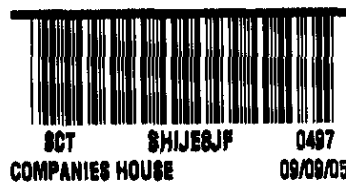


ST ANDREW ANIMAL FUND
(a company limited by guarantee)
Registered Number: 47073

Annual Report and Financial Statements
For the year ended 31 December 2004



ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Annual Report and Financial Statements

For the year ended 31 December 2004

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Directors

Mr J A M McGrath FBCO DCLP, Chairman
Mr C K Mylne BA FRPS (resigned October 2004)
Mr David Martin BA MEP
Dr Jane Goodall, DBE
Ms Rebecca Ford BSc
Ms Heather Petrie
Mrs Shona McManus
Mrs Virginia Hay
Mr Steven Blakeway MRCVS
Ms Emma Law (resigned April 2004)
The Duchess of Hamilton
Ms Audrey Fearn
Mr Les Ward MBE (elected and appointed Vice-Chairman May 2004)

Secretary

Mr Les Ward, MBE (resigned 1 January 2004)
Mr Ross Minett, MSc BSc (appointed 1 January 2004)

Office Administrator

Mrs Margaret Foster (retired August 2004)

Office Manager

Mrs Pauline Robertson (appointed September 2004)

Accountants and Auditors

Scott-Moncrieff
17 Melville Street
Edinburgh
EH3 7PH

Bankers

Clydesdale Bank plc
21 Queensferry Street
Edinburgh
EH2 4RD

Solicitors

Lindsays WS
11 Atholl Crescent
Edinburgh
EH3 8HE

Investment Advisor

Adam & Company
22 Charlotte Square
Edinburgh
EH2 4DF

Registered office

10 Queensferry Street
Edinburgh
EH2 4PG

Scottish Charity No. SC05337

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Directors' Report

For the year ended 31 December 2004

The Directors have pleasure in presenting their report for the year ended 31 December 2004.

Constitution

The St Andrew Animal Fund was incorporated on 26 November 1969. The management of the Company is the responsibility of the Directors who are elected under the terms of the Memorandum and Articles of Association.

Objectives

The objectives of the Fund are:

1. To take all appropriate measures for the protection of animals from cruelty and the prevention of the infliction of suffering on animals throughout Scotland and elsewhere.
2. To foster and encourage humane attitudes towards animal life.
3. To advance and encourage humane methods of study and research for the advancement of knowledge in the natural and medical sciences.
4. To organise, encourage or support educational activities designed to create proper understanding and appreciation of animals and wildlife.

To meet these objectives the Fund operates by supporting and encouraging projects in line with these objectives.

Principal Activities

The activities of the Fund over the past year included making grants and awards to further animal welfare projects in the UK and overseas. The Fund continued its involvement in a project into the force feeding of ducks and geese in the production of foie gras and with 'Focus on Alternatives', a group promoting the development, acceptance and use of humane alternatives to animals in research.

The Directors consider that the priorities for the charity in the next few years are support for development of non-animal research techniques, funding farm animal and companion animal and wildlife projects to improve welfare and enhance the welfare of animals.

Financial Information

Net outgoing resources for the year amounted to £46,710 (2003: £77,635)

The accounts have been prepared in accordance with current statutory requirements and the charity's memorandum and articles of association.

The Directors confirm on a fund to fund basis that the Company's assets are available and adequate to fulfil the obligations of the Company.

Reserves Policy

Campaigning costs and grants are paid out of investment and other income after deduction of administrative expenses. Revenue surpluses brought forward (if any) from previous years are available if there is a shortfall. The Directors aim to preserve endowment funds but will spend them when urgent work cannot be resourced out of revenue.

Investment policy

The Directors employ Adam & Company as fund managers to manage the portfolio on a discretionary basis. The investment objective is one of a balanced portfolio subject to a medium degree of risk. There are no specific investment restrictions or limitations applied to the portfolio. However the fund managers must take due account of the Funds field of interest and avoid dealing in investments contrary to the objectives of the Fund. No target for income has been set at the present time because of the current state of the stock market. The value of the portfolio is benchmarked against the FTSE All Share Index. The fund managers meet with the Directors at least twice a year and one of the Directors has been given the responsibility of monitoring the portfolio on a regular basis.

