Report of the Trustees and
Unaudited Financial Statements for the Year Ended 29 February 2016
for
Friends Of Culzean

Andrew P Sinclair B.Acc C.A. C.T.A.
Sinclair Scott
Chartered Accountants
3 Wellington Square
Ayr
Ayr
Ayrshire
KA7 1EN

Alexandra Elimonan -

Contents of the Financial Statements for the Year Ended 29 February 2016

	Page
Report of the Trustees	1 to 2
Statement of Trustees Responsibilities	3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Financial Statements	9 to 11
Reconciliation of Income and Expenditure	12
Reconciliation of Funds	13 to 14
Detailed Statement of Financial Activities	15

Report of the Trustees for the Year Ended 29 February 2016

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 29 February 2016. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the company are as follows:

- (1) the company has been established for charitable objects only.
- (2) the objects for which the company has been established are to support the National Trust for Scotland (Scottish Charity Number SC007410) with regard to their property, Culzean Castle and Country Park, by whatever means are suitable within the context of charitable activities including; raising funds, encouraging donations and sponsorship, organising and helping with events and business activities.
- (3) the activities of the Friends of Culzean must be undertaken with the agreement of the management of Culzean Castle and Country Park.

Volunteers

We have an enthusiastic and committed team of volunteers operating the second-hand bookshop. We have had several very enjoyable events for all the volunteers at Culzean organised by the National Trust for Scotland, including a splendid dinner in the restaurant in the autumn.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The bookshop continues to show strong steady sales with regular customer returns. The bookshop is very popular with visitors and during the winter months, even though sales are much lower, the shop is an important amenity within the park and donations of books continue to provide a broad and high quality stock for the shop. It operated smoothly throughout the year with very few days lost. Our donations are now making a significant contribution to the property and the visitor experience and facilities.

We are delighted to have been able to support the refurbishment of several dwellings on the property over the last two years, bringing them into occupation by either tenants or summer lets. We have also supported the development of the Swan Pond area through our donation towards the new children's adventure area and the conversion of the aviary into a retail outlet to meet the needs of visitors to this popular family area of the estate. A £28,520 donation was provided to the National Trust for the Aviary conversion which allowed the removal of the existing bird enclosures, which had been unused for some time, levelling of the floor to allow safe wheelchair access and the installation of some furniture to create an indoor eating area for visitors to the Swan Pond and children's adventure area. This is the first stage in developing this into a retail space.

A further donation of £50,000 was provided to the National Trust towards the refurbishment and extension of Ardlochan Lodge, a very small but pretty bungalow at the Maidens end entrance to the park. This progresses the reinstatement of several properties on the estate that were empty and falling into disrepair, but can now be let to tenants or used for summer lets as a source of income for the property, as well as ensuring that all buildings on the estate are in good order.

FINANCIAL REVIEW

In the year, the charity generated net outgoing resources of £57,711 (2015:£47,097). Donations made by the charity during the year to the National Trust of Scotland amounted to £78,520 (2015: £70,815) The bookshop generated a net income of £20,809 which is £1,909 down on the previous year's £22,718. At the year end, £48,999 (2015: £106,710) was held in general reserves.

FUTURE PLANS

In the near future, we will need to replace the lighting in the bookshop to more efficient and safer LED lighting. We will also be considering the redecoration of the shop.

Culzean Country Park has now begun a major programme to update the visitor experience through improved access, better interpretation, improved facilities for families and younger visitors, and some reorganisation of the function of some buildings on the property in terms of office space etc. Friends of Culzean hope to be able to support these initiatives with direct funding, as well as continuing to provide a superb secondhand bookshop that is a destination in its own right.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Report of the Trustees for the Year Ended 29 February 2016

STRUCTURE, GOVERNANCE AND MANAGEMENT Related parties

Friends of Culzean is associated with the following bodies which are connected to or supported by the charity:

- Culzean Castle and Country Park
- National Trust for Scotland

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC317093 (Scotland)

Registered Charity number

SC037983

Registered office

4 Ewenfield Park

AYR

Ayrshire

KA7 2QG

Trustees

J D Rattenbury N G Geddes

I and D T V annual

Lord D T Kennedy

Company Secretary

J D Rattenbury

Independent examiner

Andrew P Sinclair B.Acc C.A. C.T.A.

