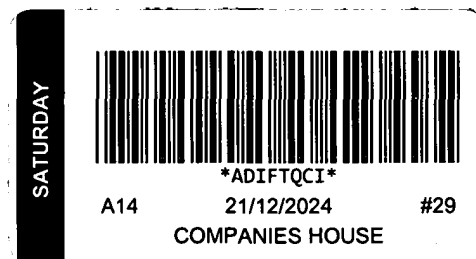


COMPANY REGISTRATION NUMBER: SC370935

CHARITY REGISTRATION NUMBER: SC022481

Falkland Stewardship Trust
Company Limited by Guarantee
Financial Statements
31 March 2024



18 North Street, Glenrothes, Fife KY7 5NA 01592 610388
8 Mitchell Street, Leven, Fife KY8 4HJ 01333 425250
www.patersonboyd.com



PB AUDIT LIMITED
REGISTERED AUDITORS

Falkland Stewardship Trust
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2024

	Page
Trustees' annual report (incorporating the directors' report)	1
Independent auditor's report to the members	7
Consolidated statement of financial activities (including income and expenditure account)	12
Company statement of financial activities (including income and expenditure account)	13
Consolidated statement of financial position	14
Company statement of financial position	15
Consolidated statement of cash flows	16
Company statement of cash flows	17
Notes to the financial statements	18

Falkland Stewardship Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2024

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the group for the year ended 31st March 2024.

Reference and administrative details

Registered charity name	Falkland Stewardship Trust
Charity registration number	SC022481
Company registration number	SC370935
Principal office and registered office	The Stables Falkland Estate Falkland Fife KY15 7AF
The trustees	P Burman M C Stuart R Steedman (Resigned 27 November 2023) J Smith J Fitzpatrick P Ritchie C Frew G Follett
Auditor	PB Audit Limited Registered Auditors 18 North Street Glenrothes Fife KY7 5NA
Bankers	Bank of Scotland 1 Bothwell Street Dunfermline Fife Virgin Money 7/8 High Street Dundee DD1 1SS

Falkland Stewardship Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2024

Structure, governance and management

Falkland Stewardship Trust was formerly known as Falkland Heritage Trust (FHT). FHT was established for charitable purposes by a Trust Deed registered on 1 April 1994 and registered as a Scottish charity. In 2009-2010 the Trustees looked at the governing structure of the charity with a view to becoming a company limited by guarantee. As a result of this, Trustees agreed at their meeting on 4 December 2009 to dissolve the old charity (Falkland Heritage Trust) and that its undertakings (including net assets) be transferred to the new company (Falkland Stewardship Trust) on 31 January 2010.

Falkland Stewardship Trust was established for charitable purposes. The charity also operates under the name "Centre for Stewardship". The management of the Trust is the responsibility of the Trustees, appointed under the terms of the Trust Deed, who meet regularly to direct the Trust's affairs. The existing Trustees have the power to appoint new trustees. Day to day operations are delegated to the staff.

The Trust's legal advisers have continued to advise upon corporate governance. Trustees have undertaken to confirm annually that they are compliant with the Trust's rules on corporate governance and with existing legislation. The corporate governance and legal structure of the Trust is regularly reviewed in the light of best practice and the training requirements for Trustees are addressed as part of the same process.

The names of the Trustees and other reference and administrative information concerning the Trust are set out on page 1.

Risk Assessment

The trustees review and address the major risks to which the charity is exposed in conjunction with the regular review of the strategic and business plans and they consider that appropriate procedures are in place to mitigate those risks and the Trust's financial position.

Objectives and activities

The principal purposes of the Trust are the preservation and conservation of Scotland's heritage in particular in the area of Falkland, Fife and the advancement of the education of the general public on the subject of Scotland's heritage and its conservation. The purposes are set out in full in the Trust Deed.

The Mission Statement of the Trust is "to restore, reclaim and sustain the spirit of Falkland Estate's rich and diverse heritage and to inspire and practise responsible stewardship."

Assets held

The Trust holds long leases from Falkland Estate Trust on the following historic assets which are held primarily for conservation and development in line with the charitable purposes.

- The House of Falkland, a large Grade A listed Jacobean revival mansion, built 1839-44 by the architect William Burn for Onesiphorous and Margaret Tyndall-Bruce - held under a 99 year lease from 1 April 1994 to 31 March 2093 at a nominal rent of £1 per annum.
- The surrounding designed landscape including office and residential property in The Stables and East Lodge - held under a 92 year lease from 1 April 2001 to 31 March 2093 at a current rental of £15,000 per annum subject to five-yearly rent reviews.

Falkland Stewardship Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

The above assets also have a secondary purpose as investment properties providing rental income for the Trust over the period of the leases.

The House of Falkland

The Trust continues to maintain the fabric of the House to protect the decorative interiors from further deterioration. In partnership with Falkland House School, appropriate general maintenance work has been undertaken as required. The Trust kindly acknowledges the responsible tenancy of the Falkland House School, its staff and its students, in caring for the property and allowing limited visitor access.

The Trust appointed Jonathan Gotelee as consultant conservation architect to undertake quinquennial inspections and advise at a high level of professional competence on the overall strategy for the maintenance, repair, conservation and restoration of the House of Falkland.

The Trust has also appointed a Fabric Committee of trustees with appropriate knowledge and experience to initiate and guide projects which relate to the maintenance, repair, conservation and restoration of the House of Falkland and which fall within the annual budget committed to that purpose. The Fabric Committee sets the pace for fulfilling the recommendations of the quinquennial inspection reports, receives the advice and support of the architect (and from time-to-time other specialists), and has a step-by-step view of what needs to be done, when, and in manageable tranches. The Fabric Committee meets regularly and reports on its stewardship at every meeting of the Board of Trustees. As part of the process, appropriate records are kept.

