

CHARITY REGISTRATION No: 1139558

COMPANY REGISTRATION NO: 06952089

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2014

THURSDAY



A41378AO

A34	12/02/2015	#9
	COMPANIES HOUSE	
L11	23/12/2014	#486
	COMPANIES HOUSE	

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

CONTENTS

YEAR ENDED 31 MARCH 2014

CONTENTS	PAGE
Reference and administrative details	1
Trustees' annual report	2 - 4
Independent auditor's report	5 - 6
Statement of financial activities – Group	7
Statement of financial activities – Trust only	8
Balance sheet - Group	9
Notes to the financial statements	10 - 16

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

YEAR ENDED 31 MARCH 2014

The trustees, who are also directors for the purposes of company law, present their report and the consolidated financial statements of the Trust and its subsidiary undertakings for the year ended 31 March 2014.

Registered charity name	Royal Scot Locomotive and General Trust
Charity registration number	1139588
Company registration number	06952089
Principal office	Craven House 16 Northumberland Avenue London WC2N 5AP

The trustees

The trustees who served the Trust during the year were as follows:

Mr J Hosking
Mr D J Dunstone
Mr P N Greenwood
Mr D Randles
Mr R Drury
Mr P Adds
Mr G R Greenhous

Auditors

Arnold Hill & Co LLP
Chartered Accountants & Statutory Auditor
Craven House
16 Northumberland Avenue
London
WC2N 5AP

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

TRUSTEE'S REPORT

YEAR ENDED 31 MARCH 2014

The trustees submit their report and the financial statements for the year ended 31 March 2014. The financial statements have been prepared in accordance with statutory regulations, the Trust's governing document, and Statement of Recommended Practice – Accounting and Reporting by Charities (issued March 2005) ('SORP'), Accounting Standards and the Charities Act 2011.

The principal activity of the Trust during the period was the restoration and operation of assets belonging to it.

THE TRUSTEES

The trustees who served the Trust during the year were as follows:

Mr J Hosking
Mr D J Dunstone
Mr P N Greenwood
Mr D Randles
Mr R Drury
Mr P Addis
Mr G R Greenhous

In addition, the Trust had the following directors, who were not trustees:

Mr R Corser (Resigned 24 November 2014)

AUDITOR

Arnold Hill & Co LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Background

The Royal Scot Locomotive and General Trust is a charity established and governed by Memorandum and Articles of Association dated 3rd July 2009 as amended by Special Resolution 7th November 2009. It registered with the Charity Commission on 30th December 2010.

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.

OBJECTIVES AND PERFORMANCE

Objectives

To advance the education of the public by the acquisition, restoration, preservation, exhibition or operation of LMS Steam Locomotive 6100 ("The Royal Scot") and other steam locomotives, rolling stock, equipment and artefacts, relics, documents and records of historic interest as the trustees may from time to time decide.

Public Benefit

The Charities Act 2006 introduced the requirement for charities to show they provided public benefit. The trustees have reviewed the objects, goals, services and objectives of the charity in the light of this requirement and can confirm that the Trust continues to further public benefit. This trustees' annual report clearly evidences how the charity strives to meet need.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

TRUSTEE'S REPORT (*continued*)

YEAR ENDED 31 MARCH 2014

OBJECTIVES AND PERFORMANCE (*continued*)

Investments

The Trust received a donation of a portfolio of shares during the current and previous year. The investments are held within the unrestricted fund, in line with the wishes of the donor. The investments may be used to provide income to further the Trust's objectives or, if the trustees consider it appropriate, may be sold.

FINANCIAL REVIEW

Activity during the year

Since establishment, the Trust has acquired several iconic steam locomotives representing the finest examples of British steam locomotive design. The trading subsidiaries, whose results are contained within the group financial statements, operate the locomotives described below.

- LMS 'Royal Scot' Class No.6100 'Royal Scot'.
- GWR 'King' Class No. 6024 'King Edward I'.
- BR Class 7P No. 70000 'Britannia'.
- The Trust also owns two examples of SR 4-6-2 Merchant Navy Class.