Sinclair Scott

Chartered Accountants

3 Wellington Square

Ayr

Ayrshire

KA7 1EN

Bankers

Royal Bank of Scotland

Ayr Chief Office

30 Sandgate

Ayr

KA7 1BY

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

Retired Teacher

Solicitor

Farmer

Approved by order of the board of trustees on 18 Nov 2016 and signed on its behalf by:

J D Rattenbury - Secretary

Statement of Trustees Responsibilities for the Year Ended 29 February 2016

The trustees (who are also the directors of Friends Of Culzean for the purposes of company law) are responsible for preparing the Report of the Trustees 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 of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner's Report to the Trustees of Friends Of Culzean

I report on the accounts for the year ended 29 February 2016 set out on pages five to eleven.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

And 17. vi

Andrew P Sinclair B.Acc C.A. C.T.A.
Sinclair Scott
Chartered Accountants
3 Wellington Square
Ayr
Ayrshire

KA71EN

Date: 21 Novembe 2016.

Statement of Financial Activities for the Year Ended 29 February 2016

		2016 Unrestricted fund	2015 Total funds £
INCOME AND ENDOWMENTS FROM	Notes	£	
Donations and legacies	2		1,000
Other trading activities	3	27,966	29,342
Total		27,966	30,342
EXPENDITURE ON			
Raising funds		6,352	5,944
Charitable activities Charitable activities	4	78,520	70,815
Other		805	680
Total		85,677	77,439
NET INCOME/(EXPENDITURE)		(57,711)	(47,097)
RECONCILIATION OF FUNDS			
Total funds brought forward		106,710	153,807
TOTAL FUNDS CARRIED FORWARD		48,999	106,710

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

Balance Sheet At 29 February 2016

	Notes	£	2016 Unrestricted fund £	2015 Total funds £
CURRENT ASSETS Cash at bank and in hand			50,479	107,390
CREDITORS Amounts falling due within one year	9		(1,480)	(680)
NET CURRENT ASSETS			48,999	106,710
TOTAL ASSETS LESS CURRENT LIABILITIES			48,999	106,710
NET ASSETS			48,999	106,710
FUNDS Unrestricted funds	10		48,999	106,710
TOTAL FUNDS			48,999	106,710

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 29 February 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 29 February 2016 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on! 8 NOV 2016 and were signed on its behalf by:

N G Geddes - Fustee

Cash Flow Statement for the Year Ended 29 February 2016

Cash flows from operating activities:	Notes	2016 £	2015 £
Cash generated from operations	1	(56,911)	(48,437)
Net cash provided by (used in) operating activities	S	(56,911)	(48,437)
Change in cash and cash equivalents in the report period Cash and cash equivalents at the beginning of the		(56,911)	(48,437)
reporting period		107,390	155,827
Cash and cash equivalents at the end of the repor period	ting	50,479	107,390

Notes to the Cash Flow Statement for the Year Ended 29 February 2016

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

Net income/(expenditure) for the reporting period (as per the statement of	2016 £	2015 £
Adjustments for:	(57,711)	(47,097)
Increase/(decrease) in creditors	800	(1,340)
Net cash provided by (used in) operating activities	(56,911)	(48,437)

Notes to the Financial Statements for the Year Ended 29 February 2016

ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard applicable in Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Going concern

The financial statements for the year ended 29 February 2016 have been prepared on a going concern basis. In the making this going concern assessment, all available information about the foreseeable future (limited to a period of less than one year from the date of approval of these financial statements) has been taken into account.

Legal status

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee as defined by the Companies Act 2006 (Registered number SC317093 (Scotland)). The charity is a registered charity, number SC037983. The charity is registered with OSCR the Scottish Charity Regulator. The charity's registered office is 4 Ewenfield Park, Ayr, Ayrshire KA7 2QG.

2. DONATIONS AND LEGACIES

Donations	£	2015 £ 1,000
OTHER TRADING ACTIVITIES		
Sale of new and second hand books Sale of drinks and snacks	2016 £ 26,296 1,670	2015 £ 27,289 2,053
	27,966	29,342

Notes to the Financial Statements - continued for the Year Ended 29 February 2016

CHARITABLE ACTIVITIES COSTS

2016	2015
£	£
50,000	-
28,520	-
	13,492
	34,710
	9,586
	13,027
78,520	70,815
	£ 50,000 28,520

5. SUPPORT COSTS

Other

	2016	2015
	£	£
Governance costs		
Independent examiner fee	660	660

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 29 February 2016 nor for the year ended 28 February 2015.

