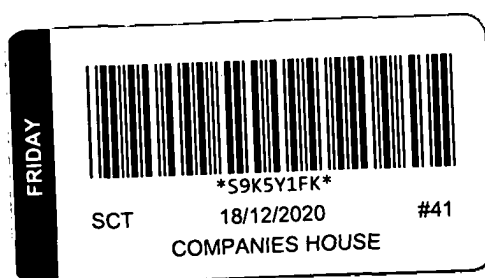


Company Registration No. SC546564 (Scotland)  
Charity Registration No. SC046889 (Scotland)

## Dunard Fund

### Annual report and financial statements for the year ended 31 March 2020



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EDINBURGH MAILBOX

## **Dunard Fund**

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## **Dunard Fund**

### **Officers and Professional Advisors**

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**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

SG Kleinwort Hambros Bank  
Capital Building  
12-13 St Andrew Square  
Edinburgh  
EH2 2AF

**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**

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The Trustees present their report along with the audited financial statements of the charity for the year ended 31 March 2020.

#### **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.

Trustees are also Directors, and are also referred to as Charity Trustees.

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 unrestricted investment 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 three 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 unrestricted investment 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.

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.

## **Dunard Fund**

### **Report of the Trustees (continued)**

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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), 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.

#### **Strategic objectives, activities and future plans 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.

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.

On its own initiative, Dunard Fund provided emergency grants to a number of organisations which it regularly funds in order to provide support at a time when each of these faced unprecedented demands as a result of sudden forced closure at the start of the Covid-19 crisis.

## **Dunard Fund**

### **Report of the Trustees (continued)**

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#### **Financial review**

Donations of £9.0 million were received in the year and £29 million was expended on charitable activities. Dunard Fund has unrestricted reserves of £29.4 million as at 31 March 2020 (2019: £47.0 million) and restricted reserves held for special projects of £43.0 million (2019: £45.5 million). In addition, there were unrestricted reserves of £0.9 million held in respect of the RHSPT (2019: £0.9 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.

#### **Covid-19**

The Trustees have considered the impact of Covid-19 on the charity and have concluded that any adverse effect will be relatively low.

Details of post balance sheet investment movements are disclosed in note 16 to the financial statements.

The charity Trustees are of the view that it will have sufficient resources to continue to operate and meet debts as they fall due for the foreseeable future. The financial statements have therefore been drawn up on a going concern basis.

#### **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 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 (continued)

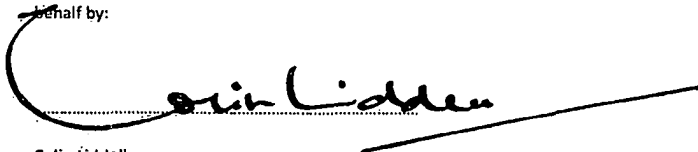
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The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies 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 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Colin Liddell', is written over a horizontal line. A large, loopy flourish extends from the start of the signature, looping back under the line.

Colin Liddell  
Trustee

Date:

16/12/20

**Opinion**

We have audited the financial statements of Dunard Fund for the year ended 31 March 2020 which comprise the consolidated statement of financial activities, the consolidated balance sheet, the Dunard Fund balance sheet, the 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 United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102.

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 2020 and of the group's and parent company charity'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)**

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**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)**

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**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](http://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)

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#### 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: 16 December 2020

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 2020

		Unrestricted	Restricted - Special Projects	Unrestricted RHSPT	2020	2019
	Note	£	£	£	£	£
<b>Income from:</b>						
Donations		9,000,000	-	-	9,000,000	26,000,350
Bank interest received		314,034	303,803	5,703	623,540	514,207
Dividend income		150,606	145,697	-	296,303	177,305
<b>Total income</b>		<b>9,464,640</b>	<b>449,500</b>	<b>5,703</b>	<b>9,919,843</b>	<b>26,691,862</b>
<b>Expenditure on charitable activities:</b>						
Classical music		3,529,947	-	-	3,529,947	2,136,532
Visual arts		6,613,264	-	-	6,613,264	3,194,953
Architectural		15,859,652	2,940,000	63,145	18,862,797	577,167
Humanitarian and environmental		-	-	-	-	6,009
<b>Total expenditure</b>	<b>3</b>	<b>26,002,863</b>	<b>2,940,000</b>	<b>63,145</b>	<b>29,006,008</b>	<b>5,914,661</b>
Net (losses)/gains on investments		(1,762,786)	-	-	(1,762,786)	(80,267)
<b>Net income/(expenditure)</b>		<b>(18,301,009)</b>	<b>(2,490,500)</b>	<b>(57,442)</b>	<b>(20,848,951)</b>	<b>20,696,934</b>
<b>Other recognised gains/(losses):</b>						
Foreign exchange gains/(losses)		636,620	-	-	636,620	829,826
<b>Net movement in funds</b>		<b>(17,664,389)</b>	<b>(2,490,500)</b>	<b>(57,442)</b>	<b>(20,212,331)</b>	<b>21,526,760</b>
Total funds brought forward	<b>10</b>	<b>47,004,127</b>	<b>45,472,792</b>	<b>949,389</b>	<b>93,426,308</b>	<b>71,899,548</b>
<b>Total funds carried forward</b>	<b>10</b>	<b>29,339,738</b>	<b>42,982,292</b>	<b>891,947</b>	<b>73,213,977</b>	<b>93,426,308</b>