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Directors' Report - continued

For the year ended 31 December 2004

Grant Making Policy

In accordance with the objectives of the Fund grants are made to individuals and groups for animal welfare projects in the UK and overseas.

The availability of grants is advertised widely.

A standard application form is used to provide the information required for Directors to decide which individuals and groups should receive grants.

Risk Policy

The Directors have assessed the major risks to which the Fund is exposed and are satisfied that systems are in place to mitigate those risks.

Taxation

The Fund is a charity and is recognised as such by the Inland Revenue for taxation purposes. As a result there is no liability to taxation on any of its income.

Rotation of Directors

Mr Murray McGrath and Mr Stephen Blakeway retire by rotation and are available for re-election.

Connected Party

The Directors are also Directors of Advocates for Animals, a company limited by guarantee. No balance was outstanding between the parties at the year end.

Directors' responsibilities

Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the surplus or deficit of the Company for that period. In preparing those financial statements, the Directors 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 a going concern basis unless it is inappropriate to presume that the Company will continue in business;

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

A resolution to re-appoint Scott-Moncrieff Chartered Accountants as auditors will be put to the members at the annual general meeting.

For and on behalf of the Board of Directors

19/4 2005


Ross Minett
Secretary

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Independent Auditors' Report to the Members
For the year ended 31 December 2004

We have audited the financial statements of St Andrew Animal Fund for the year ended 31 December 2004 set out on pages 4 to 12. These financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and the accounting policies set out on page 6 and 7.

This report is made solely to the company's members as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' responsibilities the charitable company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors Report is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the charitable company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

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

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

Opinion

In our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 December 2004 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Scott-Moncrieff

SCOTT-MONCRIEFF
Chartered Accountants
Registered Auditor
17 Melville Street
Edinburgh
EH3 7PH

7 April 2005

ST ANDREW ANIMAL FUND
(a company limited by guarantee)
Income and Expenditure Account and
Statement of Financial Activities
For the year ended 31 December 2004

	Notes	Unrestricted Funds (revenue) £	Restricted Funds £	Endowment Funds £	2004 Total £	2003 Total £
Incoming resources						
Donations and legacies		15,614	6,629	-	22,243	30,542
Activities for generating funds						
- Investment income		20,243	18	-	20,261	24,706
- Rental income		17,916	-	-	17,916	15,550
- Gain of sale of fixed asset		2,807	-	-	2,807	-
Total incoming resources		<u>56,580</u>	<u>6,647</u>	<u>-</u>	<u>63,227</u>	<u>70,798</u>
Resources expended						
Cost of generating funds	10	3,646	108	5,637	9,391	10,303
Charitable expenditure:						
- Grants payable	3	24,114	1,920	-	26,034	31,297
- Activities in furtherance of charity's objects	10	62,357	6,117	-	68,474	93,801
- Management and administration	10	5,556	108	-	6,038	13,032
Total resources expended		<u>96,047</u>	<u>8,253</u>	<u>5,637</u>	<u>109,937</u>	<u>148,433</u>
Net (outgoing) resources		(39,467)	(1,606)	(5,637)	(46,710)	(77,635)
Transfer between funds		<u>39,467</u>	<u>-</u>	<u>(39,467)</u>	<u>-</u>	<u>-</u>
Net (outgoing) resources after transfers		-	(1,606)	(45,104)	(46,710)	(77,635)
Realised (loss)/gain on investments		<u>-</u>	<u>-</u>	<u>(5,557)</u>	<u>(5,557)</u>	<u>5,429</u>
(Deficit) for year		-	(1,606)	(50,661)	(52,267)	(72,206)
Unrealised gain on investments		<u>-</u>	<u>-</u>	<u>16,239</u>	<u>16,239</u>	<u>16,560</u>
Net movement in funds		-	(1,606)	(34,422)	(36,028)	(55,646)
Fund balances at 1 January 2004		<u>-</u>	<u>21,832</u>	<u>586,490</u>	<u>608,322</u>	<u>663,968</u>
Fund balance carried forward at 31 December 2004		<u>-</u>	<u>20,226</u>	<u>552,068</u>	<u>572,294</u>	<u>608,322</u>

All activities of the Company relate to continuing operations.