Lease and school ownership

Falkland House School is owned by Acord Education and Care, a subsidiary company of Outcomes First Group.

The House of Falkland Stables

Falkland Stewardship Trust and associated partners continue to use the Stables for a range of activities. Various spaces are used for a variety of events, workshops and activities, both by the Trust and by external user groups providing an improved income stream. During this period the Stables outdoor cafe, gallery and shop were used on a daily basis by members of the local community and visitors to the Estate.

During this period Coachman's Cottage (number 2 The Stables) and East Lodge continued to be operated as self catering-properties and are registered under Cottages.com portfolio. Moncrieff House (purchased last year following generous gifts from Ninian Stuart and Falkland Estate Trust) refurbishment was completed around the end of the year and began letting early in the 2024/25 year.

The Trust continues to develop its wedding venue portfolio. Wedding parties are interested in using a variety of spaces that are managed by the Trust including the Memorial Chapel, the Stables and the woodlands. Since the pandemic weddings have remained smaller (under 75 people).

Falkland Stewardship Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

Achievements and performance

The Learning Programme

Thanks to funding from the Robertson Trust, Falkland Stewardship Trust has been able to continue support for young people.

Field of Learning

Working with partners including Falkland Estate Trust, the Trust has been developing what was formally known as the Boys Playing Field as a 'field of learning'.

Archaeology

The Trust continued to develop its partnership with Aberdeen University and jointly directed another Community Archaeology excavation on East Lomond. Led by Trust Chairman Joe Fitzpatrick, local volunteers again worked with Professor Gordon Noble and his team.

Conservation volunteers

Falkland Stewardship Trust continues to run a well-attended conservation group once a week. The group is led by Ranger Sam Docherty, and they take on many interesting and varied tasks. The Trust records its thanks to the group for all its assistance.

FST Enterprises Limited

FST Enterprises Limited continues to run trading activities including weddings, events, venue hire, cafe operations and the shop.

GO Falkland

The Trust, with inspiration and support from Groundswell/the Cherry family, delivered a one day event focused on Regenerative Farming, Forestry & Food. The Trust records its thanks to the funders, speakers and attendees.

Estate ownership

The Trust, with funding from the Scottish Land Fund, began a programme of community consultation and business planning around the purchase of assets from the Falkland Estate Trust.

Financial review

The charity recorded a deficit of £234,047 (2023: deficit of £185,576) for the year to 31 March 2024. Income for the year was £499,344 (2023: £587,601) against expenditure of £733,391 (2023: £773,177). At the 31 March 2024 the charity had total funds of £530,373 (2023: £764,420) which was comprised of unrestricted funds of £84,178 (2023: £166,640) and restricted funds of £446,195 (2023: £597,780).

Reserves Policy

The trustees have agreed that the reasons for holding free reserves are:

1. To fund unexpected expenditure.
2. To fund shortfalls of income, when income does not reach expected levels.
3. To fund working capital.

They have considered the charity's aims and objectives and plans for the future and have decided that in order to meet our normal expenditure, excluding restricted project work, a reserve of around £60,000 is preferred. This equates to approximately 6 months of core staffing and office costs.

Falkland Stewardship Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

Plans for future periods

Connection to the mains

The Trust will continue to work with advisors and potential funders with the aim of connecting the former stables block to the nearby mains sewer.

Ownership of Falkland Estate

The Trust will continue to work with the local community, Falkland Estate Trust and the Scottish Land Fund, with the intention of progressing towards community ownership of the estate.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments 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. 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.

Statement as to disclosure to our auditors

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Falkland Stewardship Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 16 December 2024 and signed on behalf of the board of trustees by:

P Ritchie

P Ritchie
Trustee

Falkland Stewardship Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Falkland Stewardship Trust

Year Ended 31 March 2024

Opinion

We have audited the financial statements of Falkland Stewardship Trust (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2024 which comprise the consolidated statement of financial activities (including income and expenditure account), the company statement of financial activities (including income and expenditure account), consolidated statement of financial position, company statement of financial position, consolidated statement of cash flows, company statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group and the parent charitable company's affairs as at 31 March 2024 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;
- 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).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and the parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group and parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Falkland Stewardship Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Falkland Stewardship Trust *(continued)*

Year Ended 31 March 2024

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, 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 and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Falkland Stewardship Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Falkland Stewardship Trust *(continued)*

Year Ended 31 March 2024

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the groups and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as 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 the Acts and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the group and parent charitable company and industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of UK regulations and prohibited business practices, and we considered that the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override controls), and determined that the principal risks were related to the potential posting of inappropriate journal entries to manipulate financial results and management bias in accounting estimates.

Falkland Stewardship Trust
Company Limited by Guarantee
Independent Auditor's Report to the Members of Falkland Stewardship Trust
Year ended 31 March 2024

Audit procedures performed by the engagement team included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Reviewing minutes of meetings of those charged with governance including the Board.
- Evaluation and testing of the operating effectiveness of management's controls designed to prevent and detect irregularities.
- Identifying and testing journal entries based on risk criteria.
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing.
- Testing transactions entered into outside of normal course of business.
- Investigated the rationale behind significant or unusual transactions.
- Reviewed accounting estimates for evidence of bias.
- Performed analytical review and sample testing of income.
- Agreed financial statement disclosures to supporting documentation.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group and parent charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

Falkland Stewardship Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Falkland Stewardship Trust

Year ended 31 March 2024

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities is available on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the group and parent charitable company's members, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the group and parent charitable company's 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 group and parent charitable company and the group and parent charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Neil Paterson

Neil Paterson B.A. C.A. (Senior Statutory Auditor)

For and on behalf of
PB Audit Limited
Registered Auditors
18 North Street
Glenrothes
Fife
KY7 5NA

PB Audit Limited is eligible to act as auditor in terms of section 1212 of the Companies Act 2006.