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 2020

		Unrestricted	Restricted - Special Projects	2020	2019
	Note	£	£	£	£
<b>Income from:</b>					
Donations		9,000,000	-	9,000,000	26,000,000
Bank interest received		314,034	303,803	617,837	507,040
Dividend income		150,605	145,697	296,302	177,305
<b>Total income</b>		<u>9,464,639</u>	<u>449,500</u>	<u>9,914,139</u>	<u>26,684,345</u>
<b>Expenditure on charitable activities:</b>					
Classical music		3,529,947	-	3,529,947	2,136,532
Visual arts		6,613,264	-	6,613,264	3,194,953
Architectural		15,859,652	2,940,000	18,799,652	184,066
Humanitarian and environmental		-	-	-	6,009
<b>Total expenditure</b>	3	<u>26,002,863</u>	<u>2,940,000</u>	<u>28,942,863</u>	<u>5,521,560</u>
Net (losses)/gains on investments		(1,762,786)	-	(1,762,786)	(80,267)
<b>Net income/(expenditure)</b>		<u>(18,301,010)</u>	<u>(2,490,500)</u>	<u>(20,791,510)</u>	<u>21,082,517</u>
<b>Other recognised gains/(losses):</b>					
Foreign exchange gains/(losses)		636,620	-	636,620	829,826
<b>Net movement in funds</b>		<u>(17,664,390)</u>	<u>(2,490,500)</u>	<u>(20,154,890)</u>	<u>21,912,343</u>
Total funds brought forward	10	<u>47,004,128</u>	<u>45,472,791</u>	<u>92,476,919</u>	<u>70,564,576</u>
<b>Total funds carried forward</b>	10	<u><u>29,339,738</u></u>	<u><u>42,982,291</u></u>	<u><u>72,322,029</u></u>	<u><u>92,476,919</u></u>

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

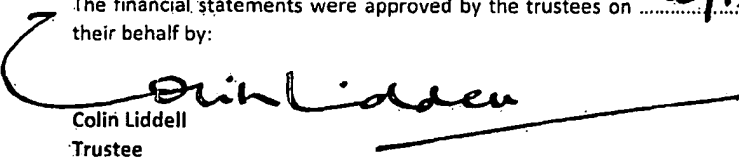
Dunard Fund

Consolidated Balance Sheet  
For the year ended 31 March 2020

	Note	Unrestricted £	Restricted £	2020 £	2019 £
<b>Fixed assets</b>					
Investments	5	11,433,575	-	11,433,575	8,687,851
Fixed assets	6	4,707,025	-	4,707,025	4,515,382
		<u>16,140,600</u>	<u>-</u>	<u>16,140,600</u>	<u>13,203,233</u>
<b>Current assets</b>					
Debtors	7	223,530	-	223,530	301,685
Cash at bank		36,805,021	42,982,292	79,787,313	82,990,726
		<u>37,028,551</u>	<u>42,982,292</u>	<u>80,010,843</u>	<u>83,292,411</u>
<b>Current liabilities</b>					
Creditors: amounts falling due within one year	8	(5,357,466)	-	(5,357,466)	(1,169,337)
<b>Net current assets</b>		<u>31,671,085</u>	<u>42,982,292</u>	<u>74,653,377</u>	<u>82,123,075</u>
<b>Total assets less current liabilities</b>		47,811,685	42,982,292	90,793,977	95,326,308
<b>Long-term liabilities</b>					
Creditors: amounts falling due after more than one year	8	(17,580,000)	-	(17,580,000)	(1,900,000)
<b>Net assets</b>		<u>30,231,685</u>	<u>42,982,292</u>	<u>73,213,977</u>	<u>93,426,308</u>
<b>Funds</b>					
Unrestricted funds	10	30,231,685	-	30,231,685	47,953,517
Restricted funds	10	-	42,982,292	42,982,292	45,472,791
		<u>30,231,685</u>	<u>42,982,292</u>	<u>73,213,977</u>	<u>93,426,308</u>

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

The financial statements were approved by the trustees on 16/12/20 and are signed on their behalf by:

  
Colin Liddell  
Trustee

Company Registration No. SC546564

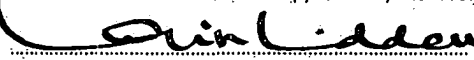
Dunard Fund

Dunard Fund Balance Sheet  
For the year ended 31 March 2020

	Notes	Unrestricted £	Restricted £	2020 £	2019 £
<b>Fixed assets</b>					
Investments	5	11,433,575	-	11,433,575	8,687,851
Fixed assets	6	4,707,025	-	4,707,025	4,515,382
		<u>16,140,600</u>	<u>-</u>	<u>16,140,600</u>	<u>13,203,233</u>
<b>Current assets</b>					
Debtors	7	223,530	-	223,530	401,685
Cash at bank		35,905,329	42,982,291	78,887,620	81,933,878
		<u>36,128,859</u>	<u>42,982,291</u>	<u>79,111,150</u>	<u>82,335,563</u>
<b>Current liabilities</b>					
Creditors: amounts falling due within one year	8	(5,349,721)	-	(5,349,721)	(1,161,877)
Net current assets		<u>30,779,138</u>	<u>42,982,291</u>	<u>73,761,429</u>	<u>81,173,686</u>
<b>Total assets less current liabilities</b>		<b>46,919,738</b>	<b>42,982,291</b>	<b>89,902,029</b>	<b>94,376,919</b>
<b>Long-term liabilities</b>					
Creditors: amounts falling due after more than one year	8	(17,580,000)	-	(17,580,000)	(1,900,000)
Net assets		<u>29,339,738</u>	<u>42,982,291</u>	<u>72,322,029</u>	<u>92,476,919</u>
<b>Funds</b>					
Unrestricted funds	10	29,339,738	-	29,339,738	47,004,128
Restricted funds	10	-	42,982,291	42,982,291	45,472,791
		<u>29,339,738</u>	<u>42,982,291</u>	<u>72,322,029</u>	<u>92,476,919</u>

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

The financial statements were approved by the trustees on 16/12/20 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 For the year ended 31 March 2020

Group	Unrestricted £	Restricted £	Total £
<b>Balance at 1 April 2018</b>	<u>38,663,242</u>	<u>33,236,306</u>	<u>71,899,548</u>
<b>Year ended 31 March 2019</b>			
Net income/(expenditure)	<u>9,290,275</u>	<u>12,236,485</u>	<u>21,526,760</u>
<b>Balance at 31 March 2019</b>	<u>47,953,517</u>	<u>45,472,791</u>	<u>93,426,308</u>
<b>Year ended 31 March 2020</b>			
Net income/(expenditure)	<u>(17,721,832)</u>	<u>(2,490,500)</u>	<u>(20,212,331)</u>
<b>Balance at 31 March 2020</b>	<u>30,231,685</u>	<u>42,982,292</u>	<u>73,213,977</u>

Dunard Fund	Unrestricted £	Restricted £	Total £
<b>Balance at 1 April 2018</b>	37,328,270	33,236,306	70,564,576
<b>Year ended 31 March 2019</b>			
Net income/(expenditure)	<u>9,675,858</u>	<u>12,236,485</u>	<u>21,912,343</u>
<b>Balance at 31 March 2019</b>	<u>47,004,128</u>	<u>45,472,791</u>	<u>92,476,919</u>
<b>Year ended 31 March 2020</b>			
Net income/(expenditure)	<u>(17,664,390)</u>	<u>(2,490,500)</u>	<u>(20,154,890)</u>
<b>Balance at 31 March 2020</b>	<u>29,339,738</u>	<u>42,982,291</u>	<u>72,322,029</u>



**Dunard Fund**

**Consolidated Statement of Cash Flows  
For the year ended 31 March 2020**

	Notes	2020 £	2019 £
<b>Cash flows from operating activities</b>	<b>9</b>	<b>576,898</b>	<b>19,032,765</b>
<b>Cash flows from investing activities</b>			
Bank interest		623,540	514,207
Dividend income		296,303	177,305
Purchase of fixed assets		(191,643)	-
Purchase of investments		(4,999,548)	(5,383,379)
Proceeds from sale of investments		491,038	403,705
<b>Net cash used in investing activities</b>		<b>(3,780,310)</b>	<b>(4,288,162)</b>
<b>Change in cash and cash equivalents in the period</b>		<b>(3,203,413)</b>	<b>14,744,603</b>
Cash and cash equivalent brought forward		82,990,726	68,246,123
<b>Cash and cash equivalents carried forward</b>		<b>79,787,313</b>	<b>82,990,726</b>
<b>Statement of net debt</b>	<b>1 April 2019</b>	<b>Cash-flows</b>	<b>31 March 2020</b>
<b>Cash at bank</b>	<b>82,990,726</b>	<b>(3,203,413)</b>	<b>79,787,313</b>

