

Charity Registration No. SC030167

Company Registration No. SC364588

KNOCKANDO WOOLMILL TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

WEDNESDAY



SBGXMIHC

SCT

16/11/2022

#11

COMPANIES HOUSE

KNOCKANDO WOOLMILL TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Lady N V B Irwin Mr G F Stewart Mr M Barron Mr D A Ross
Charity number	SC030167
Company number	SC364588
Registered office	The Woolmills Knockando Aberlour Moray AB38 7RP
Independent examiner	Mark Sanderson Bsc(Hons), CA MacKenzie Kerr Limited Chartered Accountants Redwood 19 Culduthel Road Inverness IV2 4AA
Bankers	Virgin Money 40 St Vincent Place Glasgow G1 2HL

KNOCKANDO WOOLMILL TRUST

CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

	Page
Trustees' report	1 - 4
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8 - 16

KNOCKANDO WOOLMILL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The charity's objects are to preserve, conserve and develop Knockando Woolmill, including its historic textile plant and machinery, and its immediate surroundings and watercourses as a historic rural working woolmill, to preserve the traditional rural craft skills used in a rural woolmill by providing training in those skills and by other appropriate means and specifically through:

- Promoting the heritage and historic significance of the Woolmill;
- Educating the general public about the heritage and historical significance of the Woolmill;
- Renovating and improving the existing mill buildings, textile plant and machinery, land and watercourses so that they may continue to function as a working rural woolmill and historical landmark; and
- The wholesale and retail sale of products manufactured at the Woolmill and items incorporating products manufactured at the Woolmill.

Achievements and performance

The achievements and performance of the Trust during the financial year continued to be severely disrupted by the Covid - 19 coronavirus pandemic which resulted in UK and Scottish Governments imposing restrictions preventing or restricting the Woolmill from opening to the public for various periods during the financial year. The Woolmill was able to reopen on a restricted basis on 3 May 2021 and returned to more normal opening hours of 10am to 4pm Monday to Friday on 12 July 2021. The coffee shop remained closed for the whole season as the reduced number of visitors did not justify the expense of it re-opening.

Further disruption to the Trust's performance was caused by various travel and other restrictions imposed by Government during the remainder of the financial year.

Despite the problems caused by the pandemic, the Trust managed to carry out important maintenance work on the fabric of the Woolmill, historic and modern.

A leaky hot water cylinder was replaced.

The water wheel had not been started when the Woolmill re-opened, as a report by Hugh Jones on the historic plant and machinery had found that it had slipped off its seating by about six inches. A means had to be found to take the substantial weight of the wheel off its seating so that it could be re-seated. This was done and the wheel was re-seated by Hugh Jones, Tom Duff and Jolyon Havinden in June 2021. The Trust thanks Hugh, Tom and Jolyon for carrying out this difficult repair without which the Woolmill would not be able to operate one of its most attractive features.

During the financial year, volunteers Trisha Lawson and Keith Atkey maintained the flower and plant borders on a regular basis. This was much appreciated and the Trustees thank Trisha and Keith for all their hard work.

Knockando Woolmill Company Limited (the "Company") assists the Trust in delivering its charitable objectives with regard to heritage, product development and educating the general public through the visitor experience. The Company is the wholly owned subsidiary of the Trust. It manufactures and trades in textiles for its own account with a view to its making sufficient profit to enable it to pay a market rent of £1,944 per month (before applying VAT at 20 per cent) to the Trust for the buildings and plant and machinery at the Woolmill.

The operations of the Company were also severely and adversely affected by the pandemic restrictions referred to above. As a result the Company was unable to pay any rent to the Trust during the financial year ended 31 March 2022.

KNOCKANDO WOOLMILL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Financial review

The Trust's principal sources of income during the financial year were grants from Historic Environment Scotland ("HES") (£45,000), and Strategic Framework Business Fund administered by Moray Council (£7,500). An overpayment in the previous year to the Trust by Moray Council resulted in the Trust repaying Moray Council £6,000. This means the total net figure for grants received in the financial year amounted to £46,500.

In addition the Trust received donations and legacies during the financial year of £1,525.

As mentioned above the subsidiary Company was unable to pay any rent to the Trust for the financial year.

