

Charity Registration No. SC041030

Company Registration No. SC360708 (Scotland)

THE BIRKS CINEMA TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016

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COMPANIES HOUSE

THE BIRKS CINEMA TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Douglas Swan	
	Mr G Baxter	
	Mr W MacGillivray	(Appointed 6 May 2015)
	Mr R P Baker	(Appointed 6 May 2015)
	Mr K J Ramage	(Appointed 15 March 2016)
	Ms P Walker-Booth	(Appointed 15 March 2016)
	Mr J F Freeman	(Appointed 15 March 2016)
Secretary	J & H Mitchell LLP	
Charity number	SC041030	
Company number	SC360708	
Registered office	J & H Mitchell LLP 51 Atholl Road PITLOCHRY Perthshire PH16 5BU	
Independent examiner	Steven Menzies CA Johnston Carmichael LLP 66 Tay Street PERTH PH2 8RA	
Solicitors	J & H Mitchell LLP 51 Atholl Road PITLOCHRY Perthshire PH16 5BU	

THE BIRKS CINEMA TRUST

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THE BIRKS CINEMA TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2016

The trustees present their report and accounts for the year ended 31 March 2016.

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 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)".

Objectives and activities

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,
- 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, and
- raise the profile of arts, heritage and culture within the Highland Perthshire and Killin Parish community.

The main activities of the Board during the year were:

- improving the trading position of the subsidiary
- improving the efficiency of operation of the company and its trading subsidiary by merging the two Boards
- developing further our Community activities such as Sunday Sing-Alongs, and events for senior citizens such as chair based exercises.

Achievements and performance

Operation of The Birks Cinema Limited (TBCL)

TBCL welcomed 31800 customers to its auditorium during the year, an increase of 8% on the preceding year. In sales value terms this was an increase of 15% versus the prior year. Total sales were down slightly as a result of a strategic decision to stop the hot meals service and a fall in alcohol sales. Total costs though were reduced by 9% with favourable impact on profitability and longer term sustainability.

The cinema programme continued to include a diversity of films (over 300 different films in total), including popular drama, adventure, educational and children's films. Live event screenings including opera, ballet, and theatre, were also offered.

During the year, the trustees took several decisions to improve the profitability of the trading subsidiary:

- ticket prices for film and live events were increased
- the service of hot meals was discontinued
- contracts for the supply of electricity, gas and water were renegotiated to achieve savings exceeding 20% from the beginning of the 2016-17 financial year
- margins on alcohol, prepared and soft drinks and snacks were reviewed and improved.

Operation of the Charity

In compliance with the social responsibilities of the Group, during the year the Birks Cinema hosted:

- on stage music performances as part of the Aberfeldy Music Festival,
- screenings and events during the Aberfeldy Film Festival and the Tummel and Tay Festival
- screenings of a monthly film selected by Heartland Film Society
- events for 'Luminate' – The Scottish Festival of Creative Aging
- screenings for The Scottish Mental Health Arts Film festival.

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

THE BIRKS CINEMA TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2016

Financial review

Results for the year ended 31 March 2016 are given in the Statement of Financial Activities on page {Page6sfa}. The assets and liabilities are given in the Balance Sheet on page {Page7sofp}. The financial statements should be read in conjunction with the related notes which appear on pages 8 to 23.

In summary incoming resources amounted to £132,368 (2015 - £95,575), resources expended (running costs) totalled £173,708 (2015 - £169,005), resulting in net expenditure for the year of £41,340 (2015 - £73,430).

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. Due to the weak trading performance of TBCL it is not possible to maintain this level of reserves at all times during the year.

Due to the weak trading performance of TBCL it has not been possible to maintain this level of reserves subsequent to the year end. The trustees are reviewing various options for the future of the trading subsidiary in order to turn it around into a profit making business and consider the recovery of the loan due to TBCT.

At the balance sheet date the charity held total reserves of £1,646,598 of which £24,482 were unrestricted, £37,574 were designated and £1,584,542 were restricted.

The trustees has 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.

