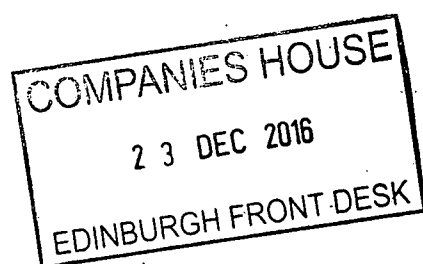


Fact Three

Report and Financial Statements

Year Ended

31 March 2016



Registered Charity Number: SC038373

Company Number: SC319714



Fact Three

Annual report and financial statements for the year ended 31 March 2016

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Legal and administrative information for the year ended 31 March 2016

Constitution

Fact Three is a company limited by guarantee and a registered Scottish charity governed by its Memorandum and Articles of Association (last updated March 2007). Registered Scottish charity number SC038373 and company number SC319714.

Directors and trustees

The trustees of the charitable company ("the charity") are its trustees for the purposes of charity law and throughout this report are collectively referred to as the trustees. The appointment, removal, power and duties of the trustees are as set out in the Articles of Association.

The trustees serving during the year and since the year end were as follows:

O. Thomson
S. L. Patrick
S. P. Philips
D. A. Robertson
D. O'Herlihy
C. C. H. McDonald

Secretary and registered office

D. A. Robertson, 1 George Square, Glasgow, G2 1AL

Company number

SC319714

Charity registration number

SC038373

Auditor

BDO LLP, 4 Atlantic Quay, 70 York Street, Glasgow, G2 8JX

Bankers

Bank of Scotland, 174 Byres Road, Glasgow, G12 8SW

Solicitors

Maclay Murray and Spens LLP, 1 George Square, Glasgow, G2 1AL

Fact Three

Report of the trustees for the year ended 31 March 2016

The trustees present their report together with the audited financial statements of the charity for the year ended 31 March 2016.

Legal and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Articles of Association and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – Charities SORP (FRS 102), and the Companies Act 2006.

Organisational management

Fact Three is a registered charity and a company limited by guarantee. There are no shares in issue. The trustees have no financial interests in the company.

The management of the charity's affairs is provided by the Board of Trustees. The Board of Trustees has responsibility for ensuring that the organisation maintains a system of financial and professional controls. They oversee business planning and business risk policy.

The day-to-day management of the charity's activities is delegated by the trustees to D. A. Robertson who acts as the Project Manager.

Recruitment of trustees

The directors of the company are also charity trustees and under the terms of the Memorandum and Articles of Association are elected to serve for three years after which they must be re-elected at the next Annual General Meeting.

Due to the nature of the charity's work, recruitment focuses on three areas:- skill and experience required for the management of conservation and building renewal programmes, knowledge and involvement in the cultural and artistic life of the city and commitment to local improvement within the north west of Glasgow. Given the long-standing programme of work, the charity will in future years seek to supplement its membership with younger trustees with a range of skills, experience and commitment appropriate to the management of the organisation's activities.

Induction and training

Most trustees are already familiar in detail with the work of the charity. Trustees are encouraged to develop their understanding of the changing legal and accountancy background as it affects the role of charity trustees by drawing on the expertise in accountancy and charity law that is available from within their number. Additionally the charity will send its trustees on training courses in specific areas where this is appropriate and likely to be to the benefit of the company.

Objectives and activities of the charity

The objective of the charity is to safeguard and rejuvenate Lansdowne Church as a listed building, community asset and local landmark. The focus of the charity's objectives include the promotion for the public benefit of the preservation of buildings of historic and/or architectural significance, in particular, but without limitation, Lansdowne Church and its ancillary buildings and the advancement of education and in particular with regard to the qualities of buildings of architectural merit.

Achievements and performance

Following the transfer by the Church of Scotland of the former halls of Lansdowne Church to the company proceeded with the conversion of the halls into a catering business that would be capable of generating revenues to enable the entire building to be taken into ownership and given a sustainable future.

From 2014 Four Acres Charitable Trust set up and operated a theatre in the former church and carried out the hall conversion work on behalf of Fact Three.

Initially a loan of £150,000 was drawn down from the Architectural Heritage Fund with the expectation that other funders would be encouraged to lend support in the form of grants and loans. The company is grateful to the Jessica Trust, the Pilgrim Trust and Glasgow City Heritage Trust for the funds that have since been received into the project. A successful Crowdfunding campaign was also conducted and gained considerable public support.