Date: 16 December 2024

Falkland Stewardship Trust
Company Limited by Guarantee
Group Statement of Financial Activities
(including income and expenditure account)
Year ended 31 March 2024

	Note	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
Income and endowments					
Donations and legacies	5	17,346	74,940	92,286	143,753
Charitable activities	6	90,714	-	90,714	89,699
Other trading activities	7	-	-	-	-
Investment income	8	192,059	-	192,059	169,018
Other income	9	-	-	-	47,500
Operating of Trading Company		124,285	-	124,285	137,631
Total income		<u>424,404</u>	<u>74,940</u>	<u>499,344</u>	<u>587,601</u>
Expenditure					
Expenditure on charitable activities	10,11	632,091	101,300	733,391	773,177
Total expenditure		<u>632,091</u>	<u>101,300</u>	<u>733,391</u>	<u>773,177</u>
Net income/(expenditure)		<u>(207,687)</u>	<u>(26,360)</u>	<u>(234,047)</u>	<u>(185,576)</u>
Transfers between funds		125,225	(125,225)	-	-
Net movement in funds		<u>(82,462)</u>	<u>(151,585)</u>	<u>(234,047)</u>	<u>(185,576)</u>
Reconciliation of funds					
Total funds brought forward		166,640	597,780	764,420	949,996
Total funds carried forward		<u>84,178</u>	<u>446,195</u>	<u>530,373</u>	<u>764,420</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 18 to 39 form part of these financial statements.

Falkland Stewardship Trust
Company Limited by Guarantee
Parent Company Statement of Financial Activities
(including income and expenditure account)

31 March 2024

	Note	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
Income and endowments					
Donations and legacies	5	18,672	74,940	93,612	186,763
Charitable activities	6	90,714	-	90,714	89,699
Other trading activities	7	122,959	-	122,959	94,621
Investment income	8	192,059	-	192,059	169,018
Other income	9	-	-	-	47,500
Total income		<u>424,404</u>	<u>74,940</u>	<u>499,344</u>	<u>587,601</u>
Expenditure					
Expenditure on charitable activities	10,11	632,091	101,300	733,391	773,177
Total expenditure		<u>632,091</u>	<u>101,300</u>	<u>733,391</u>	<u>773,177</u>
Net (expenditure)/income		<u>(207,687)</u>	<u>(26,360)</u>	<u>(234,047)</u>	<u>(185,576)</u>
Transfers between funds		125,225	(125,225)	-	-
Net movement in funds		<u>(82,462)</u>	<u>(151,585)</u>	<u>(234,047)</u>	<u>(185,576)</u>
Reconciliation of funds					
Total funds brought forward		166,640	597,780	764,420	949,996
Total funds carried forward		<u>84,178</u>	<u>446,195</u>	<u>530,373</u>	<u>764,420</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 18 to 39 form part of these financial statements.

Falkland Stewardship Trust
Company Limited by Guarantee
Group Statement of Financial Position
31 March 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible fixed assets	18	178,371	200,182
Heritage assets	19	2	2
Investments	20	348,140	348,140
		<u>526,513</u>	<u>548,324</u>
Current assets			
Debtors	21	63,237	65,889
Cash at bank and in hand		255,184	380,231
		<u>318,421</u>	<u>446,120</u>
Creditors: amounts falling due within one year	22	<u>157,477</u>	176,690
Net current assets		<u>160,944</u>	<u>269,430</u>
Total assets less current liabilities		<u>687,457</u>	<u>817,754</u>
Creditors: amounts falling due after more than one year	23	<u>157,084</u>	53,334
Net assets		<u><u>530,373</u></u>	<u><u>764,420</u></u>
Funds of the charity			
Restricted funds		446,195	597,780
Unrestricted funds		84,178	166,640
Total charity funds	27	<u><u>530,373</u></u>	<u><u>764,420</u></u>

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 44 of the Charities and Trustee Investment (Scotland) Act 2005. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and for circulation to the members of the company.

These financial statements were approved by the board of trustees and authorised for issue on 16 December 2024 and are signed on behalf of the board by:

P Ritchie

P Ritchie
Trustee

The notes on pages 18 to 39 form part of these financial statements.

Falkland Stewardship Trust
Company Limited by Guarantee
Parent Company Statement of Financial Position
31 March 2024

		2024	2023
	Note	£	£
Fixed Assets			
Tangible fixed assets	18	178,371	200,182
Heritage assets	19	2	2
Investments	20	348,141	348,141
		<u>526,514</u>	<u>548,325</u>
Current Assets			
Debtors	21	83,806	125,505
Cash at bank and in hand		217,835	304,182
		<u>301,641</u>	<u>429,687</u>
Creditors: amounts falling due within one year	22	<u>140,698</u>	<u>160,258</u>
Net Current Assets		<u>160,943</u>	<u>269,429</u>
Total Assets Less Current Liabilities		<u>687,457</u>	<u>817,754</u>
Creditors: amounts falling due after more than one year			
	23	157,084	53,334
Net Assets		<u>530,373</u>	<u>764,420</u>
Funds of the Charity			
Restricted funds		446,195	597,780
Unrestricted funds		84,178	166,640
Total charity funds	27	<u>530,373</u>	<u>764,420</u>

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 44 of the Charities and Trustee Investment (Scotland) Act 2005. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and for circulation to the members of the company.

These financial statements were approved by the board of trustees and authorised for issue on 16 December 2024, and are signed on behalf of the board by:

P Ritchie

P Ritchie
Trustee

The notes on pages 18 to 39 form part of these financial statements.

