7 Donations received

A pledge was made by a member to donate $50,000, to be directed for professional services that would review and if applicable write objections for planning applications. In 2025 the member provided $25,000 towards this commitment of which $7,847 was used for the services; therefore, of the $25,000 donated $17,153 remains available for the purpose outlined above. Further provision of funds are subject to the assessment of services rendered.

Included in the donations for 2025 were Buy Back Bermuda grants/donations totaling $55,000, these were transferred out to Buy Back Bermuda's own account in 2025, reflecting as an offset to the donations received.

8 Membership fees

Membership fee revenue in 2025 was lower compared to 2024 due to the take-up of less Lifetime memberships in 2025.

9 Financial instruments

(a) Credit risk

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Society deposits the majority of its cash surpluses with The Bank of N. T. Butterfield & Son Ltd. The Society believes that it is not exposed to any significant concentration of credit risk or counterparty credit risk.

(b) Liquidity risk

Liquidity risk is the risk that the Society will not be able to meet its financial obligations when they become due and arises mainly from accounts payable balances. The Society manages liquidity to ensure sufficient funds are available to meet its liabilities in any situation when they fall due.

(c) Currency risk

Currency risk arises from changes in the prevailing foreign currency rates. Assets and liabilities are predominantly held in the functional currency of the Society, which is the Bermuda dollar. The Society is not exposed to significant foreign currency risk.

(d) Interest Rate risk

The Society earns interest at variable rate on its time deposit (Note 3). The Society is not exposed to significant interest rate risk.

10 Capital disclosures

The Society defines capital, for its own purposes, as the unrestricted net assets and deferred contribution balances. The Society's objective when managing capital is to hold sufficient funds to enable it to withstand negative unexpected financial events and continue as a going concern. The Society seeks to achieve this objective by minimising its exposure to financial leverage and variable financial obligations and by holding sufficient cash to maintain liquidity to enable it to meet its obligations as they become due. The Society is not subject to any externally imposed requirements on capital.

11 Taxation

Under current Bermuda law, the Society is not required to pay any taxes in Bermuda on income or capital gains.

THE BERMUDA AUDUBON SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
Schedule of Land Assets
For the years ended December 31, 2025 and 2024

NATURE RESERVES	ACRES 2025	ACRES 2024
Alfred Blackburn Smith	8.70	8.70
Cat Island	0.57	0.57
Cockroach Islands	0.28	0.28
Firefly	1.00	1.00
Lambda Island	1.00	1.00
Partridge Island	1.09	1.09
Pearl Island	0.22	0.22
Sears Cave	0.38	0.38
Seymour's Pond	2.84	2.84
Somerset Long Bay West	2.71	2.71
Stokes Point	3.60	3.60
Stokes Point East	2.50	2.50
Winifred Gibbons	2.00	2.00
UNDER PEPPERCORN LEASE		
Freer Cox Memorial Reserve	11.70	11.70
JOINTLY OWNED with BERMUDA NATIONAL TRUST		
Paget Marsh	8.58	8.58
Watlington Reserve	7.10	7.10
	54.27	54.27
BUY BACK BERMUDA RESERVES		
High Point Nature Reserve	10.07	10.07
Eve's Pond	3.36	3.36
Somerset Long Bay East	2.86	2.86
Vesey Nature Reserve	7.50	7.50
TOTAL BUY BACK BERMUDA RESERVES	23.79	23.79
TOTAL ACREAGE	78.06	78.06