Websters Theatre has become a popular local theatre venue. The complementary bistro bar situated within the hall conversion was moving towards final completion at the year end with some four months required before it would be ready to open for business. This is now being operated by the company's wholly owned trading subsidiary Fact Six Limited. It is projected that the revenues from Fact Six Limited will enable the company to sustain the building and complete the transfer of the church and steeple into the company's ownership in the forthcoming year.

Result for the year

The income and expenditure account is included within the Statement of Financial Activities on page 5.

The charity reported net income for the year of £31,137 (2015: £79,897) comprising an unrestricted net expenditure of £38,890 and a restricted net income of £70,027. There is a surplus on total funds of £53,611 (2015: £22,474). There is a deficit on unrestricted funds of £104,839 (2015: £65,949) that the trustees plan to address through the anticipated income generated by the company's trading subsidiary, Fact Six Limited.

Investment powers

Under the Memorandum and Articles of Association, the charity has the power to make any investment which the trustees see fit.

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Report of the trustees for the year ended 31 March 2016 (Continued)

Reserves policy and risk management

The trustees have carried out a review of the charity's activities and the risks to which it is exposed. The trustees monitor progress of the charity at regularly held trustees' meetings.

The board have assessed the main risks that the entity is exposed to. The most significant being the viability of the charity when the trading in its subsidiary, Fact Six Limited, commences. The board has prepared a detailed business plan in order to monitor progress and mitigate against this risk.

The current free reserves of the charity are negative £433,488 (2015: negative £284,951) being unrestricted funds less unrestricted fixed assets and unrestricted heritage assets. The target minimum free reserves is one months' current expenditure being £4,000 in order to service debt and cash flow. The current free reserves are below that target level as a result of unrestricted expenditure financed via loan funding in order to bring the asset into use.

Plans for future periods and going concern

The charity has completed the conversion and will establish a viable operation before taking ownership of the entire building as a sustainable venue for arts and education. The company will wish to see a break even position within the trading company achieved within the next financial year and for the trading company to generate profits and enable the charity to reduce its net current liabilities by March 2018.

With the commencement of the business there is an opportunity to transfer the short term loan from the Architectural Heritage Fund into a term loan and the charity will be seeking to secure additional funds to bring an upper level hall into use within the building for community activities and functions thereby providing further income into the trading arm.

At 31 March 2016, the company's liabilities exceeded its assets. The net current liabilities of £385,332 (2015: £236,745) reflect the company's developmental activities with work to property leading up to commencement of a new business. Forecasts and a business plan have been prepared and reviewed and accordingly the Trustees are satisfied that the charity can continue as a going concern for at least twelve months from the date of approval of these financial statements.

Accordingly the accounts have been prepared on a going concern basis.

Related parties

Related party transactions are detailed in note 19.

Trustees' responsibilities

The trustees are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law and charity law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law and charity law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

The current trustees have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditor for the purposes of their audit and to establish that the auditor is aware of that information. The trustees are not aware of any relevant audit information of which the auditor is unaware.

The auditor, BDO LLP, are deemed to be reappointed in accordance with section 487 of the Companies Act 2006.

In preparing this report, the trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

By order of the board



D. A. Robertson
Trustee

21 December 2016

Fact Three

Independent auditor's report to the members and trustees of Fact Three

We have audited the financial statements of Fact Three for the year ended 31 March 2016 which comprise the Statement of Financial Activities (incorporating Income and Expenditure Account), the Balance Sheet, the Statement of Cash Flows and the related notes. 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).

This report is made solely to the charity's trustees and members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees and members 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 charity and the charity's trustees and members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities, 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.

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2016 and of its 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 regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

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

- the 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 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime, take advantage of the small companies exemption in preparing the directors' report or the exemption from the requirements to prepare a strategic report.

