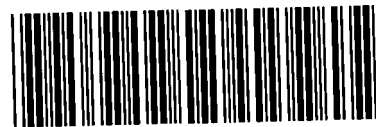


COMPANY REGISTRATION NUMBER: SC370935

CHARITY REGISTRATION NUMBER: SC022481

**Falkland Stewardship Trust**  
**Company Limited by Guarantee**  
**Financial Statements**  
**31 March 2018**

SATURDAY



\*S7DKFI1K\*  
SCT 01/09/2018 #100  
COMPANIES HOUSE

18 North Street  
GLENROTHES  
Fife  
KY7 5NA  
Tel No: 01592 610388  
Fax No: 01592 611113

8 Mitchell Street  
LEVEN  
Fife  
KY8 4HJ  
Tel No: 01333 425250  
Fax No: 01333 425655

**PATERSON BOYD & Co.**  
Chartered Accountants

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Financial Statements**

**Year Ended 31 March 2018**

	<b>Page</b>
Trustees' Annual Report (Incorporating the Director's Report)	<b>1</b>
Independent Auditor's Report to the Members	<b>7</b>
Statement of Financial Activities (Including Income and Expenditure Account)	<b>12</b>
Statement of Financial Position	<b>13</b>
Statement of Cash Flows	<b>14</b>
Notes to the Financial Statements	<b>15</b>

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report)**

**Year Ended 31 March 2018**

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2018.

#### **Reference and administrative details**

**Registered charity name** Falkland Stewardship Trust

**Charity registration number** SC022481

**Company registration number** SC370935

**Principal office and registered office** The Stables  
Falkland Estate  
Falkland  
Fife  
KY15 7AF

#### **The trustees**

P Burman  
M C Stuart  
R Steedman  
J Smith  
N Stuart  
J Fitzpatrick  
P Ritchie  
C Frew

**Auditor** Paterson Boyd & Co Limited  
Chartered Accountants & Statutory Auditor  
18 North Street  
Glenrothes  
Fife  
KY7 5NA

**Bankers** Bank of Scotland  
1 Bothwell Street  
Dunfermline  
Fife  
KY11 3AG

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year Ended 31 March 2018**

#### **Structure, governance and management**

Falkland Stewardship Trust was formerly known as Falkland Heritage Trust (FHT). FHT was established for charitable purposes by a Trust Deed registered on 1 April 1994 and registered as a Scottish charity. In 2009-2010 the Trustees looked at the governing structure of the charity with a view to becoming a company limited by guarantee. As result of this, Trustees agreed at their meeting on 4 December 2009 to dissolve the old charity (Falkland Heritage Trust) and that its undertakings (including net assets) be transferred to the new company (Falkland Stewardship Trust) on 31 January 2010.

Falkland Stewardship Trust was established for charitable purposes. The charity also operates under the name "Centre for Stewardship". The management of the Trust is the responsibility of the Trustees, appointed under the terms of the Trust Deed, who meet regularly to direct the Trust's affairs. The existing Trustees have the power to appoint new trustees. Day to day operations are delegated to the staff.

The Trust's legal advisers have continued to advise upon corporate governance. Trustees have undertaken to confirm annually that they are compliant with the Trust's rules on corporate governance and with existing legislation. The corporate governance and legal structure of the Trust is regularly reviewed in the light of best practice and the training requirements for Trustees are addressed as part of the same process.

The names of the Trustees and other reference and administrative information concerning the Trust are set out on page 1.

#### **Risk Assessment**

The trustees review and address the major risks to which the charity is exposed in conjunction with the regular review of the strategic and business plans and they consider that appropriate procedures are in place to mitigate those risks and the Trust's financial position.

#### **Objectives and activities**

The principal purposes of the Trust are the preservation and conservation of Scotland's heritage in particular in the area of Falkland, Fife and the advancement of the education of the general public on the subject of Scotland's heritage and its conservation. The purposes are set out in full in the Trust Deed.

The Mission Statement of the Trust is "to restore, reclaim and sustain the spirit of Falkland Estate's rich and diverse heritage and to inspire and practise responsible stewardship."

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

#### **Year Ended 31 March 2018**

##### **Objectives and activities *(continued)***

###### **Assets held**

The Trust holds long leases from Falkland Estate Trust on the following historic assets which are held primarily for conservation and development in line with the charitable purposes.

- The House of Falkland, a large Grade A listed Jacobean revival mansion, built 1839-44 by the architect William Burn for Onesiphorous and Margaret Tyndall-Bruce - held under a 99 year lease from 1 April 1994 to 31 March 2093 at a nominal rent of £1 per annum.
- The surrounding designed landscape including office and residential property in The Stables and East Lodge - held under a 92 year lease from 1 April 2001 to 31 March 2093 at a current rental of £15,000 per annum subject to five-yearly rent reviews.