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 period from 01 April 2015 to the date the financial statements were approved were as follows:

Dr M Dunbar	(Resigned 7 October 2015)
Mr Douglas Swan	
Mr G Baxter	
Ms D Strang	(Resigned 8 November 2016)
Mr K McCaughey	(Resigned 7 October 2015)
Mr W MacGillivray	(Appointed 6 May 2015)
Mrs C G Hewitt	(Resigned 7 October 2015)
Mrs P Blanks	(Resigned 7 October 2015)
Mr R P Baker	(Appointed 6 May 2015)
Mr K J Ramage	(Appointed 15 March 2016)
Ms P Walker-Booth	(Appointed 15 March 2016)
Mr J F Freeman	(Appointed 15 March 2016)
Ms S Hoare	(Appointed 5 January 2016 and resigned 8 November 2016)

THE BIRKS CINEMA TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2016

The trustees of the charity are also the directors of the company 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 the duties and responsibilities of trustees. At each AGM, one-third of the elected trustees shall retire from office, but are eligible for re-election, except 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.

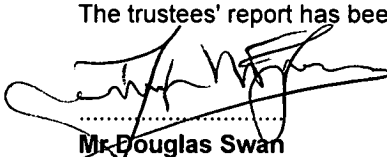
The trustees hold regular meetings between each AGM, set the strategy and policy, and generally control and supervise the activities of the charity. The trustees are responsible for monitoring its financial position and, where there are no employees or managers appointed, are responsible also for the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

The Birks Cinema Trust (TBCT) is the ultimate parent company of The Birks Cinema Limited (TBCL), a company managing the trading activities within the Birks Cinema.

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

The trustees' report has been approved by the Board of Trustees.


.....
Mr Douglas Swan
Trustee
Dated: 17 DECEMBER 2016

THE BIRKS CINEMA TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BIRKS CINEMA TRUST

I report on the accounts of the charity for the year ended 31 March 2016, which are set out on pages 5 to 23.

This report is made to the charity's board of trustees, as a body, in accordance with the terms of engagement. My work has been undertaken to enable me to undertake an independent examination of the charity's accounts on behalf of the charity's board of trustees and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's board of trustees as a body, for my work or for this report.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

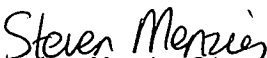
Basis of independent examiner's report

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations (as amended). An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations (as amended); and
 - (ii) to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations (as amended);have not been met; or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.


Steven Menzies CA

For and on behalf of

Johnston Carmichael LLP
66 Tay Street
PERTH
PH2 8RA

Dated: 20 December 2016

THE BIRKS CINEMA TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2016

		Unrestricted funds general	Unrestricted funds designated	Restricted funds	Total 2016	Total 2015
	Notes	£	£	£	£	£
Income from:						
Donations and legacies	3	1,489	1,000	72,853	75,342	69,164
Charitable activities	4	7,400	-	26,150	33,550	3,418
Other trading activities	5	2,691	-	-	2,691	3,145
Investments	6	20,784	-	-	20,784	19,848
Total income		32,364	1,000	99,003	132,367	95,575
Expenditure on:						
Raising funds	7	284	-	-	284	275
Charitable activities	8	23,818	3,304	145,501	172,623	168,730
Other	12	-	-	800	800	-
Total expenditure		24,102	3,304	146,301	173,707	169,005
Net income/(expenditure) for the year/ Net movement in funds		8,262	(2,304)	(47,298)	(41,340)	(73,430)
Reconciliation of Funds						
Fund balances at 1 April 2015		16,220	39,878	1,631,840	1,687,938	1,761,368
Fund balances at 31 March 2016		24,482	37,574	1,584,542	1,646,598	1,687,938

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

THE BIRKS CINEMA TRUST

BALANCE SHEET

AS AT 31 MARCH 2016

	Notes	2016 £	2015 £
Fixed assets			
Intangible assets	13	7,702	4,800
Tangible assets	14	1,339,391	1,459,741
Investments	15	2	2
		<u>1,347,095</u>	<u>1,464,543</u>
Current assets			
Debtors	17	296,275	222,791
Cash at bank and in hand		15,486	7,687
		<u>311,761</u>	<u>230,478</u>
Creditors: amounts falling due within one year	18	<u>(12,258)</u>	<u>(7,083)</u>
Net current assets		299,503	223,395
Total assets less current liabilities		<u>1,646,598</u>	<u>1,687,938</u>
The funds of the charity:			
Restricted funds	19	1,584,542	1,631,840
Unrestricted funds - designated		37,574	39,878
Unrestricted funds - general		24,482	16,220
		<u>1,646,598</u>	<u>1,687,938</u>