Mindful of the public benefit requirement the Trust has invested at its principal engineering base in Southall to provide excellent facilities to maintain its assets in the best running order. During the year the Trust completed the strategic acquisition of London and North Western Railway Heritage Company Limited, a restoration and maintenance business, to work on both the assets of the Trust and independent third party assets.

The Trust operates with seven Trustees on its Board with a wide range of skills and experience to strengthen its governance and strategic decision making.

The Trust has furthered its public exposure by the use of a website, regular reporting within the Railway Press and Media as well as through a journal magazine.

We have worked with other similar charities to strengthen dialogue between us so that training and knowledge can be more easily shared.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

TRUSTEE'S REPORT (*continued*)

YEAR ENDED 31 MARCH 2014

FINANCIAL REVIEW (*continued*)

Finance

The income for the Trust for the year ended 31 March 2014 was £3,345,927 (2013: £2,642,157). Charitable activities for the year are set out in note 3 to the accounts.

Losses for the year incurred in the subsidiary companies totalled £109,237 (2013: £82,761), however through donations and investing activities the net assets of the Trust rose from £7,326,949 to £10,901,276 during the year.

Reserves Policy

The Trustees aim to maintain free reserves at a level which equates to approximately 12 months' worth of capital and charitable expenditure. The Trustees consider that this level will ensure that there are sufficient funds available to cover support and governance costs. At the year end the unrestricted fund stood at £9,002,504 (2013: £7,303,177) of which £4,977,642 represents long term assets and the balance is expected to be sufficient for the capital expenditure and operating costs for the coming twelve months.

RESPONSIBILITIES OF THE TRUSTEES

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice, United Kingdom Accounting Standards and applicable law. The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the trustees are required to:

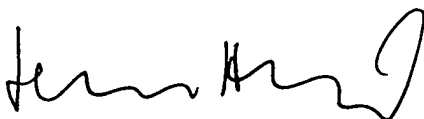
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011. The trustees 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 auditors are 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 auditors are aware of that information.

Signed by order of the trustees



Mr J Hosking
Trustee

Date: 23 December 2014

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ROYAL SCOT
LOCOMOTIVE AND GENERAL TRUST
YEAR ENDED 31 MARCH 2014

We have audited the group financial statements of The Royal Scot Locomotive and General Trust for the year ended 31 March 2014 on pages 7 to 16 which have been prepared under the historical cost convention and the accounting policies set out on pages 10 and 11.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our audit work has been undertaken so that we might state to the Trustees those matters we are required to state to them in an auditors' 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 charity and the Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and parent charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 March 2014 and of the group's incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST (*continued*)

YEAR ENDED 31 MARCH 2014

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the parent charity has not kept sufficient accounting records; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



Justin Moore BSc ACA (Senior Statutory Auditor)

For and on behalf of

Arnold Hill & Co LLP

Chartered Accountants & Statutory Auditors

Craven House

16 Northumberland Avenue

London

WC2N 5AP

Date: 23 December 2014

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

GROUP STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2014

	Note	2014 Unrestricted Fund £	2014 Restricted Fund £	2014 Total £	2013 Total £
INCOMING RESOURCES					
Donations		1,444,135	1,875,000	3,319,135	2,626,363
Investment Income		26,792	-	26,792	15,794
Commercial trading operations	6	155,590	-	155,590	143,306
TOTAL INCOMING RESOURCES		1,626,517	1,875,000	3,501,517	2,785,463
RESOURCES EXPENDED					
Costs of generating funds		(838)	-	(838)	(10,548)
Charitable activities	3	(574,149)	-	(574,149)	(424,579)
Governance costs		(13,187)	-	(13,187)	(10,405)
TOTAL RESOURCES EXPENDED		(588,174)	-	(588,174)	(445,532)
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES		1,038,343	1,875,000	2,913,343	2,339,931
OTHER RECOGNISED GAINS AND LOSSES					
Gains on investment assets		551,752	-	551,752	598,868
NET MOVEMENT IN FUNDS	2	1,590,095	1,875,000	3,465,095	2,938,799
RECONCILIATION OF FUNDS					
Total funds brought forward		7,049,496	23,772	7,073,268	4,134,469
TOTAL FUNDS CARRIED FORWARD		8,639,591	1,898,772	10,538,363	7,073,268

The statement of financial activities incorporates the income and expenditure account.

