

REGISTERED CHARITY NUMBER: SC012953

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 AUGUST 2016
FOR
THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

French Duncan LLP
Chartered Accountants
Macfarlane Gray House
Castlecraig Business Park
Springbank Road
Stirling
Stirlingshire
FK7 7WT

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016**

	Page
Report of the Trustees	1 to 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	11 to 15
Detailed Statement of Financial Activities	16 to 17

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2016**

The trustees present their report with the financial statements of the charity for the year ended 31 August 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

Purpose and main activities

The purposes of the Trust are:

- To apply the Trust funds in such a manner as the Trustees think fit for the improvement, efficiency, benefit or welfare of the Regiment or any related organisation (including any Regimental Museum, Museum Trust or Association).
- To contribute to the provision of recreational facilities or to the organisation of recreational activities or to the relief of any person(s) who are in need of financial or welfare assistance and who are serving in or who have served in the Regiment (including dependents, widows and orphans).
- To form, establish, support, make grants to and aid in the formation, establishment and support of any other charitable companies, institutions, associations, trusts or societies formed with similar objectives.
- For the advancement of the education of the general public.

The Trustees produce annual accounts and make regular grants to The Argyll and Sutherland Highlanders 7th Battalion The Royal Regiment of Scotland, Balaklava Company 5th Battalion The Royal Regiment of Scotland, The Argyll Cadet Force and, if asked, to the Regimental Association, as well as other charitable donations.

Grantmaking

Grants are available for individuals or organisations whom the Trustees deem to fit the criteria set out above, including any member of the Regiment or any unit thereof, and any Associations which make provision for the welfare of, members, ex-members or families of H. M. Forces and who require assistance for their improvement, efficiency, benefit or welfare.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust continues to provide the focal point for all activities relating to the Regiment through a range of activities and administrative support. This extends to the Army and the Trust supports ceremonial and training activities such as the Balmoral Royal Guard, visits to the Museum and Castle, and expeditions.

This year, applications were received from The Argyll Battalion Army Cadet Force CCF, and 7th Battalion The Royal Regiment of Scotland towards support for training activities.

The Trustees support the work of the Regimental Museum Trust with support for the running costs and grants towards the future development described later.

Donations were received from Cambussbaron Trust £10,000 in support of the Regimental Ball which is run annually and is used as a fundraising event for the Museum Trust.

The Regimental Trust has agreed to continue to publish the Thin Red Line Magazine which is sold to members of the Regiment. The intention is that this is published with no cost to the Trust

No dividend was made to the Museum Trust this year given that the financial position of the Museum Trust did not warrant this provision.

The Regimental Trust is however committed to supporting the development plans for the Museum and has contributed £80,000 towards this work. This will be discussed under future plans.

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2016**

FINANCIAL REVIEW

Reserves policy

The policy of the Trustees is to build up the free reserves to enable The Trust to fulfil its objectives and ensure financial stability while ensuring that the aims and intentions of the Trust are met and can continue to be met.

Incoming resources for the year were £56,875. Resources expended were £134,068, leaving a deficit for the year of £77,193 before taking into consideration the gain on investments. The gain on investments totalled £93,215. Total funds at 31 August 2016 were £1.3M.

THE ARGYLL AND SUTHERLAND HIGHLANDERS REGIMENTAL TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2016

FUTURE PLANS

Following the creation of The Royal Regiment of Scotland in 2006 our former Regimental Headquarters was pared back to a small team that formed Home Headquarters and incorporated the Museum staff. In 2011 the Army carried out a Museums' study and following this funding for all museums of antecedent regiments was severely cut back and we were left with one MOD-funded Museum Assistant post. Other aspects of support have steadily been withdrawn.

In 2012 the Trustees recognised that shop income and donations provided inadequate income to keep the doors open and the Regimental Trust was increasingly having to underpin the operation of the Museum: there would come a time when this was unsustainable and therefore the Museum had to be placed on a firm financial footing.

