

Charity Registration No. SC041030

Company Registration No. SC360708 (Scotland)

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2013

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FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Muriel Dunbar (Chair) Douglas Swan George Baxter Marion Strang Lin Thomas Kevin McCaughey Patti Walker-Booth Karolina Ratajczak William MacGillivray
Treasurer	Terence R Wisdom
Secretary	J & H Mitchell LLP
Charity number	SC041030
Charity number	SC360708
Registered office	J & H Mitchell WS 51 Atholl Road Pittlochry Perthshire PH16 5BU
Auditors	Johnston Carmichael LLP 66 Tay Street Perth PH2 8RA
Bankers	The Royal Bank of Scotland plc Aberfeldy Branch 8 The Square Aberfeldy Perthshire PH15 2DD Bank of Scotland plc Aberfeldy Branch Struan House The Square Aberfeldy Perthshire PH15 2DD Scottish Widows Bank plc PO Box 12757 67 Morrison Street Edinburgh EH3 8YJ

FRIENDS OF THE BIRKS CINEMA

**(A CHARITABLE COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION**

Solicitors

Charities Aid Foundation
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

J & H Mitchell LLP
51 Atholl Road
Pitlochry
Perthshire
PH16 5BU

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) CONTENTS

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**FRIENDS OF THE BIRKS CINEMA
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT**

FOR THE YEAR ENDED 31 MARCH 2013

The trustees present their report and accounts for the year ended 31 March 2013.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Structure, governance and management

The charity is a company limited by guarantee, incorporated on 4 June 2009 with charitable status and without a share capital.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Muriel Dunbar (Chair)	
Douglas Swan	
George Baxter	
Marion Strang	(Appointed 30 August 2012)
Lin Thomas	
Kevin McCaughey	(Appointed 30 August 2012)
Patti Walker-Booth	
Caroline Pearce	(Resigned 30 June 2013)
Ronald Young	(Resigned 30 August 2012)
Sue Pascoe	(Appointed 30 August 2012 and resigned 7 March 2013)
Charlotte Flower	(Resigned 30 August 2012)
Karolina Ratajczak	(Appointed 23 July 2013 and resigned 18 October 2013)
William MacGillivray	(Appointed 23 July 2013)

The trustees of the company are also the charity directors for the purpose of company law and under the requirements of the Memorandum and Articles of Association the number of trustees shall be not less than three and, unless otherwise determined by special resolution at a General Meeting, not more than nine.

Membership shall be open to those individuals who are resident in Highland Perthshire and/or Killin Parish, who are aged 16 and over and who are interested in the objectives of the charity. Appropriate training will be given to newly elected members on trustees duties and responsibilities.

At each AGM, one-third of the trustees shall retire from office, but are eligible for re-election, provided that no trustee can serve more than three consecutive terms in office. Having served three consecutive terms, the trustee must then take one year out of office before being eligible to serve again.

The trustees hold regular meetings between each AGM, set the strategy and policy of the charity, generally control and supervise the activities of the charity and, in particular, are responsible for monitoring its financial position and, where there are no employees or managers appointed, are responsible also for the day-to-day management of the charity.

None of the trustees has any beneficial interest in the company. The trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Friends of The Birks Cinema is the ultimate parent company of The Birks Cinema Limited, a trading company.

**FRIENDS OF THE BIRKS CINEMA
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT .**

FOR THE YEAR ENDED 31 MARCH 2013

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Objectives and activities

The charity's objects are to develop and manage the Birks Cinema premises to promote the arts, heritage and culture by providing a location for films, music, drama and entertainment and for other community-related facilities, to advance development of the communities of Highland Perthshire and Killin Parish for their benefit and for the benefit of the members of the public generally. In addition, the charity undertakes to raise the profile of arts, heritage and culture within the Highland Perthshire and Killin Parish community and more widely.