Falkland Stewardship Trust
Company Limited by Guarantee
Group Statement of Cash Flows
Year ended 31 March 2024

	2024	2023
	£	£
Cash Flows from Operating Activities		
Net income/(expenditure)	(234,047)	(185,576)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	21,811	24,923
Dividends, interest and rents from investments	(186,312)	(166,979)
Other interest receivable and similar income	(5,747)	(2,039)
Interest payable and similar charges	518	2,533
Gains on disposal of tangible fixed assets	-	(47,500)
Accrued expenses/(income)	29,367	15,799
<i>Changes in:</i>		
Trade and other debtors	(23,572)	(38,742)
Trade and other creditors	98,061	(2,212)
Cash generated from operations	(299,921)	(399,793)
Interest paid	(518)	(2,533)
Interest received	5,747	2,039
Net cash used in operating activities	<u>(294,692)</u>	<u>(400,287)</u>
Cash Flows from Investing Activities		
Dividends, interest and rents from investments	186,312	166,979
Purchase of other investments	-	(348,140)
Proceeds from sale of other investments	-	362,500
Net cash from investing activities	<u>186,312</u>	<u>181,339</u>
Cash Flows from Financing Activities		
Payments of finance lease liabilities	(16,667)	(16,667)
Net cash used in financing activities	<u>(16,667)</u>	<u>(16,667)</u>
Net (Decrease)/ Increase in Cash and Cash Equivalents	(125,047)	(235,615)
Cash and Cash Equivalents at Beginning of Year	380,231	615,846
Cash and Cash Equivalents at End of Year	<u>255,184</u>	<u>380,231</u>

The notes on pages 18 to 39 form part of these financial statements.

Falkland Stewardship Trust
Company Limited by Guarantee
Parent Company Statement of Cash Flows
Year ended 31 March 2024

	2024	2023
	£	£
Cash Flows from Operating Activities		
Net (expenditure)/income	(234,047)	(185,576)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	21,811	24,923
Dividends, interest and rents from investments	(186,312)	(166,979)
Other interest receivable and similar income	(5,747)	(2,039)
Interest payable and similar charges	518	2,533
Gains on disposal of tangible fixed assets	-	(47,500)
Accrued income	68,708	(27,211)
<i>Changes in:</i>		
Trade and other debtors	(26,239)	(19,432)
Trade and other creditors	86,198	9,029
Cash generated from operations	(275,110)	(412,252)
Interest paid	(518)	(2,533)
Interest received	5,747	2,039
Net cash (used in)/from operating activities	(269,881)	(412,746)
Cash Flows from Investing Activities		
Dividends, interest and rents from investments	186,312	166,979
Purchases of other investments	-	(348,140)
Proceeds from sale of other investments	-	362,500
Net cash from/(used in) investing activities	186,312	181,339
Cash Flows from Financing Activities		
Payments of finance lease liabilities	(2,778)	(16,667)
Net cash used in financing activities	(2,778)	(16,667)
Net (Decrease)/Increase in Cash and Cash Equivalents	(86,347)	(248,074)
Cash and Cash Equivalents at Beginning of Year	304,182	552,256
Cash and Cash Equivalents at End of Year	217,835	304,182

The notes on pages 18 to 39 form part of these financial statements.

Falkland Stewardship Trust
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 March 2024

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Scotland and a registered charity in Scotland. The address of the registered office is The Stables, Falkland Estate, Falkland, Fife, KY15 7AF.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', 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) (Charities SORP (FRS 102)), the Charities Accounts Scotland Regulations 2006 (as amended), the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005.

3. Accounting policies

Taxation

The company, as a recognised charity, is exempt from corporation tax on its charitable activities. It is registered for VAT and expenditure is shown net of recoverable VAT.

Basis of preparation

The accounts have been prepared in accordance with the Financial Reporting Standard 102, as issued by the Financial Reporting Council (effective 1 January 2015), the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" and the Companies Act 2006. They are prepared on the historical cost basis.

Falkland Stewardship Trust meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

3. Accounting Policies *(continued)*

Fund Accounting

Unrestricted funds can be used in accordance with any of the charitable objects 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.

Incoming Resources

Income from grants claimed in arrears is matched with the corresponding approved expenditure incurred in each accounting period and any grant income due but not received is included as accrued income in debtors.

Income from other grants or donations is recognised on receipt, provided there are no unfulfilled conditions applying to use of the income. Where the grant or donation is received for a specific purpose, any unexpended portion is carried forward in restricted fund.

Rental income is recognised on an accruals basis over the period for which it is due. Other income is recognised on a receipts basis unless it relates to a different accounting period.

Government Grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Resources Expended

Resources expended are included on an accruals basis. As far as possible, costs are allocated directly to the expenditure categories in the Statement of Financial Activities (SOFA). The remaining staff costs and overheads are apportioned accordingly to estimated usage, which generally follows the estimated staff time spent on each activity.

Governance costs are those associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs relating to trustees' meetings and governance.

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

3. Accounting Policies *(continued)*

Tangible Assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Project plant & equipment	-	25% straight line
Biomass boiler	-	6.67% straight line
Motor vehicles	-	25% straight line
Office equipment	-	25% straight line
Workshop fixtures & fittings	-	10% straight line

Heritage Assets

Comprising heritable property and land held on long leases, are stated at a nominal value as it is not considered practical to attribute a value to these assets for accounts purposes.

Investment Property

Investment property is stated at valuation or best estimate of this. In accordance with FRS 102 no depreciation is charged on investment property. The trustees consider that this policy, which represents a departure from statutory accounting principles, is necessary to show a true and fair view.

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

3. Accounting Policies *(continued)*

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at the carrying value plus accrued interest less repayments.

Defined Contribution Plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided.

Consolidation

The financial statements consolidate the financial statements of Falkland Stewardship Trust and its subsidiary undertaking, FST Enterprises Limited.

4. Limited by guarantee

Falkland Stewardship Trust is a company limited by guarantee and has no share capital. Each member of the Trust has undertaken to contribute an amount not exceeding £1 towards any deficit arising in the event of the Trust being placed in liquidation.