The notes on pages 6 to 12 form part of these financial statements

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

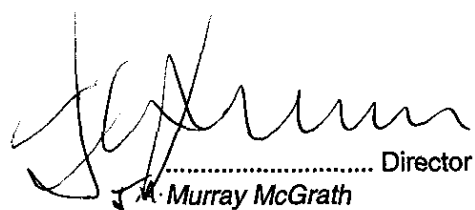
Balance Sheet

As at 31 December 2004

	Notes	2004		2003	
		£	£	£	£
Fixed assets	4		99,592		103,886
Investments	5		306,933		355,625
Current assets					
Debtors	6	4,375		4,003	
Cash at bank and in hand		190,378		151,845	
		<u>194,753</u>		<u>155,848</u>	
Creditors: Amounts falling due within one year	7	<u>(28,984)</u>		<u>(7,037)</u>	
Net current assets			<u>165,769</u>		<u>148,811</u>
Total assets			<u><u>572,294</u></u>		<u><u>608,322</u></u>
Funds					
Unrestricted funds			-		-
Restricted funds	8		20,226		21,832
Endowment funds			552,068		586,490
			<u><u>572,294</u></u>		<u><u>608,322</u></u>

The financial statements were approved by

the Directors on 7.4. 2005


..... Director
Murray McGrath

The notes on pages 6 to 12 form part of these financial statements

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Notes to the Financial Statements

For the year ended 31 December 2004

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and are in accordance with the Companies Act 1985 applicable accounting standards in the United Kingdom and Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2000).

Fixed assets

Fixed assets are included in the balance sheet at cost or revalued amount less accumulated depreciation. Impairment reviews are performed when the directors become aware of any significant change in value.

Depreciation

Depreciation is provided in the year in which the fixed assets are purchased. Depreciation is calculated so as to write off the cost less residual value of each asset evenly over its expected useful life at the following rates:

Vehicles	25%
Equipment	20%
Fixtures and fittings	20%
Heritable Property	2%

Stocks

Stocks are valued at the lower of cost and net realisable value at the balance sheet date.

Investments and investment income

Investments are included at market value. Gains and losses are recognised in the period in which they arise.

Income from investments is credited to the income and expenditure account in the year it is receivable and are treated as unrestricted.

Pensions

The company operates a defined contribution pension scheme the assets of which are held in a separately administered fund. Contributions are charged to the income and expenditure account in the year in which they are incurred.

Legacies

Legacies are credited in the year in which they are receivable and the amount can be measured with reasonable certainty.

VAT

The company is not registered for VAT and accordingly expenditure includes VAT where appropriate.

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Notes to the Financial Statements - continued

For the year ended 31 December 2004

1. Accounting policies - continued

Expenditure

Expenditure is charged against revenue in the year in which it is incurred. Where possible, expenses are attributed directly to the function to which they relate. Where this is not possible, they are apportioned among the functions to which they relate.

Share capital

The Company is limited by guarantee and therefore has no share capital.

Charitable aid and grants payable

Charitable aid and grants are recognised in the year the offer is conveyed to the recipient.

Grants subject to conditions which have not been met at the year end are noted as a commitment but not accrued as expenditure.

Cash flow statement

The Company is exempt from preparing a cash flow statement in compliance with the Financial Reporting Standard No 1.

2. Staff numbers and costs

	2004 £	2003 £
Wages and salaries	18,656	23,782
Social security costs	1,692	2,642
Pension costs	1,690	2,838
	<u>22,038</u>	<u>29,262</u>
	<u>Number</u>	<u>Number</u>
The average weekly number of employees during the year was:-	<u>2</u>	<u>2</u>

No Directors received remuneration or expenses during the year.

No employee received remuneration in excess of £50,000 during the year.