The main activities are fundraising, which has principally been carried out through application to large Trusts, but also includes organising local fund-raising initiatives. In addition, the charity has responsibility for ensuring the long-term viability of the Birks Cinema building, as well as its ongoing maintenance and security.

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

Achievements and performance

Refurbishment and equipping of the cinema building

The refurbishment went largely according to plan, facilitated by the significant efforts of the FoTBC Project Team, the Design Team, and the principal contractor Hadden Construction. Some problems related to the site, the original building, and the weather led to a delay in handover by the contractor of some four weeks. The total cost of the refurbishment has not yet been finalised by the Design Team with the principal contractor. Estimated final costs have been provided by the Design team, and these are within overall budget. Resolution of the snagging issues relating to building and equipment will continue to March 2014 when payment of the balance of the retention will fall due.

The Birks Cinema Limited

At the Extraordinary General Meeting on 30 April 2012, the members agreed to establish a trading subsidiary company limited by shares. The Birks Cinema Limited was registered as company number SC428528 at Companies House on 18 July 2012, and the entire issued share capital is held by Friends of The Birks Cinema. A Board of Directors was appointed by The Birks Cinema Limited (TBCL) in August 2012, and initial strategy and policies established by end March 2013 for Human Resources, IT, and Marketing. A General Manager was appointed in December 2012, and staff recruited for the operation of the cinema from February 2013.

A joint FoTBC and TBCL Launch team developed a launch campaign which led to the wide and successful promotion of the opening of the cinema throughout the Highland Perthshire area, with the cinema opening to the public on 20 April 2013.

Since opening, TBCL has provided between 3 and 5 film and event showings a day, offering a wide range of entertainment designed to appeal to a broad cross-section of the community. Audience numbers have been mixed, ranging from sell-out performances to audiences of 5 or less, although overall in line with initial projections. Although admissions have varied widely on a month by month basis, trading by TBCL has generally been in line with expectations and performance within the industry, although the relatively weak offering of films by the industry over the summer led to poorer than expected admissions in August. The TBCL Board and management are now tailoring the film and event offering and the café-bar menu and service in line with the customer response over the first 5 months.

**FRIENDS OF THE BIRKS CINEMA
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT**

FOR THE YEAR ENDED 31 MARCH 2013

Financial review

Results for the year ended 31 March 2013 are given in the Statement of Financial Activities on pages 7 and 8. The assets and liabilities are given in the Balance Sheet on page 9. The financial statements should be read in conjunction with the related notes which appear on pages 10 to 19.

In summary incoming resources amounted to £1,475,373 (2012 - £85,573), resources expended (running costs) totalled £73,338 (2012 - £19,232), resulting in net income for the year of £1,402,035 (2012 - £66,341).

During the year £1,449,753 has been expended on the refurbishment of the Birks Cinema building, almost entirely financed by restricted funds.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's administrative expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Plans for the future

The trustees' activities in the short term will focus on two areas:

- developing, together with the Board and management of The Birks Cinema Limited, the community based activities which were laid out in our submissions to funders
- maintaining and enhancing the cinema building so that it continues to be fit for purpose.

However, the trustees will also consider involving the charity in other activities within the community, insofar as these activities lie within the objectives of the charity.

Disclosure of information to auditors

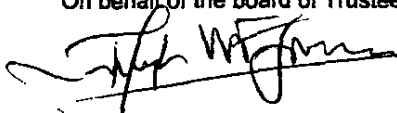
Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution proposing that Johnston Carmichael LLP be reappointed as auditors of the company will be put to the members.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

On behalf of the board of Trustees



Douglas Swan

Trustee

Dated: 16 OCTOBER 2013

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees, who are also the directors of Friends of The Birks Cinema for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF FRIENDS OF THE BIRKS CINEMA

We have audited the accounts of Friends of The Birks Cinema for the year ended 31 March 2013 set out on pages 7 to 19. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the 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 charitable company and the members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and auditors

As explained more fully in the Trustees' responsibilities statement set out on page 4, the Trustees, who are also the directors of Friends of The Birks Cinema for the purposes of company law, are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view.

