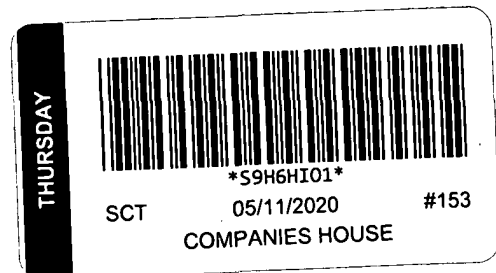


Charity Registration No. SC042895

Company Registration No. SC404186 (Scotland)

MORAYVIA
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019



MORAYVIA

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Mr R Pountney Mr M Mair Mr M Macrae Mr R Murray Mrs L Herbert Mr N Haggar
Charity number	SC042895
Company number	SC404186
Principal address	North Road Kinloss FORRES IV36 3YA
Independent examiner	Scott Dunbar CA Johnston Carmichael LLP Commerce House South Street ELGIN IV30 1JE

MORAYVIA

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MORAYVIA

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 JULY 2019

The directors present their report and financial statements for the year ended 31 July 2019.

These financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charitable company's Memorandum and Articles of Association, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006, the Companies Act 2006, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) 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)".

Objectives and activities

The objectives of the charity as set out in their governing document are as follows:

1. The advancement of arts, heritage, culture and science by creating an aerospace visitor centre in Moray;
2. The advancement of citizenship and community development within Kinloss, Forres and wider Moray communities;
3. The advancement of primary, secondary and higher education.

Achievements and performance

At the Financial Year's end on 31st July 2019, we had completed two full seasons and were more than halfway through a third. The Centre's popularity continues to expand with the public, with schools and with clubs, receiving exceptional feedback not only in our Visitors' Book but also on Google and TripAdvisor where we were awarded yet another Certificate of Excellence, for the third consecutive year. For TripAdvisor we remain No1 in the category "Top Things to do in Moray, Specialist Museums" based on customer reviews of nothing less than 4 out of 5 stars.

In June 2018, Morayvia was awarded the Queen's Award for Voluntary Service. Known as the MBE for volunteer groups, it was a rare accolade for an organisation so young and coincided with Morayvia gaining ownership of the former primary school site it occupied through a Community Asset Transfer process.

Morayvia was invited to showcase their Nimrod XV240 fuselage, their SeaKing XV592 and Jet Provost XS176 cockpit at the RAF 100th centenary celebration in Lossiemouth in July 2018. During September, The Duke of York, Prince Andrew, visited Morayvia to approve the naming of Morayvia's Westland Wessex XT466 "Duke of York".

In December Morayvia acquired three new cockpits, on loan from a benefactor, an Avro Vulcan B2 XH563, a Gloster Meteor NF11 WM145 and a DH Vampire T11 WZ557 which were made ready for display at our opening launch in March 2019 alongside our new Dragonfly helicopter, our Valiant BK and Lightning F1A. During the new season launch event in March 2019 which was attended by members, local dignitaries and sponsors, the former Lord Lieutenant, LT Col Grenville Johnston named the new Dragonfly helicopter after his father Lt Col William Johnston.

At a presentation in June 2019, five representatives from Morayvia travelled to The Imperial War Museum, Duxford, where they were highly honoured to receive, on behalf of Morayvia, the Aviation Heritage UK Museum of the Year Award, 2019. Another unprecedented award for a museum so young.

Adding to its collection of iconic aircraft Morayvia procured and took delivery of a Merlin HM1 ZH821 helicopter in June 2019. Although missing main and tail rotors these items would be made available to Morayvia in the future.

Social events throughout 2018-2019 included hosting a Macmillan coffee morning in August which raised £1,126 for our local Macmillan group and we also presented a cheque for £250 to Help for Heroes, money raised by selling aviation posters.

The Building warrant for the external storage building has been received, the building has been erected and we now await a completion certificate.

