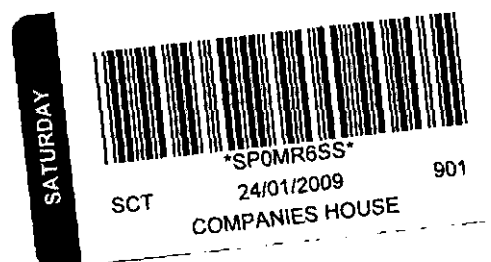


REGISTERED COMPANY NUMBER: SC261145 (Scotland)  
REGISTERED CHARITY NUMBER: SC035193

**REPORT OF THE TRUSTEES AND**  
**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31 MARCH 2008**  
**FOR**  
**THE PAIRC TRUST**



CIB Services  
Chartered Accountants  
63 Kenneth Street  
Stornoway  
Isle of Lewis  
HS1 2DS

**THE PAIRC TRUST**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2008**

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Independent Examiner's Report	4
Statement of Financial Activities	5
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**THE PAIRC TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2008**

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The trustees who are also directors of the charity for the purposes of the Companies Act 1985, present their report with the financial statements of the charity for the year ended 31 March 2008. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

SC261145 (Scotland)

**Registered Charity number**

SC035193

**Registered office**

Ravenspoint  
Kershader, South Lochs  
Isle of Lewis  
HS2 9QA

**Trustees**

Mrs A F Alston	
D J Macarthur	
D J M Macdonald	
F Macdonald	
D M Mackay	- resigned 29.6.07
A Mackinnon	
A D McDowall	
D Macleod	
K Kennedy	
D M MacLennan	
M S Black	- appointed 29.6.07

**Company Secretary**

D J Macarthur

**Bankers**

Bank of Scotland  
47 Cromwell Street  
Stornoway  
Isle of Lewis  
HS1 2DE

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The trust is a charitable company limited by guarantee, incorporated on 19 December 2003 and registered as a charity with effect from 19 December 2003. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

**Recruitment and appointment of new trustees**

The directors of the company are also charity trustees for the purposes of charity law.

Under the terms of the Memorandum and Articles of Association the Elected Directors are appointed by the whole body of members at the Annual General Meeting. One third of the Elected Directors must retire by rotation at each Annual General Meeting.

The Board may also invite any Nominated Member of the company to nominate representatives to be appointed as Nominated Directors. Nominated Directors do not require to retire by rotation.

## **THE PAIRC TRUST**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31 MARCH 2008**

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#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Induction and training of new trustees**

The charity undertakes training for trustees to ensure awareness and understanding of:-

- the responsibilities of directors;
- the organisational structure of the charity;
- the financial position of the charity; and
- the future plans and objectives of the charity.

##### **Organisational structure**

The board consists of voluntary directors who manage the affairs of the charity through regular board meetings. The charity has reviewed its internal operational structure to assist in the effective management of the organisation. The board members are heavily involved in the day to day operations of the charity. The charity employs an Office Administrator who assists in the implementation of decisions from the board.

##### **Wider network**

The charity has established links with other organisations and agencies to foster the aims and objectives of the organisation.

##### **Risk management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees have assessed the major risks to which the charity is exposed, in particular those relating to the operations and finances of the charity, and are satisfied that systems are in place to mitigate their exposure to the major risks.

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The main objectives of the charity are:-

- to conserve and regenerate the Pairc area of the Isle of Lewis through social and environmental works for the benefit of the Pairc crofting community;
- to relieve poverty and provide help for the aged, handicapped and infirm and to act otherwise for the benefit of persons of all ages and to advance education and to advance the education of the public in the principles of sustainable development and other charitable purposes beneficial to the community;
- to provide or promote the provision of housing for people in necessitous circumstances and also specially designed or adapted housing as may be required for handicapped or disabled or infirm persons of any age;
- to develop or promote the development of infrastructure for the benefit of the general public and the community to improve communications and related facilities throughout the Pairc area including piers, harbours, roads and bridges.

