

Charity Registration No. SC043771 (Scotland)

Company Registration No. SC409596 (Scotland)

**THE CABRACH TRUST**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2019**

SATURDAY



SCT

\*S8BIV5AW\*

10/08/2019

#388

COMPANIES HOUSE

# THE CABRACH TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

---

|                                  |   |                          |
|----------------------------------|---|--------------------------|
| <b>Trustees</b>                  | Mr J Alexander<br>Mr G E Gordon<br>Mr P Harvey<br>Mrs V Irvine-Fortescue<br>Mr C A MacKenzie<br>Ms M Myron<br>Mr A Wilson<br>Mr R Yuill | (Appointed 30 July 2019) |
| <b>Charity number (Scotland)</b> | SC043771  |                          |
| <b>Company number</b>            | SC409596  |                          |
| <b>Principal address</b>         | Inverharroch<br>Lower Cabrach<br>Huntly<br>Aberdeenshire<br>AB54 4EU  |                          |
| <b>Registered office</b>         | Inverharroch<br>Lower Cabrach<br>Huntly<br>Aberdeenshire<br>AB54 4EU  |                          |
| <b>Independent examiner</b>      | Cathedral Accountancy Ltd.<br>4 North Guildry Street<br>Elgin<br>Moray<br>IV30 1JR  |                          |
| <b>Bankers</b>                   | Santander<br>Bootle<br>Merseyside<br>L30 4GB  |                          |

---

# THE CABRACH TRUST

## CONTENTS

---

|                                   | <b>Page</b> |
|-----------------------------------|-------------|
| Trustees' report                  | 1 - 4       |
| Independent examiner's report     | 5           |
| Statement of financial activities | 6           |
| Statement of financial position   | 7           |
| Notes to the financial statements | 8 - 15      |

---

# THE CABRACH TRUST

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

### FOR THE YEAR ENDED 31 MARCH 2019

---

The Trustees present their report and financial statements for the year ended 31 March 2019. The Trustees are also the directors of the company and the Trustees' Report is also a directors' report for the purposes of company law.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the current statutory requirements, the Companies Act 2006 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 2015).

#### **Objectives and Activities**

The charity's objects and purposes for which the Company is established are wholly charitable and are to facilitate rural regeneration, for public benefit, within and around the Cabrach area in North East Scotland, including the advancement of education, the arts, heritage and culture.

The Trust's main activities during the year have been on further progressing the building design for the conversion of Inverharroch Farm steadings into a Heritage Centre, Historic Distillery and community space, which has been possible due to the generous support of a number of funders, principally Moray Leader and Reekimlane Foundation. This funding has enabled the Trust to employ additional staff with both a Heritage Manager and a Project Manager recruited during the year. Several sector leading specialists in distillery design as well as historic conversions have been contracted to work alongside the small staff team to support the Trust's ambitious designs for the redevelopment project. This has enabled significant progress over the course of the year especially given the complexity of the multi-function space that the designs will create. A Building Warrant application is due to be submitted before the end of 2019.

In terms of land and property usage, during the year Inverharroch Farm continued to be leased to tenants who grazed sheep in the fields maintaining the farm in active use. Inverharroch House also continues to be used as the offices for the Cabrach Trust with the first floor used as accommodation for trainees and interns. During the year the Trust purchased Doran House situated opposite the Acorn Centre, as part of its long-term plans and completed the Community Asset Transfer of the Acorn Centre and the Old School House.

In line with the Trust's charitable objectives, a key activity has been community engagement. The Cabrach Trust has held a wide range of community activities through projects, events, consultations and social media outreach. This engagement has involved people from both a local and the wider regional community, in terms of events and projects as well as from a national and international perspective in terms of our social media reach. The local community from which the Trust draws its membership includes the Cabrach and the neighbouring villages of Dufftown, Glass, Rhynie and Lumsden. These locations have a population of about 2,500 in total. Through a varied event programme the Trust also engages with the other local populations in Aberlour, Keith and Huntly. The wider regional community covers North East Scotland including Aberdeenshire, Moray and the nearby coastal towns and Inverness.

The charity's activities have included an open day in August 2018 where some of the most important aspects of the Cabrach's history and culture were aired. These included the impact of World War 1 on the depopulation of the Cabrach, early distilling in the Cabrach, the local Doric language and Inverharroch's Cold War bunker.

