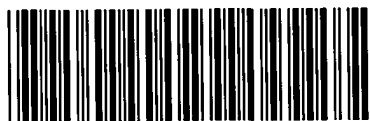


REGISTERED COMPANY NUMBER: SC261145 (Scotland)
REGISTERED CHARITY NUMBER: SC035193

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2015
FOR
THE PAIRC TRUST

WEDNESDAY



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SCT

30/12/2015

#292

COMPANIES HOUSE

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

THE PAIRC TRUST

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FOR THE YEAR ENDED 31 MARCH 2015

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THE PAIRC TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2015

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2015. 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

The Resource Centre
Kershafer
Lochs
Isle of Lewis
HS2 9QA

Trustees

D J M Macdonald
A D McDowall
S J Mortimore
J N Randall
J McLaughlin
Mrs M Campbell
A Wilson
T I Hollis

- appointed 18.5.15

Company Secretary

Mrs M Campbell

Independent examiner

Calum Macdonald
Chartered Accountant/ICAS
CIB Services
Chartered Accountants
63 Kenneth Street
Stornoway
Isle of Lewis
Western Isles
HS1 2DS

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.

THE PAIRC TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2015

STRUCTURE, GOVERNANCE AND MANAGEMENT

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.

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. In January 2015 the board, with external advice on good practice, carried out a review of its governance arrangements, including its code of conduct for directors. This confirmed the role of the office-bearing directors in taking the lead in negotiations on the terms of a voluntary transfer of Pairc Estate, keeping other directors informed and consulting the board on key decisions. The charity employs a part time Administrative Assistant 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 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 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, progress was made towards a voluntary transfer of Pairc Estate following discussions with the landlord. A Heads of Terms agreement on the terms for a transfer was reached in April 2014 and endorsed by the community in a ballot counted on 1st May 2014. Further discussions took place throughout the rest of the year through legal representatives of the Trust and the landlord with a view to translating this agreement into legally-binding missives for the sale.

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.

THE PAIRC TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2015

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year, the charity:-

- continued to work towards the community ownership of Pairc Estate;
- secured funding from Highlands and Islands Enterprise to assist with costs associated with the prospective purchase of Pairc Estate;
- employed a part time Administrative Assistant;
- continued a fund-raising campaign to assist with the prospective purchase of Pairc Estate.

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

During the year the charity's incoming resources exceeded resources expended resulting in a surplus of £8,471 for the period (2014 - deficit of £13,238). Restricted funds total £306,544 as a result.

The sole activity of the charity during the year is the prospective purchase of Pairc Estate. These funds raised are held with the Buyout Fund within Restricted Funds.

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 donations and grants from Highlands and Islands Enterprise. Full details of the charity's principal funding sources are included in notes 2 and 3 to the financial statements.

Investment policy and objectives

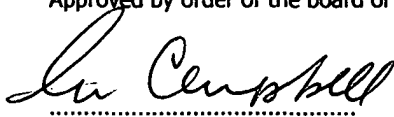
The charity's reserves are maintained in interest bearing bank accounts as the current level of reserves are required to meet the trust's short term operational requirements.

FUTURE DEVELOPMENTS

The charity's main objectives for the forthcoming year will be to continue to work towards its aim of community ownership of the Pairc Estate.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 17/12/15 and signed on its behalf by:



Trustee

M CAMPBELL

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

I report on the accounts for the year ended 31 March 2015 set out on pages five to twelve.

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.



Calum Macdonald
Chartered Accountant/ICAS
CIB Services
Chartered Accountants
63 Kenneth Street
Stornoway
Isle of Lewis
Western Isles
HS1 2DS

Date: 18/12/15

THE PAIRC TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2015**

		Unrestricted fund £	Restricted funds £	31.3.15 Total funds £	31.3.14 Total funds £
	Notes				
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	-	41,685	41,685	2,856
Investment income	3	-	747	747	780
Total incoming resources		-	42,432	42,432	3,636
RESOURCES EXPENDED					
Charitable activities					
Charitable expenditure	4	-	33,288	33,288	16,225
Governance costs	6	-	673	673	649
Total resources expended		-	33,961	33,961	16,874
NET INCOME/(EXPENDITURE) FOR THE YEAR		-	8,471	8,471	(13,238)
RECONCILIATION OF FUNDS					
Total funds brought forward		-	298,073	298,073	311,311
TOTAL FUNDS CARRIED FORWARD		-	<u>306,544</u>	<u>306,544</u>	<u>298,073</u>

The notes form part of these financial statements

THE PAIRC TRUST

BALANCE SHEET
AT 31 MARCH 2015

	Notes	31.3.15 £	31.3.14 £
CURRENT ASSETS			
Debtors	10	198	61
Cash at bank		<u>307,384</u>	<u>298,698</u>
		307,582	298,759
 CREDITORS			
Amounts falling due within one year	11	(1,038)	(686)
		<u>306,544</u>	<u>298,073</u>
 NET CURRENT ASSETS			
		<u>306,544</u>	<u>298,073</u>
 TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>306,544</u>	<u>298,073</u>
 NET ASSETS			
		<u>306,544</u>	<u>298,073</u>
 FUNDS			
Restricted funds	13	<u>306,544</u>	<u>298,073</u>
 TOTAL FUNDS			
		<u>306,544</u>	<u>298,073</u>

The notes form part of these financial statements

THE PAIRC TRUST

BALANCE SHEET - CONTINUED
AT 31 MARCH 2015

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2015.