We have been appointed auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report to you in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on those accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards as Auditors.

Scope of the audit of the accounts

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the accounts. In addition, we read all the financial and non-financial information in the Trustee's Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on accounts

In our opinion the accounts:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 March 2013 and of the group's and charitable company's incoming resources and application of resources, including the group's and charitable company's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- 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).

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the accounts are prepared is consistent with the accounts.

FRIENDS OF THE BIRKS CINEMA

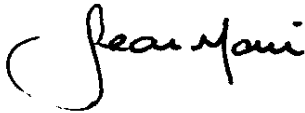
(A CHARITABLE COMPANY LIMITED BY GUARANTEE) INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF FRIENDS OF THE BIRKS CINEMA

Matters on which we are required to report by exception

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

- the parent charitable company has not kept proper and adequate accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's accounts 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.



Jean Main (Senior Statutory Auditor)
for and on behalf of Johnston Carmichael LLP

**Chartered Accountants
Statutory Auditor**
66 Tay Street
PERTH
PH2 8RA

Dated: 16 October 2013

Johnston Carmichael LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2013

	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2013 £	Total 2012 £
<u>Incoming resources</u>						
Incoming resources from generated funds						
Donations and grants	2	13,470	5,000	1,452,336	1,470,806	72,087
Activities for generating funds	3	1,438	-	-	1,438	12,102
Investment income	4	3,129	-	-	3,129	1,384
Total incoming resources		18,037	5,000	1,452,336	1,475,373	85,573
<u>Resources expended</u>						
Costs of generating funds						
Fundraising trading	3	498	-	-	498	238
		498	-	-	498	238
Net incoming resources available		17,539	5,000	1,452,336	1,474,875	85,335
<u>Charitable activities</u>						
Charitable expenditure		16,972	-	50,635	67,607	14,138
<u>Governance costs</u>						
		5,333	-	-	5,333	4,856
Total resources expended		22,803	-	50,635	73,338	19,232
Net income/(expenditure) for the year/ Net movement in funds		(4,766)	5,000	1,401,801	1,402,035	66,341
Fund balances at 1 April 2012		25,477	37,250	419,052	481,779	415,438
Fund balances at 31 March 2013		20,711	42,250	1,820,863	1,883,814	481,779

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

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2013

	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2013 £	Total 2012 £
<u>Incoming resources</u>						
Incoming resources from generated funds						
Donations and grants	2	13,470	5,000	1,462,336	1,470,806	72,087
Activities for generating funds	3	1,438	-	-	1,438	12,102
Investment income	4	3,129	-	-	3,129	1,384
Total incoming resources		18,037	5,000	1,462,336	1,475,373	85,573
<u>Resources expended</u>						
Costs of generating funds	6					
Fundraising trading	3	498	-	-	498	238
		498	-	-	498	238
Net incoming resources available		17,539	5,000	1,462,336	1,474,875	85,335
Charitable activities						
Charitable expenditure		18,972	-	20,465	37,437	14,138
Governance costs		4,333	-	-	4,333	4,856
Total resources expended		21,803	-	20,465	42,268	19,232
Net income/(expenditure) for the year/						
Net movement in funds		(3,766)	5,000	1,431,871	1,433,105	68,341
Fund balances at 1 April 2012		25,477	37,250	418,052	481,779	415,438
Fund balances at 31 March 2013		21,711	42,250	1,850,923	1,914,884	481,779