The Museum last underwent modernisation when it was relocated from the Palace Block to the King's Old Building in the 1980s. Although we enjoy 4* Visit Scotland accreditation, the interpretation is now very dated and does not engage with the visitor, many of whom are children or come from overseas where English is not the first language.

Following the above review, Trustees instructed an extensive feasibility study to determine the options available to the Museum. A decision was taken in June 2015 to pursue the redevelopment of the Museum in Stirling Castle.

This work led to The Argylls' Museum being in a position to submit a Stage 1 HLF application in June 2016. This bid was successful and received endorsement in September 2016 with the formal launch in October 16. The total cost of the project is £3.9M.

The objective is to develop the Regimental Museum of The Argyll and Sutherland Highlanders, as a premier attraction within a world-class heritage site at Stirling Castle, as a lasting tribute to those who served in the Regiment and as a means of generating funds to support the work of the Museum Trust, which includes community engagement and wider education, and contributing to the support of veterans.

The redevelopment project aims to deliver the following outcomes for the Museum:

- The Museum located in the King's Old Building at Stirling Castle will be transformed to exploit the potential of the building, to improve the visitor experience, to improve provision for both physical and intellectual access, and, key, to provide a more sustainable operation;
- Heritage will be better interpreted and become more comprehensible, providing a more inclusive and accessible experience;
- The care and conservation of the collection will be enhanced with a better understanding of the existing collection and collecting policies for the future implemented;
- Visitor numbers to the museum will be increased and outreach activities with communities and audiences outside Stirling Castle will be expanded and improved;
- Educational accessibility and opportunities will be built upon to provide positive learning experiences for schools and education groups;
- Financial sustainability of the Museum will be achieved for the long term through both the physical changes to the building and exploitation of enhanced business opportunities;
- The Argylls' name as an element of the nation's military history will be preserved.

Current situation

An application was submitted to the Heritage Lottery Fund in June and on 13 Sep the Scottish Committee gave the project a 'first round pass'. Our submission was regarded very highly and they are now providing 60% (£245K) of the funding required to deliver Stage 1 - Development (of the plans), with the balance already raised from other resources and a further £80,000 in financial year 2016/17. This will cost £407K of the total project cost of £3.9M

We now have until Sep 18 to carry out detailed work on developing the project, but our expectation is that this will be achieved within a year. Before we can submit to Stage 2 - Delivery we have to have raised the full amount required for the project. Work is ongoing to raise the balance of the money which will come from the Heritage Lottery Fund and Public Appeal.

THE ARGYLL AND SUTHERLAND HIGHLANDERS REGIMENTAL TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2016

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity. The Argyll and Sutherland Highlanders Museum Trust is a charity registered in Scotland. It operates under the terms of a Trust Deed dated 20 January 2011.

Recruitment and appointment of new trustees

Under the terms of the Governing Deed, there are 6 Trustees drawn from the ranks of those who have served in the Regiment. Ex Officio Trustees are the Chairman of the Regimental Association, the Chairman of the Regimental Dinner Club, the Officer Commanding Balaklava Company, 5th Battalion The Royal Regiment of Scotland. Others are invited to Trust meetings where their attendance is considered beneficial.

A review of training and recruitment has been undertaken to ensure that all Trustees are aware of their responsibilities as a Trustee and the objectives of the Trust.

There is a recommended length of Service of 5 years as a Trustee. Newly appointed members of the Regimental Trust receive information and documents relevant to the appointment.

Organisational structure

Management

The Trustees meet twice annually, and review the activities of the Trust, address current issues and amend or confirm the strategic way ahead. The Trustees are jointly responsible for implementing the agreed strategy, including the range of financial expenditure and the ability to commit to contracts or long-term commitments and monitor the assets, including investment progress.

The CE is responsible for the day to day running of the Trust.

