

Charity number: SC006270
Company number: SC49387

Abernethy Trust Limited
(A company limited by guarantee)

Trustees' report and group financial statements
for the year ended 31 October 2016

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Abernethy Trust Limited
(A company limited by guarantee)

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Abernethy Trust Limited

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The Trustees are pleased to present their annual report together with the consolidated financial statements of the charity and its subsidiaries for the year ending 31 October 2016 which are also prepared to meet the requirements for a Directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Our purposes and activities

The company's objective and principal activity is to communicate the reality of the Christian message by providing high quality outdoor instruction and excellent residential facilities, staffed by committed Christians. The aim of striving for excellence is evident in all that is done, from the standard of accommodation and food services through to the emphasis on safety while delivering outdoor adventure experiences.

Each member of the team is committed to excellence and will do all that they can to ensure that all guests enjoy a friendly and efficient experience during their stay.

The company is a non-profit making company with charitable status. Any surplus income generated is reinvested back into the company to assist continuous improvement.

During the course of the year the company's principal objective has been achieved through the operation of its five outdoor centres at Nethybridge, Ardeonaig, Barcaple, Ardgour and Glen Kin; Ardgour is also the home of the Abernethy Trust School of Adventure Leadership.

Strategic Report

Achievements and Performance

During 2015/16 the company welcomed over 13,500 individuals, mainly the young, to its five residential centres, providing various outdoor adventure activity programmes. Nine students successfully completed the twelve month course at the Abernethy Trust School of Adventure Leadership.

Financial Review

In the year ended 31 October 2016 the group recorded a shortfall in unrestricted income over expenditure (excluding the exceptional item described below) of £71,414 (2015: Surplus £172,625).

The expenditure incurred during 2015/16 supported our charitable objectives by providing life changing opportunities for over 13,500 young people at our five outdoor activity centres in Scotland.

Exceptional Item

The Abernethy Trust centre at Ardgour is occupied on a lease agreement which provided for the Trust to be reimbursed at lease end for the value of the capital improvements made to the property during the life of the lease. Agreement was reached with the landlord during the year to bring this payment forward and the agreed settlement sum of £500,000 was received in December 2015. As this income related to a fixed asset, the cost of the leasehold improvements already made will now be depreciated on a straight line basis over the next 20 years, the remaining life of the lease. The income and depreciation are shown in the Accounts as a designated fund and not available for general use. The funds were applied to substantially reduce the term loan, saving the Trust interest and further capital repayments and ease cashflow during future years.

Reserves Policy and going concern

The Directors consider that the company operates on a sound financial basis. However, in view of the substantial investment in fixed assets, the Directors recognise that the current reserves are not large enough to provide a buffer against any unforeseen circumstances which might arise. The Directors are aware of the need to balance the requirement to maintain and improve all of the property owned by the company against their wish to create reserves which would enhance the company's ability to meet unexpected costs.

The Trustees are of the view that the Trust and group are a going concern.

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Principal Funding Sources

The principal funding sources are two-fold; the fees charged for the provision of accommodation and outdoor adventure experiences and grant aid and donations. Grant aid and donations can be general in nature and can also be in response to an appeal for specific projects.

Investment Policy

Surplus funds and guest deposits from time to time are held in an interest-bearing bank account.

Plans for Future Periods

The company's future plans for 2016/17 are to continue operating with increased bed-nights and participation in instructed activities at its five residential outdoor centres, maintaining high standards throughout its facilities and within its programmes. A major building project is planned for Nethybridge in 2018 to replace the chalet accommodation which is now outdated. Fund raising for this project is well under way. In addition, developing staff accommodation at Barcaple is a priority and the School of Adventure Leadership continues to grow and develop. The general plan is to continue to provide outdoor education in a Christian environment through the operation of the five centres for the foreseeable future. The policy of continuous upgrade of the facilities will be continued.

Governing Document

Abernethy Trust Limited is a company limited by guarantee and a charity registered in Scotland. It is recognised as a charity by HM Revenue and Customs for the purposes of Section 7 of the Charities and Trustee Investment (Scotland) Act 2005. Its founding governing instrument, the Constitution, was the Memorandum and Articles of Association which established the objects and powers of the charitable company. New Articles of Association, approved by the Office of the Scottish Charity Regulator, were adopted on 9th June 2016. In the event of the company being wound up members are required to contribute an amount not exceeding £1 (One Pound).

Members of the Board of Directors

Members of the Board of Directors are directors for the purpose of company law and trustees for the purpose of charity law. Directors who served during the year and up to the date of this report are set out below:

Mrs S E Allen	
Dr H T Dougall	
B G Duncan	
B M Edmondson	Deputy Chief Executive
D J Gordon	(resigned 9 June 2016)
J S McNeill	Chairman
Dr P A Simpson	Chief Executive
P R Smith	
Dr B M Strickland	
Mrs S E Yarrow	

Secretary

Dr P A Simpson

Key management personnel:

Operations Directors: A Marrian, D Nelson, A Wade, Mrs L White

The day to day management of the charity is delegated to the Abernethy Leadership Team comprising the Operations Directors from each Centre and the Chief Executive and Deputy Chief Executive.