##### **Significant activities**

During the year the charity's trustees have continued to work towards progressing the Trust's application to the Scottish Executive to purchase Pairc Estate from the current landowners under Part 3 (Crofting Community Right to Buy) of the Land Reform (Scotland) Act 2003.

In April 2006 the Scottish Ministers referred the issue relating to the interposed lease granted by the current landowner to the Scottish Land Court to determine whether the lease over the Pairc Estate is valid. In August 2007 the Scottish Land Court issued its decision that such leases are valid in the crofting context.

##### **Volunteers**

The contribution of volunteers (including directors, members and individuals from the community) has been, and continues to be, of immense benefit to the charity in working towards the acquisition of Pairc Estate.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

During the year, the charity:-

- secured funding from Highlands & Islands Enterprise and HIE Innse Gall to assist with legal fees and associated costs in connection with the trust's application to purchase Pairc Estate and the Scottish Land Court case;
- employed a part time Office Administrator with the assistance of funding from Comhairle nan Eilean Siar, HIE Innse Gall and the Big Lottery Fund.

**THE PAIRC TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2008**

---

**ACHIEVEMENT AND PERFORMANCE**

**Internal and external factors**

The charity is partially dependent upon the continuing support of public funding agencies to assist in the ongoing delivery of the aims and objectives of the trust.

**FINANCIAL REVIEW**

**Reserves policy**

The general fund represents the unrestricted funds from past operating results. It also represents the free reserves of the charity. The Revenue Grants fund represents grants received from funding agencies in respect of revenue costs. The trustees consider that the combined level of reserves in the General fund and Revenue Grants fund at 31 March 2008 is sufficient to meet the charity's operational requirements given the ongoing assistance being received from the public funding agencies.

During the year the charity's resources expended exceeded incoming resources resulting in net outgoing resources of £2,337 for the period (2007 - net incoming resources of £4,184). This represents an increase of £1,635 in unrestricted funds and a decrease of £3,972 in restricted funds. Unrestricted reserves has as a result increased to £2,846.

**Principal funding sources**

The charity is dependent on grants, donations and fundraising to fund its operational costs. The principal funding sources for the charity during the year were grants from the Comhairle nan Eilean Siar (Western Isles Council), Highlands & Islands Enterprise, HIE Innse Gall and the Big Lottery Fund. Full details of grants received during the year are included in note 2 to the financial statements.

**Investment policy and objectives**

The charity's reserves are maintained in interest bearing bank accounts as the current level of reserves are required to meet the trust's short term operational requirements.

**FUTURE DEVELOPMENTS**

Following the outcome of the Scottish Land Court case the Trust is now considering its options on how to progress towards its aim of community ownership of the Pairc Estate.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**ON BEHALF OF THE BOARD:**

  
.....  
K Kennedy - Trustee

Date: 11/7/08 .....

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
THE PAIRC TRUST**

---

I report on the accounts for the year ended 31 March 2008 set out on pages five to thirteen.

**Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

**Basis of the independent examiner's report**

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

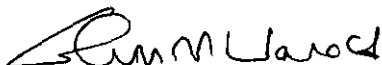
**Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
  - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Name: Calum Macdonald

Relevant Professional qualification/professional body:

Chartered Accountant/

Institute of Chartered Accountants of Scotland

Address: CIB Services  
Chartered Accountants  
63 Kenneth Street  
Stornoway  
Isle of Lewis  
HS1 2DS

Date: 11/7/08

**THE PAIRC TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 MARCH 2008**

	Notes	Unrestricted funds £	Restricted funds £	31.3.08 Total funds £	31.3.07 Total funds £
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income	2	23	29,837	29,860	27,803
Activities for generating funds	3	1,988	1,852	3,840	814
Investment income	4	84	-	84	93
<b>Total incoming resources</b>		<b>2,095</b>	<b>31,689</b>	<b>33,784</b>	<b>28,710</b>
<b>RESOURCES EXPENDED</b>					
<b>Costs of generating funds</b>					
Costs of generating voluntary income	5	460	-	460	291
<b>Charitable activities</b>					
Charitable expenditure	6	-	35,132	35,132	23,741
<b>Governance costs</b>					
	7	-	529	529	494
<b>Total resources expended</b>		<b>460</b>	<b>35,661</b>	<b>36,121</b>	<b>24,526</b>
<b>NET INCOMING/(OUTGOING) RESOURCES</b>					
		<b>1,635</b>	<b>(3,972)</b>	<b>(2,337)</b>	<b>4,184</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>1,211</b>	<b>12,923</b>	<b>14,134</b>	<b>9,950</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b><u>2,846</u></b>	<b><u>8,951</u></b>	<b><u>11,797</u></b>	<b><u>14,134</u></b>

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended arise from continuing activities.