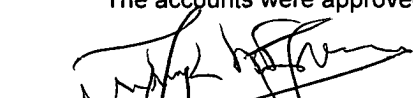
For the financial year ended 31 March 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the Trustees on 17 DECEMBER 2016


Mr Douglas Swan
Trustee


Mr J F Freeman
Trustee

Company Registration No. SC360708

THE BIRKS CINEMA TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2016

	Notes	2016 £	£	2015 £	£
Cash flows from operating activities					
Net cash provided by operating activities	24		(1,597)		(60,131)
Cashflows from investing activities					
Purchase of intangible assets		(11,553)		-	
Proceeds on disposal of intangibles		4,000		-	
Purchase of tangible fixed assets		(3,835)		(590)	
Proceeds on disposal of tangible fixed assets		-		5,613	
Interest received		20,784		19,848	
Net cash provided by investing activities			9,396		24,871
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			7,799		(35,260)
Cash and cash equivalents at beginning of year			7,687		42,947
Cash and cash equivalents at end of year			15,486		7,687
Relating to:					
Bank balances and short term deposits			15,486		7,687

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies

Company information

The Birks Cinema Trust is a private company limited by guarantee incorporated in Scotland. The registered office is J & H Mitchell LLP, 51 Atholl Road, PITLOCHRY, Perthshire, PH16 5BU.

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" 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), the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention. The principal accounting policies adopted are set out below.

These accounts for the year ended 31 March 2016 are the first accounts of The Birks Cinema Trust prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2014. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

The trustees have considered the going concern position of the charity and have also reviewed the position regarding the recovery of the amount owed by The Birks Cinema Limited of £222,286, as they are currently showing a deficit in the accounts at 31 March 2015. The trustees are reviewing various options for the recovery of this loan and also the future of the trading subsidiary.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.4 Incoming resources

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies

(Continued)

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Revenue support donations and gifts

The company has agreed the provision of revenue support funds by funders during an initial five year period, to enable the development of a robust trading model for its subsidiary TBCL. All revenue support funds are received by the company, before being transferred as required to the trading subsidiary. These revenue support funds are recorded under Donations and Grants when received, and then recorded as a loan repayable by TBCL to the company when the funds are transferred to TBCL.

Gifts in kind are included at market value.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Bank interest is shown gross and accrued where applicable.

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category and include irrecoverable VAT. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Charitable expenditure is incurred in direct pursuance of the charity's principal objects and as set out in the directors' report.

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.

1.6 Intangible fixed assets other than goodwill

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

Licences	33% straight line
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1.7 Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Land and buildings	5% straight line
Plant and machinery	25% reducing balance
Fixtures, fittings & equipment	25% reducing balance
Computer equipment	25% reducing balance

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies

(Continued)

1.8 Fixed asset investments

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

1.9 Impairment of fixed assets

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Taxation

The company is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The directors consider there to be no critical accounting estimates and judgements, other than depreciation.

Depreciation

Depreciation is calculated to fully write off the cost of assets over their estimated useful life. Management estimate the useful life of each asset. Details of the depreciation charged in the period are included in note 14.

