

**COMPANIES HOUSE
EDINBURGH**

08 JAN 2020

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Company Registration No. SC546564 (Scotland)

Charity Registration No. SC046889 (Scotland)

Dunard Fund

**Annual report and financial statements
for the year ended 31 March 2019**

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COMPANIES HOUSE

Dunard Fund

Contents

	Page
Officers and Professional Advisors	1
Report of the Trustees (including Strategic Report)	2-5
Independent Auditor's Report to the Trustees	6-9
Consolidated Statement of Financial Activities	10
Dunard Fund Statement of Financial Activities	11
Consolidated Balance Sheet	12
Dunard Fund Balance Sheet	13
Statement of Changes in Equity	14
Consolidated Statement of Cash Flows	15
Dunard Fund Statement of Cash Flows	16
Notes to the Financial Statements	17-37

Dunard Fund

Officers and Professional Advisors

Trustees

Dr Carol Colburn Grigor CBE
Colin Liddell WS
Elisabeth Lenz
Catherine Colburn Hogel
Erik Colburn Hogel
Peter Thierfeldt

Company Secretary J & H Mitchell W.S.

Principal Address

Dunard Fund
4 Royal Terrace
Edinburgh
EH7 5AB

Bankers

Adam and Company
25 St Andrew Square
Edinburgh
EH2 1AF

Hampden & Co
9 Charlotte Square
Edinburgh
EH2 4DR

Solicitors

J & H Mitchell WS
51 Atholl Road
Pitlochry
PH16 5BU

Independent Auditor

Saffery Champness LLP
Edinburgh Quay
133 Fountainbridge
Edinburgh
EH3 9BA

Dunard Fund

Report of the Trustees (including strategic report)

The trustees present their report along with the audited financial statements of the charity for the year ended 31 March 2019.

Structure, governance and management

Dunard Fund is a registered charity in Scotland (number SC046889) and was incorporated on 29 September 2016 under Scottish company number SC546564. The trustees who have served during the year are set out on the Officers and Professional Advisors page. The Articles of Association state that the number of trustees shall be no fewer than three nor more than six and that the power of appointing new or additional trustees vests with Carol Colburn Grigor during her lifetime, whilst she is able to do so.

When new trustees are appointed they are given an introduction to the work of the charity and provided with the information they need to fulfil their roles. All existing trustees have experience of being a charity trustee. In addition, one of the trustees is an accredited specialist in Charity Law.

The trustees consider that the principal risks faced by Dunard Fund include:

- a. An operational risk of dependence on one primary source of income. This is mitigated by the trustees' knowledge of that source, and the assurances which have been given to them that donations are likely to continue. Notwithstanding this, the trustees intend, over time, to add more funds to the investment Endowment Fund.
- b. The operational risk of trustees having conflicts of interest. This is mitigated by the trustees having a thorough understanding of conflicts of interest, which they declare when any potential or real conflict arises and through thorough management of that conflict, whereby any trustee actually or potentially conflicted does not take part in a decision where such conflict could have an implication.
- c. A financial risk relating to potential failure of financial institutions in which funds are held. In this respect, the trustees recognise good practice to spread risk and to seek as high rates of return as appropriate. They now have accounts with two banks but, because of the expending nature of their funds, the trustees know that they need to keep a reasonable amount of readily-accessible funds with forward planning of only one to three years. This makes it less likely that, apart from the designated Endowment Fund, the trustees can invest in the Stock Market.
- d. A financial risk of failing to ensure that grants are spent correctly. This risk is mitigated by the trustees knowing most of their recipients well, by entering into Donation Agreements where appropriate, and by ensuring that fulsome feedback is received from recipients which enable assessment of the grants being spent correctly.

Dunard Fund

Report of the Trustees (including strategic report) (continued)

The key management personnel are the trustees. The trustees received no remuneration during the year. Refer to note 12 for related party remuneration arrangements.

Dunard Fund is administered on a day-to-day basis by staff seconded from Dunard Limited. All expenditure is approved by the trustees.

The trustees confirm that they have referred to the guidance provided by OSCR on public benefit when reviewing Dunard Fund's charitable purposes, strategy and in planning future activities.

Consolidated financial statements

The trustees of Dunard Fund have the power to appoint 5 out of the 6 trustees of the Royal High School Preservation Trust (RHSPT), Scottish Charity Number SC045779, a charitable company limited by guarantee which was incorporated on 27 April 2015, and accordingly consolidated financial statements have been prepared to include the results and assets and liabilities of that Trust. Currently two of Dunard Fund's trustees (Carol Colburn Grigor and Colin Liddell) are also trustees of the Royal High School Preservation Trust. The Royal High School Preservation Trust was formed to save the former Royal High School buildings at Calton Hill in Edinburgh and to identify and establish a stable and sustainable reuse of those buildings. The net assets and reserves of the Royal High School Preservation Trust are treated as unrestricted reserves in these consolidated financial statements.

Objectives and activities for the public benefit

In line with their objectives to promote and advance the arts in Scotland, the trustees of Dunard Fund make donations principally for:

- a. the training and performance of classical music at the highest standard;
- b. the education and display of visual arts at an international standard; and
- c. the rehabilitation of endangered architectural masterpieces and the design and construction of new architectural masterpieces.

The trustees usually dedicate a very small percentage of the fund each year to certain environmental and other projects.

As a matter of general policy, the trustees prefer to engage with recipients to enable long-term development of projects and initiatives which have major and lasting significance. They are therefore less inclined to provide one-off donations.

Within these parameters, the trustees endeavour to follow a policy not to discriminate in favour of or against any organisation or on the basis of nationality, ethnicity, religion, sexual orientation, or political affiliation.

Dunard Fund's activities consist principally of making donations for the benefit of the areas highlighted above.

Dunard Fund

Report of the Trustees (including strategic report) (continued)

Donations are made at the discretion of the trustees, largely following applications from organisations seeking funds. Donations, and occasionally performance related investments, are offered subject to conditions determined on a case-by-case basis.

Achievements and performance

The trustees are satisfied that this year's objectives have been met, as listed above, and that Dunard Fund's expenditure has been made in line with its guidelines.

Financial review

Donations of £26.0 million were received in the year and £5.9 million was expended on charitable activities. Dunard Fund has unrestricted reserves of £47.0 million as at 31 March 2019 (2018: £37.3 million) and restricted reserves held for special projects of £45.5 million (2018: £33.2 million). In addition, there were unrestricted reserves of £0.9 million held in respect of the RHSPT (2018: £1.3 million).