The Trust's work has also focused on research, which has included investigating and documenting the standing heritage of the area, archival research, collecting ephemera and memorabilia as well as the recording of oral stories. Findings so far confirm that there is a very rich but fragile heritage, particularly that which is associated with illicit distilling that needs to be safeguarded. As part of this activity in September 2018 the Trust conducted an archaeological excavation and a public archaeological open day at Inverharroch. This involved local children as part of a 'Big Dig' with further detailed archaeological excavation conducted by the Trust's Heritage Manager on the information produced by a series of ground penetrating radar surveys. Whilst nothing of historical significance was found, allowing building works for the Heritage Centre to proceed, the Trust will continue to search for evidence of Inverharroch Castle, which might be found during the construction of the Heritage Centre.

# THE CABRACH TRUST

## TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2019

---

A Dark Skies evening event was held in December 2018 in recognition of the Cabrach Dark Skies designation as well as celebrating the Doric language. Furthermore a community consultation event around the new development plans was held in March 2019, which included an on-line questionnaire.

Concerning the Trust's management team, in October the Trust's Executive Director Sue Savage resigned after two and a half years in post in order to run her own consultancy. The Trust appointed Derrick Thompson, a former Trustee, as an Interim Chief Executive whilst a permanent successor to Sue was sought. Following an external recruitment process the Trust appointed Anna Brennand as its Chief Executive, who started with the Trust at the end of March 2019. Anna is a qualified accountant having previously been Finance Director of a FTSE 100 business in London and for the last 12 years having worked at Ironbridge Gorge Museum Trust initially as Deputy CEO and since 2013 as Chief Executive.

In terms of increasing public awareness, as part of an ongoing media campaign, the Trust enjoyed and benefitted from considerable PR and media coverage over the course of the year. This has centred on coverage across a range of channels including national & local press, as well as TV and social media.

### **Achievements and Performance**

During the year income totalled £494,067 including grants and donations of £487,921 (of which restricted grants amounted to £308,965) and rent of £6,200. The charity incurred expenditure of £179,498 in connection with the work related to the development of the Heritage Centre and Historic Distillery. After deducting fundraising and core costs the charity produced a surplus of £10,937 during the financial year.

### **Financial Review**

It is the policy of the charity that unrestricted funds, which are the free reserves of the charity that have not been designated for a specific use, should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves was maintained throughout the year.

The level of unrestricted funds held at the year end was £594,609 primarily represented by £577,805 of fixed assets. Net current assets amounted to £68,030 of which £16,804 related to unrestricted funds.

The level of restricted funds held at the yearend was £51,226 represented by current assets. The Board continued to discuss the funding position with its main benefactors and the Trust was given reassurance that funding would normally continue to be forthcoming, at least for the following twelve months.

The Trustees have responsibility for assessing the major risks to which the charity is exposed. The Board's Finance Committee met during the year and amongst other duties, have responsibility for reviewing the major risks to which the charity is exposed. The Risk Register for the charity was also reviewed by the full board. The Trustees are satisfied that systems are in place to mitigate exposure to the major risks identified.

# THE CABRACH TRUST

## TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2019

---

### Future Outlook

The Trust continues to progress plans to establish the Cabrach Heritage Centre and Historic Distillery at Inverharroch. Work will be prioritised on obtaining the estimated £6.5m of capital for the project. In order to provide the necessary funds to commence works a capital appeal will be launched in the new financial year with submissions to a range of funding sources including Government funders, trusts & foundations and individual philanthropists.

In the coming year, the Trust will also continue to build on its understanding of the cultural heritage of the Cabrach and its unique distilling and smuggling history and will progress further research into archaeological sites of historic interest in the area. This will include partnership working with organisations such as Historic Scotland, the National Trust for Scotland, Forestry and Land Scotland, University of Highlands & Islands etc.

Plans will also be brought forward for the charity's trading subsidiary, Cabrach Heritage Ltd. This subsidiary was established to deliver the Trust's commercial activities, including the day to running and operation of the Cabrach Distillery, which will function as a social enterprise.

### Structure, Governance and Management

The Cabrach Trust is a registered charity, number SC043771. It is a company limited by guarantee, not having a share capital and is governed by the rules set out in its Memorandum and Articles of Association. The company number is SC409596. The charity is a public benefit entity.