3. Charitable activities

	2004 £	2003 £
Charitable grants and donations (see below)	26,034	31,297
Other charitable expenditure (see note 10)	68,474	93,801
	<u>94,508</u>	<u>125,098</u>

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Notes to the Financial Statements - continued

For the year ended 31 December 2004

Charitable grants and donations

During the year the following grants and donations were authorised and paid:-

	2004	2003
	£	£
Assisi Animal Sanctuary, Northern Ireland	200	500
ATLA Abstracts	500	500
Captive Animals' Protection Society	1,200	-
Cat Register and Rescue, Falkirk	500	-
Cetacean Research and Rescue	500	-
Costa Blanca Feral Cat Trust	500	400
Dr Hadwen Trust	720	-
Dumfries & Galloway Canine Rescue Centre	-	300
Fethiye Hayvan Dostlari Dernegi, Turkey	-	1,037
Friends of the Ferals, Devon	500	500
Gambia Horse & Donkey Trust	-	500
Give a Greyhound a Home	-	800
Hwange Conservation Society, Zimbabwe	-	1,000
InterNICHE	2,000	-
JBF (Scotland)	500	-
Lawrence & Beavan Website Project	10,869	-
Ms Lynda Korimboccus	65	-
Monkey Guardians, Devon	-	1,000
Muirhouse Animal Fund, Edinburgh	800	500
New Life Parrot Rescue	500	-
Norwegian School of Veterinary Science	1,160	1,160
Petcare Network, Edinburgh	-	500
Rhondda Valleys Animal Welfare	-	1,000
Rodent Rescue and Re-home London	-	600
Small grants to meet vet bills & transporting horses	-	850
Stonehouse Animal Sanctuary, Carlisle	-	500
The Sanctuary, Morpeth	500	500
Tinto Kennels	3,000	3,000
Trudy Aitken, St Bernard Dog Rescue	100	-
Tweedview Rabbit Rescue	-	500
Uist Hedgehog Rescue	1,920	-
Zimbabwe Horse Rescue Fund	-	15,650
	<hr/>	<hr/>
	26,034	31,297
	<hr/>	<hr/>

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Notes to the Financial Statements - continued

For the year ended 31 December 2004

4. Fixed Assets

	Heritable Property £	Motor Vehicles £	Equipment £	Fixtures & Fittings £	Total £
Cost					
At 1 January 2004	100,000	17,991	47,154	4,036	169,181
Additions	-	5,595	2,644	500	8,739
Disposals	-	(23,586)	-	-	(23,586)
	<u>100,000</u>	<u>-</u>	<u>49,798</u>	<u>4,536</u>	<u>154,334</u>
Depreciation					
At 1 January 2004	8,000	17,991	37,420	1,884	65,295
Charge in year	2,000	-	4,577	861	7,438
Disposals	-	(17,991)	-	-	(17,991)
	<u>10,000</u>	<u>-</u>	<u>41,997</u>	<u>2,745</u>	<u>54,742</u>
Net book value					
At 31 December 2004	<u>90,000</u>	<u>-</u>	<u>7,801</u>	<u>1,791</u>	<u>99,592</u>
At 31 December 2003	<u>92,000</u>	<u>-</u>	<u>9,734</u>	<u>2,152</u>	<u>103,886</u>

Property consists of offices at 10 Queensferry Street and a garage at 22 Learmonth Terrace Lane and was revalued on 31 December 1996 by the Directors.

5. Investments

	2004 £	2003 £
Market value at 1 January 2004	355,626	401,774
Less: disposals at opening market value (Proceeds £88,265, loss (£5,556))	(93,821)	(175,491)
Add: additions at cost	28,889	112,782
Net gain/(loss) on revaluation at 31 December 2003	<u>16,239</u>	<u>16,560</u>
Market value at 31 December 2004	<u>306,933</u>	<u>355,625</u>
Historical cost	<u>226,956</u>	<u>279,673</u>

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Notes to the Financial Statements - continued

For the year ended 31 December 2004

5. Investments continued

The investments are comprised of Government Stocks and UK equities. The investments are revalued at 31 December 2004 by reference to readily available market prices. The valuation was carried out by Adam & Company Investment Managers Limited.