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

5. Donations and legacies	Group		Total Funds 2024 £
	Unrestricted Funds £	Restricted Funds £	
Donations	5,316	-	5,316
Grants			
Community Jobs Scotland - for Woodland assistants	-	-	-
Fife Council	-	-	-
Business Gateway	-	-	-
Tipi Project	-	4,500	4,500
Fife Jobs Contract	-	2,423	2,423
Scottish Forestry Trust	-	475	475
Sandys Trust	-	(10,000)	(10,000)
GO Falkland 2023	-	44,230	44,230
Fife Environment Trust	-	-	-
Robertson Trust	-	12,000	12,000
Fife Voluntary Action	-	-	-
Kenneth Millar Fund - Field of Learning	-	-	-
Other income	12,030	1,904	13,934
GO Falkland 2024	-	6,450	6,450
Scottish Land Fund	-	12,958	12,958
	<u>17,346</u>	<u>74,940</u>	<u>92,286</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

5. Donations and legacies <i>(continued)</i>	Group		Total Funds 2023 £
	Unrestricted Funds £	Restricted Funds £	
Donations	8,724	100	8,824
<u>Grants</u>			
Community Jobs Scotland - for Woodland assistants	-	51,687	51,687
Fife Council	-	2,000	2,000
Business Gateway	-	3,000	3,000
Tipi Project	-	4,500	4,500
Fife Jobs Contract	-	19,346	19,346
Scottish Forestry Trust	-	-	-
Sandys Trust	-	-	-
GO Falkland 2023	-	-	-
Fife Environment Trust	-	7,702	7,702
Robertson Trust	-	12,000	12,000
Fife Voluntary Action	-	5,720	5,720
Kenneth Millar Fund – Field of Learning	-	25,000	25,000
Other income	3,874	100	3,974
GO Falkland 2024	-	-	-
Scottish Land Fund	-	-	-
	<u>12,598</u>	<u>131,155</u>	<u>143,753</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

5. Donations and legacies <i>(continued)</i>	Company		
	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Donations	6,642	-	6,642
<u>Grants</u>			
Community Jobs Scotland - for Woodland assistants	-	-	-
Fife Council	-	-	-
Business Gateway	-	-	-
Tipi Project	-	4,500	4,500
Fife Jobs Contract	-	2,423	2,423
Sandys Trust	-	(10,000)	(10,000)
GO Falkland 2023	-	44,230	44,230
Fife Environment Trust	-	-	-
Robertson Trust	-	12,000	12,000
Fife Voluntary Action	-	-	-
Kenneth Millar Fund – Field of Learning	-	-	-
Other income	12,030	1,904	13,934
GO Falkland 2024	-	6,450	6,450
Scottish Land Fund	-	12,958	12,958
	<u>18,672</u>	<u>74,940</u>	<u>93,612</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

5. Donations and legacies <i>(continued)</i>	Company		Total Funds 2023 £
	Unrestricted Funds £	Restricted Funds £	
Donations	51,734	100	51,834
Grants			
Community Jobs Scotland - for Woodland assistants	-	51,687	51,687
Fife Council	-	2,000	2,000
Business Gateway	-	3,000	3,000
Tipi Project	-	4,500	4,500
Fife Jobs Contract	-	19,346	19,346
Scottish Forestry Trust	-	-	-
Sandys Trust	-	-	-
GO Falkland 2023	-	-	-
Fife Environment Trust	-	7,702	7,702
Robertson Trust	-	12,000	12,000
Fife Voluntary Action	-	5,720	5,720
Kenneth Millar Fund – Field of Learning	-	25,000	25,000
Other income	3,874	100	3,974
GO Falkland 2024	-	-	-
Scottish Land Fund	-	-	-
	<u>55,608</u>	<u>131,155</u>	<u>186,763</u>

6. Charitable Activities	Group & Company			
	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Biomass income	<u>90,714</u>	<u>90,714</u>	<u>89,699</u>	<u>89,699</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

7. Other Trading Activities

	Group			
	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Sales & other income	-	-	-	-

	Company			
	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Sales & other income	122,959	122,959	94,621	94,621

8. Investment Income

	Group & Company			
	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Rental income	186,312	186,312	166,979	166,979
Bank deposit interest	5,747	5,747	2,039	2,039
	<u>192,059</u>	<u>192,059</u>	<u>169,018</u>	<u>169,018</u>

9. Other income

	Group & Company			
	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Gain on disposal of tangible fixed assets	-	-	47,500	47,500

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

10. Expenditure on charitable activities by fund type	Group & Company		
	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£
Learning programme costs	-	1,544	1,544
Other project costs	322,605	99,333	421,938
Estate management costs	263,976	-	263,976
Support costs	45,510	423	45,933
	<u>632,091</u>	<u>101,300</u>	<u>733,391</u>
	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£
Learning programme costs	-	69,996	69,996
Other project costs	285,724	89,052	374,776
Estate management costs	262,057	-	262,057
Support costs	57,518	8,830	66,348
	<u>605,299</u>	<u>167,878</u>	<u>773,177</u>

11. Expenditure on charitable activities by activity type	Group & Company			
	Activities undertaken directly	Support costs	Total funds	Total fund
	£	£	£	£
Learning programme costs	1,544	-	1,544	69,996
Other project costs	421,938	40,408	462,346	428,952
Estate management costs	263,976	-	263,976	262,057
Governance costs	-	5,525	5,525	12,172
	<u>687,458</u>	<u>45,933</u>	<u>733,391</u>	<u>773,177</u>

12. Analysis of support costs	Group & Company		
	Other project costs	Total 2024	Total 2023
	£	£	£
General office	40,407	40,407	54,176
Governance costs	5,526	5,526	12,172
	<u>45,933</u>	<u>45,933</u>	<u>66,348</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