The Trustees, who are also the directors for the purpose of company law, and who served during the year were:

|                        |                             |
|------------------------|-----------------------------|
| Mr J Alexander         | (Appointed 30 July 2019)    |
| Mr G E Gordon          |                             |
| Mr P Harvey            |                             |
| Mrs V Irvine-Fortescue |                             |
| Mr C A MacKenzie       |                             |
| Ms M Myron             |                             |
| Mrs P J Nelson         | (Resigned 16 October 2018)  |
| Mr L Piper             | (Appointed 17 October 2018) |
| Mr D R Thomson         | (Resigned 10 July 2018)     |
| Mr A Wilson            |                             |
| Mr R Yuill             |                             |

New Trustees are appointed at the annual general meeting or may be appointed by the existing Trustees during the year.

None of the Trustees of the charity have any beneficial interest in the company.

The charity is administered by a Board of Trustees.

# THE CABRACH TRUST

## TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

**FOR THE YEAR ENDED 31 MARCH 2019**

---

### Statement of Trustees' Responsibilities

The Trustees who are also the directors of The Cabrach Trust for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare accounts 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 accounts, 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 accounts; and
- prepare the accounts 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 accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

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

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



Mr G E Gordon

Trustee

Dated: 30 July 2019

# THE CABRACH TRUST

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE CABRACH TRUST

---

I report on the financial statements of the charity for the year ended 31 March 2019, which are set out on pages 6 to 15.

### **Respective Responsibilities of Trustees and Examiner**

The charity's Trustees (who are also the directors of the company for the purposes of company law) 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 do 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 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 accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, 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 accounts.

### **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.



Munro Rankine CA  
Independent examiner  
Cathedral Accountancy Ltd.  
4 North Guildry Street  
Elgin  
Moray  
IV30 1JR

Dated: 30 July 2019



# THE CABRACH TRUST

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

|   | Notes | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | Total<br>2019<br>£ | Total<br>2018<br>£ |
|---|-------|----------------------------|--------------------------|--------------------|--------------------|
| <b><u>Income from:</u></b>                                |       |                            |                          |                    |                    |
| Donations and Legacies                                    | 2     | 178,956                    | 308,965                  | 487,921            | 207,484            |
| Charitable Activities                                     | 3     | 6,100                      | -                        | 6,100              | 6,200              |
| Investments   | 4     | 46                         | -                        | 46                 | 9                  |
| <b>Total income</b>                                       |       | <b>185,102</b>             | <b>308,965</b>           | <b>494,067</b>     | <b>213,693</b>     |
| <b><u>Expenditure on:</u></b>                             |       |                            |                          |                    |                    |
| Raising Funds   | 5     | 149                        | 46,222                   | 46,371             | 5,395              |
| Charitable Activities                                     | 6     | 212,405                    | 220,931                  | 433,336            | 139,542            |
| Other   | 9     | 3,423                      | -                        | 3,423              | 1,535              |
| <b>Total expenditure</b>                                  |       | <b>215,977</b>             | <b>267,153</b>           | <b>483,130</b>     | <b>146,472</b>     |
| <b>Net (outgoing)/incoming resources before transfers</b> |       | <b>(30,875)</b>            | <b>41,812</b>            | <b>10,937</b>      | <b>67,221</b>      |
| Gross transfers between funds                             |       | 35,586                     | (35,586)                 | -                  | -                  |
| <b>Net incoming resources</b>                             |       |                            |                          |                    |                    |
| <b>Net movement in funds</b>                              |       | <b>4,711</b>               | <b>6,226</b>             | <b>10,937</b>      | <b>67,221</b>      |
| Total funds brought forward                               |       | 589,898                    | 45,000                   | 634,898            | 567,677            |
| <b>Total fund carried forward</b>                         |       | <b>594,609</b>             | <b>51,226</b>            | <b>645,835</b>     | <b>634,898</b>     |

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.