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Recruitment and Appointment of Directors

The Directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Articles of Association, Directors are appointed from the body of people who have an interest in outdoor adventure activities and share the vision and values of the Trust. New and existing Directors bring a range of different professional skills to the board. New Directors are appointed by the existing Directors at a Directors' meeting. Appointees are ratified at the next Annual General Meeting.

Dr B M Strickland, Mrs S E Yarrow and Mr P R Smith retire by rotation and, being eligible, will be available for re-election at the next Annual General Meeting. Mr D J Gordon retired from the Board of Directors at the end of his period of service.

Trustee Induction and Training

Directors are appointed on the basis of their skills and experience. All new Board Members are issued with an Induction Pack of information prior to appointment and also take part in an interview process.

Organisational Structure and Decision making processes

The Directors meet broadly on a quarterly basis. The day to day management of the charity is delegated to Dr Philip A Simpson, the Chief Executive, who is employed full time by the Charity. In addition, four of the centres have an in-house Operations Director responsible for the operation of that centre. The Abernethy Leadership Team meets together regularly and reports back to the Trustees via the Chief Executive and Deputy Chief Executive.

Related parties

Related parties include the Charity Trustees, the Abernethy Leadership Team and any family members employed by the Trust. Note 29 to the accounts sets out all related party transactions.

Pay policy for senior staff

The Directors consider the Board of Directors and the Abernethy Leadership Team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Trust on a day to day basis. All non-executive directors give of their time freely and no director received remuneration in the year other than those two executive directors whose remuneration with expenses are disclosed in note 14 to the accounts.

The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the Directors benchmark against pay levels in other outdoor centres and charities of a similar size.

Risk management

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties faced by the charity and its subsidiaries;
- the establishment of policies, systems and procedures to mitigate those risks identified in the annual review; and
- the implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.

This work has identified that financial sustainability is the major financial risk for both the charity and its subsidiary. A key element in the management of financial risk is a regular review of available liquid funds to settle debts as they fall due, regular liaison with the bank, and active management of trade debtors and creditors balances to ensure sufficient working capital by the Trust and its subsidiary company. Attention has also been focussed on non-financial risks arising from fire, health and safety of guests and staff, management of guest safety and food hygiene. These risks are managed by ensuring accreditation is up to date, having robust policies and procedures in place, and regular awareness training for staff working in these operational areas.

Principal Risks and Uncertainties

The Directors consider the risks adhering to the Charity at their regular Directors meetings and put in place appropriate policies to mitigate such risks. In particular, health and safety, child protection and financial risks have been identified.

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Responsibilities of the Directors

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the directors should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The directors are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Members of the Board of Directors

Directors who served during the year and up to the date of this report are set out on page 2.

Statement of disclosure to the auditors

In accordance with company law, as the company's directors, we certify that:

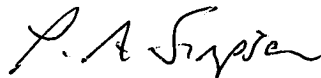
- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware; and
- as the directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

FKF Accounting Limited were re-appointed as the company's auditors during the year and have expressed their willingness to continue in that capacity.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities 2015 (FRS 102).

Approved by the Board on 28 April 2017 and signed on its behalf by:



Dr Philip A Simpson
Director

Abernethy Trust Limited
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Independent auditor's report to the trustees and members of Abernethy Trust Limited

We have audited the financial statements of Abernethy Trust Limited for the year ended 31 October 2016 which comprise the Group Statement of Financial Activities, Charity Statement of Financial Activities, the Group and Charity Balance Sheets, the Statement of Cash Flows and Consolidated Statement of Cash Flows and the related notes 1 to 29. 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).

This report is made solely to the company's members, as a body, in accordance with Section 495 of the Companies Act 2006. 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 trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement (set out on page 4), the trustees (who are also directors for the purposes of company law) 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 auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out in note 12 to these financial statements.

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 charitable company'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. 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 and charitable company's affairs as at 31 October 2016 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

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Independent auditor's report to the trustees and members of Abernethy Trust Limited (continued)

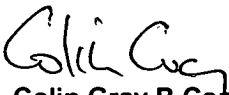
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report.



Colin Gray B.Com. C.A. (Senior statutory auditor)
For and on behalf of FKF Accounting Limited
Chartered Accountants and Statutory Auditor
Metropolitan House
31-33 High Street
Inverness
IV1 1HT

Date: 28 April 2017

FKF Accounting Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Abernethy Trust Limited
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Consolidated statement of financial activities
(incorporating the income and expenditure account)

