



**THE SAILORS' ORPHAN SOCIETY OF SCOTLAND**

**ACCOUNTS**

**FOR THE YEAR ENDED 31st MARCH 2001**

**Company Registration No. SC014761**

**Charity No. SC000242**



**THE SAILORS' ORPHAN SOCIETY OF SCOTLAND**  
(INCORPORATED UNDER THE COMPANIES' ACTS)

**INSTITUTED 1889**

**COUNCIL OF MANAGEMENT**

R.C.S. CAMPBELL	Master Mariner	11 Craigbank Crescent, Eaglesham	(Resigned : 23.10.00)
N.O. CHALMERS	Shipowner	15 Carlton Court, Glasgow	
I.V.R. HARRISON	Shipowner	16 Woodside Crescent, Glasgow	
P.J.F. HENDERSON	Shipowner	9 Cleveden Drive, Glasgow	
J. GORDON MUCKLOW	Shipowner	15 Carlton Court, Glasgow	
W.M.F. ROBERTSON	Shipowner	The Punchbowl House, Blanehead	(Resigned : 23.10.00)
A.J. STRUTHERS	Shipowner	Craigmaddie, Milngavie	
D.J. HARRIS	Shipowner	60 Aytoun Road, Glasgow	
A.D.W. ALLAN	Shipowner	12 Timber Bush, Edinburgh	(Appointed : 23.10.00)

**HONORARY TREASURER**

D.J. HARRIS 18 Woodside Crescent, Glasgow G3 7UL

**SECRETARY**

M.J. BEVERIDGE 18 Woodside Crescent, Glasgow G3 7UL

**AUDITORS**

ALEXANDER SLOAN  
Chartered Accountants 144 West George Street, Glasgow G2 2HG

**BANKERS**

CLYDESDALE BANK PLC Govanhill Branch, 621 Cathcart Road, Glasgow G42

**REGISTERED OFFICE**

J. & J. DENHOLM LTD. 18 Woodside Crescent, Glasgow G3 7UL

All communications should be addressed and remittances made payable to the Sailors' Orphan Society of Scotland, c/o J. & J. Denholm Ltd., 18 Woodside Crescent, Glasgow G3 7UL.

The Honorary Treasurer is authorised to grant all Discharges for Legacies and other payments.

A statement of the Accounts, duly audited, is submitted at the Annual Public Meeting in each year.

**Object**

To feed, clothe, educate, or otherwise provide for necessitous orphans or fatherless children of sea-faring men throughout Scotland.

**Plan**

If a parent is alive and in all respects in a suitable position to bring up the family well, a yearly grant may be made for one or more of the children.

**Management**

The Society is managed by a Small Council who will decide all cases and who will seek to have the children brought up in the knowledge and love of God. The Local Representatives look after the children in their district and report regarding them.

## SAILORS' ORPHAN SOCIETY OF SCOTLAND

### RECORD OF 112th YEAR'S WORK

The number of cases arising during the year from the deaths of seamen was an increase on the previous twelve months.

*In some cases the fathers died from natural causes, sometimes as an indirect result of their calling as merchant seaman or fisherman. The admission of children during the year from all causes totalled 12 (2000 - 7).*

Because of family circumstances improving, children leaving school to take up employment or receiving educational grants to go to University, the re-marrying of the mother, etc. 9 (2000 - 15) children were deemed to require no further assistance from the Society.

At present there are 105 (2000 - 102) children receiving grants of £532 each per year which are paid to the parent or guardian monthly. Since 1889, when the Society was founded, 8,247 children have been assisted in this manner.

**Finance:** Income from investments and tax recovered during the year totalled £51,156, a decrease of £7,017 on the previous year.

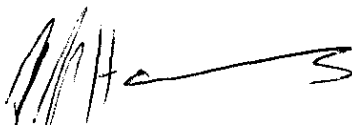
**Appreciation:** The Council once again wish to extend their warmest thanks to all our Honorary Local Representatives for their continued interest in the work of the Society and for visiting the families and administering the grants. A list of the Honorary Local Representatives is included at Page 11 of the Notes to the Accounts.