The Trustees are most grateful to all of its donors without whose generous assistance the Trust would not be able to continue with all of its charitable activities.

During the year, the Trust operated a net loss of £25,699 including depreciation of £66,395 on assets owned by the Trust.

The Trust's debtors total £313,549 (FY2020/2021: £272,948) and as detailed in note 12, comprise £296,255 (FY2020/2021: £260,015) owed to the Trust by the Company and other debtors of £ 17,293 (FY2020/2021: £12,933).

In addition to the above amounts owed by Knockando Woolmill Company Limited, the charity also held funds on behalf of the company. At the balance sheet date the amounts owed by the charity to the company were £25,420 (FY 2020/2021: £29,420).

The Trust charges interest at the rate of three per cent per annum above the Virgin Money base rate from time to time on the loans made to the Company. The balance due is not secured as the Company has already granted security over all of its assets and undertaking to another lender. The trustees carefully monitor the performance of the Company, its profitability and its cashflow. Interest of £nil was charged against the loans to the Company in respect of the financial year.

It is the policy of the charity that cash from donations which have been made for a specific purpose such as the purchase of an identified piece of plant and machinery should be retained as a cash reserve until a suitable purchase is identified and made.

The Trust's policy on other reserves is not to make a general reserve from the income of any financial year and only to make a specific reserve from income against an identified liability (a "rainy day") which the trustees consider is reasonably likely to occur. In the Trustees' judgement no such specific reserve was required in respect of its financial year 2021/2022.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

KNOCKANDO WOOLMILL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Plans for future periods

In autumn 2019 the trustees made an application to the Scottish Government to be taken into state care. The Scottish Government then delegated this application to Historic Environment Scotland (HES) to investigate and report to the responsible Cabinet Minister in the Scottish Government. This investigation and report were severely disrupted by the Covid-19 coronavirus pandemic and as at the date of this report the application was still ongoing.

On 8 February 2022 the trustees had a meeting with HES at which HES confirmed that the then Minister for Culture, Europe and International Development in the Scottish Government had considered the report submitted by HES and noted the important contribution the Woolmill made to Scotland's cultural heritage and had supported the recommendation within the report that textile production at the site was intrinsic to its significance and therefore every effort must be made to identify a sustainable future for the site. With this in mind, the Minister had instructed HES to appoint a consultant to work with HES and partner agencies, including Highlands and Islands Enterprise, to conduct a business model review to establish a viable operating plan for the Woolmill.

Since the end of the financial year consultants have been appointed, have visited the Woolmill, interviewed the trustees and staff and delivered their report on 7 September 2022. This report provided HES with a number of options in relation to the future of the Trust and Knockando Woolmill itself. HES are considering these options with the Scottish Government in relation to the Trust's application for the Woolmill to be taken into state care. In their report the consultants concluded that the Knockando Woolmill Company Limited was not financially viable and recommended that it ceased to trade. Consequently when arrangements had been made to secure the transfer of key staff from the Company to the Trust the Directors of the Company resolved that the Company should cease trading with effect from 30 September 2022.

In terms of the financial situation of the Trust, HES agreed to extend their previous grant aid to the charity to support it until the end of September 2022 to cover the period of business plan development. This enabled visitor operations and trading at the Woolmill to continue throughout the 2022 summer season. HES agreed to provide further financial support to the Trust to enable the Trust to engage the key staff from the Company and to pay them until the end of this year. On 21 October 2022 HES made an offer of a supplementary grant of £43,976 from its Organisational Support Fund 2022 for this purpose.

The continuation of the charity as a going concern depends on continued support from HES, lenders and donors.

Structure, governance and management

The charity is a company limited by guarantee as defined by the Companies Act 2006 and is controlled by its governing document, namely its Memorandum and Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Lady N V B Irwin

Mr G F Stewart

Mr M Barron

Mr T A V Duff

Mr D A Ross

(Resigned 12 July 2022)

The trustees have no formal procedure for identifying and recruiting additional and replacement trustees but rely on suitable candidates being identified and approached by existing trustees from time to time.