# Dunard Fund

## Dunard Fund Statement of Cash Flows For the year ended 31 March 2020

	Notes	2020 £	2019 £
<b>Cash flows from operating activities</b>	<b>9</b>	<b>739,756</b>	<b>19,436,565</b>
<b>Cash flows from investing activities</b>			
Bank interest		617,837	507,040
Dividend income		296,303	177,305
Purchase of fixed assets		(191,643)	-
Purchase of investments		(4,999,548)	(5,383,379)
Proceeds from sale of investments		491,038	403,706
<b>Net cash used in investing activities</b>		<b>(3,786,014)</b>	<b>(4,295,328)</b>
<b>Change in cash and cash equivalents in the period</b>		<b>(3,046,258)</b>	<b>15,141,237</b>
Cash and cash equivalent brought forward		81,933,878	66,792,641
<b>Cash and cash equivalents carried forward</b>		<b>78,887,620</b>	<b>81,933,878</b>
<b>Statement of net debt</b>	<b>1 April 2019</b>	<b>Cash-flows</b>	<b>31 March 2020</b>
<b>Cash at bank</b>	<b>81,933,878</b>	<b>(3,046,258)</b>	<b>78,887,620</b>

## **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 2020**

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**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 2020**

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**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 (2019: £nil) and were not reimbursed for any of their expenses in the year (2019: £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 2020**

**3 Expenditure on charitable activities**

**Year ended 31 March 2020**

	<b>Grants</b>	<b>Other Costs</b>	<b>Dunard Total</b>	<b>RHSPT</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Unrestricted</b>					
Classical music	3,511,650	18,297	3,529,947	-	3,529,947
Visual arts	6,578,986	34,278	6,613,264	-	6,613,264
Architectural	15,762,209	97,443	15,859,652	63,145	15,922,797
Humanitarian and environmental	-	-	-	-	-
	<u>25,852,845</u>	<u>150,018</u>	<u>26,002,863</u>	<u>63,145</u>	<u>26,066,008</u>
<b>Restricted</b>					
Architectural	<u>2,940,000</u>	<u>-</u>	<u>2,940,000</u>	<u>-</u>	<u>2,940,000</u>
	<u>28,792,845</u>	<u>150,018</u>	<u>28,942,863</u>	<u>63,145</u>	<u>29,006,008</u>

**Year ended 31 March 2019**

	<b>Grants</b>	<b>Other Costs</b>	<b>Dunard Total</b>	<b>RHSPT</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Unrestricted</b>					
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	<u>5,550</u>	<u>459</u>	<u>6,009</u>	<u>-</u>	<u>6,009</u>
	<u>2,326,710</u>	<u>192,517</u>	<u>2,519,227</u>	<u>393,101</u>	<u>2,912,328</u>
<b>Restricted</b>					
Visual arts	<u>3,002,333</u>	<u>-</u>	<u>3,002,333</u>	<u>-</u>	<u>3,002,333</u>
	<u>5,329,043</u>	<u>192,517</u>	<u>5,521,560</u>	<u>393,101</u>	<u>5,914,661</u>

**Notes to the financial statements (continued)**  
**For the year ended 31 March 2020**

**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:

	2020 £	2019 £
Auditor remuneration	13,070	9,000
Accounts fees	7,860	3,600
Legal fees	27,581	31,743
Investment management fees	55,395	29,388
Miscellaneous	46,112	118,786
Total company support costs	150,018	192,517
RHSPT support costs	63,145	393,101
<b>Total support costs</b>	<b>213,163</b>	<b>585,618</b>

**4 Grants**

**For the year ended 31 March 2020**

	Classical Music £	Visual Arts £	Architectural £	Humanitarian and Environmental £	Total £
Grants paid in the year (4a)	2,951,650	2,561,886	3,387,209	-	8,900,745
Grants pledged carried forward (4b)	2,400,000	6,705,000	13,800,000	-	22,905,000
Grants pledged brought forward (4c)	(1,840,000)	(57,900)	(1,115,000)	-	(3,012,900)
<b>Total grants expended</b>	<b>3,511,650</b>	<b>9,208,986</b>	<b>16,072,209</b>	<b>-</b>	<b>28,792,845</b>
<b>Of which:</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Unrestricted	3,511,650	9,208,986	13,132,209	-	25,852,845
Restricted	-	-	2,940,000	-	2,940,000
<b>Total grants expended</b>	<b>3,511,650</b>	<b>9,208,986</b>	<b>16,072,209</b>	<b>-</b>	<b>28,792,845</b>