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

FRIENDS OF THE BIRKS CINEMA

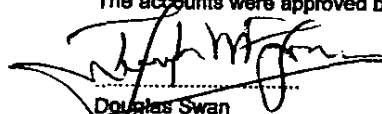
(A CHARITABLE COMPANY LIMITED BY GUARANTEE) BALANCE SHEETS

AS AT 31 MARCH 2013

	Notes	Group		Company	
		2013 £	2012 £	2013 £	2012 £
Fixed assets					
Intangible assets	10	14,400	-	14,400	-
Tangible assets	11	1,809,815	338,660	1,809,815	338,660
Investments	12	-	-	2	-
		<u>1,824,215</u>	<u>338,660</u>	<u>1,824,217</u>	<u>338,660</u>
Current assets					
Debtors	13	498,238	2,277	523,320	2,277
Cash at bank and in hand		96,970	148,159	95,970	148,159
		<u>595,208</u>	<u>150,436</u>	<u>619,290</u>	<u>150,436</u>
Creditors : amounts falling due within one year	14	(535,607)	(7,317)	(528,623)	(7,317)
Net current assets		<u>59,599</u>	<u>143,119</u>	<u>90,667</u>	<u>143,119</u>
Total assets less current liabilities		<u>1,883,814</u>	<u>481,779</u>	<u>1,914,884</u>	<u>481,779</u>
Income funds					
Restricted funds	15	1,820,853	419,052	1,850,923	419,052
Unrestricted funds					
Designated funds	16	42,250	37,250	42,250	37,250
Other charitable funds		20,711	25,477	21,711	25,477
		<u>1,883,814</u>	<u>481,779</u>	<u>1,914,884</u>	<u>481,779</u>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The accounts were approved by the Board on 16 OCTOBER 2013


Douglas Swan
Treasurer

Company Registration No SC360708

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2013

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

The accounts have been prepared in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005, the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006(as amended).

1.2 Basis of consolidation

The consolidated statement of financial activities and balance sheet include the financial statements of the charitable company and its subsidiary undertakings. The results of the subsidiaries sold or acquired are included in the statement of financial activities up to, or from the date control passes. Acquisitions are accounted for under the acquisition method.

1.3 Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

Gifts in kind are included at market value.

Bank interest is shown gross and is accrued where applicable.

1.4 Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accrual basis, exclusive of VAT and have been classified under headings that aggregate all costs related to the category. These are allocated between charitable expenditure and governance costs.

Governance costs are those of a constitutional, strategic or statutory nature with respect to the general running of the charity, rather than day to day management.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows :

Freehold land is not depreciated	
Freehold buildings	Nil
Plant and machinery	25% reducing balance
Fixtures, fittings & equipment	25% reducing balance
Computer equipment	25% reducing balance

No depreciation is provided on freehold buildings as the Cinema is not operational. Depreciation for a full year is charged in the year of acquisition, when operational.

1.6 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

1 Accounting policies (continued)

1.7 Accumulated funds

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the accounts.

1.8 Intangible fixed assets

Licences are included at cost and amortised in equal annual instalments over a period of 3 years which is their estimated useful economic life.

1.9 Taxation

The company is recognised as a charity and no charge for taxation arises on the results for the year.

2 Donations and grants for the year ended 31 March 2013 Group and Company

	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2013 £	Total 2012 £
Donations and grants	13,470	5,000	1,452,336	1,470,806	72,087
Donations and grants for the year ended 31 March 2013					
Unrestricted funds					
Donations				7,250	14,056
Memberships				400	1,810
Gifts in kind				5,820	-
Donations for the year ended 31 March 2013				13,470	15,866
Designated funds :					
Seat sponsorship				5,000	31,988
Seat sponsorship for the year ended 31 March 2013				5,000	31,988
Restricted funds :					
Scottish Rural Development Programme				656,164	-
Big Lottery Fund				424,950	1,694
Creative Scotland				100,000	-
Scottish Hydro Griffin Community Fund				100,000	-
The Gannochy Trust				50,000	-
Dunard Fund				50,000	-
Foyle Foundation				25,000	-
Scottish Rural Development Programme - LEADER				21,663	-
Perth & Kinross Council				14,659	23,300
The Hugh Fraser Foundation				10,000	-
Awards for All (refund)				-	(761)
Grants for the year ended 31 March 2013				1,452,336	24,233

