REGISTERED COMPANY NUMBER: SC463512 (Scotland)
REGISTERED CHARITY NUMBER: SC044808

Report of the Trustees and Unaudited Financial Statements for the Year Ended 31 December 2016 for Scottish Centre of Textiles

WEDNESDAY

S6EWPUNT
SCT 13/09/2017 #352
COMPANIES HOUSE

Douglas Home & Co Ltd
Chartered Accountants
47-49 The Square
Kelso
Roxburghshire
TD5 7HW

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Reference and Administrative Details for the Year Ended 31 December 2016

TRUSTEES	Dr A N Lockhart (Director) H I Carruthers (Director) J E Sugden (Director)
COMPANY SECRETARY	A A Purves
REGISTERED OFFICE	St Dunstans House High Street Melrose Roxburghshire TD6 9RU
REGISTERED COMPANY NUMBER	SC463512 (Scotland)
REGISTERED CHARITY NUMBER	SC044808
INDEPENDENT EXAMINER	Douglas Home & Co Ltd Chartered Accountants 47-49 The Square Kelso Roxburghshire TD5 7HW

Report of the Trustees for the Year Ended 31 December 2016

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2016. The trustees have adopted the provisions of 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

Objectives and aims

The charitable purpose of the Company are to advance the Scottish textiles heritage and culture and its education by:

1. Recording, preserving and promulgating the important contribution of the Scottish textile industry to the industrial Revolution in Scotland during the 19th century and by promoting the continuing importance of the textile industry to the future of the Scottish economy.

2. Creating a national centre which both acquires and preserves the heritage of the Scottish textile industry and provides a centre for innovation, skills transfer and technology development to promote the textile industry in Scotland for the future.

3. Creating a working initiative, accessible to the public and educational establishments, fully equipment to take in fibre and/or yarn for processing it into finished fabric or garments and accessories.

4. Creating a centre for relevant machinery, fabrics and information on the various elements of Scottish Textiles, past, present and future.

5. Creating a Scottish Textiles archive accessible to educational establishments, researchers and the public.

6. Creating a show case for the Scottish Textile industry, to attract young people to return to careers in the textile industry in Scotland.

7. Retaining and preserving a listed historical building from local textile industry.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The aims and achievements of the charity since incorporation are as follows:

1. Raised funds to carry out a Feasibility Study of SCOT (Scottish Centre of Textiles) and its aspirations.

2. Accepted some of the findings of the Feasibility Study, but with reservation, due to obvious lack of know-how and understanding the Consultants had of the subject and aspirations of SCOT.

3. Reconsidered the possible location for SCOT and decided on Galashiels because of its historic connection with the textile industry - the location of Heriot Watt University School of Textiles and Design - the location of 80% of the traditional Scottish Textile Industry - the destination of the new Borders Railway.

4. Decided to concentrate on establishing the first part of the SCOT project, which is to create the Scottish National Textile Collection, which will incorporate all the elements of the Scottish Textile Industry, past, present and future in one central location. This will include Harris Tweed, The Tartan Authority, Ayrshire lace as well as the Scottish Border contributions.

5. Held meetings with a variety of politicians / educational institutions / public service providers / Textile Industry members and manufacturers and achieved unanimous support for the proposals of the Collections.

6. The plan now is to proceed with our negotiations with Heriot Watt University / Borders College / Scottish Borders Council / Scottish Enterprise / The National Museum of Scotland and all other interested and participating organisations and individuals.

Report of the Trustees
for the Year Ended 31 December 2016

FINANCIAL REVIEW
Financial position

A grant of £6,000 was gratefully received from the Hayward Sanderson Trust in December 2015. This funding has been utilised in 2016 to explore and recover archive material which may have been in danger of being lost. The trustees are appreciative of this support.

The trustees are working to produce a full inventory of items recovered and donated during the course of the year.

FUTURE PLANS

The Trustees plans remain to deliver the listed Objectives and Activities of the charity. Specifically an initial step is to compile a Scottish National Textiles Collection. The Trustees continue to fundraise with targets including high net worth individuals with textile backgrounds, the Scottish Government, Scottish Borders Council and various Trusts including the Hayward Sanderson Trust. This fundraising will will be applied to delivering the Objectives and related professional costs as well as funding administration costs.