Trustees' expenses

There were no trustees' expenses paid for the year ended 29 February 2016 nor for the year ended 28 February 2015.

7. STAFF COSTS

There were no staff costs in the year to 29 February 2016 (2015 £Nil).

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

INCOME AND ENDOWMENTS FROM Denotions and logogies	Unrestricted fund £
Donations and legacies	1,000
Other trading activities	29,342
Total	30,342
EXPENDITURE ON Raising funds	5,944
Charitable activities Charitable activities	70,815
Other	680
Total	77,439
NET INCOME/(EXPENDITURE)	(47,097)

Notes to the Financial Statements - continued for the Year Ended 29 February 2016

8.	COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued			Thomastriated	
				Unrestricted fund	
	RECONCILIATION OF FUNDS			£	
	Total funds brought forward			153,807	
	TOTAL FUNDS CARRIED FORWARD			106,710	
9.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR				
	Accrued expenses		2016 £ 1,480	2015 £ 680	
10.	MOVEMENT IN FUNDS				
		At 1/3/15 £	Net movement in funds £	At 29/2/16 £	
	Unrestricted funds General fund	106,710	(57,711)	48,999	
	TOTAL FUNDS	106,710	(57,711)	48,999	
	Net movement in funds, included in the above are as follows:				
		Incoming resources £	Resources expended £	Movement in funds £	
	Unrestricted funds General fund	27,966	(85,677)	(57,711)	
	TOTAL FUNDS	27,966	(85,677)	(57,711)	

11. RELATED PARTY DISCLOSURES

The charity operates within premises in the grounds of Culzean Castle and Country Park owned by the National Trust for Scotland. No market value rental is charged by the National Trust, but the charity makes donations towards the maintenance and upkeep of the premises.

12. FIRST YEAR ADOPTION

Transitional relief

On transition to FRS102 the charity has not taken advantage of any transitional relief.

Reconciliation of Income and Expenditure for the Year Ended 28 February 2015

INCOME AND ENDOWMENTS FROM	Notes	UK GAAP £	Effect of transition to FRS 102	FRS 102 £
Donations and legacies Other trading activities		1,000 29,342		1,000 29,342
Total		30,342		30,342
EXPENDITURE ON Raising funds Charitable activities Governance costs Other		5,944 70,815 680	(680)	5,944 70,815 - 680
Total		77,439		77,439
NET INCOME/(EXPENDITURE)		(47,097)		(47,097)

Reconciliation of Funds At 1 March 2014 (Date of Transition to FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102	FRS 102 £
CURRENT ASSETS				
Cash at bank and in hand		155,827		155,827
CREDITORS Amounts falling due within one year		(2,020)		(2,020)
NET CURRENT ASSETS		153,807		153,807
TOTAL ASSETS LESS CURRENT LIABILITIES		153,807		153,807
		153,807		153,807
FUNDS Unrestricted funds		153,807		153,807
TOTAL FUNDS		153,807		153,807

Reconciliation of Funds At 28 February 2015

	Notes	UK GAAP £	Effect of transition to FRS 102	FRS 102 £
CURRENT ASSETS Cash at bank and in hand		107,390		107,390
CREDITORS Amounts falling due within one year		(680)		(680)
NET CURRENT ASSETS		106,710		106,710
TOTAL ASSETS LESS CURRENT LIABILITIES		106,710		106,710
NET ASSETS		106,710		106,710
FUNDS Unrestricted funds		106,710		106,710
TOTAL FUNDS		106,710		106,710

Detailed Statement of Financial Activities for the Year Ended 29 February 2016

	2016 £	2015 £
INCOME AND ENDOWMENTS		
Donations and legacies		1 000
Donations		1,000
Other trading activities Sale of new and second hand books Sale of drinks and snacks	26,296 1,670	27,289 2,053
	27,966	29,342
Total incoming resources	27,966	30,342
EXPENDITURE		
Other trading activities Drinks and snacks supplies Heat and light Sundry expenses Ayrshire coastal path books Volunteers functions	975 3,883 1,322 172 - - 6,352	1,189 2,722 1,783 - 250 - 5,944
Charitable activities NTS events donation	78,520	70,815
Support costs Finance Bank charges Governance costs Accountancy and legal fees	145	680
Total resources expended	85,677	77,439
Net expenditure	(57,711)	(47,097)