Affiliated or connected charities

- The Argyll and Sutherland Highlanders Museum Trust
- The Argyll and Sutherland Highlanders Regimental Association

Risk management

The Trustees are responsible for the identification and management of risk. A formal review of the risks facing the Trust took place in 1996, 2004 and 2008 to take account of the formation of The Royal Regiment of Scotland. Risk has been reviewed annually thereafter. In the 2008 review, the legal advisers to the Trust completed an assessment of the risks to which the Trust is exposed, particularly, business, operational and financial risks, and suggested procedures and regimes to manage and reduce the identified risks. The risk management process is regularly reviewed by the Trustees. Actions required in order to mitigate risks are discussed at the Trustees meetings, and implemented where required.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

SC012953

Principal address

The Castle
Stirling
FK8 1EH

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2016**

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

Colonel E J Ostman, TD		- resigned 30/11/2015
Colonel A W Blckett OBE		- resigned 30/11/2015
Brigadier B W O Russell MBE	Chairman	
Captain T P MacKenzie		
Colonel A K M Miller CBE		
Col D G Ross OBE		
Mr A Stirling		
Col A W A Griffiths OBE		
Maj J French		- resigned 31/8/2016
Major C Wood		- appointed 18/6/2016
Major C Bain JVG MBE		- appointed 9/12/2015

Chief Executive Officer

Mr R D Layden

Independent examiner

Ellen Waters BA CA
French Duncan LLP
Chartered Accountants
Macfarlane Gray House
Castlecraig Business Park
Springbank Road
Stirling
Stirlingshire
FK7 7WT

Solicitors

Murray Beith Murray WS
One Glenfinlas Street
Edinburgh
EH3 6AQ

Advisers

Speirs & Jeffrey
36 Renfield Street
Glasgow
G2 1NA

FUNDS HELD AS CUSTODIAN FOR OTHERS

There are no funds held by the Trust on behalf of others.

Approved by order of the board of trustees on 23 February 2017 and signed on its behalf by:



.....
Brigadier B W O Russell MBE - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

I report on the accounts for the year ended 31 August 2016 set out on pages seven to fifteen.

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.



Ellen Water BA CA
French Duncan LLP
Chartered Accountants
Macfarlane Gray House
Castle Craig Business Park
Springbank Road
Stirling
Stirlingshire
FK7 7WT

Date: 23 February 2017

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2016**

	Notes	Unrestricted fund £	Restricted funds £	Total 2016 funds £	Total 2015 funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		10,000	-	10,000	16,889
Charitable activities					
Trust Activities		-	-	-	554
Investment income	2	<u>41,137</u>	<u>5,738</u>	<u>46,875</u>	<u>52,185</u>
Total		51,137	5,738	56,875	69,628
EXPENDITURE ON					
Raising funds	3	1,909	354	2,263	2,293
Charitable activities					
Trust Activities		<u>131,805</u>	<u>-</u>	<u>131,805</u>	<u>77,328</u>
Total		133,714	354	134,068	79,621
Net gains/(losses) on investments		<u>91,350</u>	<u>1,865</u>	<u>93,215</u>	<u>(127,703)</u>
NET INCOME/(EXPENDITURE)		8,773	7,249	16,022	(137,696)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>1,142,360</u>	<u>146,822</u>	<u>1,289,182</u>	<u>1,426,878</u>
TOTAL FUNDS CARRIED FORWARD		<u>1,151,133</u>	<u>154,071</u>	<u>1,305,204</u>	<u>1,289,182</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**BALANCE SHEET
AT 31 AUGUST 2016**

	Notes	2016 £	2015 £
FIXED ASSETS			
Investments	8	1,170,957	1,181,773
CURRENT ASSETS			
Cash at bank and in hand		134,565	108,644
CREDITORS			
Amounts falling due within one year	9	(318)	(1,235)
NET CURRENT ASSETS		<u>134,247</u>	<u>107,409</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,305,204</u>	<u>1,289,182</u>
NET ASSETS		<u>1,305,204</u>	<u>1,289,182</u>
FUNDS	11		
Unrestricted funds		1,151,133	1,142,360
Restricted funds		<u>154,071</u>	<u>146,822</u>
TOTAL FUNDS		<u>1,305,204</u>	<u>1,289,182</u>