The personal contacts of our Local Representatives throughout Scotland have always been greatly appreciated by the recipients of the grants and the Representatives' concern for the well-being of the children under their care is of the greatest value.

#### **Small Company Exemption**

This Report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the Council of Management



**D.J. HARRIS**  
Honorary Treasurer

13 November 2001

**THE SAILORS' ORPHAN SOCIETY OF SCOTLAND****YEAR ENDED 31st MARCH 2001****STATEMENT OF COUNCIL OF MANAGEMENT'S RESPONSIBILITIES**

Company law requires the Council of Management to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the Society and of the surplus or deficit of the Society for that period. In preparing those Financial Statements, the Council are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgments 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;
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Society will continue in existence.

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

The Council confirms that the Financial Statements comply with the above requirements.

**AUDITORS' REPORT TO THE MEMBERS OF****THE SAILORS' ORPHAN SOCIETY OF SCOTLAND**

We have audited the Financial Statements on pages 5 to 10 which have been prepared under the historical cost convention, as modified by the revaluation of investments and the accounting policies set out on page 8.

**Respective Responsibilities of Council of Management and Auditors**

As described on page 3, the Council Members are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those Statements and to report our opinion to you.

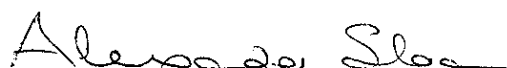
**Basis of Opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgments made by the Council of Management in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the Society's circumstances, consistently applied and adequately disclosed.

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

**Opinion**

In our opinion the Financial Statements give a true and fair view of the Society's state of affairs as at 31st March 2001 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**ALEXANDER SLOAN**

Chartered Accountants

Registered Auditors

GLASGOW, 13 November 2001

# THE SAILORS' ORPHAN SOCIETY OF SCOTLAND

## REVENUE ACCOUNT

FOR THE YEAR ENDED 31st MARCH 2001

	£	2001 £	£	2000 £
<b>INCOME</b>				
Donations and Gifts	-		1,000	
Interest and Dividends	45,394		48,751	
Bank Deposit Interest	3,097		4,205	
Income Tax Repayments	5,762		9,422	
		54,253		63,378
<b>INDIRECT EXPENDITURE</b>				
Administration Expenses	335		410	
Audit Fee	767		570	
		1,102		980
<b>INCOME LESS INDIRECT EXPENDITURE</b>		53,151		62,398
<b>DIRECT CHARITABLE EXPENDITURE</b>				
Maintenance of Orphans	46,778		47,722	
Christmas Gifts	3,990		4,032	
Holiday Gifts	3,990		3,888	
		54,758		55,642
(Deficit)/Surplus before Gain/(Loss) on Investment		(1,607)		6,756
Net Realised Gain/(Loss) on Disposal of Investments		19,921		(7,999)
Surplus/(Deficit) for the financial year		<u>18,314</u>		<u>(1,243)</u>
<b>STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES</b>				
Surplus/(deficit) for the financial year		18,314		(1,243)
Unrealised (losses)/gains on investments		(55,654)		10,926
Total recognised (losses)/gains relating to the year		<u>(37,340)</u>		<u>9,683</u>

# THE INVERCLYDE BEQUEST FUND

## REVENUE ACCOUNT

FOR THE YEAR ENDED 31st MARCH 2001

	£	2001 £	£	2000 £
<b>INCOME</b>				
<b>Grants Received</b>				
Merchants House	1,455		2,755	
King George's Fund for Sailors	1,500		2,000	
	<hr/>	2,955	<hr/>	4,755
Bank Deposit Interest		12		5
		<hr/>		<hr/>
		2,967		4,760
<b>DIRECT CHARITABLE EXPENDITURE</b>				
Grants to Widows	3,648		3,528	
Christmas Gifts	304		288	
Holiday Gifts	304		288	
	<hr/>	4,256	<hr/>	4,104
		<hr/>		<hr/>
<b>(DEFICIT)/SURPLUS FOR THE YEAR</b>		<b>(1,289)</b>		<b><u>656</u></b>