# THE CABRACH TRUST

## STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2019

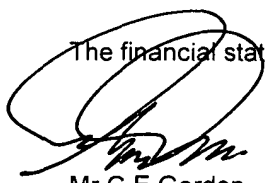
|  | Notes | 2019<br>£      | £              | 2018<br>£      | £              |
|--|-------|----------------|----------------|----------------|----------------|
| <b>Fixed assets</b>                          |       |                |                |                |                |
| Goodwill                                     | 11    |                | 5,384          |                | 6,730          |
| Property, plant and equipment                | 12    |                | 572,421        |                | 532,174        |
|  |       |                | <u>577,805</u> |                | <u>538,904</u> |
| <b>Current assets</b>                        |       |                |                |                |                |
| Trade and other receivables                  | 13    | 95,450         |                | 10,785         |                |
| Cash at bank and in hand                     |       | 188,911        |                | 89,509         |                |
|  |       | <u>284,361</u> |                | <u>100,294</u> |                |
| <b>Current liabilities</b>                   | 14    | (216,331)      |                | (4,300)        |                |
| Net current assets                           |       |                | 68,030         |                | 95,994         |
| <b>Total assets less current liabilities</b> |       |                | <u>645,835</u> |                | <u>634,898</u> |
| <b>Income funds</b>                          |       |                |                |                |                |
| Restricted funds                             | 16    |                | 51,226         |                | 45,000         |
| Unrestricted funds                           |       |                | 594,609        |                | 589,898        |
|  |       |                | <u>645,835</u> |                | <u>634,898</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 2019. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The Trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

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 30 July 2019



Mr G E Gordon  
Trustee

Company Registration No. SC409596

# THE CABRACH TRUST

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2019

---

#### 1 Accounting Policies

##### Charity Information

The Cabrach Trust is a private company limited by guarantee incorporated in Scotland. The registered office is Inverharroch, Lower Cabrach, Huntly, Aberdeenshire, AB54 4EU.

##### 1.1 Accounting Convention

The accounts have been prepared in accordance with the historical cost convention, the Companies Act 2006, 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)" (as amended for accounting periods commencing from 1 January 2016). 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 accounts are prepared in sterling, which is the functional currency of the charity.

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 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 financial statements.

##### 1.4 Incoming Resources

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.

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

##### 1.5 Resources Expended

All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to that category. Resources expended include attributable VAT which cannot be recovered.

# THE CABRACH TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2019

---

#### 1 Accounting Policies

(Continued)

##### 1.6 Property, Plant and Equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

The charity's property is subject to annual revaluation to market value by the directors and periodically by independent valuers.

|                                  |                      |
|----------------------------------|----------------------|
| Land and buildings               | Nil depreciation     |
| Fixtures, fittings and equipment | 25% reducing balance |
| Computers                        | 33% straight line    |

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.

Expenditure under £500 is not capitalised.

##### 1.7 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.

##### 1.8 Financial Instruments

Basic financial assets, which include trade and other receivables 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.

##### 1.9 Employee Benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

##### 1.10 Retirement Benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

##### 1.11 Trademarks

Trademarks are amortised over their expected useful lives of ten years as assessed by the Trustees.

##### 1.12 Governance Costs

These represent the costs incurred by finance, human resources, accounting, legal and other costs attributable to the management of the charity's assets, organisational administration and compliance with constitutional and statutory requirements.

# THE CABRACH TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

### 2 Donations and Legacies

|                     | Unrestricted<br>funds | Restricted<br>funds | Total<br>2019  | Total<br>2018  |
|---------------------|-----------------------|---------------------|----------------|----------------|
|                     | £                     | £                   | £              | £              |
| Donations and gifts | 178,613               | 308,965             | 487,578        | 155,140        |
| Grants receivable   | -                     | -                   | -              | 52,110         |
| Membership fees     | 343                   | -                   | 343            | 234            |
|                     | <u>178,956</u>        | <u>308,965</u>      | <u>487,921</u> | <u>207,484</u> |

Grants received are detailed in Note 15.

### 3 Charitable Activities

|               | 2019<br>£    | 2018<br>£    |
|---------------|--------------|--------------|
| Rent received | <u>6,100</u> | <u>6,200</u> |

### 4 Investments

|                     | Unrestricted<br>funds | Total     |
|---------------------|-----------------------|-----------|
|                     | 2019<br>£             | 2018<br>£ |
| Interest receivable | <u>46</u>             | <u>9</u>  |