MORAYVIA

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

Volunteers

Our volunteers have continued to be the prime element in delivering the project and for its success to date. Volunteers remain our most important asset and we are pleased to report that membership continues to rise as word of the project and the benefits of volunteering at Morayvia spread. Our volunteers' passion, knowledge, and technical expertise as well as the overall visitor experience, have been praised by comments in our Visitors' Book, TripAdvisor, Facebook and Google sites. The comments reflect a consistently recurring theme – Morayvia's volunteer guides are quite exceptional in that they are willing to engage with visitors, tell their stories and share their commitment and enthusiasm. Comments also reflect the fact that many of our visitors visit similar tourist attractions in Scotland and throughout the UK and their feedback informs us that Morayvia is offering tourists an experience which is refreshingly different from the traditional concept of an aviation museum. Many of our volunteers, but not all, are ex-service personnel with a number of aviation enthusiasts also joining in. The work they do varies from engineering, through general DIY, to shop assistants, centre guides and also astronomy experts for the planetarium. The maintenance, upkeep and restoration work of the engineers which takes place year-round, much of it outside formal opening hours, is also truly commendable. The work of the trustees in day-to-day as well as strategic management is also key and takes many hours as well as considerable expertise. Neither volunteers nor trustees receive any remuneration for their work.

Sponsors

Once again, we wish to thank a number of sponsors and official bodies that have helped to progress the project during this FY, including our MP, MSPs, MEPs and Councillors who have taken an active interest. The support and advice of the recently retired Lord Lieutenant of Moray, Grenville Johnston Esq OBE TD CA, has been invaluable. We would like to thank, in no particular order, Ace Winches, Turriff; AJ Engineering, Forres; Billy-Miller Construction Ltd; Elgin; Limehillock Quarries, Spey Bay; Las Plant Ltd, Inverness; Signcrafts, Elgin; Ed's Customs Signs Ltd, Buckie; Elgin Truck & Van Centre; Flying Art Ltd; Keith Builders Merchants, Forres; Glen Grant Distillery, Rothes; Glen Moray Distillery, Elgin; Hendersons Ltd, Rothes; Inside Moray, Lossiemouth; Highlands and Islands Enterprise(HIE); Gray-Adams Ltd, Fraserburgh; LIDL, Forres; Paragon Paints, Elvington; Regency, Buckie and Elgin; The Rolls Royce Heritage Trust; Coventry Transport Museum; The Moray Council; The Northern Scot; The Press and Journal; The Scottish Government; tsi Moray; Tower Security Systems Ltd, Elgin; Johnston Carmichael LLP, Elgin; and Iolaire, Logie Steading.

Financial review

The total income in the year was £100,136 (2018 - £83,072) and the main sources of funding are donations, sponsorship, membership fees, trading income and grants receivable. Total expenditure amounted to £67,850 (2018 - £51,350) resulting in a surplus for the year of £32,286 (2018 - £31,722).

At 31 July 2019 the charity had total reserves of £222,633 (2018 - £190,347). The unrestricted funds amounted to £219,218 (2018 - £186,932) and the restricted funds amounted to £3,415 (2018 - £3,415).

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

MORAYVIA

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

Future plans

The Coronavirus pandemic has had a major impact on Morayvia's current operational capabilities and the uncertainty surrounding future Covid-19 developments is creating a less predictable path ahead. As many of our volunteers fall into the high-risk category, due to age and, or underlying health conditions, the board of directors took the decision at our monthly directors' meeting on 12th March 2020, to postpone our reopening set for 28th March. We plan to reopen to the public in April 2021. This decision was not taken lightly but information from a number of sources indicated that measures to close non-essential facilities were already being considered.

As a result of our decision not to reopen in March 2020 our main source of income stream from admission charges and shop purchases has been lost. We receive a small regular monthly income from members' subscriptions and from time to time we receive donations from the public.

Morayvia has stopped all restoration, renovation, repair, further construction work and also grounds maintenance, except for essential /emergency tasks, although the majority of these activities had already taken place and been paid for in preparation for our March 2020 opening.

