

ROYAL HIGHLAND EDUCATION TRUST

Scottish Charity No SC7492

Company Number: 123813

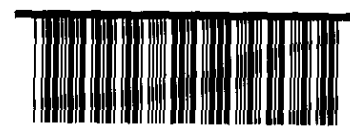
REPORT AND ACCOUNTS

FOR

THE YEAR ENDED

30 NOVEMBER 2000

**ROYAL HIGHLAND CENTRE
INGLISTON, NEWBRIDGE
EDINBURGH
EH28 8NF**



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REPORT OF THE DIRECTORS

Report of the Directors

The Directors present their Report and Accounts for the year ended 30 November 2000

Status

The Trust is a company limited by guarantee and not having share capital.

Principal Activity

The Company's principal activity is the promotion of farming and the countryside, mainly to schoolchildren.

Directors

The directors who served during the period are listed on page 1

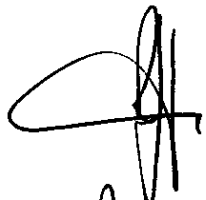
Auditors

A resolution to re-appoint Ernst & Young, Ten George Street, Edinburgh EH2 2DZ, will be put to the members at the Annual General Meeting.

Small Company Exemptions

This report has been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985

BY ORDER OF THE BOARD



R. J. Jones

Chairman of the Board

Mr AK Brooke	Royal Highland & Agricultural Society of Scotland
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Directors

Mr Ray J Jones	Royal Highland & Agricultural Society of Scotland
Mr Hugh Guthrie	Royal Highland & Agricultural Society of Scotland
Mrs GR Lawrie	
Mr Peter Stewart	National Farmers Union of Scotland

Management Committee

FR Adams
JW Arbuckle
AK Brooke
G Brown
Professor GN Foster
JM Johnston
RJ Jones
Mrs GR Lawrie
RA Lennox
C McAndrew
C McConnachie
J McLean
JE McNaughton
RJ Traquair
Ms S Mackenzie
Ms S York

Honorary Secretary

Gill Barwick	Royal Highland & Agricultural Society of Scotland
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STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company Law requires the Directors to prepare Accounts for each Financial Year, which give a true and fair view of the State of Affairs of the Company and of the Profit or Loss of the Company for that period.

In preparing those Accounts, the directors are required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Prepare the Accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the Accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention of and detection of fraud and other irregularities.

The Directors confirm that the Accounts comply with the above requirements.

REPORT OF THE AUDITORS**to the members of the Royal Highland Education Trust**

We have audited the accounts on pages 5 to 12 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities under the historical cost convention and on the basis of the accounting policies set out on page 3.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of the accounts in accordance with applicable United Kingdom law and accounting standards. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you. Our responsibilities as independent auditors, are established in the United Kingdom by Statute, the Auditing Practices Board and by our profession's ethical guidance.

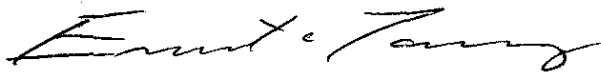
Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of affairs of the company at 30 November 2000 and of its surplus for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Registered Auditor
Edinburgh

6 April 2001

The Royal Highland Education Trust
Income & Expenditure Account
For the year ended 30th November 2000

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	Notes	2000	For Period ending 1999
Turnover	2	102,569	36,674
Administrative Expenses	2	94,079	8,957
Operating Surplus	3	8,490	27,717
Surplus brought forward		34,970	7,253
Surplus carried forward		43,460	34,970