The statement of financial activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

The notes on pages 10 to 16 form part of these financial statements.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES - TRUST

YEAR ENDED 31 MARCH 2014

	Note	2014 Unrestricted Fund £	2014 Restricted Fund	2014 Total	2013 Total £
INCOMING RESOURCES					
Donations		1,444,135	1,875,000	3,319,135	2,626,363
Investment Income		26,792	-	26,792	15,794
TOTAL INCOMING RESOURCES		1,470,927	1,875,000	3,345,927	2,642,157
RESOURCES EXPENDED					
Costs of generating funds		(838)	-	(838)	(10,548)
Charitable activities	3	(309,327)	-	(309,327)	(198,512)
Governance costs		(13,187)	-	(13,187)	(10,404)
TOTAL RESOURCES EXPENDED		(323,352)	-	(323,352)	(219,464)
NET INCOMING RESOURCES BEFORE TRANSFERS		1,147,575	1,875,000	3,022,575	2,422,693
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES		1,147,575	1,875,000	3,022,575	2,422,693
OTHER RECOGNISED GAINS AND LOSSES					
Gains on investment assets		551,752	-	551,752	598,868
NET MOVEMENT IN FUNDS	2	1,699,327	1,875,000	3,574,327	3,021,561
RECONCILIATION OF FUNDS					
Total funds brought forward		7,303,177	23,772	7,326,949	4,305,388
TOTAL FUNDS CARRIED FORWARD		9,002,504	1,898,772	10,901,276	7,326,949

The statement of financial activities includes all gains and losses in the year.

All of the above amounts relate to continuing activities

The notes on pages 10 to 16 form part of these financial statements.


ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

BALANCE SHEET

31 MARCH 2014

	Note	Group 31 Mar 14 £	Trust 31 Mar 14 £	Group 31 Mar 13 £	Trust 31 Mar 13
FIXED ASSETS					
Tangible assets	7	5,239,537	5,185,480	4,977,639	4,977,639
Investments	8	4,308,021	5,815,939	2,748,019	2,748,022
Goodwill		1,480,874	-	-	-
		<u>11,038,432</u>	<u>11,001,419</u>	<u>7,725,658</u>	<u>7,725,661</u>
CURRENT ASSETS					
Stock		137,332	-	-	-
Debtors	9	707,040	728,322	1,059,511	1,266,901
Cash in hand		901,892	899,054	14,692	43,499
		<u>1,746,264</u>	<u>1,627,376</u>	<u>574,735</u>	<u>1,103,010</u>
CREDITORS: Amounts falling due within one year	10	<u>(2,246,333)</u>	<u>(1,727,519)</u>	<u>(1,755,400)</u>	<u>(1,706,121)</u>
NET CURRENT LIABILITIES		<u>(500,069)</u>	<u>(100,143)</u>	<u>(652,390)</u>	<u>(398,712)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>10,538,363</u>	<u>10,901,276</u>	<u>7,073,268</u>	<u>7,326,949</u>
NET ASSETS		<u>10,538,363</u>	<u>10,901,276</u>	<u>7,073,268</u>	<u>7,326,949</u>
FUNDS					
Restricted Fund	13	1,898,772	1,898,772	23,772	23,772
Unrestricted fund	12	8,639,591	9,002,504	7,049,496	7,303,177
TOTAL FUNDS		<u>10,538,363</u>	<u>10,901,276</u>	<u>7,073,268</u>	<u>7,326,949</u>

These financial statements were approved and signed by the trustees on 23 December 2014.