# THE SAILOR'S ORPHAN SOCIETY OF SCOTLAND

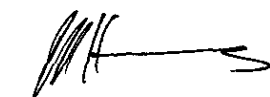
## BALANCE SHEET

AS AT 31st MARCH 2001

	2001	2000
£	£	£
<b>FIXED ASSETS</b>		
Investments (Note 4)	1,173,950	1,210,753
<b>CURRENT ASSETS</b>		
Sundry Debtors	6,581	7,832
Cash at Bank	63,872	64,447
	<hr/>	<hr/>
	70,453	72,279
	<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>	<b><u>1,244,403</u></b>	<b><u>1,283,032</u></b>
<b>FUNDS - UNRESTRICTED</b>		
General Fund (Note 3)	1,243,055	1,280,395
<b>FUNDS - RESTRICTED</b>		
Inverclyde Bequest Fund (Note 3)	1,348	2,637
	<hr/>	<hr/>
Total Funds at 31st March 2001	<b><u>1,244,403</u></b>	<b><u>1,283,032</u></b>

These Accounts have been prepared in accordance with the special provisions within Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standards for Smaller Entities (effective March 2000).

Approved by the Council on 13 November 2001



**D.J. HARRIS**  
Honorary Treasurer



**N.O. CHALMERS**  
Council Member



# THE SAILORS' ORPHAN SOCIETY OF SCOTLAND

## NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st MARCH 2001

### 1. ACCOUNTING POLICIES

- (a) The Financial Statements are prepared under the historical cost convention and in accordance with applicable accounting standards and the Statement of Recommended Practice, Accounting by Charities.
- (b) Income is credited in the Accounts on the date of receipt. Credit is taken for Income Tax recoverable but not received and for interest accruing at the Balance Sheet date.
- (c) Investments have been included at market value in accordance with Statement of Recommended Practice, Accounting by Charities.
- (d) Grants payable are of a revenue nature and are debited to the Income and Expenditure Account in the year to which they relate.

### 2. FUNDS

Inverclyde Bequest Fund - Funds are held to support widows of certificated merchant seamen.

### 3. STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2001 £	Total Funds 2000 £
<b>INCOME AND EXPENDITURE</b>				
<b>Incoming Resources</b>				
Donations and Gifts	-	-	-	1,000
Grant Income	-	2,955	2,955	4,755
Investment Income	54,253	12	54,265	62,383
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total Incoming Resources</b>	<b><u>54,253</u></b>	<b><u>2,967</u></b>	<b><u>57,220</u></b>	<b><u>68,138</u></b>
<b>Resources Expended</b>				
Direct Charitable Expenditure	54,758	4,256	59,014	59,746
Management and Administration	1,102	-	1,102	980
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total Resources Expended</b>	<b><u>55,860</u></b>	<b><u>4,256</u></b>	<b><u>60,116</u></b>	<b><u>60,726</u></b>

**THE SAILORS' ORPHAN SOCIETY OF SCOTLAND**

**NOTES TO THE ACCOUNTS (Contd.)**

**FOR THE YEAR ENDED 31st MARCH 2001**

**3. STATEMENT OF FINANCIAL ACTIVITIES (Contd.)**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total Funds 2001 £</b>	<b>Total Funds 2000 £</b>
<b>INCOME AND EXPENDITURE (Contd.)</b>				
<b>Net (Outgoing)/Incoming Resources for the Year</b>	(1,607)	(1,289)	(2,896)	7,412
<b>Other Recognised Gains and Losses</b>				
Realised Gains on Investments	116,041	-	116,041	16,910
Unrealised (Losses) on Investments	(151,774)	-	(151,774)	(13,983)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net Movement in Funds</b>	(37,340)	(1,289)	(38,629)	10,339
Balances brought forward at 1st April 2000	1,280,395	2,637	1,283,032	1,272,693
	<hr/>	<hr/>	<hr/>	<hr/>
Balances carried forward at 31st March 2001	<b><u>1,243,055</u></b>	<b><u>1,348</u></b>	<b><u>1,244,403</u></b>	<b><u>1,283,032</u></b>

**4. INVESTMENTS**

	<b>£</b>
<b>Market Value</b>	
At 1st April 2000	1,210,753
Additions	221,634
Disposals	(202,783)
Net Unrealised Investment Losses	(55,654)
	<hr/>
At 31st March 2001	<b><u>1,173,950</u></b>
<b>Historical Cost</b>	
At 31st March 2001	<b><u>816,507</u></b>
At 31 <sup>st</sup> March 2000	<b><u>701,536</u></b>

The investments comprise listed investments and are dealt with on a recognised Stock Exchange.