### 5 Raising Funds

|                                  | Unrestricted<br>funds | Restricted<br>funds | Total         | Total        |
|----------------------------------|-----------------------|---------------------|---------------|--------------|
|                                  | 2019<br>£             | 2019<br>£           | 2019<br>£     | 2018<br>£    |
| <u>Fundraising and publicity</u> |                       |                     |               |              |
| Other fundraising costs          | 149                   | 1,222               | 1,371         | 5,395        |
| Staff costs                      | -                     | 45,000              | 45,000        | -            |
|                                  | <u>149</u>            | <u>46,222</u>       | <u>46,371</u> | <u>5,395</u> |
| Fundraising and publicity        | <u>149</u>            | <u>46,222</u>       | <u>46,371</u> | <u>5,395</u> |

# THE CABRACH TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

### 5 Raising Funds

(Continued)

For the year ended 31 March 2018

Fundraising and publicity

5,395

-

5,395

### 6 Charitable Activities

|                                   | 2019<br>£ | 2018<br>£ |
|-----------------------------------|-----------|-----------|
| Staff costs                       | 88,163    | 71,827    |
| Bank charges                      | 3,602     | 513       |
| Distillery design                 | 28,243    | -         |
| Professional fees and consultancy | 63,997    | 13,211    |
| General expenses                  | 950       | 2,253     |
| Architects fees                   | 151,256   | 20,752    |
| Amortisation of trademark         | 1,346     | 1,346     |
| Insurance                         | 3,503     | 3,086     |
| Travel                            | 9,469     | 3,683     |
| Property costs                    | 10,274    | 11,320    |
| Legal and accountancy fees        | 11,166    | 4,335     |
| Telephone and internet            | 4,152     | 1,616     |
| Marketing and PR                  | 55,602    | 2,000     |
| Depreciation                      | 1,518     | 846       |
| Computer expenses                 | 95        | 2,754     |
|                                   | 433,336   | 139,542   |
|                                   | 433,336   | 139,542   |
| <b>Analysis by Fund</b>           |           |           |
| Unrestricted funds                | 212,405   |           |
| Restricted funds                  | 220,931   |           |
|                                   | 433,336   |           |

For the Year Ended 31 March 2018

Unrestricted funds

117,790

Restricted funds

21,752

139,542

### 7 Trustees

Trustees' expenses reimbursed in the year amounted to £1,129.

# THE CABRACH TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

### 8 Employees

#### Number of Employees

| 2019<br>Number | 2018<br>Number |
|----------------|----------------|
| 4              | 2              |

#### Employment Costs

|                       | 2019<br>£      | 2018<br>£     |
|-----------------------|----------------|---------------|
| Wages and salaries    | 121,399        | 66,675        |
| Social security costs | 10,043         | 4,901         |
| Other pension costs   | 1,721          | 251           |
|                       | <u>133,163</u> | <u>71,827</u> |

### 9 Other

|   | 2019<br>£    | 2018<br>£    |
|---|--------------|--------------|
| Postage and stationery                  | 655          | 565          |
| Independent examination fees            | 1,050        | 970          |
| Other fees paid to independent examiner | 848          | -            |
| Book-keeping fees                       | 870          | -            |
|   | <u>3,423</u> | <u>1,535</u> |

### 10 Taxation

The company has no liability to Corporation Tax for the year ended 31 March 2019 due to its charitable status.

# THE CABRACH TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2019

#### 11 Intangible Fixed Assets

|                                    | Trademarks<br>£ |
|------------------------------------|-----------------|
| <b>Cost</b>                        |                 |
| At 1 April 2018 and 31 March 2019  | 13,460          |
| <b>Amortisation and Impairment</b> |                 |
| At 1 April 2018                    | 6,730           |
| Amortisation charged for the year  | 1,346           |
| At 31 March 2019                   | 8,076           |
| <b>Carrying amount</b>             |                 |
| At 31 March 2019                   | 5,384           |
| At 31 March 2018                   | 6,730           |

#### 12 Property, Plant and Equipment

|                                    | Land and<br>buildings<br>£ | Fixtures,<br>fittings and<br>equipment<br>£ | Computers<br>£ | Total<br>£ |
|------------------------------------|----------------------------|---|----------------|------------|
| <b>Cost</b>                        |                            |   |                |            |
| At 1 April 2018                    | 530,000                    | 3,250                                       | -              | 533,250    |
| Additions                          | 37,161                     | 2,623                                       | 2,064          | 41,848     |
| At 31 March 2019                   | 567,161                    | 5,873                                       | 2,064          | 575,098    |
| <b>Depreciation and Impairment</b> |                            |   |                |            |
| At 1 April 2018                    | -                          | 715   | 361            | 1,076      |
| Depreciation charged in the year   | -                          | 552   | 1,049          | 1,601      |
| At 31 March 2019                   | -                          | 1,267                                       | 1,410          | 2,677      |
| <b>Carrying amount</b>             |                            |   |                |            |
| At 31 March 2019                   | 567,161                    | 4,606                                       | 654            | 572,421    |
| At 31 March 2018                   | 530,000                    | 2,174                                       | -              | 532,174    |

The charity's property is subject to annual revaluation to market value by the directors and periodically by independent valuers. The charity's property was revalued during the year by the directors.