Dunard Fund is intentionally building up the fund in order to be able to provide funding towards two major projects in Edinburgh, the first to support the Royal High School Preservation Trust (Scottish Charity Number SC045779) to protect and preserve the former Royal High School buildings and to create a home there for St. Mary's School, so that it may become the national music school of Scotland, and the second to support IMPACT Scotland (Scottish Charity Number SC046904) to create a performance centre at 36 St Andrew Square.

There are no restrictions on Dunard Fund's power to invest. Any excess cash funds are deposited in a monthly money market fund or fixed term deposit managed by its bankers.

Reserves policy

Because the trustees engage in longer term relationships with recipients, they will often wish to maintain a reasonable level of free reserves to enable them to provide significant support to the development of certain projects and initiatives which have major and lasting significance. In addition, the trustees set aside funds to build up the investment Endowment Fund as and when they decide.

Statement of trustees' responsibilities

The trustees (who are also directors of Dunard Fund for the purposes of company law) are responsible for preparing the trustees' Annual 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 charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable company and the group for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles set out in the Charities SORP (FRS 102);
- 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 business.

Dunard Fund

Report of the Trustees (including strategic report) (continued)

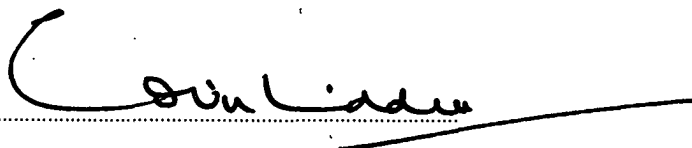
The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The Trustees' Report, incorporating the Strategic Report, was approved by the Board.

Signed on behalf of the trustees

A handwritten signature in black ink, appearing to read 'Colin Liddell', is written over a horizontal dotted line. A solid horizontal line is drawn below the dotted line.

Colin Liddell
Trustee

Date:

4/11/19

Independent Auditor's Report to the Members and Trustees of Dunard Fund

Opinion

We have audited the financial statements of Dunard Fund (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2019 which comprise the consolidated statement of financial activities, the Dunard Fund statement of financial activities, the consolidated balance sheet, the Dunard Fund balance sheet, the consolidated statement of changes in equity, the Dunard fund statement of changes in equity, the consolidated statement of cashflows, the Dunard Fund statement of cashflows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and in our opinion the financial statements:

- give a true and fair view of the state of the affairs of the group and the parent charitable company as at 31 March 2019 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Independent Auditor's Report to the Members and Trustees of Dunard Fund (continued)

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees which includes the Directors' Report and the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees which includes the Directors' Report and the Strategic Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the group or the parent charitable company has not kept proper and adequate accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Independent Auditor's Report to the Members and Trustees of Dunard Fund (continued)

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on pages 4 and 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

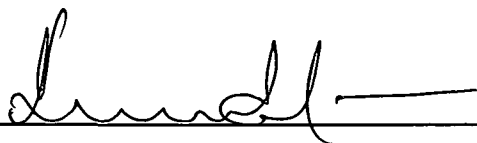
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Dunard Fund

Independent Auditor's Report to the Members and Trustees of Dunard Fund (continued)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Kenneth McDowell (Senior Statutory Auditor)

for and on behalf of Saffery Champness LLP

Chartered Accountants

Edinburgh Quay

133 Fountainbridge

Edinburgh

EH3 9BA

Date: 22 NOVEMBER 2019

Saffery Champness LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

Dunard Fund

**Consolidated Statement of Financial Activities
For the year ended 31 March 2019**

		Unrestricted	Restricted - Special Projects	Unrestricted RHSPT	2019	2018
	Note	£	£	£	£	£
Income from:						
Donations	12	11,000,000	15,000,000	350	26,000,350	9,379,000
Bank interest received		268,221	238,818	7,168	514,207	359,858
Dividend income		177,305	-	-	177,305	31,587
Total income		11,445,526	15,238,818	7,518	26,691,862	9,770,445
Expenditure on charitable activities:						
Classical music		2,136,532	-	-	2,136,532	3,100,150
Visual arts		192,620	3,002,333	-	3,194,953	2,226,446
Architectural		184,066	-	393,101	577,167	374,575
Humanitarian and environmental		6,009	-	-	6,009	(504,762)
Total expenditure	3	2,519,227	3,002,333	393,101	5,914,661	5,196,409
Net (losses)/gains on investments		(80,267)	-	-	(80,267)	13,200
Net income/(expenditure)		8,846,032	12,236,485	(385,583)	20,696,934	4,587,236
Other recognised gains/(losses):						
Foreign exchange gains/(losses)		829,826	-	-	829,826	(1,366,997)
Net movement in funds		9,675,858	12,236,485	(385,583)	21,526,760	3,220,239
Total funds brought forward	10	37,328,270	33,236,306	1,334,972	71,899,548	68,679,309
Total funds carried forward	10	47,004,128	45,472,791	949,389	93,426,308	71,899,548

The notes on pages 17 to 37 form part of these financial statements

Dunard Fund

Dunard Fund Statement of Financial Activities For the year ended 31 March 2019

		Unrestricted	Restricted - Special Projects	2019	2018
	Note	£	£	£	£
Income from:					
Donations	12	11,000,000	15,000,000	26,000,000	9,379,000
Bank interest received		268,221	238,818	507,040	355,315
Dividend income		177,305	-	177,305	31,587
Total income		11,445,526	15,238,818	26,684,345	9,765,902
Expenditure on charitable activities:					
Classical music		2,136,532	-	2,136,532	3,100,150
Visual arts		192,620	3,002,333	3,194,953	2,226,446
Architectural		184,066	-	184,066	206,265
Humanitarian and environmental		6,009	-	6,009	(504,762)
Total expenditure	3	2,519,227	3,002,333	5,521,560	5,028,099
Net (losses)/gains on investments		(80,267)	-	(80,267)	13,200
Net income/(expenditure)		8,846,032	12,236,485	21,082,517	4,751,003
Other recognised gains/(losses):					
Foreign exchange gains/(losses)		829,826	-	829,826	(1,366,997)
Net movement in funds		9,675,858	12,236,485	21,912,343	3,384,006
Total funds brought forward	10	37,328,270	33,236,306	70,564,576	67,180,570
Total funds carried forward	10	47,004,128	45,472,791	92,476,919	70,564,576