For the year ended 31 October 2016

	Notes	General funds £	Designated funds £	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Income							
Donations and legacies	2	31,240	-	31,240	67,111	98,351	166,871
Income from charitable activities	3	2,190,194	-	2,190,194	-	2,190,194	2,280,912
Income from other trading activities: other trading activities	5	147,165	-	147,165	-	147,165	141,993
Other income	6	-	500,000	500,000	-	500,000	-
Total income		<u>2,368,599</u>	<u>500,000</u>	<u>2,868,599</u>	<u>67,111</u>	<u>2,935,710</u>	<u>2,589,776</u>
Expenditure							
Costs of raising funds							
Other trading activities	7	64,792	-	64,792	-	64,792	70,167
Charitable activities	8	2,375,221	60,196	2,435,417	19,281	2,454,698	2,353,217
Total expenditure		<u>2,440,204</u>	<u>60,196</u>	<u>2,500,209</u>	<u>19,281</u>	<u>2,519,490</u>	<u>2,423,384</u>
Net income / (expenditure)		<u>(71,414)</u>	<u>439,804</u>	<u>368,390</u>	<u>47,830</u>	<u>416,220</u>	<u>166,392</u>
Transfer between funds		<u>150,472</u>	<u>-</u>	<u>150,472</u>	<u>(150,472)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>79,058</u>	<u>439,804</u>	<u>518,862</u>	<u>(102,642)</u>	<u>416,220</u>	<u>166,392</u>
Reconciliation of funds:							
Total funds brought forward		<u>9,796,031</u>	<u>1,215,871</u>	<u>11,011,902</u>	<u>171,979</u>	<u>11,183,881</u>	<u>11,017,489</u>
Total funds carried forward		<u>9,875,089</u>	<u>1,655,675</u>	<u>11,530,764</u>	<u>69,337</u>	<u>11,600,101</u>	<u>11,183,881</u>

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

All income and expenditure derive from continuing activities.

The notes on pages 11 to 29 form an integral part of these financial statements.

Abernethy Trust Limited
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Charity statement of financial activities
(incorporating the income and expenditure account)

For the year ended 31 October 2016

	Notes	General funds £	Designated funds £	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Income							
Donations and legacies	2	74,304	-	74,304	67,111	141,415	269,730
Income from charitable activities	3	2,190,194	-	2,190,194	-	2,190,194	2,280,912
Other income	6	-	500,000	500,000	-	500,000	-
Total income		<u>2,264,498</u>	<u>500,000</u>	<u>2,764,498</u>	<u>67,111</u>	<u>2,831,609</u>	<u>2,550,642</u>
Expenditure							
Charitable activities	8	2,375,221	60,196	2,435,417	19,281	2,454,698	2,353,217
Total expenditure		<u>2,375,221</u>	<u>60,196</u>	<u>2,435,417</u>	<u>19,281</u>	<u>2,454,698</u>	<u>2,353,217</u>
Net income / (expenditure)		(110,723)	439,804	329,081	47,830	376,911	197,425
Transfer between funds		150,472	-	150,472	(150,472)	-	-
Net movement in funds		<u>39,749</u>	<u>439,804</u>	<u>479,553</u>	<u>(102,642)</u>	<u>376,911</u>	<u>194,425</u>
Reconciliation of funds:							
Total funds brought forward		9,815,140	1,215,871	11,031,011	171,979	11,202,990	11,005,565
Total funds carried forward		<u>9,854,889</u>	<u>1,655,675</u>	<u>11,510,564</u>	<u>69,337</u>	<u>11,579,901</u>	<u>11,202,990</u>

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

All income and expenditure derive from continuing activities.

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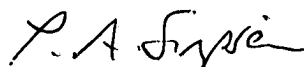
Consolidated and charity balance sheets
as at 31 October 2016

	Notes	Group 2016 £	Group 2015 £	Charity 2016 £	Charity 2015 £
Fixed assets:					
Tangible assets	17	11,944,869	11,945,924	11,547,630	11,533,526
Investments	18	-	-	1	1
		<u>11,944,869</u>	<u>11,945,924</u>	<u>11,547,631</u>	<u>11,533,527</u>
Current assets:					
Stocks		25,547	25,251	25,547	25,251
Debtors	19	218,748	260,724	465,966	537,393
Cash at bank and in hand		72,041	56,157	65,856	50,055
		<u>316,336</u>	<u>342,132</u>	<u>557,369</u>	<u>612,699</u>
Liabilities:					
Creditors: amounts falling due within one year	20	(661,104)	(630,493)	(525,099)	(469,554)
		<u>(344,768)</u>	<u>(288,361)</u>	<u>32,270</u>	<u>143,145</u>
Net current assets/(liabilities)					
		<u>11,600,101</u>	<u>11,657,563</u>	<u>11,579,901</u>	<u>11,676,672</u>
Total assets less current liabilities					
Creditors: amounts falling due after more than one year	21	-	(473,682)	-	(473,682)
		<u>11,600,101</u>	<u>11,183,881</u>	<u>11,579,901</u>	<u>11,202,990</u>
Total net assets					
		<u>11,600,101</u>	<u>11,183,881</u>	<u>11,579,901</u>	<u>11,202,990</u>
The funds of the charity:					
Unrestricted income funds	24	11,530,764	11,011,902	11,510,564	11,031,011
Restricted income funds	25	69,337	171,979	69,337	171,979
		<u>11,600,101</u>	<u>11,183,881</u>	<u>11,579,901</u>	<u>11,202,990</u>
Total charity funds					
		<u>11,600,101</u>	<u>11,183,881</u>	<u>11,579,901</u>	<u>11,202,990</u>

The trustees have prepared group accounts in accordance with section 398 of the Companies Act and Section 44 of the Charities and Trustee investments (Scotland) Act 2005. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the board on 28 April 2017 and signed on its behalf by

Dr Philip A Simpson
Director



Company number: SC49387

The notes on pages 11 to 29 form an integral part of these financial statements.