The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2015 in accordance with Section 476 of the Companies Act 2006.


The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 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 Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 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 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Trustees on17/12/15..... and were signed on its behalf by:


.....
Trustee
A WILSON


.....
Trustee
M CAMPBELL

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2015**

THE PAIRC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2015**

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

	31.3.15	31.3.14
	£	£
Donations	633	175
Grants	40,852	2,681
Other income	200	-
	<u>41,685</u>	<u>2,856</u>

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

	31.3.15	31.3.14
	£	£
Highlands & Islands Enterprise	40,852	2,160
Comhairle nan Eilean Siar - Ward Priority Fund	-	400
Community Land Scotland	-	121
	<u>40,852</u>	<u>2,681</u>

3. INVESTMENT INCOME

	31.3.15	31.3.14
	£	£
Bank account interest	<u>747</u>	<u>780</u>

All investment income arises from assets held within the UK.

4. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 5)	Totals
	£	£
Charitable expenditure	<u>33,288</u>	<u>33,288</u>

THE PAIRC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2015**

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.3.15	31.3.14
	£	£
Staff costs	5,184	5,184
Insurance	336	328
Telephone	240	476
Postage and stationery	454	180
Travel expenses	-	566
Community ballot	15	293
Meeting expenses	171	-
Website expenses	25	70
Legal fees	26,858	9,062
General charges	<u>5</u>	<u>66</u>
	<u>33,288</u>	<u>16,225</u>

6. GOVERNANCE COSTS

	31.3.15	31.3.14
	£	£
Accountancy	520	600
Professional fees	<u>153</u>	<u>49</u>
	<u>673</u>	<u>649</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2015 nor for the year ended 31 March 2014.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2015 nor for the year ended 31 March 2014.

8. STAFF COSTS

	31.3.15	31.3.14
	£	£
Wages and salaries	<u>5,184</u>	<u>5,184</u>

The average monthly number of employees during the year was as follows:

	31.3.15	31.3.14
Charitable activities	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

THE PAIRC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2015**

9. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Office equipment £	Totals £
COST			
At 1 April 2014 and 31 March 2015	<u>998</u>	<u>1,618</u>	<u>2,616</u>
DEPRECIATION			
At 1 April 2014 and 31 March 2015	<u>998</u>	<u>1,618</u>	<u>2,616</u>
NET BOOK VALUE			
At 31 March 2015	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2014	<u>-</u>	<u>-</u>	<u>-</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.15 £	31.3.14 £
Other debtors	57	61
VAT	<u>141</u>	<u>-</u>
	<u>198</u>	<u>61</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.15 £	31.3.14 £
Social security and other taxes	86	86
Accrued expenses	<u>952</u>	<u>600</u>
	<u>1,038</u>	<u>686</u>

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	31.3.15 Total funds £	31.3.14 Total funds £
Current assets	-	307,582	307,582	298,759
Current liabilities	<u>-</u>	<u>(1,038)</u>	<u>(1,038)</u>	<u>(686)</u>
	<u>-</u>	<u>306,544</u>	<u>306,544</u>	<u>298,073</u>

THE PAIRC TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2015**

13. MOVEMENT IN FUNDS

	At 1.4.14 £	Net movement in funds £	At 31.3.15 £
Restricted funds			
Estate Buyout Fund	298,073	8,471	306,544
TOTAL FUNDS	<u>298,073</u>	<u>8,471</u>	<u>306,544</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Restricted funds			
Estate Buyout Fund	42,432	(33,961)	8,471
TOTAL FUNDS	<u>42,432</u>	<u>(33,961)</u>	<u>8,471</u>

FUNDS

General fund

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

Capital grants fund

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

Estate Buyout fund

This represents funds raised by the charity to assist with the purchase of Pairc Estate.

14. 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.

15. PERMANENT ENDOWMENTS

The charity does not have any permanent endowments.

THE PAIRC TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2015

	31.3.15	31.3.14
	£	£
INCOMING RESOURCES		
Voluntary income		
Donations	633	175
Grants	40,852	2,681
Other income	<u>200</u>	<u>-</u>
	41,685	2,856
Investment income		
Bank account interest	<u>747</u>	<u>780</u>
Total incoming resources	42,432	3,636
RESOURCES EXPENDED		
Charitable activities		
Wages	5,184	5,184
Insurance	336	328
Telephone	240	476
Postage and stationery	454	180
Travel expenses	-	566
Community ballot	15	293
Meeting expenses	171	-
Website expenses	25	70
Legal fees	26,858	9,062
General charges	<u>5</u>	<u>66</u>
	33,288	16,225
Governance costs		
Accountancy	520	600
Professional fees	<u>153</u>	<u>49</u>
	<u>673</u>	<u>649</u>
Total resources expended	33,961	16,874
Net income/(expenditure)	<u>8,471</u>	<u>(13,238)</u>

This page does not form part of the statutory financial statements