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

3 Donations and legacies

	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2016 £	Total 2015 £
Donations and gifts	1,489	1,000	72,853	75,342	69,164
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
For the year ended 31 March 2015	<u>2,965</u>	<u>1,000</u>	<u>65,199</u>		<u>69,164</u>
Donations and gifts					
Donations	1,489	-	-	1,489	2,965
Seat Sponsorship	-	1,000	-	1,000	1,000
Big Lottery	-	-	72,853	72,853	65,199
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>1,489</u>	<u>1,000</u>	<u>72,853</u>	<u>75,342</u>	<u>69,164</u>

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

4 Charitable activities

	2016 £	2015 £
Community activities related grants	26,150	3,418
Community activity programmes	7,400	-
	<u>33,550</u>	<u>3,418</u>
Analysis by fund		
Unrestricted funds - general	7,400	
Restricted funds	26,150	
	<u>33,550</u>	

For the year ended 31 March 2015

Restricted funds	<u>3,418</u>
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Community activities related grants

The Gannochy Trust	12,000	-
Scottish and Southern Energy	10,800	-
Foundation Scotland	2,000	-
Perth & Kinross Council Befriending Project	1,100	-
The Big Knights	250	-
PKAUS	-	1,250
Voluntary Action	-	2,168
Other	-	-
	<u>26,150</u>	<u>3,418</u>

5 Other trading activities

	Unrestricted funds general £	Total 2016 £	Total 2015 £
Fundraising events	1,899	1,899	2,450
Social lotteries	792	792	695
	<u>2,691</u>	<u>2,691</u>	<u>3,145</u>
Other trading activities			
	<u>3,145</u>		<u>3,145</u>
For the year ended 31 March 2015			
	<u>3,145</u>		<u>3,145</u>

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

6 Investments

	Unrestricted funds general £	Total 2016 £	Total 2015 £
Rental income	20,784	20,784	19,842
Interest receivable	-	-	6
	<u>20,784</u>	<u>20,784</u>	<u>19,848</u>
For the year ended 31 March 2015	<u>19,848</u>		<u>19,848</u>

Rental income is received from TBCL, for the lease of the Birks Cinema, subject to the terms of a five year lease contract, under which the rental charge is based on the trading turnover of TBCL.

7 Raising funds

	Unrestricted funds general £	Total 2016 £	Total 2015 £
<u>Fundraising and publicity</u>			
Other fundraising costs	284	284	275
	<u>284</u>	<u>284</u>	<u>275</u>
For the year ended 31 March 2015			
Fundraising and publicity	<u>275</u>		<u>275</u>

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

8 Charitable activities

	Trust activities £	Community activities £	Total 2016 £	Total 2015 £
Depreciation and impairment	128,037	-	128,037	145,875
Community Development Officer	-	12,734	12,734	-
Community activities	-	6,408	6,408	-
Finance co-ordinator costs	-	-	-	1,102
Consultancy costs	6,945	-	6,945	-
Advertising	544	-	544	1,552
Repairs and renewals	3,405	-	3,405	3,296
Animators costs	-	600	600	-
Mezzanine hire and hospitality	-	2,037	2,037	6,069
	<u>138,931</u>	<u>21,779</u>	<u>160,710</u>	<u>157,894</u>
Share of support costs (see note 9)	11,913	-	11,913	10,836
	<u>150,844</u>	<u>21,779</u>	<u>172,623</u>	<u>168,730</u>
Analysis by fund				
Unrestricted funds - general	17,457	6,361	23,818	
Unrestricted funds - designated	3,304	-	3,304	
Restricted funds	130,083	15,418	145,501	
	<u>150,844</u>	<u>21,779</u>	<u>172,623</u>	
For the year ended 31 March 2015				
Unrestricted funds - general	16,968	6,069		23,037
Unrestricted funds - designated	3,909	-		3,909
Restricted funds	141,784	-		141,784
	<u>162,661</u>	<u>6,069</u>		<u>168,730</u>

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

9 Support costs

	Support costs	Governance costs	2016	2015	Basis of allocation
	£	£	£	£	
Insurance	6,294	-	6,294	5,305	Direct
Postage and stationery	-	-	-	67	Direct
Computer costs	-	-	-	304	Direct
Travel expenses	-	-	-	99	Direct
Legal and professional fees	3,103	-	3,103	1,523	Direct
Independent examiners fees	2,395	-	2,395	2,295	Direct
Bank charges	-	-	-	64	Direct
Sundry expenses	121	-	121	1,179	Direct
	<u>11,913</u>	<u>-</u>	<u>11,913</u>	<u>10,836</u>	
Analysed between Charitable activities	<u>11,913</u>	<u>-</u>	<u>11,913</u>	<u>10,836</u>	

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but 4 trustees were reimbursed a total of £922 for expenses paid on behalf of the charity (2015 – 3 were reimbursed £535). One trustee was paid £540 (2015 - £480) for services provided in animating community activities.