Dunard Fund

Notes to the financial statements (continued)  
For the year ended 31 March 2020

4 Grants (continued)

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	<u>1,973,260</u>	<u>3,180,233</u>	<u>170,000</u>	<u>5,550</u>	<u>5,329,043</u>
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	<u>1,973,260</u>	<u>3,180,233</u>	<u>170,000</u>	<u>5,550</u>	<u>5,329,043</u>



Notes to the financial statements (continued)  
For the year ended 31 March 2020

4 Grants (continued)

a. Grants paid in the year

	2020	2019
	£	£
<b>Classical music</b>		
Awards For Young Musicians	-	5,000
Bodleian Library	-	250,000
Children's Classic Concerts	-	5,000
City of Birmingham Symphony Orchestra	450,000	50,000
Dunedin Consort Brandenburg Recordings	150,000	50,000
East Neuk Festival	-	15,000
Edinburgh International Book Festival	-	2,000
Edinburgh International Festival	400,000	30,970
Glyndebourne Music Festival	-	450,000
London Philharmonic Orchestra	356,650	5,290
Ludus Baroque	-	50,000
Monteverdi Choir & Orchestra	400,000	150,000
Music in Hospitals and Care	-	10,000
Music in Lanark	2,500	-
New Town Concerts Society	-	18,000
Northern Ireland Opera	-	10,000
Opera Holland Park - Ariadne	-	75,000
Perth Festival of the Arts	-	33,600
Pitlochry Festival Theatre	-	5,000
Royal Opera House	500,000	-
Royal Scottish National Orchestra	-	150,000
Scottish Ballet	2,500	-
Scottish Chamber Orchestra	300,000	-
Scottish Opera	150,000	-
Sherborne Abbey Festival	-	2,500
St. Mary's Music School	240,000	90,000
Spitalfields Music	-	5,000
The English Concert - The Big Give	-	60,000
Welsh National Opera	-	75,000
Wigmore Hall - Baroque Concerts	-	45,000
<b>Total classical music</b>	<b>2,951,650</b>	<b>1,642,360</b>

**Notes to the financial statements (continued)**  
**For the year ended 31 March 2020**

**4 Grants (continued)****a. Grants paid in the year**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Visual Arts</b>		
Centre For the Moving Image	700,000	144,000
Edinburgh International Culture Summit Limited	-	25,000
Edinburgh Printmakers	-	50,000
Edinburgh International Festival	23,986	-
George Wyllie Foundation	500,000	-
Pitlochry Festival Theatre	305,000	-
Royal Academy of Arts	932,900	-
Runciman Apse Trust	50,000	-
The Cockburn Association	-	1,000
Trust Scotland Ltd	-	3,002,333
Royal Drawing School	25,000	25,000
Wigmore Hall	25,000	-
<b>Total visual arts</b>	<b>2,561,886</b>	<b>3,247,333</b>

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Architectural</b>		
Abbey Church of Dunfermline	15,000	10,000
Bothwell Parish Church	-	5,000
The Lamp of Lothian Trust - Lammermuir Festival	-	15,000
Mansfield Traquair Trust	-	10,000
The Royal Academy of Arts	-	100,000
IMPACT	2,940,000	-
Royal Opera House	-	465,000
Pitlochry Festival Theatre	282,209	-
Yorkshire Sculpture Park	150,000	150,000
V&A Dundee	-	250,000
<b>Total architectural</b>	<b>3,387,209</b>	<b>1,005,000</b>

# Dunard Fund

## Notes to the financial statements (continued) For the year ended 31 March 2020

### 4 Grants (continued)

#### a. Grants paid in the year

	2020	2019
	£	£
Humanitarian and environmental		
Bumblebee Conservation Trust	-	5,000
Refuge	-	75,000
Scottish Grantmakers	-	550
<b>Total humanitarian and environmental</b>	<b>-</b>	<b>80,550</b>
<b>Total grants paid in the year</b>	<b>8,900,745</b>	<b>5,975,243</b>

#### b. Grants committed for payment in a later year For the year ended 31 March 2020

	Payable within one year year £	Payable after more than one year one year £	Total £
<b>Classical music</b>			
Dunedin Consort Brandenburg Recordings	100,000	50,000	150,000
London Philharmonic Orchestra	1,000,000	-	1,000,000
Monteverdi Choir & Orchestra	400,000	-	400,000
Royal Opera House	200,000	200,000	400,000
St. Mary's Music School	150,000	300,000	450,000
	<b>1,850,000</b>	<b>550,000</b>	<b>2,400,000</b>
<b>Visual arts</b>			
Centre for the Moving Image	300,000	-	300,000
Pitlochry Festival Theatre	-	5,000,000	5,000,000
Royal Drawing School	25,000	-	25,000
George Wyllie Fund	-	1,380,000	1,380,000
	<b>325,000</b>	<b>6,380,000</b>	<b>6,705,000</b>
<b>Architectural</b>			
Abbey Church of Dunfermline	-	-	-
London Philharmonic Orchestra	-	6,500,000	6,500,000
Pitlochry Festival Theatre	2,150,000	150,000	2,300,000
Royal Academy of Arts	2,000,000	3,000,000	5,000,000
	<b>4,150,000</b>	<b>9,650,000</b>	<b>13,800,000</b>
<b>Total grants committed for payment in a later year</b>	<b>6,325,000</b>	<b>16,580,000</b>	<b>22,905,000</b>