# THE CABRACH TRUST

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

### 13 Trade and Other Receivables

|                                      | 2019          | 2018          |
|--------------------------------------|---------------|---------------|
|                                      | £             | £             |
| Amounts falling due within one year: |               |               |
| Other receivables                    | 94,872        | 10,207        |
| Prepayments and accrued income       | 578           | 578           |
|                                      | <u>95,450</u> | <u>10,785</u> |

### 14 Current Liabilities

|                                    | Notes | 2019           | 2018         |
|------------------------------------|-------|----------------|--------------|
|                                    |       | £              | £            |
| Other loans                        |       | 75,000         | -            |
| Other taxation and social security |       | 3,712          | -            |
| Trade payables                     |       | 136,319        | 3,000        |
| Accruals and deferred income       |       | 1,300          | 1,300        |
|                                    |       | <u>216,331</u> | <u>4,300</u> |

### 15 Retirement Benefit Schemes

#### Defined Contribution Schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £1,721 (2018 - £251).

# THE CABRACH TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2019

#### 16 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<br>April 2018<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Transfers<br>£  | Balance at 31<br>March 2019<br>£ |
|--|---------------------------------|----------------------------|----------------------------|-----------------|----------------------------------|
| Reekimlane Foundation fundraising          | 45,000                          | -                          | (45,000)                   | -               | -                                |
| Reekimlane Foundation capital grant        | -                               | 33,718                     | -                          | (33,718)        | -                                |
| Clashindarroch Foundation                  | -                               | 10,000                     | (10,000)                   | -               | -                                |
| Energy Savings Trust                       | -                               | 3,841                      | (3,841)                    | -               | -                                |
| Moray Leader                               | -                               | 96,396                     | (96,396)                   | -               | -                                |
| Reekimlane Foundation - match funding      | -                               | 130,600                    | (79,374)                   | -               | 51,226                           |
| Highland Small Communities Trust           | -                               | 2,610                      | (2,610)                    | -               | -                                |
| William Grant Foundation built environment | -                               | 20,000                     | (18,132)                   | (1,868)         | -                                |
| William Grant Foundation heritage          | -                               | 11,800                     | (11,800)                   | -               | -                                |
|  | <u>45,000</u>                   | <u>308,965</u>             | <u>(267,153)</u>           | <u>(35,586)</u> | <u>51,226</u>                    |

The Reekimlane Foundation fundraising grant was towards core costs.

The Reekimlane Foundation capital grant was for the purchase of Dorran house.

The Energy Savings Trust was towards the cost of a borehole.

The grants from the Clashindarroch Foundation, Moray Leader, William Grant Foundation built environment, the Highland Small Communities Trust and the Reekimlane Foundation match funding were for the development project.

The William Grant Foundation heritage grant was towards staff costs.

The transfer to unrestricted costs relates to assets purchased from restricted funds where the restriction is lifted once the assets have been purchased.

#### 17 Analysis of Net Assets Between Funds

|  | Unrestricted<br>funds<br>2019<br>£ | Restricted<br>funds<br>2019<br>£ | Total<br>2019<br>£ | Total<br>2018<br>£ |
|--|------------------------------------|----------------------------------|--------------------|--------------------|
| Fund balances at 31 March 2019 are represented by: |                                    |                                  |                    |                    |
| Intangible fixed assets                            | 5,384                              | -                                | 5,384              | 6,730              |
| Property, plant and equipment                      | 572,421                            | -                                | 572,421            | 532,174            |
| Current assets/(liabilities)                       | 16,804                             | 51,226                           | 68,030             | 95,994             |
|  | <u>594,609</u>                     | <u>51,226</u>                    | <u>645,835</u>     | <u>634,898</u>     |