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Statement of Cash Flows and Consolidated Statement of Cash Flows
For the year ended 31 October 2016

	Notes	Group 2016 £	Group 2015 £	Charity 2016 £	Charity 2015 £
Cash generated from operating activities:					
Net cash provided by operating activities	26	649,912	344,428	649,829	345,415
Cash flows from investing activities:					
Proceeds from sale of fixed assets		8,967	5,068	8,967	5,068
Purchase of fixed assets		(130,271)	(231,363)	(130,271)	(231,363)
Net cash used in investing activities		(121,304)	(226,295)	(121,304)	(226,295)
Cash flows from financing activities:					
Repayment of borrowing		(503,948)	(78,948)	(503,948)	(78,948)
Interest payable		(8,776)	(19,543)	(8,776)	(19,543)
Net cash used in financing activities		(512,724)	(98,491)	(512,724)	(98,491)
Change in cash and cash equivalents in the year		15,884	19,642	15,801	20,629
Cash and cash equivalents at the beginning of the year		56,157	36,515	50,055	29,426
Cash and cash equivalents at the end of the year	27	72,041	56,157	65,856	50,055

The notes on pages 11 to 29 form an integral part of these financial statements.

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Notes to the financial statements
for the year ended 31 October 2016

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

(a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Abernethy Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. It was concluded that no restatement was required.

(c) Preparation of the accounts on a going concern basis

The Directors consider that the company operates on a sound financial basis. However, in view of the substantial investment in fixed assets, the Directors recognise that the current reserves are not large enough to provide a buffer against any unforeseen circumstances which might arise. The Directors are aware of the need to balance the requirement to maintain and improve all of the property owned by the company against their wish to create reserves which would enhance the company's ability to meet unexpected costs.

The Trustees are of the view that the Trust and group are a going concern.

(d) Group financial statements

The financial statements consolidate the results of the charity and its wholly owned subsidiaries on a line-by-line basis.

(e) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably.

Notes to the financial statements
for the year ended 31 October 2016

1. Accounting policies (continued)

(f) Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably.

In accordance with the Charities SORP (FRS 102), the general volunteer time is not recognised and refer to the trustees' annual report for more information about their contribution.

(g) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

(h) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work or for specific projects being undertaken by the Trust.

(i) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of commercial trading and costs associated with the fund-raising activities of the charity.
- Expenditure on charitable activities includes the costs of activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

(j) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance and governance costs which support the Trusts charity programmes and activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 10.

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Notes to the financial statements
for the year ended 31 October 2016

1. Accounting policies (continued)

(k) Tangible fixed assets

Fixed assets are capitalised at cost and are depreciated over their estimated useful economic lives as follows:

Heritable property	nil
Leasehold improvements	straight line over the life of the lease
Fixtures, fittings & equipment	15%, 20% or 33% straight line
Motor vehicle	25% reducing balance

No depreciation is charged on freehold land.

The group carries its heritable properties at fair value with changes in fair value being recognised in the statement of financial activities. The key assumptions used to determine fair value are further explained in note 17.

Depreciation is charged on heritable properties except where the directors are satisfied that the residual value of the properties is so high that any potential depreciation charge would be immaterial in relation to the financial statements. In these cases, the carrying value is reviewed annually to ensure that it does not exceed market value and to ensure that there is no impairment of the asset.

(l) Stock

Stock is included at the lower of cost or net realisable value.

(m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(n) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(o) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Abernethy Trust Limited
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 October 2016

1. Accounting policies (continued)

(p) Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

(q) Pensions

The pension costs charged in the financial statements represent the contributions payable by the charity during the year.

(s) Transition to FRS 102

The opening fund balances at the date of transition have been reviewed and in the view of the trustees no subsequent restatement of items has been required in making the transition to FRS 102. The transition date was 1 November 2014.

2. Donations and legacies

	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Group:				
Donations, grants and gift aid	31,240	67,111	98,351	166,871
	<hr/>	<hr/>	<hr/>	<hr/>

Income from grants and donations in the year ended 31 October 2015 included £125,618 restricted income and £41,253 unrestricted income.

Charity:				
Donations, grants and gift aid	74,304	67,111	141,415	269,730
	<hr/>	<hr/>	<hr/>	<hr/>

Income from grants and donations in the year ended 31 October 2015 included £125,618 restricted income and £144,112 unrestricted income.

3. Income from charitable activities

	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Group and charity:				
Outdoor centres	2,190,194	-	2,190,194	2,280,912
	<hr/>	<hr/>	<hr/>	<hr/>
	2,190,194	-	2,190,194	2,280,912
	<hr/>	<hr/>	<hr/>	<hr/>

Income from charitable activities in the year ended 31 October 2015 was entirely unrestricted.