The trustees meet regularly as a board of directors of the Trust, normally once a quarter when the business of the Trust and the Company is considered and discussed. At these meetings the trustees receive operational reports from the Company's operations director and other staff.

KNOCKANDO WOOLMILL TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Statement of trustees' responsibilities

The trustees, who are also the directors of Knockando Woolmill Trust for the purpose 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).

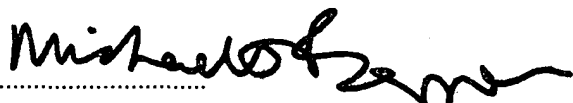
Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that 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 Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and 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.

The trustees' report was approved by the Board of Trustees.



Mr M Barron
Trustee

Date: 11 Nov. 2022

KNOCKANDO WOOLMILL TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF KNOCKANDO WOOLMILL TRUST

I report on the financial statements of the charity for the year ended 31 March 2022, which are set out on pages 6 to 16.

Respective responsibilities of trustees and examiner

The charity's trustees, who are also the directors of Knockando Woolmill Trust for the purposes of company law, are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investments (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 2006 Accounts Regulations does not apply. It is my responsibility to examine the financial statements as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeks explanations from the 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 financial statements.

Independent examiner's statement

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

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.



Mark Sanderson Bsc(Hons), CA

MacKenzie Kerr Limited
Chartered Accountants
Redwood
19 Culduthel Road
Inverness
IV2 4AA

Dated: 11.11.22

KNOCKANDO WOOLMILL TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Donations and legacies		48,025	69,273
Investments	2	4,044	3,699
Total income		<u>52,069</u>	<u>72,972</u>
<u>Expenditure on:</u>			
Charitable activities	3	<u>77,768</u>	<u>68,288</u>
Net (expenditure)/income for the year/ Net movement in funds		(25,699)	4,684
Fund balances at 1 April 2021		<u>2,568,228</u>	<u>2,563,544</u>
Fund balances at 31 March 2022		<u><u>2,542,529</u></u>	<u><u>2,568,228</u></u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

KNOCKANDO WOOLMILL TRUST

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	9	2,252,556		2,318,951	
Investments	10	1		1	
		<u>2,252,557</u>		<u>2,318,952</u>	
Current assets					
Stocks	11	1,500		1,500	
Debtors	12	313,548		272,948	
Cash at bank and in hand		10,144		16,488	
		<u>325,192</u>		<u>290,936</u>	
Creditors: amounts falling due within one year	13	<u>(35,220)</u>		<u>(41,660)</u>	
Net current assets		289,972		249,276	
Total assets less current liabilities		<u>2,542,529</u>		<u>2,568,228</u>	
Income funds					
Unrestricted funds		<u>2,542,529</u>		<u>2,568,228</u>	
		<u>2,542,529</u>		<u>2,568,228</u>	

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on

11 November 2022



Mr M Barron
Trustee

Company registration number SC364588

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Knockando Woolmill Trust is a private company limited by guarantee incorporated in Scotland. The registered office is The Woolmills, Knockando, Aberlour, Moray, AB38 7RP.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not yet been met at the year end date are noted as a commitment but not accrued as expenditure.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold improvements	At varying rates on cost
Plant and equipment	25% reducing balance and 5% on cost
Fixtures and fittings	15% reducing balance
Computers	3 years straight line

Freehold land is not depreciated.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Consolidated financial statements

The financial statements present information about the charity as an individual undertaking and not about its group as the charity and its subsidiary undertaking comprise a small sized group.

2 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Interest receivable	4,044	3,699

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

3 Charitable activities

	Woolmill development 2022 £	Woolmill development 2021 £
Repairs and maintenance	7,206	53
Sundry expenses	2,167	264
	<u>9,373</u>	<u>317</u>
Share of support costs (see note 5)	66,395	65,491
Share of governance costs (see note 5)	2,000	2,480
	<u>77,768</u>	<u>68,288</u>

4 Woolmill development

Woolmill development

Knockando Woolmill Trust aims to preserve, conserve and develop Knockando Woolmill, including its historic textile plant and machinery, and its immediate surroundings as a historic rural working woolmill.