13. Net income

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Net income is stated after charging/(crediting):				
Depreciation on tangible fixed assets	21,811	24,923	21,811	24,923
Gains on disposal of tangible fixed assets	-	(47,500)	-	(47,500)
	<u>21,811</u>	<u>(22,579)</u>	<u>21,811</u>	<u>(22,579)</u>

14. Auditor's remuneration

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Fees payable for the audit of the financial statements	<u>5,050</u>	<u>3,850</u>	<u>4,150</u>	<u>3,850</u>
Fees payable to the group's auditors and its associates for other services:				
Other non-audit services	<u>1,208</u>	<u>1,167</u>	<u>1,208</u>	<u>1,167</u>

15. Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	Group & Company	
	2024	2023
	£	£
Wages and salaries	222,663	278,250
Social security costs	12,707	14,651
Employer contributions to pension plans	4,637	4,604
	<u>240,007</u>	<u>297,505</u>

The average head count of employees during the year was 13 (2023: 18).

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £104,073 (2023: £66,416).

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

16. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

17. Transfers Between Funds

Transfers between funds represent recharges of overheads and surpluses/deficits on completed projects.

18. Tangible fixed assets

	Group & Company		
	At		
	1 Apr 2023		
	and		
	31 Mar 2024		
	£		
Cost			
Project plant & equipment			34,134
Biomass boiler			313,847
Motor vehicles			11,998
Office equipment			18,875
Workshop fixtures & fittings			19,357
			<u>398,211</u>
	At	Charge for	At
	1 Apr 2023	the year	31 Mar 2024
	£	£	£
Depreciation			
Project plant & equipment	32,605	427	33,032
Biomass boiler	116,753	20,923	137,676
Motor vehicles	11,998	-	11,998
Office equipment	18,875	-	18,875
Workshop fixtures & fittings	17,798	461	18,259
	<u>198,029</u>	<u>21,811</u>	<u>219,840</u>
		At	At
		31 Mar 2024	31 Mar 2023
		£	£
Carrying amount			
Project plant & equipment		1,102	1,529
Biomass boiler		176,171	197,094
Motor vehicles		-	-
Office equipment		-	-
Workshop fixtures & fittings		1,098	1,559
		<u>178,371</u>	<u>200,182</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

19. Heritage Assets (Group & Company)

The Trust holds long leases from Falkland Estate Trust on heritage assets which are held primarily for conservation and development in line with the charitable purposes. Details of the assets held are as follows:

- House of Falkland, a Jacobean revival mansion build 1839-44, held under a 99 year lease from 1 April 1994 to 31 March 2093 at a nominal rent of £1 per annum.
- The surrounding designed landscape including office and residential property in The Stables and East Lodge, held under a 92 year lease from 1 April 2001 to 31 March 2093 at a current rental of £15,000 per annum subject to five-yearly rent reviews.

	Heritage assets £
Cost or valuation	
At 1 Apr 2023 and 31 Mar 2024	<u>2</u>
Accumulated depreciation	
At 1 Apr 2023 and 31 Mar 2024	<u>-</u>
Carrying amount	
At 31 Mar 2024	<u>2</u>
At 31 Mar 2023	<u>2</u>

It is not considered practical to attribute a market value to these assets and they are included in the balance sheet at a nominal value.

The assets also have a secondary purpose as investment properties providing rental income for the trust over the period of the leases.

20. Investments

Group	Investment properties £	Total £
Cost or valuation		
At 1 Apr 2023 and 31 Mar 2024	<u>348,140</u>	<u>348,140</u>
Carrying amount		
At 31 Mar 2024	<u>348,140</u>	<u>348,140</u>
At 31 Mar 2023	<u>348,140</u>	<u>348,140</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

20. Investments *(continued)* Company

	Investment properties £	Shares in group undertakings £	Total £
Cost or valuation			
At 1 Apr 2023 and 31 Mar 2024	348,140	1	348,141
Carrying amount			
At 31 Mar 2024	348,140	1	348,141
At 31 Mar 2023	348,140	1	348,141

All investments shown above are held at valuation.

Investment properties

The investment property was acquired in October 2022 and is held at cost, the trustees do not consider the current market value to be materially different to that for which the property was acquired

Falkland Stewardship Trust own 100% of the issued share capital of FST Enterprises Limited, company registration number SC629571 and registered office at The Stables, Falkland Estate, Falkland, Fife, KY15 7AF. The principal activity of FST Enterprises Limited is that of the provision of wedding and events. At 31 March 2023 the reserves held by FST Enterprises totalled £1 with a profit for the financial year to 31 March 2023 of £Nil.

21. Debtors

	Group		Company	
	2024 £	2023 £	2024 £	2023 £
Trade debtors	31,118	6,157	50,361	20,221
Prepayments and accrued income	30,226	57,546	31,552	100,556
Other debtors	1,893	2,186	1,893	4,728
	<u>63,237</u>	<u>65,889</u>	<u>83,806</u>	<u>125,505</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

22. Creditors: amounts falling due within one year

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Trade creditors	14,893	64,457	12,098	61,003
Accruals and deferred income	55,248	43,185	39,926	30,206
Social security and other taxes	10,505	4,593	11,843	4,593
Obligations under hire purchase contracts	-	2,778	-	2,778
Tenant's deposits	25,817	25,545	25,817	25,545
Other creditors	51,014	36,133	51,014	36,133
	<u>157,477</u>	<u>176,691</u>	<u>140,698</u>	<u>160,258</u>

The Architectural Heritage Fund hold a bond and floating charge over the assets of the company.

The Ecology Building Society hold a bond and floating charge over the investment property.