Mr J Hosking
Trustee

The notes on pages 10 to 16 form part of these financial statements.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (*continued*)

YEAR ENDED 31 MARCH 2014

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005), the Charities (Accounts and reports) Regulations 2008 and the Charities Act 2011 except for the deviations noted below.

Basis of preparation

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Purchases are accounted for under the acquisition accounting method. The results of companies acquired are included in the profit and loss account from the date that they are acquired. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of Section 408 of the Companies Act 2006.

Cash Flow Statement

The trustees have taken advantage of the exemption in FRS1 from including a cash flow statement in the financial statement on the grounds that the group is small.

Incoming resources

Gross income represents the income derived from the carrying on of the Trust's activities, comprising of donations, investment income and income from commercial trading operations.

Resources expended

Resources expended comprise expenditure on charitable activities and on the administration of the charity. All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities.

Commercial trading operations costs are costs directly attributable to the trading activities of the subsidiaries of the group.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

Investments - Unquoted

Unquoted investments are stated at cost less provision for diminution in value.

Investments - Quoted

Investments are stated at market value as at the balance sheet date. Gains and losses on this basis are recorded in the statement of financial activities. Gains and losses on disposal are calculated inclusive of related transaction fees and are recorded in the statement of financial activities.

Depreciation – Engines

An impairment review is conducted each year. Should any impairments or movement in impairment arise from this review, this will be charged to the statement of financial activities for the period in which it occurs. The director considers the assets to appreciate in value and therefore that this accounting policy results in the accounts giving them a true and fair view.

Depreciation – Boilers

Boilers are included at their historical cost, and are depreciated over their useful economic life as follows:

Boiler for Locomotive 70000 'Britannia' – over 6 years.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2014

1. ACCOUNTING POLICIES *(Continued)*

Goodwill

Goodwill is reviewed annually for impairment and is written off over a ten year period with no charge in the year of acquisition.

2. NET MOVEMENT IN FUNDS

Net movement in funds is stated after charging:

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
Auditor's remuneration				
- as auditor	5,000	5,000	5,000	5,000
- for other services	16,398	7,085	16,083	4,420
Depreciation	67,609	66,666	66,666	66,666
	<u>89,007</u>	<u>78,751</u>	<u>87,749</u>	<u>76,086</u>

3. CHARITABLE ACTIVITIES

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
Direct charitable expenditure	303,329	303,329	193,257	193,257
Support costs	5,998	5,998	5,255	5,255
Commercial trading operations	264,823	-	226,067	-
	<u>574,150</u>	<u>309,327</u>	<u>424,579</u>	<u>198,512</u>

4. PARTICULARS OF EMPLOYEES

Following the acquisition of London and North Western Railway Heritage Company Limited during the year the group now has 20 employees. Costs are also paid to affiliated entities in relation to staff costs. The aggregate staff cost charge of the group and the trust is as set out below:

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
Wages and salaries	118,225	45,959	91,276	25,576
	<u>118,225</u>	<u>45,959</u>	<u>48,046</u>	<u>3,410</u>

These costs are included within the Statement of Financial Activities under the heading 'Resources expended: Charitable activities'.

5. TAXATION

No provision is made for corporation taxation in relation to the Trust's affairs by virtue of the Trust's charitable status. Corporation taxation is provided in relation to the subsidiary companies profit on ordinary activities.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2014

6. COMMERCIAL TRADING OPERATIONS OF SUBSIDIARY UNDERTAKINGS

The Trust has trading subsidiaries as detailed in note 8 to the financial statements.

A summary of the most recent results of the trading subsidiaries is shown below for the year ended 31 March 2014.