The above assets also have a secondary purpose as investment properties providing rental income for the trust over the period of the leases. The trust also owns the building on Falkland High Street currently operating as the Palace Pantry as an investment property.

###### **The House of Falkland**

The Trust continues to maintain the fabric of the House to protect the decorative interiors from further deterioration. In partnership with Falkland House School, appropriate general maintenance work has been undertaken as required. The Trust kindly acknowledges the responsible tenancy of the Falkland House School, its staff and its students, in caring for the property and allowing limited visitor access.

Jonathan Gotelee has continued to advise the Trustees on the on-going maintenance of the House.

###### **Biomass Heating Systems**

During this period a biomass heating system to provide heat to the House of Falkland was installed and became operational in August 2017. Use of sustainable heat is in line with the ethos of Falkland Stewardship Trust and will help to maintain the fabric of the House.

###### **The House of Falkland Stables**

Use of the Stables by the charity and its associated partners have continued to increase. Various spaces are used for a variety of events, workshops and activities, both by the Trust and by external user groups providing an improved income stream. The new Information Hub in the South Stables has been well received by visitors to the Estate. The Hub is run with the help of volunteers and Falkland Stewardship Trust would like to acknowledge their contribution to the charity.

The new ceremonial garden space to the west of the Stables secured funding from Fife Environmental Trust and Tesco Bags. With help from our conservation volunteers, the gardens are being transformed as a space for peace and tranquil recreation, as well as complimenting the offer available to wedding parties and small conferences.

The Trust invested in a large marquee and over this period we delivered a number of weddings as well as hosting a dinner for the Transformation 2017: Transformation in Practice.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year Ended 31 March 2018**

#### **Strategic report**

The following sections for achievements and performance and financial review form the strategic report of the charity.

#### **Achievements and performance**

##### **Our Bright Future**

Working in partnership with other third sector organisations in Fife through the Fife Rural Skills Partnership, we are continuing to deliver a programme of rural skills training for young people over the period 2016 to 2021. The programme offers three levels of engagement:

- Level 1- Volunteering
- Level 2 - Modern apprenticeships
- Level 3 - Self-employment/enterprise.

##### **The Old Sawmill at Chancefield**

Thanks to funding from the William Grant Foundation and the Community Works Programme the old sawmill at Chancefield has now been restored as a place once again to deliver forestry enterprise. The sawmill is being used by the Our Bright Future team and others interested in careers in woodland or wood activities.

##### **Simple Shelters**

Thanks to funding from the Scottish Government's Innovation Fund, a new project called Simple Shelters commenced for one year in March 2018. The project seeks to work with a range of groups in the building of huts and other simple structures as a means of providing training, increasing confidence and creating a sustainable model of training as a form of social enterprise.

##### **Archaeology**

A very successful community led volunteering dig took place over three weeks in May-June 2017. Led by Project Director, Trustee Joe Fitzpatrick and in partnership with OJT Heritage, volunteers, including school parties uncovered many new finds pointing to a wealth of activity taking place in the hillfort for many years. The archaeology programme included an archaeology symposium and Trustees are keen to continue sensitive and appropriate exploration of the East Lomond Hillfort.

##### **Kew Gardens Millennium Seedbank**

Falkland Stewardship Trust was delighted to become a partner in this conservation project which is the largest ex situ plant conservation programme in the world. It focuses on global plant life faced with the threat of extinction and plants of most use for the future. Seeds are banked with Kew Gardens. The project has been extended for a further two years beyond the original three.

#### **Financial review**

The charity recorded a deficit of £72,191 for the year to 31 March 2018 (2017: surplus of £26,016). Income for the year was £686,126 (2017: £796,796) against expenditure of £758,317 (2017: £770,780). At the 31 March 2018 the charity had total funds of £596,425 which was comprised of unrestricted funds of £159,330 and restricted funds of £437,095.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year Ended 31 March 2018**

#### **Financial review *(continued)***

##### **Reserves Policy**

The trustees have agreed that the reasons for holding free reserves are:

1. To fund unexpected expenditure.
2. To fund shortfalls of income, when income does not reach expected levels.
3. To fund working capital.

They have considered the charity's aims and objectives and plans for the future and have decided that in order to meet our normal expenditure, excluding restricted project work, a reserve of around £60,000 is preferred. This equates to approximately 6 months of core staffing and office costs.

##### **Plans for future periods**

Trustees are keen to continue the sustainable transformation of the Stables building, seeking appropriate uses of the building whilst respecting its heritage. Upcoming plans include:

1. To extend the Information Hub into what was formally a resident flat.
2. To create a new multi purpose workshop/exhibition space in the 'three arches', restoring the room back to one.
3. Creation of new office spaces.
4. Converting number 2 the Stables into a self catering accommodation.