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

4. Income from other trading activities: Commercial trading operations

Abernethy Developments Limited

The wholly owned trading subsidiary Abernethy Developments Limited is incorporated in the United Kingdom (Company number SC412678) and pays all its profits to the charity under the gift aid scheme. Abernethy Developments Limited operates a hydro electricity generation scheme. A summary of the trading results is shown below:

The summary financial performance of the subsidiary alone is:

	2016 Total £	2015 Total £
Abernethy Developments Limited		
Turnover	75,225	123,946
Cost of sales and administration costs	(32,161)	(21,088)
	<hr/>	<hr/>
Net profit	43,064	102,858
Amount donated to the charity	(43,064)	(102,858)
	<hr/>	<hr/>
Retained in subsidiary	-	-
	<hr/>	<hr/>
The assets and liabilities of the subsidiary were:		
Fixed assets	666	666
Current assets	44,801	80,295
Current liabilities	(45,466)	(80,960)
	<hr/>	<hr/>
Total net assets	1	1
	<hr/>	<hr/>
Aggregate share capital and reserves	1	1
	<hr/>	<hr/>

Abernethy Trust Limited
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 October 2016

4. Income from other trading activities: Commercial trading operations (continued)

Abersanda Limited

Abernethy Developments Limited owns 67% of Abersanda Limited. Abersanda Limited is incorporated in the United Kingdom (Company number SC412848). Abersanda Limited operates a hydro electricity generation scheme. A summary of the trading results is shown below

The summary financial performance of the subsidiary alone is:

Abersanda Limited	2016 Total £	2015 Total £
Turnover	83,440	63,380
Cost of sales and administration costs	(40,019)	(94,412)
Net profit / (loss)	43,421	(31,032)
Amount donated to the charity	-	-
Retained in subsidiary	43,421	(31,032)
The assets and liabilities of the subsidiary were:		
Tangible fixed assets	397,238	412,397
Current assets	12,819	14,652
Current liabilities	(388,864)	(449,278)
Total net assets	21,193	(22,229)
Aggregate share capital and reserves	21,193	(22,229)

5. Income from other trading activities

	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Group				
Hydro income	147,165	-	147,165	141,993
	147,165	-	147,165	141,993

Abernethy Trust Limited
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 October 2016

6. Other income

	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Group and charity				
Ardgour lease	500,000	-	500,000	-
	<hr/>	<hr/>	<hr/>	<hr/>
	500,000	-	500,000	-
	<hr/>	<hr/>	<hr/>	<hr/>

The Abernethy Centre at Ardgour is occupied on a lease agreement which provided for the Trust to be reimbursed at the end of the lease for the value of the capital improvements made to the property during the life of the lease. Agreement was reached with the landlord during the year to bring this payment forward and funds were received in full in December 2015. As this income related to a fixed asset, the cost of the leasehold improvements already made will now be depreciated on a straight line basis over the next 20 years, the remaining life of the lease.

7. Costs of raising funds: Other trading activities

	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Group:				
Hydro costs	64,792	-	64,792	70,167
	<hr/>	<hr/>	<hr/>	<hr/>
	64,792	-	64,792	70,167
	<hr/>	<hr/>	<hr/>	<hr/>

8. Expenditure on charitable activities

	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Group and charity:				
Catering and housekeeping	320,827	-	320,827	391,225
Staff costs	973,942	-	973,942	962,210
Other operating costs	677,591	19,281	696,872	680,703
Depreciation and gains/losses on sale of assets	112,339	-	112,339	63,627
Other support costs	350,718	-	350,718	255,452
	<hr/>	<hr/>	<hr/>	<hr/>
	2,435,417	19,281	2,454,698	2,353,217
	<hr/>	<hr/>	<hr/>	<hr/>

The expenditure on charitable activities for the group and charity in the year ended 31 October 2015 included £2,321,313 which was unrestricted and £31,904 which was restricted.

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

9. Summary analysis of expenditure and related income for charitable activities

	Outdoor Centres £	Total £
Cost	2,454,698	2,454,698
Income from guests	(2,190,194)	(2,190,194)
Net cost funded from other income	<u>264,504</u>	<u>264,504</u>

10. Governance and support costs

	Basis of Allocation	Governance Function £	General Support £	2016 Total £	2015 Total £
Catering and housekeeping	Direct	-	2,629	2,629	2,039
Staff costs	Direct	-	222,343	222,343	153,156
Other operating costs	Direct	-	81,989	81,989	58,620
Depreciation and gains/losses on sale of assets	Direct	-	(5,139)	(5,139)	(2,039)
Other support costs	Direct	-	40,875	40,875	35,120
Auditors' remuneration	Direct	8,021	-	8,021	8,556
		<u>8,021</u>	<u>342,697</u>	<u>350,718</u>	<u>255,452</u>

The trust identified the cost of its support and governance functions. These costs are apportioned between the key charitable activities undertaken within the year in accordance with their respective reliance upon these areas of support.

