THE ALLT BEAG ARMADALE TRUST

(A Company Limited by Guarantee)

FINANCIAL STATEMENTS

31 DECEMBER 2002

Company Number: SC226549

Charity Number: SC032791

SCT SKC4EOA4 1157
COMPANIES HOUSE 12/09/03

Registered Number: SC226549

Recognised by the Inland Revenue as a Charity in Scotland number: SC032791

DIRECTORS

M M Mackay (Chair)
J Austin
D M Blackman
S Campbell
O Cooper
E Dibble
A MacDonald
R Mackay
S M Munro

SECRETARY

M M Mackay

BANKERS

The Royal Bank of Scotland plc
Main Street
Tongue
Sutherland
IV27 4XF

REGISTERED OFFICE

Poulouriscaig
169 Armadale
Thurso
Caithness
KW14 7SA

Independent Examiner's Report

The financial statements set out on pages 3 to 6 contained herein have been prepared from the accounting records, information and explanations given by The Allt Beag Armadale Trust.

The Strathnaver Company Limited

May 2003

STATEMENT OF FINANCIAL ACTIVITIES (including Income & Expenditure Account)

for the period 21 December 2001 to 31 December 2002

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds £
Incoming Resources	2	812	15,435	16,247
Resources Expended	3	109	1,714	1,823
Net Incoming Resources - Net Income for the Period		**703**	**13,721**	**14,424**
Balances transferred from Kells Croft Steering Group at 24 May 2002		800	961	1,761
Funds carried forward at 31 December 2002		**1,503**	**14,682**	**16,185**

BALANCE SHEET as at 31 December 2002

	Note	£	£
FIXED ASSETS			
Land and Buildings	6		15,680
CURRENT ASSETS			
Cash at Bank		730	
CREDITORS:			
amounts falling due within one year	7	225	
NET CURRENT ASSETS			505
NET ASSETS			**16,185**
Unrestricted Funds			1,503
Restricted Funds	8		14,682
TOTAL FUNDS			**16,185**

Directors Statement

In preparing these unaudited financial statements advantage has been taken of the exemption under section 249A (1) of the Companies Act 1985. Members have not required the company to obtain an audit under section 249B (2).

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period and which comply with the provisions of the Companies Act 1985. 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 financial statements comply with the Companies Act. They are also responsible for safeguarding the assets of the company and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Trust on 19th May 2003 and signed on its behalf by:

N. M. MacKay Director

Alice Macdonald Director

NOTES TO THE FINANCIAL STATEMENTS

1. Statement of Accounting Policies

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), and follow the recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice (issued October 2000).

(a) Grants

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

(b) Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their normal useful lives:

Land and buildings - 2% on cost or revalued amounts

(c) Funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the Trust without further specified purpose and are available as general funds.

Restricted funds are to be used for specific purposes as laid down by the donor and expenditure that meets these criteria is charged to the fund.

2. Incoming Resources

	£
Grants	15,435
Donations	200
Local Fundraising	612
	16,247

3. Resources Expended

	£
Legal Fees	1,394
Accounting Fees	106
Bank Charges	3
Depreciation	320
	1,823

4. Taxation

The company is recognised by the Inland Revenue as a charity and is exempt from corporation tax on its charitable activities.

5. Directors Remuneration

None of the directors who held office during the period received remuneration and all appointments are on a voluntary basis.

6. Tangible Fixed Assets

	Land and Buildings
	£
Cost	
Additions	16,000
At 31 December 2002	16,000
Depreciation	
Charge for the period	320
At 31 December 2002	320
Net Book Value	
At 31 December 2002	15,680

7. Creditors: amounts falling due within one year

	£
Loan	166
Accruals	59
	225

8. Movement in Restricted Funds

	£
Grants Received during the period - for Purchase of 'Kell's Croft':	
Scottish Land Fund	12,275
Highlands & Islands Enterprise	3,160
Incoming Resources	15,435
less: Resources Expended	
Depreciation charge	320
Legal fees for purchase of Kell's Croft	433
Resources Expended	753
At 31 December 2002	14,682