The financial statements were approved by the Board of Trustees on 23 February 2017 and were signed on its behalf by:



.....
Brigadier B W O Russell MBE -Trustee

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2016**

	Notes	2016 £	2015 £
Cash flows from operating activities:			
Cash generated from operations	1	<u>(226,282)</u>	<u>122,875</u>
Net cash provided by (used in) operating activities		<u>(226,282)</u>	<u>122,875</u>
Cash flows from investing activities:			
Purchase of fixed asset investments		(113,865)	(242,508)
Sale of fixed asset investments		<u>366,068</u>	<u>158,671</u>
Net cash provided by (used in) investing activities		<u>252,203</u>	<u>(83,837)</u>
<hr/>			
Change in cash and cash equivalents in the reporting period		25,921	39,038
Cash and cash equivalents at the beginning of the reporting period		<u>108,644</u>	<u>69,606</u>
Cash and cash equivalents at the end of the reporting period		<u>134,565</u>	<u>108,644</u>

The notes form part of these financial statements

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2016**

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

	2016	2015
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	16,022	(137,696)
Adjustments for:		
(Gain)/losses on investments	(93,215)	127,703
Revaluation of investments	(148,172)	132,170
(Decrease)/increase in creditors	(917)	<u>698</u>
Net cash provided by (used in) operating activities	<u>(226,282)</u>	<u>122,875</u>

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities and Trustee Investment (Scotland) Act 2005. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 33.33% straight line

Taxation

The charity is exempt from 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.

Investments

Fixed Asset investments are held at market value. Gains/losses are credited/charged to the statement of financial activities.

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2016**

2. INVESTMENT INCOME

	2016	2015
	£	£
Dividends received	40,999	43,887
Interest received	<u>5,876</u>	<u>8,298</u>
	<u>46,875</u>	<u>52,185</u>

3. RAISING FUNDS

Investment management costs

	2016	2015
	£	£
Portfolio management	<u>2,263</u>	<u>2,293</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2016 nor for the year ended 31 August 2015.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2016 nor for the year ended 31 August 2015.

5. STAFF COSTS

The average monthly number of employees during the year was as follows:

2016	2015
<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	16,889	-	16,889
Charitable activities			
Trust Activities	554	-	554
Investment income	<u>46,380</u>	<u>5,805</u>	<u>52,185</u>
Total	63,823	5,805	69,628

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2016**

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted fund £	Restricted funds £	Total funds £
EXPENDITURE ON			
Raising funds	1,918	375	2,293
Charitable activities			
Trust Activities	<u>77,295</u>	<u>33</u>	<u>77,328</u>
Total	79,213	408	79,621
Net gains/(losses) on investments	<u>(110,625)</u>	<u>(17,078)</u>	<u>(127,703)</u>
NET INCOME/(EXPENDITURE)	(126,015)	(11,681)	(137,696)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,268,375</u>	<u>158,503</u>	<u>1,426,878</u>
TOTAL FUNDS CARRIED FORWARD	<u>1,142,360</u>	<u>146,822</u>	<u>1,289,182</u>

7. TANGIBLE FIXED ASSETS	Computer equipment £
COST	
At 1 September 2015 and 31 August 2016	<u>1,119</u>
DEPRECIATION	
At 1 September 2015 and 31 August 2016	<u>1,119</u>
NET BOOK VALUE	
At 31 August 2016	<u>-</u>
At 31 August 2015	<u>-</u>

8. FIXED ASSET INVESTMENTS	2016 £	2015 £
Shares	1,137,290	1,149,945
Other	<u>33,667</u>	<u>31,828</u>
	<u>1,170,957</u>	<u>1,181,773</u>

Additional information as follows:

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2016**

8. FIXED ASSET INVESTMENTS - continued

	Listed investments £
MARKET VALUE	
At 1 September 2015	1,149,945
Additions	112,026
Disposals	(272,853)
Revaluations	<u>148,172</u>
At 31 August 2016	<u>1,137,290</u>
 NET BOOK VALUE	
At 31 August 2016	<u>1,137,290</u>
At 31 August 2015	<u>1,149,945</u>

The investment portfolio is managed by Speirs and Jeffery.