**Dunard Fund**

**Notes to the financial statements (continued)**  
**For the year ended 31 March 2020**

**4 Grants (continued)**

**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 £
<b>Classical music</b>			
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
	<u>440,000</u>	<u>1,400,000</u>	<u>1,840,000</u>
<b>Visual arts</b>			
Royal Drawing School	50,000	-	50,000
Royal Academy of Arts	7,900	-	7,900
	<u>57,900</u>	<u>-</u>	<u>57,900</u>
<b>Architectural</b>			
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
	<u>615,000</u>	<u>500,000</u>	<u>1,115,000</u>
<b>Total grants committed for payment in a later year</b>	<u><b>1,112,900</b></u>	<u><b>1,900,000</b></u>	<u><b>3,012,900</b></u>

**Dunard Fund**

**Notes to the financial statements (continued)**  
**For the year ended 31 March 2020**

**4 Grants (continued)**

**c. Grants pledged in prior years**  
**For the year ended 31 March 2020**

	<b>Payable within one year £</b>	<b>Payable later than one year £</b>	<b>Total £</b>
<b>Classical music</b>			
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
	<u>440,000</u>	<u>1,400,000</u>	<u>1,840,000</u>
<b>Visual arts</b>			
Royal Drawing School	50,000	-	50,000
Royal Academy of Arts	7,900	-	7,900
	<u>57,900</u>	<u>-</u>	<u>57,900</u>
<b>Architectural</b>			
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
	<u>615,000</u>	<u>500,000</u>	<u>1,115,000</u>
<b>Total grants committed to in a previous year</b>	<u><u>1,112,900</u></u>	<u><u>1,900,000</u></u>	<u><u>3,012,900</u></u>

## Notes to the financial statements (continued)

For the year ended 31 March 2020

## 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 £
<b>Classical music</b>			
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>
<b>Visual arts</b>			
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>
<b>Architectural</b>			
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>
<b>Humanitarian and environmental</b>			
Refuge	75,000	-	75,000
	<u>75,000</u>	<u>-</u>	<u>75,000</u>
<b>Total grants committed to in a previous year</b>	<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 2020

#### 5 Investments

Group and Dunard Fund	2020 £	2019 £
At 1 April 2019	8,687,851	3,788,445
Additions	4,999,548	5,383,379
Disposals	(656,464)	(473,083)
Unrealised losses	(1,597,360)	(10,890)
At 31 March 2020	<u>11,433,575</u>	<u>8,687,851</u>

Listed investments are included at market value. The original cost of these investments was £13,023,327 (2019: £8,680,243).

#### 6 Fixed assets

Group and Dunard Fund Cost and net book value	Land £	Art Collection £	Buildings £	Total £
As at 1 April 2019	287,000	200,000	4,028,382	4,515,382
Additions	-	-	191,643	191,643
At 31 March 2020	<u>287,000</u>	<u>200,000</u>	<u>4,220,025</u>	<u>4,707,025</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.

#### 7 Debtors

Group	2020 £	2019 £
Accrued bank interest	223,530	272,761
Prepayments	-	28,924
	<u>223,530</u>	<u>301,685</u>

## Dunard Fund

### Notes to the financial statements (continued)

For the year ended 31 March 2019

#### 7 Debtors (continued)

Dunard Fund	2020	2019
	£	£
Loan	-	100,000
Accrued bank interest	223,530	272,761
Prepayments	-	28,924
	<u>223,530</u>	<u>401,685</u>

The Fund previously advanced loans to The Royal High School Preservation Trust (see note 12).  
The loans were repaid in the year.

#### 8 Creditors

##### Amounts due within one year

Group	2020	2019
	£	£
Grants committed not yet paid (4b)	5,325,000	1,112,900
Trade creditors (RHSPT)	-	3,722
Amounts owed to related parties	-	-
Accruals	32,466	52,715
	<u>5,357,466</u>	<u>1,169,337</u>

Dunard Fund	2020	2019
	£	£
Grants committed not yet paid (4b)	5,325,000	1,112,900
Amounts owed to related parties	-	-
Accruals	24,721	48,977
	<u>5,349,721</u>	<u>1,161,877</u>

##### Amounts due over one year

Group and Dunard Fund	2020	2019
	£	£
Grants committed not yet paid (4b)	<u>17,580,000</u>	<u>1,900,000</u>