BDO LLP

Barbara Southern
Senior Statutory Auditor
For and on behalf of BDO LLP, statutory auditor
Glasgow
United Kingdom

21 December 2016

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

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

Fact Three

Statement of Financial Activities (Incorporating income and expenditure account) for the year ended 31 March 2016

	Note	Unrestricted funds 2016 £	Restricted funds 2016 £	Total funds 2016 £	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £
Income from:							
<i>Donations and legacies</i>							
Donations		287	-	287	-	33,306	33,306
<i>Charitable activities</i>							
Grant income	2	-	70,027	70,027	20,000	55,117	75,117
<i>Other trading activities</i>							
Theatre Income		6,353	-	6,353	5,840	-	5,840
<i>Investments</i>							
Investment income	3	6	-	6	-	-	-
Total income		6,646	70,027	76,673	25,840	88,423	114,263
Expenditure on:							
<i>Charitable activities</i>	4	45,536	-	45,536	34,366	-	34,366
Total expenditure		45,536	-	45,536	34,366	-	34,366
NET (EXPENDITURE)/ INCOME	5	(38,890)	70,027	31,137	(8,526)	88,423	79,897
NET MOVEMENT IN FUNDS		(38,890)	70,027	31,137	(8,526)	88,423	79,897
Reconciliation of funds							
Total funds brought forward		(65,949)	88,423	22,474	(57,423)	-	(57,423)
TOTAL FUNDS CARRIED FORWARD	16	(104,839)	158,450	53,611	(65,949)	88,423	22,474

All amounts relate to continuing activities.

All recognised gains and losses in the current year and prior period are included in the statement of financial activities.

The notes on pages 8 to 14 form part of these financial statements.

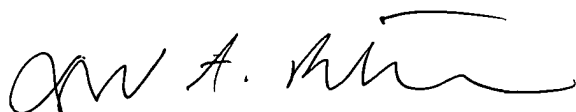
Fact Three

Balance Sheet as at 31 March 2016

Company number SC319714	Note	2016 £	2016 £	2015 £	2015 £
Fixed Assets					
Tangible fixed assets	10		67,873		19,050
Heritage assets	10		401,920		280,069
Fixed asset investments	11		100		100
			<hr/>		<hr/>
			469,893		299,219
Current assets					
Debtors	12	9,026		48,053	
Cash at bank & in hand		901		83,128	
		<hr/>		<hr/>	
		9,927		131,181	
Creditors: amounts falling due within one year	13	(395,259)		(367,926)	
		<hr/>		<hr/>	
Net current liabilities			(385,332)		(236,745)
			<hr/>		<hr/>
Total assets less current liabilities			84,561		62,474
			<hr/>		<hr/>
Creditors: amounts falling due after more than one year	14		(30,950)		(40,000)
			<hr/>		<hr/>
Net assets			53,611		22,474
			<hr/>		<hr/>
Reserves					
Unrestricted funds	16		(104,839)		(65,949)
Restricted funds	16		158,450		88,423
			<hr/>		<hr/>
Total funds	17		53,611		22,474
			<hr/>		<hr/>

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

The financial statements were approved by the Board and authorised for issue on 21 December 2016



D. A. Robertson
Trustee

The notes on pages 8 to 14 form part of these financial statements.

Fact Three

Statement of Cash Flows for the year ended 31 March 2016

	2016 £	2015 £
Cash flows from operating activities:		
<i>Net income for the reporting period (as per the statement of financial activities)</i>	31,137	79,897
Adjustments for:		
Depreciation	2,002	-
Interest received	(6)	-
Loan interest payable	10,121	7,441
Decrease/(increase) in debtors	39,027	(41,404)
(Decrease)/increase in creditors	(17,742)	178,683
Net cash provided by operating activities	64,539	224,617
Cash flows from investing activities:		
Purchase of tangible fixed assets	(172,676)	(224,051)
Interest received	6	-
Purchase of investments	-	(100)
Net cash (used in) investing activities	(172,670)	(224,151)
Cash flows from financing activities:		
Cash inflows from new borrowings	1,440	70,965
Loan interest paid	(10,121)	(7,441)
Net cash (used in)/provided by financing activities	(8,681)	63,524
Change in cash and cash equivalents in the reporting period	(116,812)	63,990
Cash and cash equivalents at beginning of the reporting period	83,128	19,138
Cash and cash equivalents at end of period	(33,684)	83,128
Analysis of cash and cash equivalents	2016 £	2015 £
Cash at bank and in hand	901	83,128
Overdraft facility	(34,585)	-
Total cash and cash equivalents	(33,684)	83,128

The notes on pages 8 to 14 form part of these financial statements.

1 Accounting policies

Basis of preparation

Fact Three is a private company limited by guarantee incorporated in Scotland under the Companies Act. The address of the charity's registered office is given on the legal and administrative information page and its charitable objectives are set out in the Trustees' Report.