11. Net income/(expenditure) for the year

	2016 £	2015 £
Group:		
Net income/(expenditure) is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	131,326	83,759
Auditors' remuneration	8,020	8,556
Profit on disposal of tangible fixed assets	<u>(8,967)</u>	<u>(5,068)</u>
Charity:		
Net income/(expenditure) is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	116,167	68,602
Auditors' remuneration	8,020	8,556
Profit on disposal of tangible fixed assets	<u>(8,967)</u>	<u>(5,068)</u>

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

12. Auditors' remuneration

	2016 £	2015 £
Auditors' remuneration - audit of the financial statements	5,000	5,000
Auditors' remuneration - other fees: -Accountancy	3,020	3,556

In common with many other charities of our size and nature we use our auditors to assist with the preparation of the financial statements and returns to the tax authorities.

13. Staff costs

	2016 £	2015 £
Group and charity:		
Wages and salaries	1,000,039	920,454
Social security costs	38,406	39,039
Pension costs	46,843	45,075
Staff training	39,960	34,697
	1,125,248	1,039,265

No employee received emoluments of more than £60,000 (2015: None).

Number of employees

The average monthly numbers of employees (including the trustees) during the year, calculated on the basis of full time equivalents, was as follows:

	2016 Number	2015 Number
Employees	111	120

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

14. Trustees' remuneration and costs of key management personnel

	2016 £	2015 £
Wages and salaries	128,939	130,266
Employer's NIC	12,095	12,050
Pension costs	12,894	13,213
	<hr/> 153,928	<hr/> 155,529
	<hr/> <hr/>	<hr/> <hr/>

No employees received employee benefits in excess of £60,000 (2015 - Nil).

The key management personnel of the parent charity and group comprise of the Chief Executive Officer, the Deputy Chief Executive Officer and the four Operations Directors.

	2016	2015
Number of directors to whom retirement benefits are accruing under a money purchase scheme	2	2
	<hr/>	<hr/>

15. Pension costs

The company operates a defined contribution pension scheme in respect of the staff in compliance with the requirements of the workplace pension regulations. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company.

	2016 £	2015 £
Group and charity:		
Pension charge	46,843	45,075
	<hr/>	<hr/>

16. Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

17. Tangible fixed assets – group	Heritable property	Leasehold improve-ments £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 November 2015	10,168,458	1,215,871	1,711,716	69,870	13,165,915
Additions	107,024	1,878	19,687	1,682	130,271
Disposals	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	10,275,482	1,217,749	1,731,403	71,552	13,296,186
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation					
At 1 November 2015	-	-	1,155,230	64,761	1,219,991
Charge for the year	-	60,196	68,145	2,985	131,326
On disposals	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	-	60,196	1,223,375	67,746	1,351,317
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net book values					
At 31 October 2016	10,275,482	1,157,553	508,028	3,806	11,944,869
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2015	10,168,458	1,215,871	556,486	5,109	11,945,924
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Analysis of cost or valuation					
	Heritable property	Leasehold improve-ments £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost	336,665	1,217,749	1,731,403	71,552	3,357,369
Valuation (1971)	53,500	-	-	-	53,500
Valuation (1984)	150,000	-	-	-	150,000
Valuation (1993)	75,000	-	-	-	75,000
Valuation (2001)	250,000	-	-	-	250,000
Valuation (2011)	9,386,500	-	-	-	9,386,500
Valuation (2012)	23,817	-	-	-	23,817
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	10,275,482	1,217,749	1,731,403	71,552	13,296,186
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The properties held by the Trust were revalued in 2011 by the Board, which comprised two members of the Royal Institution of Chartered Surveyors. The valuation was based on comparable multiple residential properties comprising accommodation and extensive grounds and used for similar purposes in rural locations.

As part of a lending security exercise, The Royal Bank of Scotland commissioned a valuation of the properties at Ardeonaig in 2012. The valuation was carried out by a firm of Chartered Surveyors and the valuation of those properties was adjusted in accordance with that valuation.

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

17. Tangible fixed assets – charity	Heritable property	Leasehold improve-ments £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 November 2015	10,168,458	1,215,871	1,256,790	69,870	12,710,989
Additions	107,024	1,878	19,687	1,682	130,271
Disposals	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	10,275,482	1,217,749	1,276,477	71,552	12,841,260
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation					
At 1 November 2015	-	-	1,112,702	64,761	1,177,463
Charge for the year	-	60,196	52,986	2,985	116,167
On disposals	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	-	60,196	1,165,688	67,746	1,293,630
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net book values					
At 31 October 2016	10,275,482	1,157,553	110,789	3,806	11,547,630
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2015	10,168,458	1,215,871	144,088	5,109	11,533,526
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Analysis of cost or valuation					
	Heritable property	Leasehold improve-ments £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost	336,665	1,217,749	1,276,477	71,552	2,902,443
Valuation (1971)	53,500	-	-	-	53,500
Valuation (1984)	150,000	-	-	-	150,000
Valuation (1993)	75,000	-	-	-	75,000
Valuation (2001)	250,000	-	-	-	250,000
Valuation (2011)	9,386,500	-	-	-	9,386,500
Valuation (2012)	23,817	-	-	-	23,817
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	10,275,482	1,217,749	1,276,477	71,552	12,841,260
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The properties held by the Trust were revalued in 2011 by the Board, which comprised two members of the Royal Institution of Chartered Surveyors. The valuation was based on comparable multiple residential properties comprising accommodation and extensive grounds and used for similar purposes in rural locations.