Investment Holdings held which are over 5% of portfolio by value are:-

Holding	Market Value at 31/12/04
Aviva	15,486
HSBC	17,580
Shell Transport & Trading	22,200
7 ¾% Treasury Stock 2012/15	24,301
5% Treasury Stock 2008	25,401
5% Treasury Stock 2012	15,680
Lloyds TSB	16,555
Second Alliance Trust	16,688
4% Treasury Stock 2009	15,980

6. Debtors	2004 £	2003 £
Prepayments	926	1,378
Sundry debtors	3,449	1,449
Taxation recoverable	-	1,176
	<u>4,375</u>	<u>4,003</u>

7. Creditors : Amounts falling due within one year	2004 £	2003 £
Accruals	8,024	7,037
Trade creditors	20,960	-
	<u>28,984</u>	<u>7,037</u>

8. Analysis of net assets among funds	Restricted Funds £	Endowment Funds £	Total £
Fixed assets	-	99,592	99,592
Investments	-	306,933	306,933
Net current assets	20,226	145,543	165,769
	<u>20,226</u>	<u>552,068</u>	<u>572,294</u>

ST ANDREW ANIMAL FUND
(a company limited by guarantee)

Notes to the Financial Statements - continued

For the year ended 31 December 2004

9. Restricted Funds	Balance at 31/12/03 £	Incoming Resources £	Outgoing Resources £	Balance at 31/12/04 £
Status of Animals Conference	4,046	-	-	4,046
Zimbabwe Horse Rescue Fund	203	12	-	215
Zimbabwe Animal Rescue Fund	-	755	530	225
Save the Hedgehogs	17,583	5	2,942	14,646
Uist Hedgehog Rescue	-	5,875	4,781	1,094
	<u>21,832</u>	<u>6,647</u>	<u>8,253</u>	<u>20,226</u>

Zimbabwe Animal Fund administers the bank account for the Status of Animals conference.

ST ANDREW ANIMAL FUND
(a company limited by guarantee)
Notes to the Financial Statements
For the year ended 31 December 2004

10. Income and Expenditure Account and Expenditure Allocation

	Total	Cost of Generating Funds £	Admin Costs £	2004 Activities in furtherance of charity's objective £	£	Total	Cost of Generating Funds £	Admin Costs £	2003 Activities in furtherance of charity's objective £
Investment income	£				20,261				
Donations and legacies					22,243				
Rent					17,916				
Gain on sale of fixed assets					2,807				
					<u>63,227</u>				
Charitable grants	26,034			26,034	31,297				31,297
Salaries (note 2)	20,348	2,035	2,035	16,278	26,424	2,642	2,642		21,140
Pension contributions	1,690	169	169	1,352	2,838	284	284		2,270
Rates and Insurance	6,770	676	676	5,418	3,255	326	326		2,603
Heat, light and cleaning	2,247	225	225	1,797	3,127	313	313		2,501
Repairs and renewals	3,148	315	315	2,518	8,829	883	883		7,063
Telephone	2,802	280	280	2,242	2,493	249	249		1,995
Printing, stationery and video library	3,918	392	392	3,134	4,705	471	471		3,763
Advertising	2,751	-	-	2,751	9,929	-	-		9,929
Investment and advisory services	3,353	3,353	-	-	3,577	-	-		-
Administration charge	8,000	800	800	6,400	8,000	800	800		6,400
Audit remuneration-audit fee-	3,733	374	374	2,985	3,154	315	315		2,524
other service-	2,223	222	222	1,779	2,722	272	272		2,178
Motor expenses	1,024	-	-	1,024	1,955	-	-		1,955
Travelling expenses	508	51	51	406	6,306	-	6,306		-
Sundry expenses	3,723	-	-	3,723	2,357	-	-		2,357
Net bank interest/charges	860	-	-	860	616	-	-		616
Exhibition expenses	-	-	-	-	1,297	-	-		1,297
Depreciation	7,438	-	-	7,438	11,694	-	-		11,694
Subscriptions	1,301	-	-	1,301	1,083	-	-		1,083
Legal fees	2,294	229	229	1,833	1,528	153	153		1,222
Other Professional fees	2,697	270	270	2,157	176	18	18		140
Website	739	-	-	739	-	-	-		-
Investigation costs	-	-	-	-	11,071	-	-		11,071
Conference, Meeting & Rally costs	2,339	-	-	2,339	-	-	-		-
		<u>9,391</u>	<u>6,038</u>	<u>94,508</u>	<u>148,433</u>	<u>10,303</u>	<u>7,356</u>		<u>125,098</u>
Operating Surplus/(Deficit)		<u>109,937</u>	<u>(46,710)</u>		<u>(77,635)</u>				