The notes on pages 17 to 37 form part of these financial statements


Dunard Fund

Consolidated Balance Sheet As at 31 March 2019

	Note	Unrestricted £	Restricted £	2019 £	2018 £
Fixed assets					
Investments	5	8,687,851	-	8,687,851	3,788,445
Fixed assets	6	4,515,382	-	4,515,382	4,515,382
		<u>13,203,233</u>	<u>-</u>	<u>13,203,233</u>	<u>8,303,827</u>
Current assets					
Debtors	7	301,685	-	301,685	192,542
Cash at bank		37,517,935	45,472,791	82,990,726	68,246,123
		<u>37,819,620</u>	<u>45,472,791</u>	<u>83,292,411</u>	<u>68,438,665</u>
Current liabilities					
Creditors: amounts falling due within one year	8	(1,169,337)	-	(1,169,337)	(3,952,944)
Net current assets		<u>36,650,283</u>	<u>45,472,791</u>	<u>82,123,075</u>	<u>64,485,721</u>
Total assets less current liabilities		49,853,517	45,472,791	95,326,308	72,789,548
Long-term liabilities					
Creditors: amounts falling due after more than one year	8	(1,900,000)	-	(1,900,000)	(890,000)
Net assets		<u>47,953,517</u>	<u>45,472,791</u>	<u>93,426,308</u>	<u>71,899,548</u>
Funds					
Unrestricted funds	10	47,953,517	-	47,953,517	38,663,242
Restricted funds	10	-	45,472,791	45,472,791	33,236,306
		<u>47,953,517</u>	<u>45,472,791</u>	<u>93,426,308</u>	<u>71,899,548</u>

The notes on pages 17 to 37 form part of these financial statements.

The financial statements were approved by the trustees on 11/11/19 and are signed on their behalf by:


Colin Liddell
Trustee

Company Registration No. SC546564
Charity Registration No. SC046889

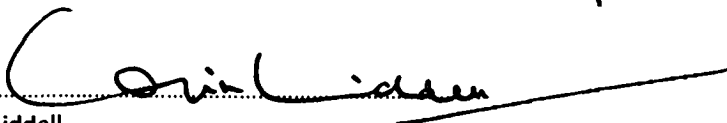
Dunard Fund

Dunard Fund Balance Sheet As at 31 March 2019

	Notes	Unrestricted £	Restricted £	2019 £	2018 £
Fixed assets					
Investments	5	8,687,851	-	8,687,851	3,788,445
Fixed assets	6	4,515,382	-	4,515,382	4,515,382
		<u>13,203,233</u>	<u>-</u>	<u>13,203,233</u>	<u>8,303,827</u>
Current assets					
Debtors	7	401,685	-	401,685	292,542
Cash at bank		36,461,087	45,472,791	81,933,878	66,792,641
		<u>36,862,772</u>	<u>45,472,791</u>	<u>82,335,563</u>	<u>67,085,183</u>
Current liabilities					
Creditors: amounts falling due within one year	8	(1,161,877)	-	(1,161,877)	(3,934,434)
Net current assets		<u>35,700,895</u>	<u>45,472,791</u>	<u>81,173,686</u>	<u>63,150,749</u>
Total assets less current liabilities		48,904,128	45,472,791	94,376,919	71,454,576
Long-term liabilities					
Creditors: amounts falling due after more than one year	8	(1,900,000)	-	(1,900,000)	(890,000)
Net assets		<u>47,004,128</u>	<u>45,472,791</u>	<u>92,476,919</u>	<u>70,564,576</u>
Funds					
Unrestricted funds	10	47,004,128	-	47,004,128	37,328,270
Restricted funds	10	-	45,472,791	45,472,791	33,236,306
		<u>47,004,128</u>	<u>45,472,791</u>	<u>92,476,919</u>	<u>70,564,576</u>

The notes on pages 17 to 37 form part of these financial statements.

The financial statements were approved by the trustees on 11/4/19 and are signed on their behalf by:


Colin Liddell
Trustee

Company Registration No. SC546564
Charity Registration No. SC046889

Dunard Fund

Statement of Changes in Equity As at 31 March 2019

Group	Unrestricted £	Restricted £	Total £
Balance at 1 April 2017	<u>33,644,772</u>	<u>35,034,537</u>	<u>68,679,309</u>
Year ended 31 March 2018			
Net income/(expenditure)	<u>5,018,470</u>	<u>(1,798,231)</u>	<u>3,220,239</u>
Balance at 31 March 2018	<u>38,663,242</u>	<u>33,236,306</u>	<u>71,899,548</u>
Year ended 31 March 2019			
Net income/(expenditure)	<u>9,290,275</u>	<u>12,236,485</u>	<u>21,526,760</u>
Balance at 31 March 2019	<u>47,953,517</u>	<u>45,472,791</u>	<u>93,426,308</u>
Dunard Fund	Unrestricted £	Restricted £	Total £
Balance at 1 April 2017	32,146,033	35,034,537	67,180,570
Year ended 31 March 2018			
Net income/(expenditure)	<u>5,182,237</u>	<u>(1,798,231)</u>	<u>3,384,006</u>
Balance at 31 March 2018	<u>37,328,270</u>	<u>33,236,306</u>	<u>70,564,576</u>
Year ended 31 March 2019			
Net income/(expenditure)	<u>9,675,858</u>	<u>12,236,485</u>	<u>21,912,343</u>
Balance at 31 March 2019	<u>47,004,128</u>	<u>45,472,791</u>	<u>92,476,919</u>

Dunard Fund

**Consolidated Statement of Cash Flows
For the year ended 31 March 2019**

	Notes	2019 £	2018 £
Cash flows from operating activities	9	19,032,765	3,503,483
Cash flows from investing activities			
Bank interest		514,207	386,797
Dividend income		177,305	31,587
Purchase of fixed assets		-	(4,028,382)
Purchase of investments		(5,383,379)	(3,775,245)
Proceeds from sale of investments		403,705	-
Net cash used in investing activities		(4,288,162)	(7,385,243)
Change in cash and cash equivalents in the period		14,744,603	(3,881,760)
Cash and cash equivalent brought forward		68,246,123	72,127,883
Cash and cash equivalents carried forward		82,990,726	68,246,123
Statement of net debt	1 April 2018	Cash-flows	31 March 2019
Cash at bank	68,246,123	14,744,603	82,990,726

The notes on pages 17 to 37 form part of these financial statements

Dunard Fund

Dunard Fund Statement of Cash Flows For the year ended 31 March 2019

	Notes	2019 £	2018 £
Cash flows from operating activities	9	19,436,565	3,591,310
Cash flows from investing activities			
Bank interest		507,040	355,315
Dividend income		177,305	31,587
Purchase of fixed assets		-	(4,028,382)
Purchase of investments		(5,383,379)	(3,775,245)
Proceeds from sale of investments		403,706	-
Net cash used in investing activities		(4,295,328)	(7,416,725)
Change in cash and cash equivalents in the period		15,141,237	(3,825,415)
Cash and cash equivalent brought forward		66,792,641	70,618,056
Cash and cash equivalents carried forward		81,933,878	66,792,641
Statement of net debt	1 April 2018	Cash-flows	31 March 2019
Cash at bank	66,792,641	15,141,237	81,933,878

The notes on pages 17 to 37 form part of these financial statements

1 Accounting Policies

1.1 Basis of accounting

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies.