##### **Trustees' responsibilities statement**

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

#### Year Ended 31 March 2018

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 31 August 2018 and signed on behalf of the board of trustees by:



P Ritchie  
Trustee



# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Independent Auditor's Report to the Members of Falkland Stewardship Trust**

**Year Ended 31 March 2018**

#### **Opinion**

We have audited the financial statements of Falkland Stewardship Trust (the 'charity') for the year ended 31 March 2018 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's members, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Independent Auditor's Report to the Members of Falkland Stewardship Trust *(continued)***

**Year Ended 31 March 2018**

#### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Independent Auditor's Report to the Members of Falkland Stewardship Trust *(continued)***

**Year Ended 31 March 2018**

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, 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.

#### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Independent Auditor's Report to the Members of Falkland Stewardship Trust *(continued)***

#### **Year Ended 31 March 2018**

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Independent Auditor's Report to the Members of Falkland Stewardship Trust *(continued)***

#### **Year Ended 31 March 2018**

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Neil Paterson B.A. C.A. (Senior Statutory Auditor)

For and on behalf of  
Paterson Boyd & Co Limited  
Chartered Accountants & Statutory Auditor  
18 North Street  
Glenrothes  
Fife  
KY7 5NA

31 August 2018

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Statement of Financial Activities (including income and expenditure account)

Year Ended 31 March 2018

			2018		2017
		Unrestricted	Restricted	Total funds	Total funds
	Note	funds	funds	funds	funds
		£	£	£	£
<b>Income and endowments</b>					
Donations and legacies	5	21,138	445,875	<b>467,013</b>	663,892
Charitable activities	6	66,335	–	<b>66,335</b>	–
Other trading activities	7	64,943	2,575	<b>67,517</b>	46,084
Investment income	8	85,261	–	<b>85,261</b>	86,820
<b>Total income</b>		<u>237,677</u>	<u>448,450</u>	<u><b>686,126</b></u>	<u>796,796</u>
<b>Expenditure</b>					
Expenditure on charitable activities	9,10	<u>224,952</u>	<u>533,366</u>	<u><b>758,317</b></u>	<u>770,780</u>
<b>Total expenditure</b>		<u>224,952</u>	<u>533,366</u>	<u><b>758,317</b></u>	<u>770,780</u>
<b>Net (expenditure)/income</b>		<u>12,725</u>	<u>(84,916)</u>	<u><b>(72,191)</b></u>	<u>26,016</u>
Transfers between funds		27,535	(27,535)	–	–
<b>Net movement in funds</b>		<u>40,260</u>	<u>(112,451)</u>	<u><b>(72,191)</b></u>	<u>26,016</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		<u>119,070</u>	<u>549,546</u>	<u><b>668,616</b></u>	<u>642,600</u>
<b>Total funds carried forward</b>		<u>159,330</u>	<u>437,095</u>	<u><b>596,425</b></u>	<u>668,616</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

# Falkland Stewardship Trust

Company Limited by Guarantee

## Statement of Financial Position

31 March 2018

	Note	2018 £	2017 £
<b>Fixed Assets</b>			
Tangible fixed assets	17	328,338	341,836
Heritage assets	18	2	2
Investments	19	70,000	70,000
		<u>398,340</u>	<u>411,838</u>
<b>Current Assets</b>			
Debtors	20	112,491	119,744
Cash at bank and in hand		258,625	289,076
		<u>371,116</u>	<u>408,820</u>
<b>Creditors: amounts falling due within one year</b>	21	<u>103,587</u>	<u>152,042</u>
<b>Net Current Assets</b>		<u>267,529</u>	<u>256,778</u>
<b>Total Assets Less Current Liabilities</b>		<u>665,869</u>	<u>668,616</u>
<b>Creditors: amounts falling due after more than one year</b>	22	<u>69,444</u>	<u>—</u>
<b>Net Assets</b>		<u>596,425</u>	<u>668,616</u>
<b>Funds of the Charity</b>			
Restricted funds		437,095	549,546
Unrestricted funds		159,330	119,070
<b>Total charity funds</b>	26	<u>596,425</u>	<u>668,616</u>

These financial statements were approved by the board of trustees and authorised for issue on 31 August 2018, and are signed on behalf of the board by:



P Ritchie  
Trustee

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Statement of Cash Flows

Year Ended 31 March 2018

	2018 £	2017 £
<b>Cash Flows from Operating Activities</b>		
Net (expenditure)/income	(72,191)	26,016
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	22,263	9,659
Dividends, interest and rents from investments	(84,056)	(85,464)
Other interest receivable and similar income	(1,205)	(1,356)
Interest payable and similar charges	2,311	—
Accrued expenses/(income)	41,952	(66,604)
Deferred income	(6,173)	8,343
<i>Changes in:</i>		
Trade and other debtors	(34,233)	(879)
Trade and other creditors	(59,415)	59,472
Cash generated from operations	(190,747)	(50,813)
Interest paid	(2,311)	—
Interest received	1,205	1,356
Net cash used in operating activities	<u>(191,853)</u>	<u>(49,457)</u>
<b>Cash Flows from Investing Activities</b>		
Dividends, interest and rents from investments	84,056	85,464
Purchase of tangible assets	(25,390)	(228,177)
Proceeds from sale of tangible assets	16,625	8,212
Net cash from/(used in) investing activities	<u>75,291</u>	<u>(134,501)</u>
<b>Cash Flows from Financing Activities</b>		
Payments of finance lease liabilities	86,111	—
Net cash from financing activities	<u>86,111</u>	<u>—</u>
<b>Net Decrease in Cash and Cash Equivalents</b>	<b>(30,451)</b>	<b>(183,958)</b>
<b>Cash and Cash Equivalents at Beginning of Year</b>	<b>289,076</b>	<b>473,034</b>
<b>Cash and Cash Equivalents at End of Year</b>	<b><u>258,625</u></b>	<b><u>289,076</u></b>

The notes on pages 15 to 31 form part of these financial statements.



# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements**

**Year Ended 31 March 2018**

#### **1. General Information**

The charity is a public benefit entity and a private company limited by guarantee, registered in Scotland and a registered charity in Scotland. The address of the registered office is The Stables, Falkland Estate, Falkland, Fife, KY15 7AF.

#### **2. Statement of Compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

#### **3. Accounting Policies**

##### **Taxation**

The company, as a recognised charity, is exempt from corporation tax on its charitable activities. It is registered for VAT and expenditure is shown net of recoverable VAT.

##### **Basis of Preparation**

The accounts have been prepared in accordance with the Financial Reporting Standard 102, as issued by the Financial Reporting Council (effective 1 January 2015), the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" and the Companies Act 2006. They are prepared on the historical cost basis.

Falkland Stewardship Trust meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### **Going Concern**

There are no material uncertainties about the charity's ability to continue.

##### **Judgements and Key Sources of Estimation Uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

#### **Year Ended 31 March 2018**

#### **3. Accounting Policies *(continued)***

##### **Fund Accounting**

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

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.

##### **Incoming Resources**

Income from grants claimed in arrears is matched with the corresponding approved expenditure incurred in each accounting period and any grant income due but not received is included as accrued income in debtors.

Income from other grants or donations is recognised on receipt, provided there are no unfulfilled conditions applying to use of the income. Where the grant or donation is received for a specific purpose, any unexpended portion is carried forward in restricted fund.

Assets gifted in kind are recognised as income when received and are included at market value or at an estimate of their value where a market value is not readily known.

Rental income is recognised on an accruals basis over the period for which it is due. Other income is recognised on a receipts basis unless it relates to a different accounting period.

##### **Resources Expended**

Resources expended are included on an accruals basis. As far as possible, costs are allocated directly to the expenditure categories in the Statement of Financial Activities (SOFA). The remaining staff costs and overheads are apportioned accordingly to estimated usage, which generally follows the estimated staff time spent on each activity.

Governance costs are those associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs relating to trustees' meetings and governance.

##### **Tangible Assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year Ended 31 March 2018

#### 3. Accounting Policies *(continued)*

##### **Tangible Assets** *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Project plant & equipment	-	25% straight line
Biomass boiler	-	6.67% straight line
Motor vehicles	-	25% straight line
Office equipment	-	25% straight line
Workshop fixtures & fittings	-	10% straight line

##### **Heritage Assets**

Comprising heritable property and land held on long leases, are stated at a nominal value as it is not considered practical to attribute a value to these assets for accounts purposes

##### **Investments**

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

##### **Investment Property**

Investment property is stated at valuation or best estimate of this. In accordance with FRS 102 no depreciation is charged on investment property. The trustees consider that this policy, which represents a departure from statutory accounting principles, is necessary to show a true and fair view.

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

#### **Year Ended 31 March 2018**

#### **3. Accounting Policies *(continued)***

##### **Impairment of Fixed Assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

##### **Financial Instruments**

The charity 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 the carrying value plus accrued interest less repayments.

##### **Defined Contribution Plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

#### **4. Limited by Guarantee**

Falkland Stewardship Trust is a company limited by guarantee and has no share capital. Each member of the Trust has undertaken to contribute an amount not exceeding £1 towards any deficit arising in the event of the Trust being placed in liquidation.