23. Creditors: amounts falling due after more than one year

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Other creditors	<u>157,084</u>	<u>53,334</u>	<u></u>	<u>53,334</u>

24. Finance Leases and Hire Purchase Contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	Group & Company	
	2024	2023
	£	£
Not later than 1 year	<u>-</u>	<u>2,778</u>

25. Deferred Income

	Group & Company	
	2024	2023
	£	£
At 1 April 2023	25,244	24,039
Amount released to income	(25,244)	(24,039)
Amount deferred in year	34,194	25,244
At 31 March 2024	<u>34,194</u>	<u>25,244</u>

Deferred income relates to income received in 2023/24 for the 2024/25 financial year.

Deferred income is included within accruals and deferred income in note 22.

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

26. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans for the group and the company was £4,637 (2023: £4,604).

27. Analysis of charitable funds

Unrestricted funds

	At 01.04.23	Income	Expenditure	Transfers	Group At 31.03.24
	£	£	£	£	£
General funds	161,012	424,404	(632,091)	125,225	78,550
House of Falkland	5,628	-	-	-	5,628
	<u>166,640</u>	<u>424,404</u>	<u>(632,091)</u>	<u>125,225</u>	<u>84,178</u>

	At 01.04.22	Income	Expenditure	Transfers	At 31.03.23
	£	£	£	£	£
General funds	195,101	408,946	(565,377)	122,342	161,012
House of Falkland	26,000	-	(39,922)	19,550	5,628
	<u>221,101</u>	<u>408,946</u>	<u>(605,299)</u>	<u>141,892</u>	<u>166,640</u>

Unrestricted funds

	At 01.04.23	Income	Expenditure	Transfers	Company At 31.03.24
	£	£	£	£	£
General funds	161,012	424,404	(632,091)	125,225	78,550
House of Falkland	5,628	-	-	-	5,628
	<u>166,640</u>	<u>424,404</u>	<u>(632,091)</u>	<u>125,225</u>	<u>84,178</u>

	At 01.04.22	Income	Expenditure	Transfers	At 31.03.23
	£	£	£	£	£
General funds	195,101	433,957	(565,377)	122,342	161,012
House of Falkland	26,000	-	(39,922)	19,550	5,628
	<u>221,101</u>	<u>408,946</u>	<u>(605,299)</u>	<u>141,892</u>	<u>166,640</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

27. Analysis of charitable funds *(continued)*

Restricted funds	At 01.04.23	Income Expenditure		Group & Company Transfers	At 31.03.24
	£	£	£	£	£
Community Jobs					
Scotland	-	2,423	(1,543)	-	880
Drumdreel - Grounds					
Maintenance	-	-	(20,071)	20,071	-
Drumdreel - House of					
Falkland Maintenance	94,879	-	(3,465)	(31,351)	60,063
Drumdreel - Stables					
Maintenance	-	-	-	-	-
Archaeology	-	-	(602)	602	-
Restricted donations	467,445	-	(7,505)	(99,205)	360,735
Patsy Wood Trust	4,964	475	(3,503)	(1,936)	-
Tipi Project	-	4,500	-	(4,500)	-
Historic leasehold					
assets	2	-	-	-	2
Our Bright Future Capex	-	-	-	-	-
Estate planning	-	-	-	-	-
Garvellachs	10,100	(10,000)	-	(100)	-
OBF Phase 2	6,774	13,904	(16,067)	-	4,611
GO Falkland 2023	-	44,230	(32,433)	(11,797)	-
Field of Learning	13,616	-	(162)	-	13,454
SLF Stage 1	-	12,958	(15,949)	2,991	-
GO Falkland 2024	-	6,450	-	-	6,450
	<u>597,780</u>	<u>74,940</u>	<u>(101,300)</u>	<u>(125,225)</u>	<u>446,195</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

27. Analysis of Charitable Funds *(continued)*

Restricted funds	At 01.04.22		Income Expenditure		Group & Company	
	£	£	£	£	Transfers £	At 31.03.23 £
Community Jobs						
Scotland	–	71,033	(69,996)		(1,037)	–
Drumdreel - Grounds						
Maintenance	11,196	7,702	(10,676)		(8,222)	–
Drumdreel - House of						
Falkland Maintenance	125,549	–	–		(30,670)	94,879
Drumdreel - Stables						
Maintenance	–	3,000	(7,351)		4,351	–
Archaeology	–	–	–		–	–
Restricted donations	543,672	47,500	(20,846)		(102,881)	467,445
Patsy Wood Trust	14,009	–	(9,045)		–	4,964
Tipi Project	–	4,500	(13)		(4,487)	–
Historic leasehold						
assets	2	–	–		–	2
Our Bright Future Capex	1,248	–	(1,248)		–	–
Estate planning	1,356	–	(904)		(452)	–
Garvellachs	10,000	100	–		–	10,100
OBF Phase 2	21,863	19,820	(34,909)		–	6,774
GO Falkland 2023	–	–	(1,506)		1,506	–
Fields of Learning	–	25,000	(11,384)		–	13,616
SLF Stage 1	–	–	–		–	–
GO Falkland 2024	–	–	–		–	–
	<u>728,895</u>	<u>178,655</u>	<u>(167,878)</u>		<u>(141,892)</u>	<u>597,780</u>

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2024

27. Analysis of charitable funds *(continued)*

Community Jobs Scotland - Funding to support wages and training of young people employed for 6 months+ by Falkland Stewardship Trust.

House of Falkland - FET donation - This fund arises from the sale proceeds of a 37% share of Drumdreel farm, which was donated by Falkland Estate Trust in 2010. Under a minute of agreement between parties, the proceeds are to be used solely for the costs of maintenance and/or restoration of the House of Falkland and its outbuildings and garden ground.

Restricted donations - Ring fenced funding from Ninian C Stuart to be used for particular aspects of the charity's working including business planning, capacity building and next phase of the Stables.