PROFIT AND LOSS ACCOUNT

	Locomotive 6100 Ltd	Locomotive 6024 Ltd	Locomotive 70000 Ltd	London and North Western Railway Heritage Company Limited
	2014 £	2014 £	2014 £	2014 £
TURNOVER	-	1,600	31,170	1,473,818
Cost of sales	(13,664)	(10,000)	(57,736)	(900,870)
GROSS PROFIT	(13,664)	(8,400)	(26,566)	572,948
Administrative expenses	-	(27,694)	(86,778)	(660,290)
Other Operating Income	-	-	60,500	-
OPERATING LOSS	(13,664)	(36,094)	(52,844)	(87,342)
Interest receivable	1	-	-	(4,271)
LOSS BEFORE TAXATION	(13,663)	(36,094)	(52,844)	(91,613)
Tax on loss on ordinary activities	-	-	-	12,000
LOSS AFTER TAXATION	(13,663)	(36,094)	(52,844)	(79,613)
BALANCE SHEET	£	£	£	£
Total Assets	44,968	400	6,234	484,885
Total Liabilities	(73,767)	(123,533)	(210,580)	(474,478)
Reserves	(28,799)	(123,133)	(204,346)	10,407

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2014

7. TANGIBLE FIXED ASSETS - GROUP

	Office Equipment £	Plant and Machinery £	Total £
COST			
At 1 April 2013	-	5,110,971	5,110,971
Additions	1,091	467,686	468,777
At 31 March 2014	1,091	5,578,657	5,579,748
DEPRECIATION			
At 1 April 2013	-	133,332	133,332
Charge for year	460	206,419	206,879
At 31 March 2014	460	339,751	340,211
NET BOOK VALUE			
At 31 March 2014	631	5,238,906	5,239,537
At 31 March 2013	-	4,977,639	4,977,639

8. INVESTMENTS

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
Quoted Investments – At Market Value				
At 1 April	2,748,019	2,748,019	617,072	617,072
Additions at cost	2,535,823	2,535,823	2,785,066	2,785,066
Disposals	(1,567,496)	(1,567,496)	(1,188,085)	(1,188,085)
Net gains on revaluations in the period	591,675	591,675	533,966	533,966
At 31 March	4,308,021	4,308,021	2,748,019	2,748,019
Unquoted Investments				
At 1 April	-	3	-	3
Additions at cost	-	1,507,915	-	-
At 31 March	-	1,507,918	-	3

The unquoted investments are in subsidiary undertakings, stated at cost.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2014

The following were investments of the Trust at 31 March 2014. The investments in subsidiary companies are held so as to provide profits which can be used in furtherance of the Trust's objectives.

Subsidiary undertakings	Interest in ordinary share capital	Country of incorporation	Principal activity
Locomotive 70000 Limited	100%	England & Wales	Operating a locomotive
Locomotive 6100 Limited	100%	England & Wales	Operating a locomotive
Locomotive 6024 Limited	100%	England & Wales	Operating a locomotive
London & North Western Railway Heritage Company Limited	100%	England & Wales	Steam locomotive maintenance, restoration and ancillary engineering services

9. DEBTORS

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
Trade debtors	294,403	-	19,492	390
Other debtors	412,637	728,322	1,040,019	1,266,511
	<u>707,040</u>	<u>728,322</u>	<u>1,059,511</u>	<u>1,266,901</u>

10. CREDITORS: Amounts falling due within one year

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
Trade creditors	196,876	74,746	17,512	10,534
Taxation and social security	40,812	-	1,818	-
Other creditors	726,828	418,484	402,648	391,833
Accruals	30,500	10,388	109,522	76,854
Directors current account	1,223,901	1,223,901	1,223,900	1,223,900
Bank Overdraft	27,416	-	-	-
	<u>2,246,333</u>	<u>1,727,519</u>	<u>1,755,400</u>	<u>1,706,121</u>

11. CONTINGENT LIABILITY

During the year the trust acquired the entire issued share capital of London and North Western Railway Heritage Company Limited. In addition to the consideration paid to the vendor, the trust agreed that it would make a donation to the Waterman Railway Heritage Trust on an annual basis for five years following the acquisition of the company. The donations should be paid in annual instalments of the lower of 20% of the profit or London and North Western Railway Heritage Company Limited or £40,000. No provision has been made in these accounts for those future donations.