As part of a lending security exercise, The Royal Bank of Scotland commissioned a valuation of the properties at Ardeonaig in 2012. The valuation was carried out by a firm of Chartered Surveyors and the valuation of those properties was adjusted in accordance with that valuation.

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

18. Fixed asset investments

	Group 2016 £	Company 2016 £	Group 2015 £	Company 2015 £
Cost				
At 1 November 2015	-	1	-	1
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	-	1	-	1
	<hr/>	<hr/>	<hr/>	<hr/>
Net book values				
At 31 November 2016	-	1	-	1
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2015	-	1	-	1
	<hr/>	<hr/>	<hr/>	<hr/>

18.1. Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

Subsidiary undertaking	Country of registration or incorporation	Nature of business	Share class	Proportion of shares held
Abernethy Developments Ltd	Scotland	Electricity Generation	Ordinary	100%
Abersanda Ltd	Scotland	Electricity Generation	Ordinary	67%

The aggregate amount of capital and reserves and the results for these undertakings for the last relevant financial year were as follows:

Subsidiary undertaking	Capital and reserves £	Profit for the year £
Abernethy Developments Ltd	1	-
Abersanda Ltd	21,193	43,421

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Notes to the financial statements
for the year ended 31 October 2016

19. Debtors

	Group 2016 £	Group 2015 £	Charity 2016 £	Charity 2015 £
Trade debtors	121,833	174,419	118,233	169,172
Amounts due from subsidiary and associated undertakings	-	-	275,110	307,358
Other debtors	89,930	86,305	65,638	60,863
Abernethy Lodges Club	6,985	-	6,985	-
	<u>218,748</u>	<u>260,724</u>	<u>465,966</u>	<u>537,393</u>

20. Creditors: amounts falling due within one year

	Group 2016 £	Group 2015 £	Charity 2016 £	Charity 2015 £
Trade creditors	80,863	82,293	80,863	82,293
Value added tax	99,082	73,719	99,082	73,719
Other taxation	10,188	16,059	9,746	16,059
Other creditors				
Accruals and deferred income	69,603	75,360	68,029	69,910
Deposits	218,696	147,244	218,697	147,244
Loans	48,682	78,948	48,682	78,948
Amounts received from JV	133,990	155,489	-	-
Abernethy Lodges Club	-	1,381	-	1,381
	<u>661,104</u>	<u>630,493</u>	<u>525,099</u>	<u>469,554</u>

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

	Group 2016 £	Group 2015 £	Charity 2016 £	Charity 2015 £
Bank loan	-	473,682	-	473,682
	<u>-</u>	<u>473,682</u>	<u>-</u>	<u>473,682</u>

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Notes to the financial statements
for the year ended 31 October 2016

22. Financial instruments

The financial instruments measured at amortised cost comprise the bank loan

	2016 £	2015 £
Loan payable within 1 year	48,682	78,948
Loan payable falling due in more than 1 year but less than 5 years	-	473,682
	<u>48,682</u>	<u>552,630</u>

The bank loan is secured by a standard security over the trust's property at Ardeonaig and a floating charge over the trust assets.

23. Analysis of net assets between funds (Group)

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31 October 2016 as represented by:			
Tangible fixed assets	11,944,869	-	11,944,869
Current assets	246,999	69,337	316,336
Current liabilities	(661,104)	-	(661,104)
	<u>11,530,764</u>	<u>69,337</u>	<u>11,600,101</u>

23. Analysis of net assets between funds (Charity)

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31 October 2016 as represented by:			
Tangible fixed assets	11,547,630	-	11,547,630
Investment assets	1	-	1
Current assets	488,032	69,337	557,369
Current liabilities	(525,099)	-	(525,099)
	<u>11,510,546</u>	<u>69,337</u>	<u>11,579,901</u>

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

24. Unrestricted funds (Group)	At 1 November 2015 £	Incoming resources £	Resources expended £	Transfers £	At 31 October 2016 £
Designated fund	1,215,871	500,000	60,196	-	1,655,675
General fund	9,796,031	2,368,599	2,440,013	150,472	9,875,089
	<u>11,011,902</u>	<u>2,868,599</u>	<u>2,500,209</u>	<u>150,472</u>	<u>11,530,764</u>
	<u><u>11,011,902</u></u>	<u><u>2,868,599</u></u>	<u><u>2,500,209</u></u>	<u><u>150,472</u></u>	<u><u>11,530,764</u></u>

24. Unrestricted funds (Charity)	At 1 November 2015 £	Incoming resources £	Resources expended £	Transfers £	At 31 October 2016 £
Designated fund	1,215,871	500,000	60,196	-	1,655,675
General fund	9,815,140	2,264,498	2,375,221	150,472	9,854,889
	<u>11,031,011</u>	<u>2,764,498</u>	<u>2,435,417</u>	<u>150,472</u>	<u>11,510,564</u>
	<u><u>11,031,011</u></u>	<u><u>2,764,498</u></u>	<u><u>2,435,417</u></u>	<u><u>150,472</u></u>	<u><u>11,510,564</u></u>

Purpose of Designated Funds

Fixed assets

An amount equivalent to the investment in leasehold improvements has been designated by the directors.