The financial statements have been prepared under the historical cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), and the Companies Act 2006.

These financial statements are the first financial statements prepared under FRS 102 and information on the impact of first-time adoption of FRS 102 is given in note 20. The presentation currency of these financial statements is GBP.

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. Details of these have been provided under 'key judgements and estimates' policy.

Fact Three meets the definition of a public benefit entity under FRS 102.

The following principal accounting policies have been applied:

Going concern

At 31 March 2016, the company's liabilities exceeded its assets. The net current liabilities of £385,332 (2015: £236,745) reflect the company's developmental activities with work to property leading up to commencement of a new business. Forecasts and a business plan have been prepared and reviewed and accordingly the Trustees are satisfied that the charity can continue as a going concern for at least twelve months from the date of approval of these financial statements.

Accordingly the accounts have been prepared on a going concern basis.

Consolidated financial statements

The company is exempt under section 402 of the Companies Act 2006 and under the Charities and Trustees Investment (Scotland) Act 2005 from the requirement to prepare consolidated financial statements as the directors consider that the company's subsidiaries may be excluded from consolidated as the group meets the criteria for that of a small group. These financial statements therefore present the information about the company as an individual undertaking and not about its group.

Income

Donations and grants

Income from donations and grants, including capital grants, are included in incoming resources when these are receivable, except as follows:

- when donors specify that donations and grants given to the charity must be used in future accounting periods, the income is deferred until those periods.
- when donors impose conditions which have to be fulfilled before the charity becomes entitled to such income, the income is deferred and not included in income until the pre-conditions for use have been met.

When donors specify that donations and grants, including capital grants, are for particular restricted purposes, which do not amount to pre-conditions regarding entitlement, this income is included in restricted income when receivable.

Expenditure

Expenditure is included in the Statement of Financial Activities ('SOFA') on an accruals basis.

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, e.g. direct as set out in note 4.

Fund accounting

Unrestricted funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Restricted funds

Restricted funds are to be used for specific purposes as laid down, either implicitly or explicitly, by the donor.

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Notes to the Financial Statements for the year ended 31 March 2016 (continued)

1 Accounting policies (continued)

Leased assets: Lessor

All leases are treated as operating leases. Their annual rentals are credited to the income and expenditure account on a straight-line basis over the term of the lease.

Heritage assets under restoration

Heritage assets that comprise of historical buildings currently undergoing restoration work are carried at historical cost and are not depreciated while this work is being carried out. Depreciation will only be charged when all such work on the buildings is completed.

Tangible fixed assets and depreciation

Fixed assets are capitalised and carried at cost. Depreciation is provided to write off the cost, less the estimated residual values, of tangible fixed assets over their expected useful lives. Depreciation is charged at the following rates:

Fixtures and fittings - 10 - 20% straight line

Cash and cash equivalents

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar amount.

Key judgements and estimates

The preparation of these financial statements has required the Trustees to make judgements, estimates and assumptions that affect the application of policies and reported amounts. The areas involving a degree of judgement significant to the view given by these statements are:

- Tangible fixed assets, as mentioned above, are depreciated over a period intended to reflect their estimated useful lives. The applicability of the assumed lives is reviewed annually, taking into account factors such as physical condition, maintenance and obsolescence.
- Tangible fixed assets are also assessed as to whether there are indicators of impairment. This assessment involves consideration of the economic viability of the purpose for which the asset is used.

Financial instruments

All financial assets and financial liabilities are of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method.

2 Grant income

	Unrestricted funds £	Restricted funds £	Total 2016 £	Unrestricted funds £	Restricted funds £	Total 2015 £
Jessica fund	-	-	-	20,000	-	20,000
Glasgow City Council	-	-	-	-	40,000	40,000
Glasgow City Heritage Trust	-	41,991	41,991	-	15,117	15,117
Strathclyde Building Preservation Trust	-	9,000	9,000	-	-	-
The Pilgrim Trust	-	19,036	19,036	-	-	-
	-	70,027	70,027	20,000	55,117	75,117

3 Investment income

	Unrestricted funds £	Restricted funds £	2016 Total £	Unrestricted funds £	Restricted funds £	2015 Total £
Interest on bank deposits	6	-	6	-	-	-

Fact Three

Notes to the Financial Statements for the year ended 31 March 2016 (continued)