5 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Depreciation	66,395	-	66,395	65,491	-	65,491
Accountancy and independent examination	-	2,000	2,000	-	2,480	2,480
	<u>66,395</u>	<u>2,000</u>	<u>68,395</u>	<u>65,491</u>	<u>2,480</u>	<u>67,971</u>
Analysed between Charitable activities	<u>66,395</u>	<u>2,000</u>	<u>68,395</u>	<u>65,491</u>	<u>2,480</u>	<u>67,971</u>

6 Net movement in funds

	2022 £	2021 £
Net movement in funds is stated after charging/(crediting)		
Depreciation of owned tangible fixed assets	<u>66,395</u>	<u>65,491</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

7 Trustees (Continued)

During the year there were no donations received from trustees.(2021 - Nil).

8 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

9 Tangible fixed assets

	Leasehold improvements £	Plant and equipment £	Fixtures and fittings £	Computers £	Total £
Cost					
At 1 April 2021	2,883,397	53,586	37,130	1,984	2,976,097
At 31 March 2022	2,883,397	53,586	37,130	1,984	2,976,097
Depreciation and impairment					
At 1 April 2021	585,858	40,908	28,396	1,984	657,146
Depreciation charged in the year	62,978	2,107	1,310	-	66,395
At 31 March 2022	648,836	43,015	29,706	1,984	723,541
Carrying amount					
At 31 March 2022	2,234,561	10,571	7,424	-	2,252,556
At 31 March 2021	2,297,539	12,678	8,734	-	2,318,951

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

10 Fixed asset investments

		Other investments
At 1 April 2021 & 31 March 2022		1
Carrying amount		
At 31 March 2022		1
At 31 March 2021		1

	Notes	2022 £	2021 £
Other investments comprise:			
Investments in subsidiaries	17	1	1
Investments at fair value comprise:			
Knockando Woolmill Company Limited		1	1

11 Stocks

	2022 £	2021 £
Stocks	1,500	1,500

12 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Amounts owed by subsidiary undertakings	179,229	142,989
Other debtors	1,161	845
Prepayments and accrued income	16,132	12,088
	196,522	155,922
Amounts falling due after more than one year:		
Amounts owed by subsidiary undertakings	117,026	117,026
Total debtors	313,548	272,948

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

13 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	-	440
Amounts owed to subsidiary undertakings	25,420	29,420
Accruals and deferred income	9,800	11,800
	<u>35,220</u>	<u>41,660</u>

14 Analysis of net assets between funds

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Fund balances at 31 March 2022 are represented by:		
Tangible assets	2,252,556	2,318,951
Investments	1	1
Current assets/(liabilities)	289,972	249,276
	<u>2,542,529</u>	<u>2,568,228</u>

15 Financial commitments, guarantees and contingent liabilities

Knockando Woolmill Company Limited, the trading subsidiary of Knockando Woolmill Trust has obtained a loan from Social Investment Scotland of £47,264. As part of the arrangement Knockando Woolmill Trust was required to provide security by way of a guarantee to Social Investment Scotland for any amounts unpaid by Knockando Woolmill Company Limited. At the balance sheet date the loan balance was £36,577 (2021 - £36,577).

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2022**

16 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2022	2021
	£	£
Knockando Woolmill Company Limited	25,420	29,420
	<u>25,420</u>	<u>29,420</u>

This loan is unsecured, interest-free and has no fixed terms of repayment.

The following amounts were outstanding at the reporting end date:

	Amounts owed by related parties		Amounts owed by related parties	
	2022		2021	
	Balance	Net	Balance	Net
	£	£	£	£
Knockando Woolmill Company Limited	296,255	296,255	260,015	260,015
	<u>296,255</u>	<u>296,255</u>	<u>260,015</u>	<u>260,015</u>

This outstanding amount is a series of loans, all unsecured with no fixed terms of repayment. £98,646 (2021 - £98,646) attracts an interest rate of 3.75% per annum. The remaining amount is interest-free.

KNOCKANDO WOOLMILL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

17 Subsidiaries

These financial statements are separate charity financial statements for Knockando Woolmill Trust.

Details of the charity's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Knockando Woolmill Company Limited	United Kingdom	Woolmill production/promotion	Ordinary £1 shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Knockando Woolmill Company Limited	80,289	696,800