## Dunard Fund

### Notes to the financial statements (continued) For the year ended 31 March 2020

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

Group	2020	2019
	£	£
Net (expenditure)/income for the year	(20,212,331)	21,526,760
Decrease / (increase) in debtors	78,156	(109,143)
(Decrease)/increase in creditors	19,868,129	(1,773,607)
Interest received	(623,540)	(514,207)
Dividend income	(296,303)	(177,305)
Net loss/(gain) on investments	1,762,786	80,267
Net cash provided by operating activities	<u>576,898</u>	<u>19,032,765</u>

Dunard Fund	2020	2019
	£	£
Net (expenditure)/income for the year	(20,154,890)	21,912,343
Decrease / (increase) in debtors	178,155	(109,143)
(Decrease)/increase in creditors	19,867,844	(1,762,557)
Interest received	(617,837)	(507,040)
Dividend income	(296,302)	(177,305)
Net loss/(gain) on investments	1,762,786	80,267
Net cash provided by operating activities	<u>739,756</u>	<u>19,436,565</u>

## Dunard Fund

### Notes to the financial statements (continued)

For the year ended 31 March 2020

#### 10 Funds

For the year ended 31 March 2020

Group	Unrestricted £	Special				Total £
		Special Project Fund 1 £	Special Project Fund 2 £	Project Fund 3 £	Unrestricted RHSPT £	
At 1 April 2019	47,004,127	7,401,881	10,871,622	27,199,289	949,389	93,426,308
Donations received	9,000,000	-	-	-	-	9,000,000
Investment income	464,640	73,168	107,466	268,866	5,703	919,843
Unrealised loss on investments	(1,762,786)	-	-	-	-	(1,762,786)
Gain on foreign exchange	636,620	-	-	-	-	636,620
Charitable expenditure	(26,002,863)	(2,940,000)	-	-	(63,145)	(29,006,008)
At 31 March 2020	29,339,738	4,535,049	10,979,088	27,468,155	891,947	73,213,977

Dunard Fund	Unrestricted £	Special			Total £
		Special Project Fund 1 £	Project Fund 2 £	Special Project Fund 3 £	
At 1 April 2019	47,004,128	7,401,880	10,871,622	27,199,289	92,476,919
Donations received	9,000,000	-	-	-	9,000,000
Investment income	464,639	73,168	107,466	268,866	914,139
Unrealised loss on investments	(1,762,786)	-	-	-	(1,762,786)
Gain on foreign exchange	636,620	-	-	-	636,620
Charitable expenditure	(26,002,863)	(2,940,000)	-	-	(28,942,863)
At 31 March 2020	29,339,738	4,535,048	10,979,088	27,468,155	72,322,029

#### 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)

#### 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.

For the year ended 31 March 2019

Group	Special					Total
	Unrestricted	Special Project Fund 1	Special Project Fund 2	Project Fund 3	Unrestricted RHSPT	
	£	£	£	£	£	£
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	74,227	77,560	87,032	7,168	691,512
Unrealised gain on investments	(80,267)	-	-	-	-	(80,267)
Loss on foreign exchange	829,826	-	-	-	-	829,826
Charitable expenditure	(2,519,227)	(3,002,333)	-	-	(393,101)	(5,914,661)
At 31 March 2019	47,004,127	7,401,881	10,871,622	27,199,289	949,389	93,426,308

Dunard Fund	Special				Total
	Unrestricted	Special Project Fund 1	Project Fund 2	Special Project Fund 3	
	£	£	£	£	£
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 gain on investments	(80,267)	-	-	-	(80,267)
Loss 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

# Dunard Fund

## Notes to the financial statements (continued)

For the year ended 31 March 2020

### 11 Assets split by funds

For the year ended 31 March 2020

Group	Unrestricted £	Special			Unrestricted RHSP £	Total £
		Special Project Fund 1 £	Special Project Fund 2 £	Project Fund 3 £		
Fixed assets	4,707,025	-	-	-	-	4,707,025
Investment	11,433,575	-	-	-	-	11,433,575
Net current assets	30,779,138	4,535,048	10,979,088	27,468,155	891,947	74,653,377
Long term liabilities	(17,580,000)	-	-	-	-	(17,580,000)
	<u>29,339,738</u>	<u>4,535,048</u>	<u>10,979,088</u>	<u>27,468,155</u>	<u>891,947</u>	<u>73,213,977</u>

Dunard Fund	Unrestricted £	Special			Total £
		Special Project Fund 1 £	Special Project Fund 2 £	Special Project Fund 3 £	
Fixed assets	4,707,025	-	-	-	4,707,025
Investments	11,433,575	-	-	-	11,433,575
Net current assets	30,779,138	4,535,048	10,979,088	27,468,155	73,761,429
Long term liabilities	(17,580,000)	-	-	-	(17,580,000)
	<u>29,339,738</u>	<u>4,535,048</u>	<u>10,979,088</u>	<u>27,468,155</u>	<u>72,322,029</u>