The trust constitutes a public entity as defined by FRS 102.

1.2 Going concern

The financial statements have been prepared on the going concern basis. The Fund has significant unrestricted reserves and the trustees confirm that these are sufficient to support the work of the Fund for at least 12 months from the date of approval of these financial statements.

1.3 Consolidated financial statements

The financial statements consolidate the results of Dunard Fund and the Royal High School Preservation Trust on a line-by-line basis.

1.4 Unrestricted funds

Unrestricted funds are available for use at the trustees' discretion in accordance with the charitable objectives of the charity. The funds of the Royal High School Preservation Trust are treated as unrestricted in these financial statements although they are unavailable for use by Dunard Fund.

1.5 Restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor.

1.6 Donations

All donations are accounted for when the charity is legally entitled to the income, it is probable that it will be received, and the movement can be quantified with reasonable accuracy.

Notes to the financial statements (continued)
For the year ended 31 March 2019

1 Accounting Policies (continued)

1.7 Investment Income

Investment income consists of bank interest and dividend income and is accounted for when receivable. It is allocated to unrestricted or restricted funds based on the balance brought forward at the start of the year.

1.8 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is included on an accruals basis.

Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised when the conditions attaching are fulfilled. Grants offered subject to conditions within the charity's control and which have not been met at the year-end are noted as a commitment, but not accrued as expenditure.

Support costs have been apportioned to the four main activity areas on the basis of the value of grant expenditure on each area.

Project costs are allocated against the applicable restricted fund.

1.9 Tangible fixed assets

Fixed assets include heritable land at Findlay Court, which adjoins the National Portrait Gallery in Queen Street, Edinburgh and has been developed as an amenity site. It is low-maintenance and substantially all its value is represented by land. The land is not depreciated.

Fixed assets also include an art collection. The art collection is not depreciated but is reviewed for impairment on an annual basis.

A property at 35 St. Andrew Square, Edinburgh, is owned by the Fund and included within fixed assets. This property is not depreciated.

1.10 Taxation

The fund is a charity and is recognised as such by HM Revenue and Customs for taxation purposes. The Fund is potentially exempt from income and capital gains taxation to the extent that such income or gains are applied exclusively to charitable purposes. The charity is not registered for Value Added Tax and accordingly expenditure includes VAT where appropriate.

1.11 Cash at Bank

Cash at bank includes short term highly liquid investments with a short maturity from the date of acquisition or opening of the deposit or similar account.

Notes to the financial statements (continued)
For the year ended 31 March 2019

1 Accounting Policies (continued)

1.12 Debtors

Debtors include bank interest receivable but not credited to the bank account by the year end date. Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

1.13 Creditors

Creditors are recognised where the Fund has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured reliably or estimated reliably.

1.14 Foreign Currencies

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Foreign currency bank accounts are held at the balance sheet date.

2 Staff costs and trustees' remuneration

Dunard Fund does not directly employ any staff. The charity is administered on a day to day basis by two employees of Dunard Limited. At present, the value of this service is not included in the charity's accounts as the trustees cannot quantify its value with accuracy.

The Trust considers its key management personnel to comprise the trustees. Trustees received no remuneration (2018: £nil) and were not reimbursed for any of their expenses in the year (2018: £nil). No indemnity for trustees' liability has been purchased by the charity.

Royal High School Preservation Trust has no employees and no trustees received any remuneration in the year.

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

3 Expenditure on charitable activities

Year ended 31 March 2019

	Grants £	Other Costs £	Dunard Total £	RHSPT £	Total £
Unrestricted					
Classical music	1,973,260	163,272	2,136,532	-	2,136,532
Visual arts	177,900	14,720	192,620	-	192,620
Architectural	170,000	14,066	184,066	393,101	577,167
Humanitarian and environmental	5,550	459	6,009	-	6,009
	<u>2,326,710</u>	<u>192,517</u>	<u>2,519,227</u>	<u>393,101</u>	<u>2,912,328</u>
Restricted					
Visual arts	3,002,333	-	3,002,333	-	3,002,333
	<u>5,329,043</u>	<u>192,517</u>	<u>5,521,560</u>	<u>393,101</u>	<u>5,914,661</u>

Year ended 31 March 2018

	Grants £	Other Costs £	Dunard Total £	RHSPT £	Total £
Unrestricted					
Classical music	3,068,200	31,950	3,100,150	-	3,100,150
Visual arts	203,500	22,946	226,446	-	226,446
Architectural	204,140	2,125	206,265	168,310	374,575
Humanitarian and environmental	(505,950)	1,188	(504,762)	-	(504,762)
	<u>2,969,890</u>	<u>58,209</u>	<u>3,028,099</u>	<u>168,310</u>	<u>3,196,409</u>
Restricted					
Visual arts	2,000,000	-	2,000,000	-	2,000,000
	<u>4,969,890</u>	<u>58,209</u>	<u>5,028,099</u>	<u>168,310</u>	<u>5,196,409</u>

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

3 Expenditure on charitable activities (continued)

The support costs have been apportioned to the four main activity areas on the basis of the value of grant expenditure on each area. Support costs comprise:

	2019 £	2018 £
Auditor remuneration - Saffery Champness LLP	9,000	-
Auditor remuneration - Grant Thornton UK LLP	-	14,400
Accounts fees	3,600	8,120
Legal fees	31,743	15,373
Investment management fees	29,388	-
Miscellaneous	118,786	20,316
Total support costs	192,517	58,209