11 Employees

There were no employees during the year.

12 Other

	Restricted funds	Total 2016	Total 2015
		£	£
Net loss on disposal of intangible fixed assets	800	800	-
	<u>800</u>	<u>800</u>	<u>-</u>
For the year ended 31 March 2015	<u>-</u>	<u>-</u>	<u>-</u>

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

13 Intangible fixed assets

	Licences £
Cost	
At 1 April 2015	14,400
Additions - separately acquired	11,553
Disposals	(14,400)
At 31 March 2016	11,553
Amortisation and impairment	
At 1 April 2015	9,600
Amortisation charged for the year	3,851
Disposals	(9,600)
At 31 March 2016	3,851
Carrying amount	
At 31 March 2016	7,702
At 31 March 2015	4,800

14 Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures, fittings & equipment £	Computer equipment £	Total £
Cost					
At 1 April 2015	1,383,050	332,041	27,407	23,715	1,766,213
Additions	-	-	-	3,835	3,835
At 31 March 2016	1,383,050	332,041	27,407	27,550	1,770,048
Depreciation and impairment					
At 1 April 2015	138,547	145,432	11,967	10,526	306,472
Depreciation charged in the year	69,152	46,866	3,860	4,307	124,185
At 31 March 2016	207,699	192,298	15,827	14,833	430,657
Carrying amount					
At 31 March 2016	1,175,351	139,743	11,580	12,717	1,339,391
At 31 March 2015	1,244,503	186,609	15,440	13,189	1,459,741

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

15 Fixed asset investments

	Notes	2016 £	2015 £
Investments in subsidiaries	23	2	2

Movements in fixed asset investments

	Shares £
Cost or valuation	
At 1 April 2014 & 31 March 2015	2
Carrying amount	
At 31 March 2016	2
At 31 March 2015	2

16 Financial instruments

	2016 £	2015 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	311,761	230,478
Equity instruments measured at cost less impairment	2	2
Carrying amount of financial liabilities		
Measured at amortised cost	4,513	1,565

17 Debtors

	2016 £	2015 £
Amounts falling due within one year:		
Other debtors	80	505
Amounts falling due after one year:		
Amounts due from subsidiary undertakings	296,195	222,286
Total debtors	296,275	222,791

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

18 Creditors: amounts falling due within one year

	2016 £	2015 £
Other taxation and social security	5,892	3,767
Other creditors	4,513	1,565
Accruals and deferred income	1,853	1,751
	<u>12,258</u>	<u>7,083</u>

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

19 Restricted funds

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 2015	Movement in funds		Balance at 31 March 2016
	£	Incoming resources £	Resources expended £	£
Town Centre Regeneration Fund	265,473	-	(21,457)	244,016
Perth & Kinross Council	38,419	1,100	(3,194)	36,325
Awards for All	7,464	-	(600)	6,864
Investing in Ideas	2,458	-	(199)	2,259
Ward Blenkinsop Trust	34,057	-	(2,753)	31,304
Owl Bookshop Ltd	5,773	-	(467)	5,306
Foundation Scotland	-	2,000	-	2,000
Craignish Trust	2,474	-	(200)	2,274
The Russel Trust	825	-	(67)	758
Big Lottery Fund - capital grant	288,606	72,853	(36,160)	325,299
Creative Scotland	82,471	-	(6,666)	75,805
Scottish Rural Development Programme - Rural priorities	518,887	-	(41,939)	476,948
Scottish Rural Development Programme - LEADER	892	-	(103)	789
Hugh Fraser Trust	8,247	-	(667)	7,580
Dunard Fund	41,235	-	(3,333)	37,902
Foyle Foundation	20,618	-	(1,666)	18,952
Scottish Hydro Griffin Community Fund	82,471	-	(6,666)	75,805
Digital Piano	1,074	-	(383)	691
Big Lottery Fund - revenue support grant	185,000	-	-	185,000
The Gannochy Trust	41,235	12,000	(16,303)	36,932
Scottish and Southern Energy		10,800	-	10,800
Voluntary Action	2,168	-	(2,168)	-
PKAVS	1,250	-	(1,250)	-
Small Grants	743	250	(60)	933
	<u>1,631,840</u>	<u>99,003</u>	<u>(146,301)</u>	<u>1,584,542</u>

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

19 Restricted funds

(Continued)

Capital costs of refurbishment

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

The Big Lottery Capital Grant and the Scottish Rural Development Programme - Rural Priorities Grant 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.