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

3	Activities for generating funds		
	Group and Company		
		2013	2012
		£	£
	Events	124	11,541
	Sale of merchandising	15	561
	Fundraising trading	-	(238)
		15	323
	Weather Lottery fundraising	1,299	-
	Weather Lottery expenses	(498)	-
		801	-
	Net Activities for generating funds	940	11,864

4	Investment Income		
		2013	2012
		£	£
	Interest receivable	3,129	1,384

5 Total resources expended

Group

	Staff costs	Depreciation	Other costs	Total 2013	Total 2012
	£	£	£	£	£
Costs of generating funds					
Fundraising trading	-	-	498	498	238
Charitable activities					
Charitable expenditure					
Activities undertaken directly	-	-	1,383	1,383	8,705
Support costs	13,349	462	52,313	66,124	5,433
Total	13,349	462	53,696	67,507	14,138
Governance costs	-	-	5,333	5,333	4,856
	13,349	462	59,029	73,338	19,232

Governance costs includes payments to the auditors of £4,250 (2012 - independent examiner - £2,250) for audit fees and other advisory services and £1,083 (2012 - £2,606) for legal and professional fees.

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

6 Total resources expended (continued)

Company	Staff costs £	Depreciation £	Other costs £	Total 2013 £	Total 2012 £
Costs of generating funds					
Fundraising trading	-	-	498	498	238
Charitable activities					
Charitable expenditure					
Activities undertaken directly	-	-	1,383	1,383	8,705
Support costs	-	462	35,592	36,054	5,433
Total	-	462	36,975	37,437	14,138
Governance costs	-	-	4,333	4,333	4,856
	-	462	41,806	42,268	19,232

Governance costs includes payments to the auditors of £3,250 (2012 - independent examiner - £2,250) for audit fees and other advisory services and £1,083 (2012 - £2,606) for legal and professional fees.

6 Support costs

	Group 2013 £	2012 £	Company 2013 £	2012 £
Unrestricted funds -				
Project support fees	8,820	-	8,820	-
Materials and purchases	348	993	348	993
Insurance	3,683	1,498	3,693	1,498
Repairs and renewals	2,352	-	2,352	-
Rates	-	(703)	-	(703)
Heat and light	138	1	138	1
Room hire	1,201	66	1,201	66
Advertising	802	2,802	802	2,802
Post and stationery	-	204	-	204
Travel	168	216	168	216
Bank charges	526	-	526	-
Depreciation	482	-	482	-
Sundry expenses	220	168	220	168
	15,726	5,245	15,726	5,245
Restricted funds -				
Finance co-ordinator fees	15,518	-	15,518	-
Launch costs of cinema	30,070	-	-	-
Materials, supplies and maintenance	-	188	-	188
Room hire	4,077	-	4,077	-
Print, postage and stationery	358	-	358	-
Telephone	375	-	375	-
	50,398	188	20,328	188
	66,124	5,433	36,054	5,433

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

7 Activities undertaken directly

	2013 £	2012 £
Other costs relating to charitable expenditure comprise :		
Research costs	1,383	8,705

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but Douglas Swan and Patti Walker-Booth were reimbursed expenses of £515 and £692 respectively for expenses paid on behalf of the charity (2012 - Lin Thomas, Ronald Young, Muriel Dunbar, Julia Watson Douglas Swan, Patti Walker-Booth and Charlotte Flower - £198, £57, £69, £190, £878, £226 and £60)

During the year Douglas Swan donated services for project support fees of £3,830 to the company.

9 Employees

Group and Company

Number of employees

The average monthly number of employees during the year was :

	2013 Number	2012 Number
Administrative staff	1	-
	1	-

Employment costs

	2013 £	2012 £
Wages and salaries	12,412	-
Social security costs	937	-
	13,349	-

There were no employees whose annual remuneration was £60,000 or more.