**THE PAIRC TRUST**

**BALANCE SHEET**  
**AT 31 MARCH 2008**

	Notes	Unrestricted funds £	Restricted funds £	31.3.08 Total funds £	31.3.07 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	11	-	8,560	8,560	9,423
<b>CURRENT ASSETS</b>					
Debtors: amounts falling due within one year	12	324	7,798	8,122	1,743
Cash at bank		<u>2,522</u>	<u>1,165</u>	<u>3,687</u>	<u>3,590</u>
		2,846	8,963	11,809	5,333
<b>CREDITORS</b>					
Amounts falling due within one year	13	-	(8,572)	(8,572)	(622)
<b>NET CURRENT ASSETS</b>		<u>2,846</u>	<u>391</u>	<u>3,237</u>	<u>4,711</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>2,846</u>	<u>8,951</u>	<u>11,797</u>	<u>14,134</u>
<b>NET ASSETS</b>		<u>2,846</u>	<u>8,951</u>	<u>11,797</u>	<u>14,134</u>
<b>FUNDS</b>	14				
Unrestricted funds				2,846	1,211
Restricted funds				<u>8,951</u>	<u>12,923</u>
<b>TOTAL FUNDS</b>				<u>11,797</u>	<u>14,134</u>

The notes form part of these financial statements



**THE PAIRC TRUST**  
**BALANCE SHEET - CONTINUED**  
**AT 31 MARCH 2008**

---

The charitable company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2008.

The trustees have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2008 in accordance with Section 249B(2) of the Companies Act 1985.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved by the Board of Trustees on ..... 11/4/08 ..... and were signed on its behalf by:

  
.....  
K Kennedy - Trustee

The notes form part of these financial statements

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## **THE PAIRC TRUST**

### **NOTES TO THE FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 31 MARCH 2008**

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#### **1. ACCOUNTING POLICIES**

##### **Accounting convention**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2007), the Companies Act 1985 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

##### **Incoming resources**

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:-

- Voluntary income is received by way of grants and donations and is included in full in the Statement of Financial Activities when receivable.
- Grants generated to support the objects of the charity and without further specified purpose are taken to the Statement of Financial Activities in that period. Grants received which are related to capital expenditure or are for a specified purpose are transferred to Restricted Funds and are utilised to fund the future depreciation of the related capital expenditure or fund the costs relating to the specified purpose.
- Activities for generating funds includes incoming resources from fundraising activities which are accounted for when earned.
- Investment income is included when receivable.

##### **Resources expended**

Expenditure is accounted for on an accruals basis as a liability is incurred and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. As the charity is not registered for VAT, irrecoverable VAT is charged against the category of resources expended for which it was incurred.

##### **Cost of generating funds**

Costs of generating funds comprise the costs of attracting voluntary income and the costs of fundraising activities.

##### **Charitable activities**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its objects and activities. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. The allocation of direct and support costs are analysed in the notes to the financial statements.

##### **Governance costs**

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include accountancy fees and costs linked to the strategic management of the charity.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Land and buildings	- 4% on cost
Plant and machinery etc	- 25% on cost and - 20% on cost

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £100 are not capitalised.

##### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

**THE PAIRC TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 MARCH 2008**

**1. ACCOUNTING POLICIES - continued**

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**2. VOLUNTARY INCOME**

	<b>31.3.08</b>	31.3.07
	£	£
Donations	<b>1,020</b>	151
Grants	<b>21,158</b>	27,651
Membership fees	<b>3</b>	1
Other income	<b><u>7,679</u></b>	<u>-</u>
	<b><u>29,860</u></b>	<u>27,803</u>

Grants received, included in the above, are as follows:

	<b>31.3.08</b>	31.3.07
	£	£
Highlands & Islands Enterprise	<b>13,463</b>	9,140
HIE Innse Gall	<b>2,695</b>	4,324
Comhairle nan Eilean Siar	<b>2,000</b>	7,517
Big Lottery Fund	<b>3,000</b>	-
Scottish Executive - Crofters Commission	<b>-</b>	1,670
Iomairt aig an Oir	<b><u>-</u></b>	<u>5,000</u>
	<b><u>21,158</u></b>	<u>27,651</u>

**3. ACTIVITIES FOR GENERATING FUNDS**

	<b>31.3.08</b>	31.3.07
	£	£
Fundraising	<b>948</b>	814
Payroll services	<b>1,040</b>	-
Rural Community Housing Pilot	<b><u>1,852</u></b>	<u>-</u>
	<b><u>3,840</u></b>	<u>814</u>

**4. INVESTMENT INCOME**

	<b>31.3.08</b>	31.3.07
	£	£
Current account interest	<b><u>84</u></b>	<u>93</u>

All investment income arises from interest bearing bank accounts.

**THE PAIRC TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 MARCH 2008**

**5. COSTS OF GENERATING VOLUNTARY INCOME**

	<b>31.3.08</b>	<b>31.3.07</b>
	<b>£</b>	<b>£</b>
Fundraising expenses	<u><b>460</b></u>	<u><b>291</b></u>

**6. CHARITABLE ACTIVITIES COSTS**

	<b>Direct Costs £</b>	<b>Support Costs £</b>	<b>Total 31.03.08 £</b>	<b>Total 31.03.07 £</b>
<b>General fund:</b>				
Finance costs	-	-	-	4
	-	-	-	4
<b>Revenue Grants fund:</b>				
Staff costs	<b>10,492</b>	-	<b>10,492</b>	7,433
Rates and water	-	<b>121</b>	<b>121</b>	123
Insurance	-	<b>385</b>	<b>385</b>	293
Light and heat	-	<b>151</b>	<b>151</b>	353
Telephone	-	<b>495</b>	<b>495</b>	665
Postages and stationery	-	<b>1,061</b>	<b>1,061</b>	903
Advertising	-	<b>100</b>	<b>100</b>	182
Travel and meeting expenses	-	<b>189</b>	<b>189</b>	188
Legal fees	<b>21,142</b>	-	<b>21,142</b>	12,665
General charges	-	<b>133</b>	<b>133</b>	67
	<u><b>31,634</b></u>	<u><b>2,635</b></u>	<u><b>34,269</b></u>	<u><b>22,872</b></u>
<b>Capital Grants fund:</b>				
Depreciation	<u><b>863</b></u>	-	<u><b>863</b></u>	<u><b>865</b></u>
	<u><b>863</b></u>	-	<u><b>863</b></u>	<u><b>865</b></u>
<b>Total</b>	<u><b>32,497</b></u>	<u><b>2,635</b></u>	<u><b>35,132</b></u>	<u><b>23,741</b></u>

**7. GOVERNANCE COSTS**

	<b>31.3.08</b>	<b>31.3.07</b>
	<b>£</b>	<b>£</b>
Accountancy	<b>529</b>	-
Auditors' remuneration	-	<u><b>494</b></u>
	<u><b>529</b></u>	<u><b>494</b></u>

**8. NET INCOMING/(OUTGOING) RESOURCES**

Net resources are stated after charging/(crediting):

	<b>31.3.08</b>	<b>31.3.07</b>
	<b>£</b>	<b>£</b>
Auditors' remuneration	-	<u><b>494</b></u>
Depreciation - owned assets	<u><b>863</b></u>	<u><b>865</b></u>

**THE PAIRC TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2008**

**9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2008 nor for the year ended 31 March 2007.

**Trustees' Expenses**

There were no trustees' expenses paid for the year ended 31 March 2008 nor for the year ended 31 March 2007.