Investments (neither listed nor unlisted) were as follows:

	2016 £	2015 £
Government securities cost/valuation	31,828	44,070
Government securities/Addition	4,109	-
Government securities/Disposal	(5,687)	(12,018)
Revaluation	<u>3,417</u>	<u>(224)</u>
	<u>33,667</u>	<u>31,828</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Other creditors	<u>318</u>	<u>1,235</u>

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2016 Total funds £	2015 Total funds £
Investments	1,018,622	152,335	1,170,957	1,181,773
Current assets	132,829	1,736	134,565	108,644
Current liabilities	<u>(318)</u>	<u>-</u>	<u>(318)</u>	<u>(1,235)</u>
	<u>1,151,133</u>	<u>154,071</u>	<u>1,305,204</u>	<u>1,289,182</u>

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2016**

11. MOVEMENT IN FUNDS

	At 1/9/15 £	Net movement in funds £	At 31/8/16 £
Unrestricted funds			
General fund	1,142,360	8,773	1,151,133
Restricted funds			
Balaklava Company 5th Battalion Royal Regiment of Scotland	146,822	7,249	154,071
TOTAL FUNDS	<u>1,289,182</u>	<u>16,022</u>	<u>1,305,204</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	51,137	(133,714)	91,350	8,773
Restricted funds				
Balaklava Company 5th Battalion Royal Regiment of Scotland	5,738	(354)	1,865	7,249
TOTAL FUNDS	<u>56,875</u>	<u>(134,068)</u>	<u>93,215</u>	<u>16,022</u>

12. RELATED PARTY DISCLOSURES

The Argyll and Sutherland Highlanders Shop Limited, The Argyll and Sutherland Highlanders Museum Trust and The Argyll and Sutherland Highlanders Regimental Association are related due to common control.

The trust holds a bond and floating charge over the undertaking, all property and assets of The Argyll and Sutherland Highlanders Shop Limited.

Related party transactions for the year are as follows;

During the year to 31 August 2016, grants were paid to The Argyll and Sutherland Highlanders Museum Trust of £80,000 (2015: NIL). Donations of £3,175 (2015: NIL) were made to The Argyll and Sutherland Highlanders Museum Trust.

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2016**

	2016 £	2015 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	10,000	16,889
Investment income		
Dividends received	40,999	43,887
Interest received	<u>5,876</u>	<u>8,298</u>
	46,875	52,185
Charitable activities		
Grants	<u>-</u>	<u>554</u>
Total incoming resources	56,875	69,628
EXPENDITURE		
Investment management costs		
Portfolio management	2,263	2,293
Charitable activities		
Insurance	849	822
Postage and stationery	-	63
Advertising	4,000	4,730
Sundry expenses	-	55
Repairs & renewals	1,061	-
Events	809	2,248
Grants to institutions	80,000	31,503
Grants to individuals	<u>500</u>	<u>650</u>
	87,219	40,071
Support costs		
Finance		
Bank charges	-	30
Other		
Donations	3,175	333
Governance costs		
Wages	33,258	32,969
Social security	1,749	1,732
Accountancy	1,272	2,193
Professional fees	<u>5,132</u>	<u>-</u>
	<u>41,411</u>	<u>36,894</u>
Total resources expended	134,068	79,621
Net expenditure before gains and losses	(77,193)	(9,993)

This page does not form part of the statutory financial statements

**THE ARGYLL AND SUTHERLAND HIGHLANDERS
REGIMENTAL TRUST**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2016**

	2016	2015
	£	£
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	93,215	(127,703)
	<hr/>	<hr/>
Net income/(expenditure)	<u>16,022</u>	<u>(137,696)</u>

