

Charity Registration No. SC037983 (Scotland)

Company Registration No. SC317093 (Scotland)

FRIENDS OF CULZEAN
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2021

FRIENDS OF CULZEAN

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr K May Mr J D Rattenbury Lord D T Kennedy Mr N Geddes
Secretary	Mr J D Rattenbury
Charity number (Scotland)	SC037983
Company number	SC317093
Registered office	4 Ewenfield Park Ayr Ayrshire United Kingdom KA7 2QG
Independent examiner	Stephen Wilkie 3 Wellington Square Ayr Ayrshire United Kingdom KA7 1EN
Bankers	Royal Bank of Scotland Ayr Chief Office 30 Sandgate Ayr KA7 1BY

FRIENDS OF CULZEAN

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FRIENDS OF CULZEAN

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 28 FEBRUARY 2021

The trustees present their report and financial statements for the year ended 28 February 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

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 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.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

We have an enthusiastic and committed team of volunteers operating the Second-hand Bookshop, led by our volunteer shop coordinator. Although the shop was closed for much of the year due to the covid pandemic, it was able to open when government rules allowed. Great care was taken to ensure the safety and wellbeing of both volunteers and visitors adhering to government best practice.

Achievements and performance

The bookshop continues to show steady sales with regular customer returns. The bookshop is very popular with visitors. 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. We were delighted to provide £10,000 to fund improvements to the restaurant a Home Farm to enable table service and a take-away facility.

Financial review

In the year, the charity generated net outgoing recourses of £4,515 (2020: £5,875). Donations made by the charity during the year to the National Trust for Scotland amounted to £10,000 (2020: £35,000). The bookshop generated a gross income of £10,006 (2020: £34,408) which is considerably below previous years, but very successful under the circumstances. At the year end £60,245 (2020: £64,760) was held in general reserves.

Culzean Country Park is continuing its period of re-development, upgrading visitor facilities, improving the infrastructure and improving the interpretation of the social and natural history of the estate. We expect that our funding support will continue to help with these improvements, and open opportunities that might not otherwise exist.

Structure, governance and management

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.

The trustees look to appoint new trustees who are committed to the aims of the Trust, and ideally have an association with Culzean and its surrounding area. The charity aims to have a good representation of the volunteers and a balance of skills and experience amongst individual trustees.

FRIENDS OF CULZEAN

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

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

Risk factors

In common with most charities the charity is facing potential issues in respect of the COVID-19 pandemic. This is an ongoing situation and the charity is adopting a strategy to manage the everchanging situation as effectively as possible.

The Trustees are satisfied that these events do not affect the charities' ability to continue as a going concern and this basis is appropriate for the preparation of the accounts.

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

Mr J D Rattenbury

Trustee

Dated: 7 October 2021

FRIENDS OF CULZEAN

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 28 FEBRUARY 2021

The trustees, who are also the directors of Friends Of Culzean for the purpose of company law, are responsible for preparing the Trustees' 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

FRIENDS OF CULZEAN

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF FRIENDS OF CULZEAN

I report on the financial statements of the charity for the year ended 28 February 2021, which are set out on pages 5 to 14.

Respective responsibilities of trustees and examiner

The charity's trustees, who are also the directors of Friends Of Culzean for the purposes of company law, are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investments (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 2006 Accounts Regulations does not apply. It is my responsibility to examine the financial statements as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

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

Independent examiner's statement

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

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Stephen Wilkie C.A.

3 Wellington Square
Ayr
Ayrshire
KA7 1EN
United Kingdom

Dated: 7 October 2021

FRIENDS OF CULZEAN

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 28 FEBRUARY 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Income from:			
Other trading activities	2	10,007	34,408
		<hr/>	<hr/>
Expenditure on:			
Raising funds	3	3,420	3,550
		<hr/>	<hr/>
Charitable activities	4	11,102	36,733
		<hr/>	<hr/>
Total resources expended		14,522	40,283
		<hr/>	<hr/>
Net expenditure for the year/ Net movement in funds		(4,515)	(5,875)
		<hr/>	<hr/>
Fund balances at 1 March 2020		64,760	70,635
		<hr/>	<hr/>
Fund balances at 28 February 2021		60,245	64,760
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

FRIENDS OF CULZEAN

BALANCE SHEET

AS AT 28 FEBRUARY 2021

	Notes	2021 £	£	2020 £	£
Current assets					
Cash at bank and in hand		60,990		65,460	
Creditors: amounts falling due within one year	9	<u>(745)</u>		<u>(700)</u>	
Net current assets			<u>60,245</u>		<u>64,760</u>
Income funds					
Unrestricted funds			<u>60,245</u>		<u>64,760</u>
			<u>60,245</u>		<u>64,760</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 28 February 2021.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 7 October 2021