10 Intangible fixed assets

Group and Company

	Licences £
Cost	
At 1 April 2012	-
Additions	14,400
At 31 March 2013	14,400

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

11 Tangible fixed assets

Group and Company

	Land and Buildings £	Plant and machinery £	Fixtures fittings & equipment £	Computer equipment £	Total £
Cost					
At 1 April 2012	338,860	-	-	-	338,860
Additions	1,033,281	391,720	24,752	21,864	1,471,617
At 31 March 2013	1,371,941	391,720	24,752	21,864	1,810,277
Depreciation					
At 1 April 2012	-	-	-	-	-
Charge for the year	-	-	-	462	462
At 31 March 2013	-	-	-	462	462
Net book value					
At 31 March 2013	1,371,941	391,720	24,752	21,402	1,809,815
At 31 March 2012	338,860	-	-	-	338,860

12 Fixed asset investments

	Subsidiary Undertaking £
Cost	
At 1 April 2012	-
Additions	2
At 31 March 2013	2
Market value at 31 March 2013	2

Holdings of more than 20%

The charity holds more than 20% of the share capital of the following company:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertaking			
The Birks Cinema Limited	Scotland	Ordinary	100
Principal Activities	Operation of cinema		

Results for the period ended 28 March 2013

Administration expenses	31,070
Loss for the period	31,070

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

12 Fixed asset investments (continued)

Summary of assets and liabilities

Current assets	7,429
Creditors : amounts falling due within one year	(38,497)
Total assets less current liabilities	<u>(31,068)</u>
Aggregate share capital and reserves	<u>(31,068)</u>

13 Debtors

	Group 2013 £	2012 £	Company 2013 £	2012 £
Other debtors	497,138	1,702	490,709	1,702
Amounts owed by group undertakings	-	-	31,513	-
Prepayments and accrued income	1,098	575	1,098	575
	<u>498,236</u>	<u>2,277</u>	<u>523,320</u>	<u>2,277</u>

14 Creditors

	Group 2013 £	2012 £	Company 2013 £	2012 £
Taxation and social security	853	-	-	-
Other creditors	528,911	5,568	522,780	5,568
Accruals	5,843	1,749	5,843	1,749
	<u>535,607</u>	<u>7,317</u>	<u>528,623</u>	<u>7,317</u>

Loans amounting to £350,000 (2012 - £Nil) within other creditors are secured

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

15 Restricted funds

Group

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes :

	Balance at 1 April 2012	Movement in funds		Balance at 31 March 2013
	£	Incoming resources £	Resources expended £	£
Town Centre Regeneration Fund	321,900	-	-	321,900
Perth & Kinross Council	31,828	14,659	-	46,588
Awards for All	9,051	-	-	9,051
Investing in Ideas	2,980	-	-	2,980
Ward Blenkinsop Trust	41,295	-	-	41,295
Owl Bookshop Ltd	7,000	-	-	7,000
Craignish Trust	3,000	-	-	3,000
The Russell Trust	1,000	-	-	1,000
Scottish Rural Development Programme - Rural Priorities	-	656,164	-	656,164
Big Lottery Fund	-	424,950	(30,070)	394,880
Creative Scotland	-	100,000	-	100,000
Scottish Rural Development Programme - LEADER	-	21,563	(20,465)	1,098
Hugh Fraser Trust	-	10,000	-	10,000
Dunard Fund	-	50,000	-	50,000
Foyle Foundation	-	25,000	-	25,000
The Gannochy Trust	-	50,000	-	50,000
Scottish Hydro Griffin Community Fund	-	100,000	-	100,000
Small Grants	900	-	-	900
	419,052	1,452,336	(50,535)	1,820,853

The Town Centre Regeneration Fund grant is to enable the charity to purchase and render water-tight the Birks Cinema

The Big Lottery Fund included a revenue grant of £75,000 to assist in the financing of the launch and operations of the cinema. The balance of £349,950 is to fund the refurbishment of the Birks Cinema.