4 Grants

For the year ended 31 March 2019

	Classical Music £	Visual Arts £	Architectural £	Humanitarian and Environmental £	Total £
Grants paid in the year (4a)	1,642,360	3,247,333	1,005,000	80,550	5,975,243
Grants pledged carried forward (4b)	1,840,000	57,900	1,115,000	-	3,012,900
Grants pledged brought forward (4c)	(1,509,100)	(125,000)	(1,950,000)	(75,000)	(3,659,100)
Total grants expended	1,973,260	3,180,233	170,000	5,550	5,329,043
Of which:	£	£	£	£	£
Unrestricted	1,973,260	177,900	170,000	5,550	2,326,710
Restricted	-	3,002,333	-	-	3,002,333
Total grants expended	1,973,260	3,180,233	170,000	5,550	5,329,043

Dunard Fund

Notes to the financial statements (continued)

For the year ended 31 March 2019

4 Grants (continued)					
For the year ended 31 March 2018					
	Classical Music	Visual Arts	Architectural	Humanitarian and Environmental	Total
	£	£	£	£	£
Grants paid in the year (4a)	2,702,810	2,203,500	409,140	89,050	5,404,500
Grants pledged carried forward (4b)	1,509,100	125,000	1,950,000	75,000	3,659,100
Grants pledged brought forward (4c)	(1,143,710)	(125,000)	(2,155,000)	(670,000)	(4,093,710)
Total grants expended	<u>3,068,200</u>	<u>2,203,500</u>	<u>204,140</u>	<u>(505,950)</u>	<u>4,969,890</u>
Of which:	£	£	£	£	£
Unrestricted	3,068,200	203,500	204,140	(505,950)	2,969,890
Restricted	-	2,000,000	-	-	2,000,000
Total grants expended	<u>3,068,200</u>	<u>2,203,500</u>	<u>204,140</u>	<u>(505,950)</u>	<u>4,969,890</u>

Total grants expended for humanitarian and environmental purposes includes the cancellation of a prior year pledge for NVA Kilmahew Woodland Cardross of £520,000. This project did not go ahead and therefore the pledge was no longer required.

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

4 Grants (continued)

a. Grants paid in the year

	2019	2018
	£	£
Classical music		
Awards For Young Musicians	5,000	-
Bodleian Library	250,000	-
Children's Classic Concerts	5,000	1,000
City of Birmingham Symphony Orchestra	50,000	40,000
Dunedin Consort Brandenburg Recordings	50,000	70,000
East Neuk Festival	15,000	15,000
Edinburgh International Book Festival	2,000	-
Edinburgh International Festival	30,970	671,555
ENO	-	100,000
Glyndebourne Music Festival	450,000	250,000
London Philharmonic Orchestra	5,290	378,117
Ludus Baroque	50,000	43,000
Monteverdi Choir & Orchestra	150,000	250,000
Music in Hospitals and Care	10,000	5,000
National Youth Choir of Scotland	-	30,000
National Youth Orchestra	-	4,000
New Town Concerts Society	18,000	-
Northern Ireland Opera	10,000	-
Opera Holland Park - Ariadne	75,000	-
Perth Festival of the Arts	33,600	12,810
Pitlochry Festival Theatre	5,000	5,000
Royal Philharmonic Orchestra	-	68,400
Royal Scottish National Orchestra	150,000	50,000
Scottish Chamber Orchestra	-	375,000
Scottish Opera	-	125,000
Sherborne Abbey Festival	2,500	2,500
St. Mary's Music School	90,000	106,428
Spitalfields Music	5,000	-
The English Concert - The Big Give	60,000	60,000
The Leeds International Piano Competition	-	10,000
The Marian Consort	-	10,000
The Sixteen	-	20,000
Welsh National Opera	75,000	-
Wigmore Hall - Baroque Concerts	45,000	-
Total classical music	1,642,360	2,702,810

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

4 Grants (continued)

a. Grants paid in the year

	2019	2018
	£	£
Visual Arts		
Centre For the Moving Image	144,000	-
Edinburgh International Culture Summit Limited	25,000	25,000
Edinburgh Printmakers	50,000	-
George Wyllie Fund	-	120,000
International Music and Performing Arts Charitable Trust Scotland Ltd	3,002,333	2,000,000
Pushkin Prizes Scotland	-	2,500
The Cockburn Association	1,000	1,000
Royal Drawing School	25,000	25,000
V&A Dundee	-	30,000
Total visual arts	3,247,333	2,203,500

	2019	2018
	£	£
Architectural		
Abbey Church of Dunfermline	10,000	-
Bothwell Parish Church	5,000	-
The Lamp of Lothian Trust - Lammermuir Festival	15,000	-
Mansfield Traquir Trust	10,000	-
The Royal Academy of Arts	100,000	150,000
Royal Opera House	465,000	150,000
Scottish Historic Buildings Trust	-	5,000
Society of Antiquaries in Scotland	-	4,140
The Willow Tearooms Trust	-	100,000
Yorkshire Sculpture Park	150,000	-
V&A Dundee	250,000	-
Total architectural	1,005,000	409,140

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

4 Grants (continued)

a. Grants paid in the year

	2019 £	2018 £
Humanitarian and environmental		
British Red Cross	-	1,000
Bumblebee Conservation Trust	5,000	-
Refuge	75,000	75,000
RSPB	-	5,000
Scottish Grantmakers	550	550
The Children's Parliament	-	2,500
The Hall School Endowment Trust	-	5,000
Total humanitarian and environmental	80,550	89,050
Total grants paid in the year	5,975,243	5,404,500

b. Grants committed for payment in a later year For the year ended 31 March 2019

	Payable within one year £	Payable after more than one year £	Total £
Classical music			
Dunedin Consort Brandenburg Recordings	50,000	-	50,000
Edinburgh International Festival	100,000	-	100,000
Monteverdi Choir & Orchestra	200,000	400,000	600,000
Pitlochry Festival Theatre	-	1,000,000	1,000,000
St. Mary's Music School	90,000	-	90,000
	440,000	1,400,000	1,840,000
Visual arts			
Royal Drawing School	50,000	-	50,000
Royal Academy of Arts	7,900	-	7,900
	57,900	-	57,900
Architectural			
Abbey Church of Dunfermline	15,000	-	15,000
London Philharmonic Orchestra	500,000	500,000	1,000,000
Yorkshire Sculpture Park	100,000	-	100,000
	615,000	500,000	1,115,000
Total grants committed for payment in a later year	1,112,900	1,900,000	3,012,900

Dunard Fund

Notes to the financial statements (continued)