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year Ended 31 March 2018

#### 5. Donations and Legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
<b>Donations</b>			
Donations	16,490	777	17,267
<b>Grants</b>			
Kew Garden Seed Project	—	3,092	3,092
Awards for All	—	8,400	8,400
Craft symposium	—	5,046	5,046
Community Jobs Scotland - for Woodland assistants	—	45,644	45,644
The Patsy Wood Trust - native Woodland research	—	33,864	33,864
Fife Council - young people's project	—	4,500	4,500
Heritage Lottery Fund	—	10,303	10,303
Prince's Countryside Fund	—	10,000	10,000
Historic Scotland	—	999	999
Fife Environment Trust	—	—	—
Scottish Natural Heritage	—	—	—
Youthlink Scotland - Journeys	—	10,000	10,000
Big Lottery - Our Bright Future	—	138,715	138,715
Fife Employment Access Trust - Our Bright Future	—	—	—
Fife Council - Rural Skills	—	—	—
New Park Educational Trust - Rural Skills	—	—	—
Fife Works - Rural Skills	—	—	—
Reforestation Scotland - Rural Skills	—	—	—
Reforestation Scotland	—	—	—
Archaeology	—	15,800	15,800
Kingdom Housing - Our Bright Future	—	6,000	6,000
Fife Environment Trust	—	8,035	8,035
Simple Shelters	—	44,548	44,548
Fife Council - Our Bright Future	—	18,057	18,057
Heritage Lottery Fund - Woodworks	—	4,960	4,960
University of Dundee - Woodworks	—	180	180
Other income	4,648	2,075	6,723
Zero Waste Scotland	—	16,410	16,410
Fife Voluntary Action - Health & Wellbeing	—	—	—
Gannochy Trust - Our Bright Future	—	—	—
Local Food Works	—	58,470	58,470
	<u>21,138</u>	<u>445,875</u>	<u>467,013</u>

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year Ended 31 March 2018

#### 5. Donations and Legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
<b>Donations</b>			
Donations	14,712	46,000	60,712
<b>Grants</b>			
Kew Garden Seed Project	–	3,092	3,092
Awards for All	–	–	–
Craft symposium	–	–	–
Community Jobs Scotland - for Woodland assistants	–	14,983	14,983
The Patsy Wood Trust - native Woodland research	–	21,000	21,000
Fife Council - young people's project	–	7,000	7,000
Heritage Lottery Fund	–	190,700	190,700
Prince's Countryside Fund	–	10,000	10,000
Historic Scotland	–	13,750	13,750
Fife Environment Trust	–	2,875	2,875
Scottish Natural Heritage	–	6,850	6,850
Youthlink Scotland - Journeys	–	–	–
Big Lottery - Our Bright Future	–	157,257	157,257
Fife Employment Access Trust - Our Bright Future	–	725	725
Fife Council - Rural Skills	–	1,374	1,374
New Park Educational Trust - Rural Skills	–	5,000	5,000
Fife Works - Rural Skills	–	2,500	2,500
Reforestation Scotland - Rural Skills	–	260	260
Reforestation Scotland	–	463	463
Archaeology	–	7,500	7,500
Kingdom Housing - Our Bright Future	–	2,200	2,200
Fife Environment Trust	–	7,561	7,561
Simple Shelters	–	–	–
Fife Council - Our Bright Future	–	–	–
Heritage Lottery Fund - Woodworks	–	19,840	19,840
University of Dundee - Woodworks	–	10,000	10,000
Other income	17,390	1,635	19,025
Zero Waste Scotland	–	46,733	46,733
Fife Voluntary Action - Health & Wellbeing	–	2,320	2,320
Gannochy Trust - Our Bright Future	–	10,000	10,000
Local Food Works	–	40,172	40,172
	<u>32,102</u>	<u>631,790</u>	<u>663,892</u>

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year Ended 31 March 2018

#### 6. Charitable Activities

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Biomass income	<u>66,335</u>	<u>66,335</u>	<u>—</u>	<u>—</u>

#### 7. Other Trading Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Sales & other income	15,071	2,575	17,645
Venue hire & catering income	<u>49,872</u>	<u>—</u>	<u>49,872</u>
	<u>64,943</u>	<u>2,575</u>	<u>67,517</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Sales & other income	19,811	—	19,811
Venue hire & catering income	<u>26,273</u>	<u>—</u>	<u>26,273</u>
	<u>46,084</u>	<u>—</u>	<u>46,084</u>

#### 8. Investment Income

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Rental income	84,056	84,056	85,464	85,464
Bank deposit interest	<u>1,205</u>	<u>1,205</u>	<u>1,356</u>	<u>1,356</u>
	<u>85,261</u>	<u>85,261</u>	<u>86,820</u>	<u>86,820</u>