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2014

12. UNRESTRICTED FUND

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
At 1 April 2013	7,049,496	7,303,177	4,134,469	4,305,388
Net movement in funds for the year (excluding transfers)	<u>1,590,095</u>	<u>1,699,327</u>	<u>2,915,027</u>	<u>2,997,789</u>
At 31 March 2014	<u>8,639,591</u>	<u>9,002,504</u>	<u>7,049,496</u>	<u>7,303,177</u>

13. RESTRICTED FUND

	Group 2014 £	Trust 2014 £	Group 2013 £	Trust 2013 £
At 1 April 2013	23,772	23,772	-	-
Net movement in funds for the year (excluding transfers)	<u>1,875,000</u>	<u>1,875,000</u>	<u>23,772</u>	<u>23,772</u>
At 31 March 2014	<u>1,898,772</u>	<u>1,898,772</u>	<u>23,772</u>	<u>23,772</u>

14. CAPITAL COMMITMENTS

As at 31 March 2014, the Trust had capital commitments as follows:

	<u>2014</u> £	<u>2013</u> £
Contracted for but not provided for in the financial statements	39,794	-
	<u>39,794</u>	<u>-</u>

15. RELATED PARTY TRANSACTIONS

During the year, the Trust paid consultancy fees of £14,501 (2013: £12,353) to Mr R Corser, a director of the charitable company. No trustees or any persons connected with them received any remuneration during the year.

During the year, Peter Greenwood was reimbursed expenses of £Nil (2013: £2,744). No other trustees or persons connected with them were reimbursed expenses.

Also during the year, Locomotive 08780 Limited, a related undertaking, charged hire fees of £Nil (2013: £3,000) to the Trust. As at 31 March 2014, the Trust owed Locomotive 08780 Limited £3,000 (2013: £3,000).

Also during the year, Locomotive 60019 Limited, a related undertaking, paid expenses of £2,637 (2013: £160) on behalf of the Trust. As at 31 March 2014, the Trust owed Locomotive 60019 Limited £2,477 (2013: £160).

Also during the year, Locomotive 60019 Limited paid expenses of £349 (2013: £534) on behalf of Locomotive 70000 Limited. As at 31 March 2014, the company owed Locomotive 60019 Limited £802 (2013: £534).

Also during the year, Locomotive 5029 Limited, a related undertaking, paid expenses of £Nil (2013: £84) on behalf of Locomotive 70000 Limited. As at 31 March 2014, the company owed Locomotive 5029 Limited £84 (2013: £84).

ROYAL SCOT LOCOMOTIVE AND GENERAL TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2014

Also during the year, Locomotive Services Limited, a related undertaking paid expenses on behalf of the Trust and its subsidiaries, as follows:

- On behalf of Royal Scot Locomotive and General Trust - £215,415 (2013: £5,754). As at 31 March 2014, the Trust owed Locomotive Services Limited £381,521 (2013: £391,833).
- On behalf of Locomotive 70000 Limited - £784 (2013: £138). Locomotive Services Limited also received income on behalf of Locomotive 70000 Limited of £Nil (2013: £4,800) and recharged expenses to that company of £Nil (2013: £13,267). As at 31 March 2014, Locomotive 70000 Limited owed Locomotive Services Limited £18,119 (2013: £17,335).
- On behalf of Locomotive 6100 Limited - £Nil (2013: £759). As at 31 March 2014, Locomotive 6100 Limited owed Locomotive Services Limited £336 (2013: £336).
- On behalf of Locomotive 6024 Limited - £Nil (2013: £2,068). As at 31 March 2014, Locomotive 6024 Limited owed Locomotive Services Limited £5,276 (2013: £5,276).