The Royal Highland Education Trust
Balance Sheet at 30 November 2000

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	Notes	2000	For Period ending 1999
Fixed Assets	4	3,319	1,104
Current Assets			
Stock		9,662	0
Debtors	5	2,310	425
Cash at Bank and in Hand		<u>30,621</u>	<u>35,110</u>
		42,593	35,535
Creditors			
Amounts falling due within one year	6	(2,452)	(1,669)
Net Current Assets		<u>40,141</u>	<u>33,866</u>
Total Assets less Current Liabilities		<u>43,460</u>	<u>34,970</u>
Capital and Reserves			
Surplus on Income and Expenditure Accounts		1,359	
General Fund of RHET		28,572	28,572
Specific Funds of the farm Links Scheme			
Royal Northern Countryside Initiative		9,309	3,128
Scottish Borders		2,420	1,470
Fife		200	200
South Ayrshire		200	200
Forth Valley Countryside Initiative		1,400	1,400
		<u>43,460</u>	<u>34,970</u>

The Accounts have been prepared in accordance with the special provisions of Part VII of the companies Act 1985 relating to small companies and with the Financial Reporting Standard for smaller entities.

A.K. Brooke

AK Brooke
Chairman

Peter Stewart

Peter Stewart
Director

6 April 2001

The Royal Highland Education Trust

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Notes to the Accounts

For the year ended 30th November 2000

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards. The Financial Statements are set out to comply with the Statement of Recommended Practice for Charity Accounts.

Depreciation

Depreciation is calculated to write off the cost of Fixed Assets over their expected useful lives as follows:
Fixtures & Fittings - 25% Reducing Balance

Stocks

Stocks are stated at the lower of cost and net realisable value.

Taxation

No taxation liability is provided in these accounts as the Company has been accepted as a charity under S 505 of the Income & Corporation Taxes Act 1988

2 Statement of Financial Activities

	Restricted Funds	Unrestricted Funds	2000	1999
Incoming Resources				
Contributions and Donations		71,025	71,025	114
Other Contributions		834	834	-
Creditor re CD Rom - now written off			-	9,000
Project Sponsorship and Grants	13,277	175	13,452	25,224
Sale of Publications and CD Roms		13,598	13,598	55
Conference		3,585	3,585	-
Interest		75	75	154
Membership Fees			-	2,127
Total Incoming Resources	13,277	89,292	102,569	36,674
Resources Expended				
Resources Expended		30,366	30,366	9,724
Salaries & Payroll		45,353	45,353	-
Conference Costs		3,168	3,168	-
Direct Charitable Expenditure - Project Costs	6,146	9,046	15,192	-767
Administration Costs				
Total Resources Expended	6,146	87,933	94,079	8,957
Net Movement in Funds before transfers	7,131	1,359	8,490	27,717
Transfers between funds	0	0	0	
Funds brought forward at 1st December 1999	7,131	1,359	8,490	27,717
	6,398	28,572	34,970	7,253
	13,529	29,931	43,460	34,970

The Royal Highland Education Trust
Notes to the Accounts (Cont'd)
For the year ended 30th November 2000

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3 Operating Surplus

	2000	1999
This is stated after charging:		
Auditors Remuneration	1,496	750
Depreciation	1,014	255

4 Tangible Assets

	Fixtures & Fittings	Fixtures & Fittings
As at 1 December 1999	9,154	9,154
Additions	3,229	
Disposals	-800	
As at 30 November 2000	11,583	

Depreciation

at 1st December 1999	8,050	7,795
Charge for Period	1,014	255
Disposals	-800	

At 30th November 2000	8,264	8,050

Net Book Value

At 30th November 2000	3,319
At 1st December 1999	1,104

5 Debtors

	2000	1999
Other Debtors	2,310	425

6 Creditors

	2000	1999
Other Creditors	2,452	1,669

The Royal Highland Education Trust

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Notes to the Accounts (Cont'd)**For the year ended 30th November 2000****7 Contributions & Donations**