For the year ended 31 March 2019

4 Grants (continued)

b. Grants committed for payment in a later year

For the year ended 31 March 2018

	Payable within one year £	Payable after more than one year £	Total £
Classical music			
Bodleian Library	250,000	-	250,000
Dunedin Consort Brandenburg Recordings	50,000	50,000	100,000
East Neuk Festival	15,000	-	15,000
Glyndebourne Music Festival	450,000	-	450,000
Monteverdi Choir & Orchestra	150,000	-	150,000
New Town Concerts Society	18,000	-	18,000
Opera Holland Park - Ariadne	75,000	-	75,000
Perth Festival of the Arts	13,600	-	13,600
Royal Scottish National Orchestra	150,000	-	150,000
Sherborne Abbey Festival	2,500	-	2,500
St. Mary's Music School	90,000	90,000	180,000
The English Concert - The Big Give	60,000	-	60,000
Wigmore Hall - Baroque Concerts	45,000	-	45,000
	<u>1,369,100</u>	<u>140,000</u>	<u>1,509,100</u>
Visual arts			
Edinburgh International Culture Summit Limited	25,000	-	25,000
Edinburgh Print Makers	25,000	-	25,000
Royal Drawing School	75,000	-	75,000
	<u>125,000</u>	<u>-</u>	<u>125,000</u>
Architectural			
London Philharmonic Orchestra	500,000	500,000	1,000,000
Royal Opera House	300,000	150,000	450,000
V&A Dundee	250,000	-	250,000
Yorkshire Sculpture Park	150,000	100,000	250,000
	<u>1,200,000</u>	<u>750,000</u>	<u>1,950,000</u>
Humanitarian and environmental			
Refuge	75,000	-	75,000
Total grants committed for payment in a later year	<u><u>2,769,100</u></u>	<u><u>890,000</u></u>	<u><u>3,659,100</u></u>

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

4 Grants (continued)

c. Grants pledged in prior years

For the year ended 31 March 2019

	Payable within one year £	Payable later than one year £	Total £
Classical music			
Bodleian Library	250,000	-	250,000
Dunedin Consort Brandenburg Recordings	50,000	50,000	100,000
East Neuk Festival	15,000	-	15,000
Glyndebourne Music Festival	450,000	-	450,000
Monteverdi Choir & Orchestra	150,000	-	150,000
New Town Concerts Society	18,000	-	18,000
Opera Holland Park - Ariadne	75,000	-	75,000
Perth Festival of the Arts	13,600	-	13,600
Royal Scottish National Orchestra	150,000	-	150,000
Sherborne Abbey Festival	2,500	-	2,500
St Mary's Music School	90,000	90,000	180,000
The English Concert – The Big Give	60,000	-	60,000
Wigmore Hall – Baroque Concerts	45,000	-	45,000
	<u>1,369,100</u>	<u>140,000</u>	<u>1,509,100</u>
Visual arts			
Edinburgh International Culture Summit Limited	25,000	-	25,000
Edinburgh Print Makers	25,000	-	25,000
Royal Drawing School	75,000	-	75,000
	<u>125,000</u>	<u>-</u>	<u>125,000</u>
Architectural			
London Philharmonic Orchestra	500,000	500,000	1,000,000
Royal Opera House	300,000	150,000	450,000
V&A Dundee	250,000	-	250,000
Yorkshire Sculpture Park	150,000	100,000	250,000
	<u>1,200,000</u>	<u>750,000</u>	<u>1,950,000</u>
Humanitarian and environmental			
Refuge	75,000	-	75,000
	<u>75,000</u>	<u>-</u>	<u>75,000</u>
Total grants committed to in a previous year	<u><u>2,769,100</u></u>	<u><u>890,000</u></u>	<u><u>3,659,100</u></u>

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

4 Grants (continued)

c. Grants pledged in prior years

For the year ended 31 March 2018

	Payable within one year £	Payable later than one year £	Total £
Classical music			
Dunedin Consort Brandenburg Recordings	-	50,000	50,000
East Neuk Festival	15,000	-	15,000
Edinburgh International Culture Summit Limited	25,000	25,000	50,000
Glyndebourne Music Festival	250,000	150,000	400,000
Monteverdi Choir & Orchestra	150,000	150,000	300,000
Perth Festival of the Arts	12,810	-	12,810
Royal Philharmonic Orchestra	68,400	-	68,400
Royal Scottish National Orchestra	50,000	-	50,000
Scottish Opera	125,000	-	125,000
Sherborne Abbey Festival	2,500	-	2,500
The English Concert – The Big Give	60,000	-	60,000
The Leeds International Piano Competition	-	10,000	10,000
	<u>758,710</u>	<u>385,000</u>	<u>1,143,710</u>
Visual arts			
Edinburgh Print Makers	-	25,000	25,000
Royal Drawing School	25,000	75,000	100,000
	<u>25,000</u>	<u>100,000</u>	<u>125,000</u>
Architectural			
Horsecross Arts	100,000	-	100,000
London Philharmonic Orchestra	-	1,000,000	1,000,000
Royal Academy of Arts	100,000	-	100,000
Royal Opera House	450,000	150,000	600,000
Scottish Historic Buildings Trust - Riddles Court	5,000	-	5,000
The Willow Tearooms Trust	100,000	-	100,000
V&A Dundee	-	250,000	250,000
	<u>755,000</u>	<u>1,400,000</u>	<u>2,155,000</u>
Humanitarian and environmental			
NVA Kilmahew Woodland Cardross	270,000	250,000	520,000
Refuge	75,000	75,000	150,000
	<u>345,000</u>	<u>325,000</u>	<u>670,000</u>
Total grants committed to in a previous year	<u><u>1,883,710</u></u>	<u><u>2,210,000</u></u>	<u><u>4,093,710</u></u>

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

5 Investments

Group and Dunard Fund	2019 £	2018 £
At 1 April 2018	3,788,445	-
Additions	5,383,379	3,775,245
Disposals	(473,083)	-
Unrealised gains	(10,890)	13,200.00
At 31 March 2019	<u>8,687,851</u>	<u>3,788,445</u>

Listed investments are included at market value. The original cost of these investments was £8,680,243 (2018: £3,769,516).

6 Fixed assets

Group and Dunard Fund Cost and net book value	Land £	Art Collection £	Buildings £	Total £
As at 1 April 2018	287,000	200,000	4,028,382	4,515,382
Additions	-	-	-	-
At 31 March 2019	<u>287,000</u>	<u>200,000</u>	<u>4,028,382</u>	<u>4,515,382</u>

Heritable land at Findlay Court, which adjoins the National Portrait Gallery in Queen Street, Edinburgh has been developed as an amenity site. It is low-maintenance and substantially all its value is represented by land. For this reason, the Trustees have decided to retain the asset at cost (£287,000) and not charge depreciation. It is let out on a 100-year lease for a rent of £1 p.a. (all paid up in advance).