For the year ended 31 March 2019

Group	Unrestricted £	Special			Unrestricted RHSP £	Total £
		Special Project Fund 1 £	Special Project Fund 2 £	Project Fund 3 £		
Fixed assets	4,515,382	-	-	-	-	4,515,382
Investment	8,687,851	-	-	-	-	8,687,851
Net current assets	35,700,893	7,401,881	10,871,622	27,199,289	949,390	82,123,075
Long term liabilities	(1,900,000)	-	-	-	-	(1,900,000)
	<u>47,004,126</u>	<u>7,401,881</u>	<u>10,871,622</u>	<u>27,199,289</u>	<u>949,390</u>	<u>93,426,308</u>

Dunard Fund	Unrestricted £	Special			Total £
		Special Project Fund 1 £	Special Project Fund 2 £	Special Project Fund 3 £	
Fixed assets	4,515,382	-	-	-	4,515,382
Investments	8,687,851	-	-	-	8,687,851
Net current assets	35,700,895	7,401,880	10,871,622	27,199,289	81,173,686
Long term liabilities	(1,900,000)	-	-	-	(1,900,000)
	<u>47,004,128</u>	<u>7,401,880</u>	<u>10,871,622</u>	<u>27,199,289</u>	<u>92,476,919</u>

**Notes to the financial statements (continued)**  
**For the year ended 31 March 2020**

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**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 consultant, at a total value of £23,740 (2019: £54,296). 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: George Wyllie Fund and Pitlochry Festival Theatre. A similar written Remuneration Agreement exists with RHSPT with advice at a total value of £Nil (2019: £913) (with £Nil (2019: £913) of that included in accruals at the year-end).

During the year, Dunard Fund advanced a loan of £Nil (2019: £51,000) to Royal High School Preservation Trust, a separate charitable company in which Carol Colburn Grigor and Colin Liddell are also Trustees. £100,000 (2019: £51,000) was repaid in the year and £Nil (2019: £100,000) was due from Royal High School Preservation Trust at the year end. This loan was repayable on demand and was interest free.

During the year, donations totalling £Nil (2019: £18,000,000) were made by Southampton Row Trust Limited to Dunard Fund on behalf of Carol Colburn Grigor.

During the year, donations of £9,000,000 (2019: £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.

Whenever a Trustee has a personal or professional involvement in any donation, he or she reuses himself or herself so as to be excluded from all relative discussions and decision-making.

**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 2020

14 Prior year consolidated Statement of Financial Activities

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

## Dunard Fund

### Notes to the financial statements (continued) For the year ended 31 March 2020

#### 15 Prior year Dunard Fund Statement of Financial Activities

	Unrestricted £	Restricted - Special Projects £	2019 £
<b>Income from:</b>			
Donations	11,000,000	15,000,000	26,000,000
Bank interest received	268,221	238,818	507,039
Dividend income	177,305	-	177,305
<b>Total income</b>	<b>11,445,526</b>	<b>15,238,818</b>	<b>26,684,344</b>
<b>Expenditure on charitable activities:</b>			
Classical music	2,136,532	-	2,136,532
Visual arts	192,620	3,002,333	3,194,953
Architectural	184,066	-	184,066
Humanitarian and environmental	6,009	-	6,009
<b>Total expenditure</b>	<b>2,519,227</b>	<b>3,002,333</b>	<b>5,521,560</b>
 Net gains on investments	 (80,267)	 -	 (80,267)
 <b>Net income/(expenditure)</b>	 <b>8,846,032</b>	 <b>12,236,485</b>	 <b>21,082,517</b>
 <b>Other recognised losses:</b>			
Foreign exchange losses	829,826	-	829,826
 <b>Net movement in funds</b>	 <b>9,675,858</b>	 <b>12,236,485</b>	 <b>21,912,343</b>
 Total funds brought forward	 37,328,270	 33,236,306	 70,564,576
 <b>Total funds carried forward</b>	 <b>47,004,128</b>	 <b>45,472,791</b>	 <b>92,476,919</b>

#### 16 Covid-19 and subsequent events

The trustees have considered the impact of Covid-19 on the charity and have concluded that any adverse effect will be relatively low.

The charity trustees are of the view that it will have sufficient resources to continue to operate and meet debts as they fall due for the foreseeable future. The financial statements have therefore been drawn up on a going concern basis.

As at the date of approval of the financial statements, the fund investments were valued at £18.2 million which includes investment cash of £2.6 million. This includes the Trustees decision to invest a further £3 million in August 2020.