	2000	1999
Project Sponsorship and Grants		
RHASS - Payroll and Related Costs	45353	
Scottish Landowners	1200	
Russell Trust Donation	500	
Turriff District Agricultural Assoc.	1000	
AEH Salvesens Charitable Trust	1000	
Dumfries & Galloway	150	
Sir James Miller	1000	
BP Oil Grangemouth	250	
The Miller Foundation	2000	2000
Scottish Executive - Rural Affairs	1896	
Turcan Connell	2500	
Princess Anne Charity	1000	
Whitaker Charitable Trust	1000	
Hertz Donation	300	
Avis Donation	150	
Royal Bank of Scotland	5000	
Lloyds TSB Foundation		7000
Rod Harbinson Charity Trust		1,000
Ernest Cook Trust		5,000
Hugh Fraser Foundation		2,500
WG Forsyth Fund		3,500
Scottish Border Leader II		1,224
Aberdeen Milk		1,000
Grampian Country Food Group		2,000
Scottish Borders Farm Links Committee	500	
Other	952	
	65,751	25,224
Other Contributions		
Friends Donations	729	
Covenants	920	
Mackintosh Foundation Grant	2,500	
Millenium Ball Raffle	1,125	114
	5,274	114
Total Contributions & Donations	71,025	25,338

The Royal Highland Education Trust
Breakdown of Project & Administrative Expenses
For the year ended 30th November 2000

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	2000	1999
Salaries	45,353	
Travel Expenses		300
Overheads		
Rent Rates, Heat & Light		222
Printing & Stationery	5,047	2,233
Postage & telephone	4,062	
Sundries	256	127
Publications (inc At the Farm Packs)	8,328	
CD Rom Production	2,214	
AEEC Pack Commission	532	
Training & Recruitment	175	
Affiliation Fees	290	
Miscellaneous	3,066	
Show Expenses	3,543	
Staff Expenses	15,192	
Conference Costs	3,168	
Depreciation	1,014	255
Audit & Accountancy	1,496	1,184
Materials	643	1,045
	49,026	5,066
Computer Costs		3,625
Catering		-264
Professional Fees		-2,928
Education Centre		2,105
Schools Challenge		1,053
Loss on Disposal of Fixed Assets	-300	
Expenditure	94,079	8,957

The Royal Highland Education Trust
Royal Northern Countryside Initiative
For the year ended 30th November 2000

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	2000	1999
Income		
Aberdeen Milk		1,000
Grampian Food Group		2,000
Mathers Inverurie	750	
Aberdeen Council	500	
Aberdeen Grain	500	
NE Farmers	500	
Repayment of NESEP Loan	424	
Mitchells Dairy	500	
East Coast Farmers	1000	
East Coast Viners	500	
Mackies	200	
Interest	78	
Rothie Brisbane	30	
Working Bos Countryside	45	
Farm Links Project Funds - RNAS	3000	
Miller plant Funding	200	
Aberdeen & North - Special Funding	1000	
Aberdeen Council	100	
John Barr - McRobert Trust	2000	
Grampian Country Foods	1000	
Other		90
Interest Received		82
Total Income	12,327	3,172
Expenditure		
Project Officer Expenses	4,079	
Other Expenditure	466	
Travel & Accommodation	714	1,630
Materials	690	120
Administration	198	
Rent		222
Total Expenditure	6,146	1,972
Surplus for Period	6,181	1,200
Fund at 1st November 1999	3,128	1,928
Fund at 30th November 2000	9,309	3,128

The Royal Highland Education Trust
Farm Links Scheme
For the year ended 30th November 2000

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	2000	1999
Scottish Borders Farm Links Scheme		
Income from 1st Dec '99 to 30th Nov '00	950	
Scottish Border Leader II		1,224
Expenditure from 1st Dec '99 to 30th Nov '00		
Surplus for Period	950	1,224
Fund at 30th November 1999	1,470	246
Fund at 30th November 2000	<u>2,420</u>	<u>1,470</u>
Fife Farm Links Scheme		
Funds at 30th November 2000	<u>200</u>	<u>200</u>
South Ayrshire Farm Links Scheme		
Funds at 30th November 2000	<u>200</u>	<u>200</u>
Forth Valley Countryside Initiative		
Funds at 30th November 2000	<u>1,400</u>	<u>1,400</u>