Lord D T Kennedy
Trustee

Company Registration No. SC317093

FRIENDS OF CULZEAN

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 28 FEBRUARY 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash absorbed by operations	11		(4,470)		(5,875)
Net cash used in investing activities			-		-
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(4,470)		(5,875)
Cash and cash equivalents at beginning of year			65,460		71,335
Cash and cash equivalents at end of year			60,990		65,460

FRIENDS OF CULZEAN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2021

1 Accounting policies

Charity information

Friends Of Culzean is a private company limited by guarantee incorporated in Scotland. The registered office is 4 Ewenfield Park, Ayr, Ayrshire, KA7 2QG, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

FRIENDS OF CULZEAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2021

1 Accounting policies

(Continued)

1.5 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.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Other trading activities

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Shop income	9,954	33,004
Sale of drinks and snacks	53	1,404
Other trading activities	<u>10,007</u>	<u>34,408</u>

FRIENDS OF CULZEAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

3 Raising funds

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
<u>Trading costs</u>		
Rental of coffee machine	1,224	1,266
Sundry expenses	1,987	1,392
Drink and snacks supplies	209	892
	<u>3,420</u>	<u>3,550</u>
Trading costs	<u>3,420</u>	<u>3,550</u>

4 Charitable activities

	2021	2020
	£	£
Purchase of books	-	64
Bank charges	87	307
Repairs & renewals	-	372
Insurance	270	270
	<u>357</u>	<u>1,013</u>
Grant funding of activities (see note 5)	10,000	35,000
Share of governance costs (see note 6)	745	720
	<u>11,102</u>	<u>36,733</u>

5 Grants payable

	2021	2020
	£	£
National Trust for Scotland	<u>10,000</u>	<u>35,000</u>

FRIENDS OF CULZEAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

6 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Independent examiners fee	-	745	745	-	720	720
	-	745	745	-	720	720
Analysed between Charitable activities	-	745	745	-	720	720

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year nor for the year ended 29 February 2020.

8 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	-	-

9 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	745	700

10 Related party transactions

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.

FRIENDS OF CULZEAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

11 Cash generated from operations	2021 £	2020 £
Deficit for the year	(4,515)	(5,875)
Movements in working capital:		
Increase in creditors	<u>45</u>	<u>—</u>
Cash absorbed by operations	<u><u>(4,470)</u></u>	<u><u>(5,875)</u></u>

FRIENDS OF CULZEAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

11 Cash generated from operations	2021	(Continued) 2020
<p>Friends of Culzean Detailed Statement of Financial Activities For The Year Ended 28 February 2021</p>		
Income and endowments	2021	2020
	£	£
Donations and legacies		
Book sales	9,954	33,004
Drink and snack sales	53	1,404
	<u>10,006</u>	<u>34,408</u>
Total incoming resources	<u>10,006</u>	<u>34,408</u>
 Expenditure		
Raising funds		
Rental costs	1,224	1,266
Sundry expenses	1,987	1,392
Drinks and snack sales	209	892
	<u>3,420</u>	<u>3,550</u>
 Charitable activities		
Book purchases	-	64
Bank charges	87	307
Repairs and renewals	-	372
Insurance	270	270
Grants	10,000	35,000
Governance costs - accountancy fees	745	720
	<u>11,102</u>	<u>36,733</u>
Total resources expended	<u>14,521</u>	<u>40,283</u>
 Net expenditure	<u>(4,515)</u>	<u>(5,875)</u>

FRIENDS OF CULZEAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

Friends of Culzean

(Continued)

Friends of Culzean

Detailed Statement of Financial Activities
For The Year Ended 28 February 2020

Income and endowments	2020	2019
	£	£
Donations and legacies		
Book sales	33,004	31,128
Drink and snack sales	1,404	1,253
	<u>34,408</u>	<u>32,381</u>
Total incoming resources	<u>34,408</u>	<u>32,381</u>
Expenditure		
Raising funds		
Rental costs	1,266	1,224
Sundry expenses	1,392	1,275
Drinks and snack sales	892	803
	<u>3,550</u>	<u>3,302</u>
Charitable activities		
Book purchases	64	1
Bank charges	307	268
Repairs and renewals	372	3,269
Insurance	270	-
Grants	35,000	-
Governance costs - accountancy fees	720	700
	<u>36,733</u>	<u>4,237</u>
Total resources expended	<u>40,283</u>	<u>7,539</u>
Net expenditure	<u>(5,875)</u>	<u>24,842</u>