In April we applied and were successful in receiving £4,112.00 from the Third Sector Resilience Fund to cover our core costs for four months. We also applied and received £366.00 from the William Grant Foundation. In September our application to Museums Galleries Scotland Adaptation Fund was successful and we received the sum of £6,282.00 to be used to purchase materials and make adaptations to ensure Morayvia is Covid-19 compliant when we reopen in April 2021. Our latest funding application to Museums Galleries Scotland Recovery and Resilience Fund, requesting a sum of £30,000.00 is due to be submitted by 30th October and we hope to hear the result within four weeks of that date. This latter funding is to cover monthly core costs and any projects that we had to postpone until we reopen in April and once more receive an income stream.

Ambitions for a purpose-built centre remain firmly in our plans for the future albeit now delayed due to the Coronavirus Pandemic. To that end we have very recently received confirmation of £71,325.00 financial assistance from Highlands & Islands Enterprise and The Beatrice Partnership to fund a Development Manager's post at Morayvia. The post will be advertised before the end of this year. One of the key tasks of the post holder will be to undertake a feasibility and design process for a purpose-built new heritage centre for Morayvia including implementation plans and funding.

The Board accepts that there will be many challenges ahead, augmented by the unexpected issues that the Coronavirus has imposed, but we are confident that we have the expertise and skills along with an ability to adapt and change, to meet these successfully.

Finally, the Board wish to record their thanks to Morayvia's members as it is the many volunteers and supporters, both local, UK and worldwide, whose efforts have kept the project moving forward to our 4 Star Visitor Centre status, our high standing/ ranking on TripAdvisor and our outstanding success as a high-value visitor and tourist attraction for Moray.

MORAYVIA

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2019

Structure, governance and management

The charitable company is a company limited by guarantee, incorporated on 26 July 2011 and registered as a charity with the Office of the Scottish Charity Regulator (Charity Number SC042895) on 27 January 2012. 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.

The directors who served during the year and up to the date of signature of the financial statements were:

Mr S Barber	(Resigned 6 July 2020)
Mr R Pountney	
Mr M Mair	
Mr M Macrae	
Mr N McIntyre	(Resigned 12 October 2019)
Mr R Murray	
Mrs M Yates	(Resigned 17 August 2019)
Mrs L Herbert	
Mr N Haggart	

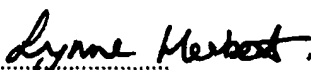
The directors of the charitable company are its trustees for the purpose of charity law and throughout this report are collectively referred to as the directors.

Full legal and administrative details can be found at the front of the financial statements.

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

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

On behalf of the board of directors



Mrs L Herbert

Director

Dated: 29th October 2020.

MORAYVIA

INDEPENDENT EXAMINER'S REPORT TO THE DIRECTORS OF MORAYVIA

I report on the financial statements of the charitable company for the year ended 31 July 2019, which are set out on the Statement of Financial Activities, Balance Sheet and related notes.

Respective responsibilities of directors and examiner

The charity directors (who are also the trustees of the charity for the purposes of charity law) are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity directors 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 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 Charities Accounts (Scotland) Regulations 2006. 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 directors 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 the course of 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.

Use of our report

This report is made to the company's board of directors, as a body, in accordance with the terms of engagement. My work has been undertaken to enable me to undertake an independent examination of the charity's financial statements on behalf of the company's board of directors and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's board of directors as a body, for my work or for this report.



Scott Dunbar CA
For and on behalf of

Johnston Carmichael LLP
Commerce House
South Street
ELGIN
IV30 1JE

Dated: 30.10.2020.

MORAYVIA

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 JULY 2019

	Notes	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income from:					
Donations and legacies	3	4,371	38,602	42,973	34,335
Charitable activities	4	56,091	-	56,091	46,656
Other trading activities	5	964	-	964	2,081
Other	6	108	-	108	-
Total income		61,534	38,602	100,136	83,072
Expenditure on:					
Raising funds	7	803	-	803	842
Charitable activities	8	67,047	-	67,047	50,508
Total expenditure		67,850	-	67,850	51,350
Net income / (expenditure)		(6,316)	38,602	32,286	31,722
Gross transfers between funds		38,602	(38,602)	-	-
Net movement in funds		32,286	-	32,286	31,722
Reconciliation of Funds					
Fund balances at 1 August 2018		186,932	3,415	190,347	158,625
Fund balances at 31 July 2019		219,218	3,415	222,633	190,347