**10. STAFF COSTS**

	<b>31.3.08</b>	31.3.07
	£	£
Wages and salaries	<b>9,990</b>	7,266
Social security costs	<b>502</b>	167
	<b><u>10,492</u></b>	<u>7,433</u>

The average number of employees during the year was 1 (2007 - 1).

No employees had emoluments in excess of £60,000 (2007 - Nil).

**11. TANGIBLE FIXED ASSETS**

	<b>Buildings</b>	<b>Fixtures and fittings</b>	<b>Computer equipment</b>	<b>Totals</b>
	£	£	£	£
<b>COST</b>				
At 1 April 2007 and 31 March 2008	<b><u>9,590</u></b>	<b><u>998</u></b>	<b><u>1,119</u></b>	<b><u>11,707</u></b>
<b>DEPRECIATION</b>				
At 1 April 2007	<b>1,152</b>	<b>531</b>	<b>601</b>	<b>2,284</b>
Charge for year	<b><u>384</u></b>	<b><u>200</u></b>	<b><u>279</u></b>	<b><u>863</u></b>
At 31 March 2008	<b><u>1,536</u></b>	<b><u>731</u></b>	<b><u>880</u></b>	<b><u>3,147</u></b>
<b>NET BOOK VALUE</b>				
At 31 March 2008	<b><u>8,054</u></b>	<b><u>267</u></b>	<b><u>239</u></b>	<b><u>8,560</u></b>
At 31 March 2007	<b><u>8,438</u></b>	<b><u>467</u></b>	<b><u>518</u></b>	<b><u>9,423</u></b>

**12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.3.08</b>	31.3.07
	£	£
Trade debtors	<b>379</b>	-
Other debtors	<b>7,679</b>	-
Grants receivable	-	1,618
Recoverable taxation	<b>64</b>	47
Prepayments	-	78
	<b><u>8,122</u></b>	<u>1,743</u>

**THE PAIRC TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2008**

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.3.08</b>	<b>31.3.07</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>7,678</b>	128
Social security and other taxes	<b>365</b>	-
Accrued expenses	<b>529</b>	494
	<b><u>8,572</u></b>	<b><u>622</u></b>

**14. MOVEMENT IN FUNDS**

	<b>At 1.4.07</b>	<b>Net movement in funds</b>	<b>At 31.3.08</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Unrestricted funds</b>			
General fund	1,211	1,635	2,846
<b>Restricted funds</b>			
Revenue Grants fund	3,500	(3,109)	391
Capital Grants fund	<u>9,423</u>	<u>(863)</u>	<u>8,560</u>
	<u>12,923</u>	<u>(3,972)</u>	<u>8,951</u>
<b>TOTAL FUNDS</b>	<b><u>14,134</u></b>	<b><u>(2,337)</u></b>	<b><u>11,797</u></b>

Net movement in funds, included in the above are as follows:

	<b>Incoming resources</b>	<b>Resources expended</b>	<b>Movement in funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Unrestricted funds</b>			
General fund	2,095	(460)	1,635
<b>Restricted funds</b>			
Revenue Grants fund	31,689	(34,798)	(3,109)
Capital Grants fund	<u>-</u>	<u>(863)</u>	<u>(863)</u>
	<u>31,689</u>	<u>(35,661)</u>	<u>(3,972)</u>
<b>TOTAL FUNDS</b>	<b><u>33,784</u></b>	<b><u>(36,121)</u></b>	<b><u>(2,337)</u></b>

**FUNDS**

**General fund**

The general fund represents unrestricted funds which the trustees are free to use in accordance with the charitable objects.

**Revenue Grants fund**

This represents grants received from funding agencies detailed in note 2 in respect of revenue costs, principally wages, legal fees and general operating costs.

**Capital grants fund**

This represents grants received from funding agencies in respect of specific fixed assets.

**THE PAIRC TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31 MARCH 2008**

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**15. LIMITED BY GUARANTEE**

The company is limited by guarantee and has no share capital. The liability of each member in the event of the company being wound up is restricted to £1.

**16. PERMANENT ENDOWMENTS**

The charity does not have any permanent endowments.