Abernethy Trust Limited
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Notes to the financial statements
for the year ended 31 October 2016

25. Restricted funds (Group and Charity)	At 1 November 2015 £	Incoming resources £	Resources expended £	Transfers £	At 31 October 2016 £
Capital projects	67,221	964	-	(68,185)	-
Bursary fund	-	7,150	7,150	-	-
Barcaple bursary	14,418	10,000	-	-	24,418
Salary support	-	953	953	-	-
Barcaple lochan	77,662	4,625	-	(82,287)	-
Nethy	-	1,964	1,964	-	-
Ardeonaig	5,000	590	-	-	5,590
Nethy assault course	1,797	190	-	-	1,987
Glen Kin	2,000	-	2,000	-	-
Barcaple canoe	3,881	-	3,881	-	-
Courtyard	-	36,342	500	-	35,842
Barcaple	-	1,500	-	-	1,500
Nethy prayer room	-	1,833	1,833	-	-
Nethy AV	-	1,000	1,000	-	-
	<u>171,979</u>	<u>67,111</u>	<u>19,281</u>	<u>(150,472)</u>	<u>69,337</u>

Purposes of restricted funds

Capital projects

This fund represents voluntary income specified by the donor as being for capital projects and grants received for the purchase of fixed assets. All funds received have been expended in accordance with the donors' wishes.

Bursary Fund

Donations received to subsidise schools and individuals participating in adventure activities across each centre at Abernethy

Barcaple Bursary

This fund represents voluntary income specified by the donor as being to fund participants on visits to Abernethy at Barcaple.

Barcaple Lochan

This fund represents voluntary income and grants specified by donors for the creation of a lochan at our Barcaple Centre. The lochan was ready for use by groups in April 2015 and all funds have been expended in accordance with the wishes of the donors.

Salary Support

Donations received for a specific supported staff role.

Nethybridge, Ardeonaig, Barcaple

Donations received to be used for unspecified projects but to be spent on specific centres.

Nethy Assault Course

Donations received to fund an upgrade to the assault course at Nethybridge.

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Notes to the financial statements
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Purposes of restricted funds (continued)

Glen Kin

Donations received to be used at the centre at Glen Kin

Barcaple Canoes

Donations received to help fund the purchase of canoes at Barcaple.

Courtyard

A major accommodation project to replace chalet accommodation at Nethybridge

Nethy prayer room

Funds donated to create a dedicated prayer space at the Nethybridge centre

Nethy AV

Funds donated to upgrade AV facilities at Nethybridge

26. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	Group 2016 £	Group 2015 £	Charity 2016 £	Charity 2015 £
Net income for the year	416,220	166,392	376,911	197,425
Adjustments for:				
Depreciation charges	131,326	83,759	116,168	68,602
(Profit) on the sale of fixed assets	(8,967)	(5,068)	(8,967)	(5,068)
Interest payable	8,776	19,543	8,776	19,543
(Increase) in stock	(296)	(1,983)	(296)	(1,983)
Decrease in debtors	41,976	32,905	71,427	21,010
Increase in creditors	60,877	48,880	85,810	45,886
	<hr/>	<hr/>	<hr/>	<hr/>
	649,912	344,428	649,829	345,415
	<hr/>	<hr/>	<hr/>	<hr/>

Abernethy Trust Limited
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 October 2016

27. Analysis of cash and cash equivalents

	Group 2016 £	Group 2015 £	Charity 2016 £	Charity 2015 £
Cash in hand	72,041	56,157	65,856	50,055

28. Company limited by guarantee

Abernethy Trust Limited is a company limited by guarantee and has no share capital. In the event of the company being wound up members are required to contribute an amount not exceeding £1 (One Pound).

29. Related party transactions

The charity employs several family members of Trustees and Key Management Personnel. The total remuneration of these seven employees during the year ended 31 October 2016 (2015 : 7 employees) was as follows:

	2016 £	2015 £
Aggregate remuneration of related parties	72,562	68,140

Abernethy Trust Limited
(A company limited by guarantee)

Legal and administrative information

Charity number SC006270

Company registration number SC49387

Registered office Nethybridge
Inverness-shire
PH25 3ED

Trustees Mrs S E Allen
Dr H T Dougall
B G Duncan
B M Edmondson
D J Gordon (resigned 9 June 2016)
J S McNeill
Dr P A Simpson
P R Smith
Dr B M Strickland
Mrs S E Yarrow

Auditors FKF Accounting Limited
Metropolitan House
31-33 High Street
Inverness
IV1 1HT

Bankers Royal Bank of Scotland
139 St. Vincent Street
Glasgow
G21 5JF

Solicitors Homes Mackillop
109 Douglas Street
G2 4HB