4 Total expenditure

	Basis of allocation	Theatre costs 2016 £	Total 2016 £	Total 2015 £
<i>Costs directly allocated to activities</i>				
Start up costs	Direct	389	389	9,587
<i>Support costs allocated to activities</i>				
Auditors' remuneration	Direct	2,350	2,350	2,440
Other costs	Direct	32,676	32,676	14,898
Loan interest	Direct	10,121	10,121	7,441
		<u>45,536</u>	<u>45,536</u>	<u>34,366</u>

5 Net (expenditure) /income

	2016 £	2015 £
This is arrived at after charging:		
Auditors' remuneration:		
- Audit services	2,350	2,440
Depreciation	2,002	-
	<u>4,352</u>	<u>2,440</u>

6 Employees

The company incurred no staff costs during the current or prior year.

The company had no employees in the current or prior year other than the Board of Trustees.

7 Trustees' remuneration

No trustee received any emoluments during the current year (2015: £Nil).

No trustee expenses were incurred during the year (2015: none).

8 Interest payable and similar charges

	2016 £	2015 £
Other loans	10,121	7,441

9 Taxation

The company is registered with HMRC as a charity therefore, subject to all its income being applied to charitable purposes, is exempt from corporation tax.

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Notes to the Financial Statements for the year ended 31 March 2016 (continued)

10 Tangible fixed assets

	Heritage assets under restoration £	Fixtures & fittings £	Total £
<i>Cost</i>			
At 1 April 2015	280,069	19,050	299,119
Additions	121,851	50,825	172,676
As at 31 March 2016	401,920	69,875	471,795
<i>Depreciation</i>			
At 1 April 2015	-	-	-
Provided for in the period	-	2,002	2,002
As at 31 March 2016	-	2,002	2,002
<i>Net book value</i>			
At 31 March 2016	401,920	67,873	469,793
At 31 March 2015	280,069	19,050	299,119

In the opinion of the trustees, Lansdowne Church, which continues to be subject to ongoing restoration work by the charity, represents a heritage asset as defined in SORP 2015. As the asset is considered to be unique and irreplaceable in terms of its historical significance, it is carried at the historical cost of restoration work to date. No alternative valuation basis is considered to be appropriate given the nature of the asset. On completion of the restoration project, it is the intention to carry the asset on a depreciated historical cost basis.

11 Fixed asset investments

	Group undertakings £
<i>Cost</i>	
At 1 April 2015	100
Additions	-
At 31 March 2016	100
<i>Subsidiary undertakings</i>	

The principal undertakings in which the company's interest at the year end is 20% or more are as follows:

	Class of share capital / members interest held	Proportion of share capital held	Nature of business
Fact Six Limited	Ordinary	100%	Operation of licensed café bar and theatre

The following figures have been extracted from the audited financial statements for the period ended 31 March 2016

Subsidiary undertakings	Aggregate share capital and reserves 2016 £	Loss for the period 2016 £
Fact Six Limited	(27,051)	(12,689)

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Notes to the Financial Statements for the year ended 31 March 2016 (continued)

12 Debtors

	2016 £	2015 £
Trade debtors	4,069	791
Other debtors	2,456	41,493
Amounts due from related parties	100	100
Prepayments and accrued income	2,401	5,669
	<u>9,026</u>	<u>48,053</u>

All amounts shown under debtors fall due for payment within one year.

13 Creditors

	2016 £	2015 £
Bank overdraft (secured)	34,585	-
Loans (secured)	150,000	150,000
Other loans (unsecured)	10,490	-
Trade creditors	26,906	3,594
Amounts due to related parties	136,259	188,702
Amounts owed to group undertakings	9,554	13,237
Accruals and deferred income	27,465	12,393
	<u>395,259</u>	<u>367,926</u>

The overdraft is secured by a second charge over the Lansdowne Parish Church, 416-420 Great Western Road, Glasgow.

14 Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Loans	30,950	40,000

A loan balance of £150,000 is due to the Architectural Heritage Fund and is repayable on the earliest of two years from date of issuance or the sale of the secured property. The loan is secured by first charge security over part of Lansdowne Parish Church, 416-420 Great Western Road, Glasgow.

A loan balance of £40,000 is due to Resilient Scotland. Interest began accruing from April 2015, with capital payments commencing in April 2016 and ending in March 2020. The loan is unsecured.