The art collection is not depreciated but is reviewed for impairment on an annual basis.

The Fund owns a property at 35 St. Andrew Square, Edinburgh. This property is not depreciated.

At the date of approval of the financial statements this property is in the process of being refurbished. Once complete the Trustees consider this will be a mixed motive asset of the charity.

7 Debtors

Group	2019 £	2018 £
Accrued bank interest	272,761	168,114
Prepayments	<u>28,924</u>	<u>24,428</u>
	<u>301,685</u>	<u>192,542</u>

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

7 Debtors (continued)

Dunard Fund	2019	2018
	£	£
Loan	100,000	100,000
Accrued bank interest	272,761	168,114
Prepayments	28,924	24,428
	<u>401,685</u>	<u>292,542</u>

The Fund has advanced loans to The Royal High School Preservation Trust (see note 12). The loans are repayable on demand and are interest free.

8 Creditors

Amounts due within one year

Group	2019	2018
	£	£
Grants committed not yet paid (4b)	1,112,900	2,769,100
Trade creditors (RHSPT)	3,722	18,510
Amounts owed to related parties	-	1,109,295
Accruals	52,715	56,039
	<u>1,169,337</u>	<u>3,952,944</u>

Dunard Fund	2019	2018
	£	£
Grants committed not yet paid (4b)	1,112,900	2,769,100
Amounts owed to related parties	-	1,109,295
Accruals	48,977	56,039
	<u>1,161,877</u>	<u>3,934,434</u>

Amounts due over one year

Group and Dunard Fund	2019	2018
	£	£
Grants committed not yet paid (4b)	<u>1,900,000</u>	<u>890,000</u>

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

9 Reconciliation of net income to net cash flow from operating activities

Group	2019 £	2018 £
Net income for the year	21,526,760	3,220,239
Increase in debtors	(109,143)	(24,428)
(Decrease)/increase in creditors	(1,773,607)	712,317
Interest received	(514,207)	(359,858)
Dividend income	(177,305)	(31,587)
Net loss/(gain) on investments	80,267	(13,200)
Net cash provided by operating activities	<u>19,032,765</u>	<u>3,503,483</u>

Dunard Fund	2019 £	2018 £
Net income for the year	21,912,343	3,384,006
Increase in debtors	(109,143)	(97,489)
(Decrease)/increase in creditors	(1,762,557)	704,895
Interest received	(507,040)	(355,315)
Dividend income	(177,305)	(31,587)
Net loss/(gain) on investments	80,267	(13,200)
Net cash provided by operating activities	<u>19,436,565</u>	<u>3,591,310</u>

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

10 Funds

For the year ended 31 March 2019

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Designated RHSPT	Total
Group	£	£	£	£	£	£
At 1 April 2018	37,328,270	10,329,987	10,794,062	12,112,257	1,334,972	71,899,548
Donations received	11,000,000	-	-	15,000,000	350	26,000,350
Investment income	445,525	74,226	77,560	87,032	7,168	691,512
Unrealised loss on investments	(80,267)	-	-	-	-	(80,267)
Gain on foreign exchange	829,826	-	-	-	-	829,826
Charitable expenditure	(2,519,227)	(3,002,333)	-	-	(393,101)	(5,914,661)
At 31 March 2019	47,004,128	7,401,880	10,871,622	27,199,289	949,389	93,426,308

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Total
Dunard Fund	£	£	£	£	£
At 1 April 2018	37,328,270	10,329,987	10,794,062	12,112,257	70,564,576
Donations received	11,000,000	-	-	15,000,000	26,000,000
Investment income	445,526	74,226	77,560	87,032	684,344
Unrealised loss on investments	(80,267)	-	-	-	(80,267)
Gain on foreign exchange	829,826	-	-	-	829,826
Charitable expenditure	(2,519,227)	(3,002,333)	-	-	(5,521,560)
At 31 March 2019	47,004,128	7,401,880	10,871,622	27,199,289	92,476,919

Unrestricted funds

Unrestricted funds are for use in accordance with the general objectives of the charity. RHSPT is the Royal High School Preservation Trust which is a separate charitable company. The funds of RHSPT are treated as unrestricted although they are unavailable for use by Dunard Fund.

Restricted funds

Special project fund 1 is to be used to support the future construction of a new performance centre in Edinburgh with any unused balance to be used to support the new performance centre's operation.

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

10 Funds (continued)

Special project fund 2 is to be used to preserve the buildings of the former Royal High School in Edinburgh.

Special project fund 3 is to be used for both or either music, education and performance projects in Edinburgh, to be used to preserve the buildings of the former Royal High School in Edinburgh or to support the future construction of a performance centre in Edinburgh with any unused balance to be used to support the new performance centre's operation.

The donation for £15m has been provided for special project 3 activities. Should the projects not proceed, this funding can be released to unrestricted funds.

For the year ended 31 March 2018

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Designated RHSPT	Total
Group	£	£	£	£	£	£
At 1 April 2017	32,146,033	12,259,384	10,732,253	12,042,900	1,498,739	68,679,309
Donations received	9,379,000	-	-	-	-	9,379,000
Investment income	185,133	70,603	61,809	69,357	4,543	391,445
Unrealised gain on investments	13,200	-	-	-	-	13,200
Loss on foreign exchange	(1,366,997)	-	-	-	-	(1,366,997)
Charitable expenditure	(3,028,099)	(2,000,000)	-	-	(168,310)	(5,196,409)
At 31 March 2018	37,328,270	10,329,987	10,794,062	12,112,257	1,334,972	71,899,548

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Total
Dunard Fund	£	£	£	£	£
At 1 April 2017	32,146,033	12,259,384	10,732,253	12,042,900	67,180,570
Donations received	9,379,000	-	-	-	9,379,000
Investment income	185,133	70,603	61,809	69,357	386,902
Unrealised gain on investments	13,200	-	-	-	13,200
Loss on foreign exchange	(1,366,997)	-	-	-	(1,366,997)
Charitable expenditure	(3,028,099)	(2,000,000)	-	-	(5,028,099)
At 31 March 2018	37,328,270	10,329,987	10,794,062	12,112,257	70,564,576

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

11 Assets split by funds

For the year ended 31 March 2019

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Designated RHSPT	Total
Group	£	£	£	£	£	£
Fixed assets	4,515,382	-	-	-	-	4,515,382
Investments	8,687,851	-	-	-	-	8,687,851
Net current assets	35,700,893	7,401,880	10,871,622	27,199,289	949,389	82,123,074
Long term liabilities	(1,900,000)	-	-	-	-	(1,900,000)
	47,004,126	7,401,880	10,871,622	27,199,289	949,389	93,426,307