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

MORAYVIA

BALANCE SHEET

AS AT 31 JULY 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	12	159,449		72,595	
Heritage assets	13	89,215		89,215	
		<u>248,664</u>		<u>161,810</u>	
Current assets					
Stocks	14	13,000		16,600	
Debtors	15	7,096		4,350	
Cash at bank and in hand		11,259		16,786	
		<u>31,355</u>		<u>37,736</u>	
Creditors: amounts falling due within one year	16	<u>(56,662)</u>		<u>(5,431)</u>	
Net current (liabilities)/assets			<u>(25,307)</u>		<u>32,305</u>
Total assets less current liabilities			<u>223,357</u>		<u>194,115</u>
Creditors: amounts falling due after more than one year	17		<u>(724)</u>		<u>(3,768)</u>
Net assets			<u><u>222,633</u></u>		<u><u>190,347</u></u>
The funds of the charity:					
Restricted funds	18	3,415		3,415	
Unrestricted funds		219,218		186,932	
		<u>222,633</u>		<u>190,347</u>	

MORAYVIA

BALANCE SHEET (CONTINUED)

AS AT 31 JULY 2019

For the year ended 31 July 2019 the charitable company was entitled to exemption from the audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The accounts were approved by the Directors on *29th October 2020*.

Lynne Herbert

Mrs L Herbert
Trustee

Company Registration No. SC404186

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2019

1 Accounting policies

Company information

Morayvia is a charitable company limited by guarantee, incorporated in Scotland and registered with the Office of the Scottish Charity Regulator. The registered office is North Road, Kinloss, Moray, IV36 3YA.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The disclosure requirements of Section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The charitable company is a Public Benefit Entity as defined by FRS 102.

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

The charity has availed itself of Section 396 of the Companies Act 2006, as permitted in paragraph 4 (1) of schedule 1 of SI 2008 No 409, and adapted the Companies Act formats to reflect the special nature of the charity's activities.

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

1.2 Going concern

The impact of the Covid-19 pandemic post year-end has been challenging for the charity. In considering the financial impact on the charity, the Directors have reviewed their expenditure commitments as well as seeking to obtain financial support from the various mechanisms available to them. As such, and while there can be no certainty in respect of the future position, the Directors are satisfied that the charity can continue to meet its liabilities as they fall due for a period of 12 months from approval of the financial statements. Therefore, they have continued to prepare the financial statements on a going concern basis.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the directors in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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 accounts.

1.4 Income

Income is recognised when the charitable company is 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 charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income on charitable and other trading activities are recognised on receipt.

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

1 Accounting policies

(Continued)

1.5 Expenditure

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All costs have been directly attributed to one of the functional categories of expenditure in the Statement of Financial Activities and include irrecoverable VAT.

Governance costs comprise all costs associated with the governance arrangements of the charity, including constitutional and statutory requirements.

1.6 Tangible fixed assets

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

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

Leasehold improvements	5% straight line
Plant and machinery	20% straight line
Motor vehicles	25% reducing balance

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 net income/(expenditure) for the year.

1.7 Heritage assets

The heritage assets have been capitalised at actual cost or deemed cost with consideration to market value. They represent assets of importance which are held to advance the objectives of the charity. No depreciation is charged on heritable assets as the directors consider that due to the impact of residual values any resulting depreciation would be immaterial.

1.8 Impairment of fixed assets

At each reporting end date, the charitable company 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.

1.10 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and deposits held at call with banks.

1.11 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors 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.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

2 Critical accounting estimates and judgements

The directors consider that there are no judgements, estimates and underlying assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2019	Total 2018
	£	£	£	£
Donations and gifts	2,233	-	2,233	8,255
Grant income	-	38,602	38,602	23,700
Event income	2,138	-	2,138	2,380
	<u>4,371</u>	<u>38,602</u>	<u>42,973</u>	<u>34,335</u>
For the year ended 31 July 2018	<u>10,635</u>	<u>23,700</u>		<u>34,335</u>

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

4 Charitable activities

	2019 £	2018 £
Visitor centre	<u>56,091</u>	<u>46,656</u>

Income from charitable activities for the years ending 31 July 2019 and 31 July 2018 was all unrestricted.