The Digital Piano donation was received as funding towards the cost of purchasing a piano and speakers.

Funds from the above funders were utilised for the refurbishment of the Birks Cinema and will be drawn down by the annual depreciation charge.

Community Activities

The Gannochy Trust and SSE donations were received to contribute to the contract costs of a Community Development Officer, engaged to develop and manage the Trust's community activities.

The Voluntary Action, PKAVS and Small Grants donations provide funding for TBCT Community Activities.

Revenue Support funding

The company has received revenue support funds from the Big Lottery Fund of £75,000 in 2013-13, £50,000 in 2013-14 and £60,000 in 2014-15 which have been transferred to the trading subsidiary TBCL by way of a loan, included in "Amounts owed by group undertakings". Additional funding to cover the remaining set up and trading losses was provided to TBCL from the Trust's own resources throughout the period. Revenue support funds are being provided to TBCL over an initial four-year period starting from the 2012-13 financial year, to enable TBCL to build a robust trading model.

20 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 2015 £	Movement in funds		Balance at 31 March 2016 £
		Incoming resources £	Resources expended £	
Seat sponsorship	39,878	1,000	(3,304)	37,574
	<u>39,878</u>	<u>1,000</u>	<u>(3,304)</u>	<u>37,574</u>

The trustees have designated the seat sponsorship income to assist towards the cost of refurbishing the Birks Cinema and will be drawn down by the annual depreciation charge.

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

21 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 31 March 2016 are represented by:				
Intangible fixed assets	-	-	7,702	7,702
Tangible assets	499	37,574	1,301,318	1,339,391
Current assets/(liabilities)	23,981	-	275,522	299,503
	<u>24,480</u>	<u>37,574</u>	<u>1,584,542</u>	<u>1,646,596</u>

22 Related party transactions

The Birks Cinema Trust is the ultimate parent company of The Birks Cinema Limited (TBCL). During the year the Trust loaned funds amounting to £72,450 (2015 - £136,538) to TBCL, and TBCL repaid £8,250 (2015 - £84,043) of the loan in the year.

During the year the Trust charged, and TBCL paid, rent of £18,495 to the Trust (2015 - £19,842).

TBCL charged services totalling £5,008 to the Trust (2015 - £7,365) and the Trust paid £4,848 (2015 - £6,944) of these services.

At the balance sheet date £296,195 (2015 - £222,286) was due by TBCL to the Trust and is included within other debtors. The loan is unsecured, interest free and has no fixed terms of repayment. The Birks Cinema Trust has agreed to give financial support to TBCL for twelve months from the date of approval of these accounts.

23 Subsidiaries

These financial statements are separate company financial statements for The Birks Cinema Limited.

Details of the charity's subsidiaries at 31 March 2016 are as follows:

Name of undertaking and country of incorporation or residency	Nature of business	Class of shareholding	% Held	
			Direct	Indirect
The Birks Cinema Limited Scotland	Operation of the cinema and cafe-bar	Ordinary	100.00	

THE BIRKS CINEMA TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

24	Net cash provided by (used in) operating activities	2016 £	2015 £
	Net expenditure for the reporting period (as per the statement of financial activities)	(41,340)	(73,430)
	Adjustments for:		
	Investment income	(20,784)	(19,848)
	Loss on disposal of intangible assets	800	-
	Depreciation and impairment of tangible fixed assets	128,037	145,875
	Movements in working capital:		
	(Increase) in debtors	(73,484)	(6,824)
	Increase/(decrease) in creditors	5,174	(105,904)
	Cash used in operations	<u>(1,597)</u>	<u>(60,131)</u>