Our Bright Future - A five year rural skills programme for young people offering traineeships, volunteering opportunities, apprenticeships and entrepreneurial advice. Led by Falkland Stewardship Trust in partnership with the Fife Rural Skills Partnership.

Tipi project - The tipi site at Chancefield is used by Fife Council Early Learning Years offering free play opportunities for young children.

Historic leasehold assets - This fund represents the historic leasehold assets, which are held at a nominal value (see note 18).

Estate Planning - funding and support to consider the impact of the pandemic on the estate (eg traffic and more people) as the Estate looks to transform its future into one with more community involvement.

Garvellachs - To work with owners of the Garvellachs islands on their proposed transfer to community ownership, ultimately this project did not progress and the funding was refunded.

Our Bright Future Phase 2 - Continuation of an earlier project supporting young people.

GO Falkland 2023 - A one day event focused on regenerative farming, forestry and food.

Learning Strategy - A project looking to enhance learning as the estate transforms its future into one with more community involvement.

SLF Stage 1 - Development of a proposal to move towards community ownership of Falkland Estate.

GO Falkland 2024 - A two day event focused on regenerative farming, forestry and food.

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2024

28. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Group Total Funds 2024
	£	£	£
Tangible fixed assets	2,201	176,170	178,371
Heritage assets	-	2	2
Investments	-	348,140	348,140
Current assets	81,977	236,444	318,421
Creditors less than 1 year	-	(157,477)	(157,477)
Creditors greater than 1 year	-	(157,084)	(157,084)
Net assets	84,178	446,195	530,373
	Unrestricted Funds	Restricted Funds	Total Funds 2023
	£	£	£
Tangible fixed assets	3,088	197,094	200,182
Heritage assets	-	2	2
Investments	-	348,140	348,140
Current assets	163,552	266,136	429,688
Creditors less than 1 year	-	(160,258)	(160,258)
Creditors greater than 1 year	-	(53,334)	(53,334)
Net assets	221,101	728,895	764,420
	Unrestricted Funds	Restricted Funds	Company Total Funds 2024
	£	£	£
Tangible fixed assets	2,201	176,170	178,371
Heritage assets	-	2	2
Investments	1	348,140	348,141
Current assets	81,976	219,665	301,641
Creditors less than 1 year	-	(140,698)	(140,698)
Creditors greater than 1 year	-	(157,084)	(157,084)
Net assets	84,178	446,195	530,373
	Unrestricted Funds	Restricted Funds	Total Funds 2023
	£	£	£
Tangible fixed assets	3,088	197,094	200,182
Heritage assets	-	2	2
Investments	1	348,140	348,141
Current assets	163,551	266,136	429,687
Creditors less than 1 year	-	(160,258)	(160,258)
Creditors greater than 1 year	-	(53,334)	(53,334)
Net assets	166,640	728,895	764,420

Falkland Stewardship Trust

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2024

29. Analysis of changes in net debt

	At 01.04.23	Cash flows	Group At 31.03.24
	£	£	£
Cash at bank and in hand	380,231	(125,047)	255,184
Debt due within one year	(2,778)	2,778	-
	<u>377,453</u>	<u>(122,269)</u>	<u>255,184</u>

	At 01.04.23	Cash flows	Company At 31.03.24
	£	£	£
Cash at bank and in hand	304,182	(86,347)	217,835
Debt due within one year	(2,778)	2,778	-
	<u>301,404</u>	<u>(83,569)</u>	<u>217,835</u>

30. Operating Lease Commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	Group & Company	
	2024	2023
	£	£
Later than 5 years	<u>1,035,000</u>	<u>1,050,000</u>

31. Financial Instruments

The carrying amount for each category of financial instrument is as follows:

	Group	
	2024	2023
	£	£
Financial assets that are debt instruments measured at amortised cost		
Financial assets that are debt instruments measured at amortised cost	<u>318,421</u>	<u>446,120</u>
Financial liabilities measured at amortised cost		
Financial liabilities measured at amortised cost	<u>314,561</u>	<u>230,024</u>
		Company
	2024	2023
	£	£
Financial assets that are debt instruments measured at amortised cost		
Financial assets that are debt instruments measured at amortised cost	<u>301,641</u>	<u>429,687</u>
Financial liabilities measured at amortised cost		
Financial liabilities measured at amortised cost	<u>297,782</u>	<u>213,592</u>

Falkland Stewardship Trust
Company Limited by Guarantee
Notes to the Detailed Statement of Financial Activities
Year ended 31 March 2024

33. Related Parties

For the whole of the financial year the charity was controlled by its board of directors as listed on page 1.

At 31 March 2024, included within trade debtors is an amount of £1,331 (2023: £681) due from Falkland Rural Enterprises Limited, a company in which Ninian Stuart, the brother of director Marietta Crichton Stuart, is a director, and included within trade creditors is a debit balance of £1,541 (2023: £705 due to) due from Falkland Rural Enterprises Limited.

At 31 March 2024, included within trade debtors is an amount of £6,034 (2023: £3,381) due from Falkland Estate Trust, a charitable trust of which Ninian Stuart is chairman, and included within trade creditors is an amount of £3,863 (2023: £31,782) due to Falkland Estate Trust.

Included within other creditors is a loan of £15,000 due to director Marietta Crichton Stuart.

During the year the charity received donations totalling £1,326 (2023: £137,631) from FST Enterprises Limited, a company which is a 100% owned subsidiary of Falkland Stewardship Trust. At 31 March 2024, included within trade debtors is an amount of £26,930 (2023: £19,310) due from FST Enterprises Limited.

The charity received donations from directors Marietta Crichton Stuart totalling £50 (2023: £550), Joe Fitzpatrick totalling £Nil (2023: £50) and Paul Ritchie totalling £10 (2023: £Nil). Included within trade creditors are amounts due to Joe Fitzpatrick totalling £497.95 (2023: £Nil).