5 Other trading activities

	2019 £	2018 £
Fundraising events	<u>964</u>	<u>2,081</u>

Income from other trading activities for the years ending 31 July 2019 and 31 July 2018 was all unrestricted.

6 Other

	2019 £	2018 £
Other income	<u>108</u>	<u>-</u>

Income from other sources for the year ended 31 July 2019 was all unrestricted.

7 Raising funds

	2019 £	2018 £
<u>Fundraising and publicity</u>		
Other fundraising costs	<u>803</u>	<u>842</u>

Expenditure on raising funds for the years ending 31 July 2019 and 31 July 2018 was all unrestricted.

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2019

8 Charitable activities

	2019 £	2018 £
Direct costs	14,012	1,900
Share of support costs (see note 9)	49,645	45,067
Share of governance costs (see note 9)	3,390	3,541
	<u>67,047</u>	<u>50,508</u>
Analysis by fund		
Unrestricted funds	67,047	49,712
Restricted funds	-	796
	<u>67,047</u>	<u>50,508</u>

9 Support costs

	Support costs £	Governance costs £	2019 £	2018 £
Depreciation	13,873	-	13,873	12,784
Insurance	4,278	-	4,278	4,146
Heat and light	6,769	-	6,769	5,440
Printing, postage, telephone and stationery	992	-	992	1,063
Profit/loss on disposal	-	-	-	(951)
Repairs and maintenance	14,556	-	14,556	12,311
Hire of equipment	1,200	-	1,200	1,200
Subscriptions	1,291	-	1,291	607
Sundry	3,026	-	3,026	4,637
Motor vehicle expenses	2,790	-	2,790	3,020
Legal and professional	870	-	870	810
Accountancy	-	3,390	3,390	3,541
	<u>49,645</u>	<u>3,390</u>	<u>53,035</u>	<u>48,608</u>
Analysed between				
Charitable activities	<u>49,645</u>	<u>3,390</u>	<u>53,035</u>	<u>48,608</u>

Accountancy fees include £3,390 (2019 - £3,541) paid to the independent examiner in respect of the independent examination.

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

10 Directors

None of the directors (or any persons connected with them) received any remuneration or benefits during the current or prior year. However, three directors have been reimbursed for travel expenses and repairs incurred totalling £2,316, in the previous year one director was reimbursed expenses of the same nature totalling £4,000.

11 Employees

There were no employees during the year.

12 Tangible fixed assets

	Leasehold improvements	Plant and Motor vehicles machinery		Total
	£	£	£	£
Cost				
At 1 August 2018	-	80,195	26,630	106,825
Additions	94,489	6,238	-	100,727
At 31 July 2019	94,489	86,433	26,630	207,552
Depreciation				
At 1 August 2018	-	21,643	12,587	34,230
Depreciation charged in the year	436	9,926	3,511	13,873
At 31 July 2019	436	31,569	16,098	48,103
Carrying amount				
At 31 July 2019	94,053	54,864	10,532	159,449
At 31 July 2018	-	58,552	14,043	72,595

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

13 Heritage assets

Cost
£

At 1 August 2018 and at 31 July 2019

89,215

During the 2011/12 period the charity acquired a Nimrod MR2A XV244 at a cost of £10,000 and during the 2013/14 period paid £2,000 towards a Sea Prince WF133. The charity also hold a Sea King XZ592 at a total cost of £6,045, Bristow simulator at a cost of £2,000 and a Green Goddess Fire Engine at a cost of £1,670. In 2017 the charity acquired a Jaguar Sepcat at a cost of £7,000 and a Wessex Mk 2 at a cost of £15,000.

In the year ended 31 July 2018, a Canberra Cockpit was acquired and has been recognised at a value of £5,000. A Dragonfly Helicopter was also on display during the year. This exhibit however has not been recognised as an asset due to the fact it is only on loan for an unknown period.