## THE SAILORS' ORPHAN SOCIETY OF SCOTLAND

## NOTES TO THE ACCOUNTS (Contd.)

## FOR THE YEAR ENDED 31st MARCH 2001

## 4. INVESTMENTS (Contd.)

	Cost At 31.03.01		Market Value At 31.03.01	
	£	£	£	£
<b>Gilt Edged Stocks</b>				
£45,000 Treasury 5% 2004	45,312		45,000	
£20,000 Treasury 8.5% 2005	19,892		22,950	
£45,000 Treasury 8% 2002/06	43,376		46,912	
£24,000 Treasury 5.75% 2009	25,603		25,500	
£31,000 Treasury 8% 2009	33,683		37,665	
£100,000 Treasury 5.5% 2008/12	104,416		103,750	
		272,282		281,777
<b>Fixed Interest Securities</b>				
20,000 Slough Estates	30,281		30,650	
£20,000 Balfour Beatty 10.75% Cum. Red. Pref.	18,120		25,650	
25,000 Reckitt & Colman	34,446		47,875	
		82,847		104,175
<b>Equities</b>				
2,000 Alliance Trust	46,944		61,100	
18,150 Edinburgh Investment Co.	6,377		86,303	
16,000 Witan Investment Co.	48,371		68,880	
5,000 Charter European Trust	14,928		22,575	
56,000 Securities Trust of Scotland	23,190		68,600	
6,500 Scottish & Newcastle	23,325		33,735	
4,500 H.S.B.C.	21,549		37,980	
7,000 Marks & Spencer	24,602		18,620	
2,000 B.O.C. Group	1,141		19,160	
13,500 Shell Transport & Trading	1,605		73,440	
4,000 Prudential Corporation	11,806		30,100	
3,138 Glaxo Smithkline	33,690		57,770	
6,000 Scottish & Southern Energy	35,621		37,290	
6,760 Lloyds TSB Group	13,763		46,745	
5,000 British Telecom	20,283		25,500	
6,696 Unilever	42,868		33,982	
4,200 Cable & Wireless	34,428		19,950	
3,685 CGNU	32,206		35,728	
3,100 Marconi	24,681		10,540	
		461,378		787,998
		<b>816,507</b>		<b>1,173,950</b>