Maturity of debt:	2016 £	2015 £
In one year or less	<u>150,000</u>	<u>150,000</u>
In more than one year but not more than two years	9,656	9,050
Between two to five years	<u>21,294</u>	<u>30,950</u>

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Notes to the Financial Statements for the year ended 31 March 2016 (continued)

15 Financial Instruments

	2016 £	2015 £
Financial assets measured at amortised cost	9,626	130,880
Financial liabilities measured at amortised cost	426,209	407,926

Financial assets measured at amortised cost comprise cash, investment in subsidiaries, trade debtors, other debtors and amounts receivable from related parties.

Financial liabilities measured at amortised cost comprise trade creditors, amounts owed to group undertakings, amounts owed to related parties, accruals, loans and bank overdraft.

16 Movements in funds

	At 1 April 2015 £	Income £	Expenditure £	Transfers £	At 31 March 2016 £
<i>Unrestricted</i> General Fund	(65,949)	6,646	(45,536)	-	(104,839)
<i>Restricted</i> Lansdowne	80,117	61,027	-	-	141,144
Alfred Webster Window	8,306	9,000	-	-	17,306
	88,423	70,027	-	-	158,450

Purposes of restricted fund

The Lansdowne restricted fund relates to funds received in respect of the renovation of the Lansdowne church, offset by relevant expenditure.

The Alfred Webster restricted fund relates to funds received in respect of the renovation of the stained glass window designed by Alfred Webster within the Lansdowne church.

17 Analysis of net assets between funds

At 31 March 2016	Tangible fixed assets £	Heritage assets £	Investments £	Net current assets / (liabilities) £	Long term liabilities £	Total £
<i>Unrestricted</i> General fund	67,873	260,776	100	(402,638)	(30,950)	(104,839)
<i>Restricted</i> Lansdowne	-	141,144	-	-	-	141,144
Alfred Webster Window	-	-	-	17,306	-	17,306
	67,873	401,920	100	(385,332)	(30,950)	53,611
At 31 March 2015						
<i>Unrestricted</i> General fund	19,050	199,952	100	(245,051)	(40,000)	(65,949)
<i>Restricted</i> Lansdowne	-	80,117	-	-	-	80,117
Alfred Webster Window	-	-	-	8,306	-	8,306
	19,050	280,069	100	(236,745)	(40,000)	22,474

Fact Three

Notes to the Financial Statements for the year ended 31 March 2016 (continued)

18 Commitments under operating leases

As at 31 March 2016, the charity had no commitments under non-cancellable operating leases.

19 Related party disclosures

Controlling parties

The company was controlled throughout the year by its Board of Trustees.

Related party transactions and balances

The company entered into the following arrangements with the subsidiary undertaking, FACT Six Limited:

- (a) Repayments of £2,000 (2015: £Nil) were made by Fact Three to FACT Six Limited in the year.
- (b) Expenditure of £483 (2015: £13,237) was incurred by FACT Six Limited on behalf of Fact Three in the year.

At the year-end, a balance of £4,087 was payable to FACT Six Limited (2015: £13,237).

Four Acres Charitable Trust is a charitable company with its own constitution that shares common trustees with Fact Three.

As at 31 March 2016 the balance due to Four Acres Charitable Trust was £123,699 (2015: £177,232). Capital expenditure of £7,991 (2015: £145,270) and expenses of £476 (2015: £Nil) incurred in the current year were recharged from Four Acres Charitable Trust to Fact Three. Repayments of £74,000 (2015: £Nil) were made to Four Acres Charitable Trust in the year. £12,000 (2015: £18,000) was charged by Four Acres Charitable Trust in relation to project management fees.

During the year, Fact Two Limited, a company with common directorship, paid expenses on behalf of the charity of £1,090 (2015: £Nil). At the 31 March 2016, a balance of £1,090 was owed to Fact Two Limited (2015: £Nil).

D. A. Robertson, a trustee, paid expenses on behalf of the charity of £Nil (2015: £11,470). £11,470 (2015: £11,470) is due to him at the year end and is included in creditors.

The company has taken advantage of the exemption conferred by FRS 102 section 33 'Related party disclosures' not to disclose transactions with its wholly owned subsidiaries.

Key management compensation

Key management personnel is considered to be the board of trustees who together have the responsibility for planning, directing and controlling the activities of the charity. No compensation was paid to key management personnel during the year (2015: none).

20 First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on funds or income or expenditure.

The date of transition to FRS 102 was 1 April 2014.