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year Ended 31 March 2018

#### 9. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Learning programme costs	–	45,712	45,712
Living Lomonds Landscape Partnership costs	–	7,102	7,102
Zero Waste Volunteer Programme costs	–	16,546	16,546
Other project costs	132,981	458,780	591,759
Estate management costs	50,212	38	50,250
Support costs	41,759	5,188	46,948
	<u>224,952</u>	<u>533,366</u>	<u>758,317</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Learning programme costs	–	14,525	14,525
Living Lomonds Landscape Partnership costs	–	200,675	200,675
Zero Waste Volunteer Programme costs	–	42,852	42,852
Other project costs	108,377	322,867	431,244
Estate management costs	44,722	15,629	60,351
Support costs	19,468	1,665	21,133
	<u>172,567</u>	<u>598,213</u>	<u>770,780</u>

#### 10. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly	Support costs	Total funds 2018 £	Total fund 2017 £
Learning programme costs	45,712	–	45,712	14,525
Living Lomonds Landscape Partnership costs	7,102	636	7,738	200,675
Zero Waste Volunteer Programme costs	16,546	–	16,546	42,852
Other project costs	591,759	34,308	626,067	441,545
Estate management costs	50,250	–	50,250	60,351
Governance costs	–	12,004	12,004	10,832
	<u>711,369</u>	<u>46,948</u>	<u>758,317</u>	<u>770,780</u>



# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year Ended 31 March 2018

#### 11. Analysis of Support Costs

	Other project costs £	Total 2018 £	Total 2017 £
General office	34,944	34,944	10,301
Governance costs	12,004	12,004	10,832
	<u>46,948</u>	<u>46,948</u>	<u>21,133</u>

#### 12. Net (Expenditure)/Income

Net (expenditure)/income is stated after charging/(crediting):

	2018 £	2017 £
Depreciation of tangible fixed assets	<u>22,263</u>	<u>9,659</u>

#### 13. Auditors Remuneration

	2018 £	2017 £
Fees payable for the audit of the financial statements	<u>3,750</u>	<u>3,400</u>
Fees payable to the charity's auditor and its associates for other services:		
Other non-audit services	<u>1,025</u>	<u>1,183</u>

#### 14. Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2018 £	2017 £
Wages and salaries	266,222	269,498
Social security costs	14,946	16,598
Employer contributions to pension plans	<u>2,573</u>	<u>1,171</u>
	<u>283,741</u>	<u>287,267</u>

The average head count of employees during the year was 17 (2017: 16). The average number of full-time equivalent employees during the year is analysed as follows:

	2018 No.	2017 No.
Administrative staff	1	1
Project staff	<u>16</u>	<u>15</u>
	<u>17</u>	<u>16</u>

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year Ended 31 March 2018

#### 14. Staff Costs *(continued)*

No employee received employee benefits of more than £60,000 during the year (2017: Nil).

#### 15. Trustee Remuneration and Expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees. During the year £181 (2015: £408) was paid to one board member in reimbursement of expenses.

#### 16. Transfers Between Funds

Transfers between funds represent recharges of overheads and surpluses/deficits on completed projects.

#### 17. Tangible Fixed Assets

	At 1 Apr 2017	Additions	Disposals	At 31 Mar 2018
	£	£	£	£
<b>Cost</b>				
Project plant & equipment	42,774	–	–	42,774
Biomass boiler	308,024	22,174	(16,351)	313,847
Motor vehicles	7,500	–	–	7,500
Office equipment	19,374	–	–	19,374
Workshop fixtures & fittings	19,079	3,216	(2,703)	19,592
	<u>396,751</u>	<u>25,390</u>	<u>(19,054)</u>	<u>403,087</u>
	At 1 Apr 2017	Charge for the year	Disposals	At 31 Mar 2018
	£	£	£	£
<b>Depreciation</b>				
Project plant & equipment	12,915	8,726	–	21,641
Biomass boiler	–	12,137	–	12,137
Motor vehicles	7,500	–	–	7,500
Office equipment	17,404	844	–	18,248
Workshop fixtures & fittings	17,096	556	(2,429)	15,223
	<u>54,915</u>	<u>22,263</u>	<u>(2,429)</u>	<u>74,749</u>

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year Ended 31 March 2018

#### 17. Tangible Fixed Assets *(continued)*

	At 31 Mar 2018	At 31 Mar 2017
	£	£
<b>Carrying amount</b>		
Project plant & equipment	21,133	29,859
Biomass boiler	301,710	308,024
Motor vehicles	—	—
Office equipment	1,126	1,970
Workshop fixtures & fittings	4,369	1,983
	<u><b>328,338</b></u>	<u><b>341,836</b></u>

#### 18. Heritage Assets

The Trust holds long leases from Falkland Estate Trust on heritage assets which are held primarily for conservation and development in line with the charitable purposes. Details of the assets held are as follows:

- House of Falkland, a Jacobean revival mansion build 1839-44, held under a 99 year lease from 1 April 1994 to 31 March 2093 at a nominal rent of £1 per annum.
- The surrounding designed landscape including office and residential property in The Stables and East Lodge, held under a 92 year lease from 1 April 2001 to 31 March 2093 at a current rental of £15,000 per annum subject to five-yearly rent reviews.