In the year ended 31 July 2019 six new cockpits were on display, an Avro Vulcan B2 XH563, a Gloster Meteor NF11 WM145, DH Vampire T11 WZ557, Vickers Valiant XD875, Lightning XM169 and a Dragonfly WP495. These exhibits however have not been recognised as assets due to the fact that they are on loan for an unknown period. In June 2019 a Merlin HM1 ZH821 was donated to the charity, this exhibit has not been recognised as an asset as the Charity do not have ownership of the asset.

Acquisition of fixed assets such as heritage display items exceeding £2,000 is normally to be by agreement of the directors, and where possible at a directors meeting. Exceptionally, the Chairman and his deputy are empowered to make purchases of display items provided they have secured a source of funding to cover, or the deposit required to secure, such a purchase. They are to inform the board at the earliest opportunity when such agreements have been entered into. Authority for the acquisition of heritage display items of less than £2,000 is delegated to the Vice-Chairman, who is to inform the board of such purchases at the earliest opportunity.

Heritage assets may only be disposed of by agreement of the directors, where possible at a directors' meeting. Proceeds from any sales are to be returned to the company's bank account, ideally by direct transfer. Where disposal of assets is by means of an exchange, the Chairman and his deputy are empowered to make such decisions where it can be demonstrated to be in the interests of the charitable company.

Heritage items are to be maintained in a manner which minimises deterioration, and, ideally, should be housed in conditions conducive to their preservation. The Vice-chairman is responsible for implementing a system of husbandry and maintenance for aircraft and related support equipment items.

14 Stocks

	2019 £	2018 £
Finished goods and goods for resale	13,000	16,600

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2019

15 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	2,746	-
Other debtors	4,350	4,350
	<u>7,096</u>	<u>4,350</u>

16 Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	50,309	-
Other creditors	3,044	3,044
Accruals and deferred income	3,309	2,387
	<u>56,662</u>	<u>5,431</u>

Included within other creditors are hire purchase liabilities of £3,044 (2018 - £3,044).

17 Creditors: amounts falling due after more than one year

	2019 £	2018 £
Other creditors	<u>724</u>	<u>3,768</u>

Included within other creditors are hire purchase liabilities of £724 (2018 - £3,768).

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 August 2018	Movement in funds			Balance at 31 July 2019
		Income	Expenditure	Transfers	
	£	£	£	£	£
Money for Moray	565	-	-	-	565
Sea Prince Fund	2,400	-	-	-	2,400
Fresson Trust	450	-	-	-	450
Beatrice Partnership Fund	-	30,000	-	(30,000)	-
HIE	-	8,602	-	(8,602)	-
	<u>3,415</u>	<u>38,602</u>	<u>-</u>	<u>(38,602)</u>	<u>3,415</u>

Money for Moray is a Scottish Government donation which was spent on a technology for the shop including an iPad and EPOS system.

Sea Prince project fund represents donations received to be spent on acquiring a Sea Prince in the future.

The Fresson Trust Fund represents a grant from the Scottish Government to improve the centre's volunteer areas.

The Beatrice Partnership Fund represents a donation which was used in the year for development of the presentation suite including the purchase of all relevant equipment, technology and fixtures and fittings. The transfer represents the release of funds in relation to capital expenditure.

The HIE grant represents monies towards the development of the site. The transfer represents the release of the funds in relation to capital expenditure.

19 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 July 2019 are represented by:			
Tangible assets	159,449	-	159,449
Heritage assets	87,215	2,000	89,215
Current assets/(liabilities)	(26,722)	1,415	(25,307)
Non-current liabilities	(724)	-	(724)
	<u>219,218</u>	<u>3,415</u>	<u>222,633</u>

MORAYVIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

20 Events after the reporting date

The Covid-19 pandemic has had a major impact on Morayvia's operational capabilities and the uncertainty surrounding future Covid-19 developments is creating a less predictable path ahead. The Board accepts that there will be many challenges ahead, augmented by the unexpected issues that Covid-19 has imposed, but are confident that they have the expertise and skills along with an ability to adapt and change, to meet these successfully.

21 Related party transactions

Transactions with related parties

During the year the charitable company entered into the following transactions with related parties:

	Purchase of goods	
	2019	2018
	£	£
Other related parties	88,491	-

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2019	2018
	£	£
Other related parties	48,491	-