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Total
Dunard Fund	£	£	£	£	£
Fixed assets	4,515,382	-	-	-	4,515,382
Investments	8,687,851	-	-	-	8,687,851
Net current assets	35,700,894	7,401,880	10,871,622	27,199,289	81,173,685
Long term liabilities	(1,900,000)	-	-	-	(1,900,000)
	47,004,127	7,401,880	10,871,622	27,199,289	92,476,918

For the year ended 31 March 2018

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Designated RHSPT	Total
Group	£	£	£	£	£	£
Fixed assets	4,515,382	-	-	-	-	4,515,382
Investments	3,788,445	-	-	-	-	3,788,445
Net current assets	29,914,443	10,329,987	10,794,062	12,112,257	1,334,972	64,485,721
Long term liabilities	(890,000)	-	-	-	-	(890,000)
	37,328,270	10,329,987	10,794,062	12,112,257	1,334,972	71,899,548

	Unrestricted	Special Project Fund 1	Special Project Fund 2	Special Project Fund 3	Total
Dunard Fund	£	£	£	£	£
Fixed assets	4,515,382	-	-	-	4,515,382
Investments	3,788,445	-	-	-	3,788,445
Net current assets	29,914,443	10,329,987	10,794,062	12,112,257	63,150,749
Long term liabilities	(890,000)	-	-	-	(890,000)
	37,328,270	10,329,987	10,794,062	12,112,257	70,564,576

Dunard Fund

Notes to the financial statements (continued) For the year ended 31 March 2019

12 Related party transactions

The charity received various donations of services from Dunard Limited. These included the rent and running costs of the office premises and staff time spent on administration of the charity. The value of these donated services could not be quantified with accuracy and therefore have not been included in these financial statements. Carol Colburn Grigor, Trustee, is both a director and shareholder of Dunard Limited.

All donations received by the charity in the current and prior period were from a trustee or a party related to a trustee.

The charity also received legal services from J & H Mitchell W.S. of Pitlochry, of which Colin Liddell, Trustee, is a partner, at a total value of £54,296 (2018: £30,960). A written Remuneration Agreement exists between the trustees of Dunard Fund, J & H Mitchell W.S. and Colin Liddell. The firm also provides legal services to the following grant recipients listed: Children's Parliament, George Wyllie Fund and Pitlochry Festival Theatre. A similar written Remuneration Agreement exists with RHSPT with advice at a total value of £913 (2018: £745) (with £913 (2018: £745) of that included in accruals at the year-end).

Three trustees of the Fund also served as trustees of charities which received grants from Dunard Fund per note 4 as follows:

London Philharmonic Orchestra	£5,290	Catherine Colburn Hogel
Pitlochry Festival Theatre	£5,000	Colin Liddell

At 31 March 2019 there is an outstanding balance within creditors, owed to Carol Colburn Grigor of £Nil (2018: £1,109,295). This related to a grant and expenses paid by Carol Colburn Grigor, which was repaid by the Fund during the year.

During the year, Dunard Fund advanced a loan of £51,000 (2018: £100,000) to Royal High School Preservation Trust, a separate charitable company in which Carol Colburn Grigor and Colin Liddell are also Trustees. £51,000 (2018: £Nil) was repaid in the year and £100,000 (2018: £100,000) was due from Royal High School Preservation Trust at the year end. This loan is repayable on demand and is interest free.

During the year, donations totalling £18,000,000 were made by Southampton Row Trust Limited to Dunard Fund on behalf of Carol Colburn Grigor.

During the year, donations of £8,000,000 were received from Edmundson Electrical Limited, a subsidiary of Marlowe Holdings Limited. Carol Colburn Grigor is a director of Marlowe Holdings Limited.

13 Other professional services provided by the auditors

In common with many other entities of its size and nature the charity uses its auditors to assist with the preparation of the financial statements. A separate team from the auditors performs the preparation of the financial statements.

Notes to the financial statements (continued)
For the year ended 31 March 2019

14 Prior year consolidated Statement of Financial Activities

	Unrestricted £	Restricted - Special Projects £	Unrestricted RHSPT £	2018 £
Income from:				
Donations	9,379,000	-	-	9,379,000
Bank interest received	170,019	185,296	4,543	359,858
Dividend income	15,114	16,473	-	31,587
Total income	9,564,133	201,769	4,543	9,770,445
Expenditure on charitable activities:				
Classical music	3,100,150	-	-	3,100,150
Visual arts	226,446	2,000,000	-	2,226,446
Architectural	206,265	-	168,310	374,575
Humanitarian and environmental	(504,762)	-	-	(504,762)
Total expenditure	3,028,099	2,000,000	168,310	5,196,409
Net gains on investments	13,200	-	-	13,200
Net income/(expenditure)	6,549,234	(1,798,231)	(163,767)	4,587,236
Other recognised losses:				
Foreign exchange losses	(1,366,997)	-	-	(1,366,997)
Net movement in funds	5,182,237	(1,798,231)	(163,767)	3,220,239
Total funds brought forward	32,146,033	35,034,537	1,498,739	68,679,309
Total funds carried forward	37,328,270	33,236,306	1,334,972	71,899,548

Dunard Fund

Notes to the financial statements (continued)

For the year ended 31 March 2019

15 Prior year Dunard Fund Statement of Financial Activities

	Unrestricted £	Restricted - Special Projects £	2018 £
Income from:			
Donations	9,379,000	-	9,379,000
Bank interest received	170,019	185,296	355,315
Dividend income	15,114	16,473	31,587
Total income	9,564,133	201,769	9,765,902
Expenditure on charitable activities:			
Classical music	3,100,150	-	3,100,150
Visual arts	226,446	2,000,000	2,226,446
Architectural	206,265	-	206,265
Humanitarian and environmental	(504,762)	-	(504,762)
Total expenditure	3,028,099	2,000,000	5,028,099
Net gains on investments	13,200	-	13,200
Net income/(expenditure)	6,549,234	(1,798,231)	4,751,003
Other recognised losses:			
Foreign exchange losses	(1,366,997)	-	(1,366,997)
Net movement in funds	5,182,237	(1,798,231)	3,384,006
Total funds brought forward	32,146,033	35,034,537	67,180,570
Total funds carried forward	37,328,270	33,236,306	70,564,576