The Scottish Rural Development Programme - LEADER grant was received as funding towards the cost of the finance co-ordinator and auxiliary costs

All of the other grants received were to fund the refurbishment of the cinema.

An analysis of net funds is given in note 17 which shows that £1,823,239 has been expended on fixed assets.

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

15 Restricted funds

Company

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes :

	Balance at 1 April 2012	Movement in funds		Balance at 31 March 2013
	£	Incoming resources	Resources expended	£
Town Centre Regeneration Fund	321,900	-	-	321,900
Perth & Kinross Council	31,926	14,659	-	46,585
Awards for All	9,051	-	-	9,051
Investing in Ideas	2,980	-	-	2,980
Ward Blenkinsop Trust	41,295	-	-	41,295
Owl Bookshop Ltd	7,000	-	-	7,000
Craignish Trust	3,000	-	-	3,000
The Russell Trust	1,000	-	-	1,000
Scottish Rural Development Programme - Rural Priorities	-	656,164	-	656,164
Big Lottery Fund	-	424,950	-	424,950
Creative Scotland	-	100,000	-	100,000
Scottish Rural Development Programme - LEADER	-	21,563	(20,465)	1,098
Hugh Fraser Trust	-	10,000	-	10,000
Dunard Fund	-	50,000	-	50,000
Foyle Foundation	-	25,000	-	25,000
The Gannochy Trust	-	50,000	-	50,000
Scottish Hydro Griffin Community Fund	-	100,000	-	100,000
Small Grants	800	-	-	800
	418,052	1,452,338	(20,465)	1,850,923

The Town Centre Regeneration Fund grant is to enable the charity to purchase and render water-tight the Birks Cinema

The Big Lottery Fund included a revenue grant of £75,000 to assist in the financing of the launch and operations of the cinema. The balance of £349,950 is to fund the refurbishment of the Birks Cinema.

The Scottish Rural Development Programme - LEADER grant was received as funding towards the cost of the finance co-ordinator and auxiliary costs

All of the other grants received were to fund the refurbishment of the cinema.

An analysis of net funds is given in note 17 which shows that £1,823,239 has been expended on fixed assets.

FRIENDS OF THE BIRKS CINEMA

(A CHARITABLE COMPANY LIMITED BY GUARANTEE) NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2013

16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes :

	Balance at 1 April 2012 £	Movement in funds Incoming Resources resources expended £ £		Balance at 31 March 2013 £
Seat sponsorship	37,250	5,000	-	42,250

The trustees have designated the seat sponsorship income to assist towards the cost of refurbishing the Birks Cinema

17 Analysis of net assets between funds

Group

	Unrestricted funds £	Designated funds £	Restricted Funds £	Total £
Fund balances at 31 March 2013 are represented by				
Intangible fixed assets	-	-	14,400	14,400
Tangible fixed assets	978	-	1,808,839	1,809,815
Current assets	34,005	42,250	550,484	626,719
Creditors: amounts falling due within one year	(14,270)	-	(552,850)	(567,120)
	20,711	42,250	1,820,853	1,883,814

Company

	Unrestricted funds £	Designated funds £	Restricted Funds £	Total £
Fund balances at 31 March 2013 are represented by :				
Intangible fixed assets	-	-	14,400	14,400
Tangible fixed assets	978	-	1,808,839	1,809,815
Investments	2	-	-	2
Current assets	28,576	42,250	550,484	619,290
Creditors: amounts falling due within one year	(5,843)	-	(522,780)	(528,623)
	21,711	42,250	1,850,923	1,914,884

18 Related parties

Friends of The Birks Cinema is the ultimate parent company of The Birks Cinema Limited , a trading company registered in Scotland. During the year the charity received income of £50 and incurred expenditure of £31,563 on behalf of that company. At the balance sheet date £31,513 was due to Friends of The Birks Cinema and this is included within debtors

Friends of The Birks Cinema has agreed to give financial support to The Birks Cinema limited for at least twelve months from the date of approval of these accounts.