	Heritage assets £
<b>Cost or valuation</b>	
At 1 Apr 2017 and 31 Mar 2018	<u><b>2</b></u>
<b>Accumulated depreciation</b>	
At 1 Apr 2017 and 31 Mar 2018	<u><b>—</b></u>
<b>Carrying amount</b>	
At 31 Mar 2018	<u><b>2</b></u>
At 31 Mar 2017	<u><b>2</b></u>

It is not considered practical to attribute a market value to these assets and they are included in the balance sheet at a nominal value.

The assets also have a secondary purpose as investment properties providing rental income for the trust over the period of the leases.

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year Ended 31 March 2018

#### 19. Investments

	Investment properties £
Cost or valuation At 1 Apr 2017 and 31 Mar 2018	<u>70,000</u>
Carrying amount At 31 Mar 2018	<u>70,000</u>
At 31 Mar 2017	<u>70,000</u>

All investments shown above are held at valuation.

#### Investment properties

The valuation of the investment property was obtained from J & E Shepherd Chartered Surveyors as at 31 March 2016.

#### 20. Debtors

	2018 £	2017 £
Trade debtors	44,374	14,022
Prepayments and accrued income	30,748	72,015
Other debtors	37,369	33,707
	<u>112,491</u>	<u>119,744</u>

#### 21. Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	36,561	96,480
Accruals and deferred income	31,209	28,573
Social security and other taxes	4,915	4,221
Obligations under finance leases and hire purchase contracts	16,667	–
Tenants' deposits	14,225	14,725
Other creditors	10	8,043
	<u>103,587</u>	<u>152,042</u>

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year Ended 31 March 2018

#### 22. Creditors: amounts falling due after more than one year

	2018	2017
	£	£
Obligations under finance leases and hire purchase contracts	<u>69,444</u>	<u>—</u>

#### 23. Finance Leases and Hire Purchase Contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2018	2017
	£	£
Not later than 1 year	16,667	—
Later than 1 year and not later than 5 years	<u>69,444</u>	<u>—</u>
	<u>86,111</u>	<u>—</u>

#### 24. Deferred Income

	2018	2017
	£	£
At 1 April 2017	24,763	16,420
Amount released to income	(24,763)	(16,420)
Amount deferred in year	<u>26,933</u>	<u>24,763</u>
At 31 March 2018	<u>26,933</u>	<u>24,763</u>

#### 25. Pensions and Other Post Retirement Benefits

##### Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £2,573 (2017: £1,171).

#### 26. Analysis of Charitable Funds

##### Unrestricted funds

	At 1 Apr 2017	Income	Expenditure	Transfers	At 31 Mar 2018
	£	£	£	£	£
General funds	<u>119,070</u>	<u>237,677</u>	<u>(224,952)</u>	<u>27,535</u>	<u>159,330</u>

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year Ended 31 March 2018

#### 26. Analysis of Charitable Funds *(continued)*

##### Restricted funds

	At 1 Apr 2017	Income	Expenditure	Transfers	At 31 Mar 2018
	£	£	£	£	£
Awards for All Chancefield	–	8,400	(3,367)	–	5,033
Development	24,102	325	(28,359)	3,932	–
Community Jobs Scotland	–	45,644	(45,322)	–	322
CVS Action Earth	108	–	(108)	–	–
Crafts Symposium	–	5,046	(3,930)	–	1,116
Drumdreel - Grounds Maintenance	–	–	(878)	878	–
Drumdreel - House of Falkland Maintenance	297,886	500	(17,041)	13,959	295,304
Drumdreel - Stables Maintenance	–	–	(825)	825	–
Fife Environment Trust	–	8,035	(8,716)	–	(681)
Archaeology	7,500	16,300	(22,946)	(854)	–
Journeys	–	10,450	(9,715)	(735)	–
Kew Garden Seed Project	–	3,092	–	(3,092)	–
Living Lomonds Landscape Partnership	(4,848)	10,302	(7,352)	1,898	–
Living Lomonds Landscape Partnership - grants	500	999	–	(1,499)	–
Local Food Works	(7,517)	61,323	(43,751)	(10,055)	–
Restricted donations	61,744	–	(26,413)	(21,000)	14,331
Our Bright Future	113,046	163,572	(218,866)	(20,676)	37,076
Patsy Wood Trust	14,739	33,864	(19,484)	–	29,119
Ranger	–	–	(18,009)	18,009	–
Rural Skills Project	20,616	10,000	(15,225)	–	15,391
Sewage	–	–	(720)	720	–
Simple Shelters	–	44,548	(4,466)	–	40,082
Tipi Project	–	4,500	–	(4,500)	–
Woodworks	21,668	5,140	(21,327)	(5,481)	–
Zero Waste	–	16,410	(16,546)	136	–
Historic leasehold assets	2	–	–	–	2
	<u>549,546</u>	<u>448,450</u>	<u>(533,366)</u>	<u>(27,535)</u>	<u>437,095</u>

# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

#### **Year Ended 31 March 2018**

#### **26. Analysis of Charitable Funds *(continued)***

Chancefield development - Restoration of the old sawmill building at Chancefield with an aim to return it to a productive building for forestry work.