# **LOCAL REPRESENTATIVES**

<i>Aberdeen</i> H.M. CAMPBELL	<i>Daviot</i> Rev. PETER TAYLOR	<i>Lewis</i> JOHN J. MACDONALD	<i>Scrabster</i> W.H. COTTRELL
<i>Achiltibuie</i> J.L. WHITE	<i>Drunmore</i> Rev. JOHN I. ANDREWS	<i>Stornoway</i> J. HAMILTON	<i>Shetland</i> E.D. HALCROW, Hamnavoe Miss B. JAMIESON, Sandness R. ABERNETHY, Bressay G. BAIN, Westandwick J. MacLEOD, Cunningsburgh J.W. JOHNSON, Whalsay J.A. ROBERTSON, Brae, Mrs. B.A.K. NEWLANDS, Nesting D.G. TULLOCH, West Yell J.D. GARRICK, J.P., Aith
<i>Anstruther</i> Rev. IAN A. CATHCART	<i>Dundee</i> D.H. PATERSON J.H. HARRIS	<i>Garrabost</i> D.A. MACLEOD, Kinloch M. MACIVER, M.A., Knock Mrs. ANNIE SMITH, Plasterfield Rev. D. GILLIES, Crossbost	
<i>Arbroath</i> T.B. LYON	<i>Dunoon</i> LEO. GILBERT	<i>Lossiemouth</i> RAY HALL	
<i>Ardrossan</i> Rev. DONALD MACKAY	<i>Eriskay</i> Ref. Fr. DONALD E. CAMPBELL	<i>Macduff</i> Rev. DAVID J. RANDALL	
<i>Avoch</i> R. GRIGOR	<i>Eyemouth</i> G. DENCH	<i>Mallaig</i> R.N.M.D.S.F. LEN SCOTT	
<i>Banff</i> Wm. MILNE	<i>Fraserburgh</i> R.N.M.D.S.F. G. CHANDLER	<i>Motherwell</i> LEO. GILBERT	<i>Lerwick</i> R.N.M.D.S.F. CLIFF POWELL
<i>Barra</i> ROYAL BANK OF SCOTLAND PLC Mrs. A. MacKENZIE	<i>Gairloch</i> HECTOR McKENZIE	<i>Newmilns</i> Rev. EDWARD T. HEWITT, M.A.	<i>Skye</i> ROBERT MacKENZIE
<i>Blantyre</i> THOMAS McLEAN	<i>Gardenstown</i> D. MANN	<i>Storness</i> CECIL STEER	<i>Stenschell</i> RODERICK MACPHERSON
<i>Bothwell</i> Rev. N. BRYANT	<i>Girvan</i> Rev. A.A. TAYLOR	<i>Paisley</i> LEO. GILBERT	<i>Stornoway</i> J. HAMILTON
<i>Buckie</i> Rev. A. BARR	<i>Glasgow</i> LEO. GILBERT	<i>Peterhead</i> W.C. SIMMONDS	<i>Stranraer</i> K.A. DOWNIE
<i>Burghead</i> RAY HALL Wm. ROSS	<i>Gourock</i> Rev. IAN M. STRACHAN M.A., B.D.	<i>Pittenweem</i> Major JOHN BROOK-SMITH	<i>Symington</i> LEO. GILBERT
<i>Cairnbulg</i> R.N.M.D.S.F., FRASERBURGH	<i>Grangemouth</i> REV. Wm. R. LYALL	<i>Port Glasgow</i> LEO. GILBERT	<i>Thurso</i> GEORGE SHAW
<i>Campbeltown</i> Rev. JOHN R.H. CORMACK, B.D.	<i>Greenock</i> LEO. GILBERT	<i>Portnaguran</i> A.J. MACLEAN	<i>Tiree</i> Chas. MacKINNON, Vaul
<i>Cove</i> LEO. GILBERT	<i>Harris (Scalpay)</i> Mrs. C.A. MACSWEEN	<i>Portsoy</i> CLYDESDALE BANK Plc.	<i>Troon</i> LEO. GILBERT
<i>Cruden Bay</i> J.G. MACKINTOSH, M.A.	<i>Inverbervie</i> Rev. DONALD CAMPBELL	<i>Renfrew</i> LEO. GILBERT	<i>Uist</i> DUNCAN CAMPBELL J.A. MacKAY, Garrynamonie Rev. J.M. SMITH, Grogarry
<i>Cullen</i> Lt.-Col. LEWIS BAIN, J.P.	<i>Kilmarnock</i> LEO. GILBERT	<i>Rosehearty</i> Miss J.D. RITCHIE	<i>West Kilbride</i> LEO. GILBERT
<i>Cumbernauold</i> LEO. GILBERT	<i>Largs</i> Rev. D.B. BAXTER, B.D.,	<i>Rothesay</i> Rev. R.R. SAMUEL, B.Sc., B.D., S.T.M.	
	<i>Leith</i> GEO. GIBSON & CO. LTD.		

*Also a number of Lady Visitors in Glasgow and elsewhere*

*Where necessary, branches will be opened at other Ports throughout Scotland.*

*Friends interested and willing to take part in the work will they please communicate with*

**THE SAILORS' ORPHAN SOCIETY OF SCOTLAND, 18 WOODSIDE CRESCENT, GLASGOW G3 7UL**