Community Jobs Scotland - Funding to support wages and training of young people employed for 6 months+ by Falkland Stewardship Trust.

House of Falkland - FET donation - This fund arises from the sale proceeds of a 37% share of Drumdreel farm, which was donated by Falkland Estate Trust in 2010. Under a minute of agreement between parties, the proceeds are to be used solely for the costs of maintenance and/or restoration of the House of Falkland and its outbuildings and garden ground.

Living Lomonds Landscape partnership - FST is a partner with other local organisations in a successful joint funding bid to the Heritage Lottery Fund for this project.

Journeys into the literary landscape - One day adventures for secondary aged school pupils combining an appreciation and understanding of literature with the environment.

Kew Garden Seed Project - A conservation project organised by Kew Gardens collecting seeds from native species to better understand and protect important tree populations.

Restricted donations - Ring fenced funding from Ninian C Stuart to be used for particular aspects of the charity's working including business planning, capacity building and next phase of the Stables.

Our Bright Future - A five year rural skills programme for young people offering traineeships, volunteering opportunities, apprenticeships and entrepreneurial advice. Led by Falkland Stewardship Trust in partnership with the Fife Rural Skills Partnership.

Ranger - funding for Sam Docherty, Ranger, salary and on-costs.

Tipi project - The tipi site at Chancefield is used by Fife Council Early Learning Years offering free play opportunities for young children.

Woodworks - An innovative programme for enterprising young people who are inspired to learn about and work with woods or woodlands.

Zero waste volunteer programme - This fund represents grant funding from Zero Waste Scotland for the Zero Waste Volunteer programme for Fife. The aim is to recruit and train volunteers who will then raise awareness of the issues in the wider community.

Historic leasehold assets - This fund represents the historic leasehold assets, which are held at a nominal value (see note 18).

# Falkland Stewardship Trust

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year Ended 31 March 2018

#### 27. Analysis of Net Assets Between Funds

	Unrestricted Funds	Restricted Funds	Total Funds 2018	Total Funds 2017
	£	£	£	£
Tangible fixed assets	26,628	301,710	328,338	341,836
Heritage assets	–	2	2	2
Investments	70,000	–	70,000	70,000
Current assets	62,702	308,414	371,116	408,820
Creditors less than 1 year	–	(103,587)	(103,587)	(152,042)
Creditors greater than 1 year	–	(69,444)	(69,444)	–
<b>Net assets</b>	<b>159,330</b>	<b>437,095</b>	<b>596,425</b>	<b>668,616</b>

#### 28. Financial Instruments

The carrying amount for each category of financial instrument is as follows:

	2018 £	2017 £
<b>Financial assets that are debt instruments measured at amortised cost</b>		
Financial assets that are debt instruments measured at amortised cost	<u>371,116</u>	<u>408,820</u>
<b>Financial liabilities measured at amortised cost</b>		
Financial liabilities measured at amortised cost	<u>173,031</u>	<u>152,042</u>

#### 29. Operating Lease Commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2018 £	2017 £
Later than 5 years	<u>1,125,000</u>	<u>1,140,000</u>



# **Falkland Stewardship Trust**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

#### **Year Ended 31 March 2018**

#### **30. Related Parties**

For the whole of the financial year the charity was controlled by its board of directors as listed on page 1.

At 31 March 2018 a balance of £Nil was included within trade debtors due from (2017: a credit balance of £117 due to) Falkland Rural Enterprises Limited, a company in which director Ninian Stuart is also a director, and included within trade creditors is a balance of £534 (2017: £1,301) due to Falkland Rural Enterprises Limited.

At 31 March 2018, included within trade debtors is an amount of £716 (2017: £3,592) due from Falkland Estate Trust, a charitable trust of which director Ninian Stuart is chairman, and included within trade creditors is an amount of £4,796 (2017: £24,546) due to Falkland Estate Trust.

Included within trade debtors are amounts due from The Children's Parliament, a company in which director Ninian Stuart is also a director, totalling £1,512 (2017: £Nil).

During the year the charity received donations totalling £Nil and £1,800 (2017: £41,000 and £Nil) respectively from directors Ninian Stuart and Marietta Stuart. Included within trade debtors are amounts due from director Ninian Stuart totalling £Nil (2017: £907).