STRUCTURE, GOVERNANCE AND MANAGEMENT
Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

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

Approved by order of the board of trustees on 8.9.2017 and signed on its behalf by:

H I Carruthers - Trustee

Independent Examiner's Report to the Trustees of Scottish Centre of Textiles

I report on the accounts for the year ended 31 December 2016 set out on pages five to nine.

Respective responsibilities of trustees and examiner
The charity's trustees 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. 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 the independent examiner's report
My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 seeking explanations from you as 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 connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
- to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

C. McEwen

Carron McEwen
Douglas Home & Co Ltd
Chartered Accountants
47-49 The Square
Kelso
Roxburghshire
TD5 7HW

Date: 12 September 2017

Statement of Financial Activities
for the Year Ended 31 December 2016

	Notes	Unrestricted fund £	Restricted fund £	31/12/16 Total funds £	31/12/15 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		75	-	75	-
Charitable activities	2				
Textiles heritage and culture		-	-	-	6,000
Total		75	-	75	6,000
EXPENDITURE ON					
Charitable activities					
Textiles heritage and culture		3,974	-	3,974	1,067
NET INCOME/(EXPENDITURE)		(3,899)	-	(3,899)	4,933
RECONCILIATION OF FUNDS					
Total funds brought forward		4,459	-	4,459	(474)
TOTAL FUNDS CARRIED FORWARD		560	-	560	4,459

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

Statement of Financial Position
At 31 December 2016

	Notes	31/12/16 £	31/12/15 £
CURRENT ASSETS			
Cash at bank		2,489	6,076
CREDITORS			
Amounts falling due within one year	4	(1,929)	(1,617)
NET CURRENT ASSETS		560	4,459
TOTAL ASSETS LESS CURRENT LIABILITIES		560	4,459
NET ASSETS		560	4,459
FUNDS	7		
Unrestricted funds		560	4,459
TOTAL FUNDS		560	4,459

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 December 2016 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 8.6.2017 and were signed on its behalf by:

H I Carruthers -Trustee

The notes form part of these financial statements

Notes to the Financial Statements for the Year Ended 31 December 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income
All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation
The charity is exempt from corporation tax on its charitable activities.

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31/12/16 £	31/12/15 £
Grants	Textiles heritage and culture	-	6,000

Grants received, included in the above, are as follows:

	31/12/16 £	31/12/15 £
Hayward Sanderson Trust	-	6,000

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2016 nor for the year ended 31 December 2015 .

Trustees' expenses
There were no trustees' expenses paid for the year ended 31 December 2016 nor for the year ended 31 December 2015 .

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/16	31/12/15
	£	£
Other loans (see note 5)	600	600
Trade creditors	75	75
Accrued expenses	1,254	942
	1,929	1,617

5. LOANS

An analysis of the maturity of loans is given below:

	31/12/16	31/12/15
	£	£
Amounts falling due within one year on demand:		
Other loans	600	600

6. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Restricted fund	31/12/16 Total funds	31/12/15 Total funds
	£	£	£	£
Current assets	2,489	-	2,489	6,076
Current liabilities	(1,929)	-	(1,929)	(1,617)
	560	-	560	4,459

7. MOVEMENT IN FUNDS

	At 1/1/16	Net movement in funds	At 31/12/16
	£	£	£
Unrestricted funds			
General fund	4,459	(3,899)	560
TOTAL FUNDS	4,459	(3,899)	560

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	75	(3,974)	(3,899)
TOTAL FUNDS	75	(3,974)	(3,899)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

8. RELATED PARTY DISCLOSURES

Mr H Curruthers, who is a Trustee, has loaned the charity £600 interest free. This amount was outstanding at 31st December 2016 and is included in creditors (2015: £600).

9. FIRST YEAR ADOPTION

The policies applied under the charity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit.

Detailed Statement of Financial Activities for the Year Ended 31 December 2016

	Unrestricted funds £	Restricted funds £	31/12/16 Total funds £	31/12/15 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations	75	-	75	-
Charitable activities				
Grants	-	-	-	6,000
Total incoming resources	75	-	75	6,000
EXPENDITURE				
Charitable activities				
IT expenses	43	-	43	50
Storage	656	-	656	-
Transport	1,704	-	1,704	-
	2,403	-	2,403	50
Support costs				
Governance costs				
Independent Examiners' fee	1,122	-	1,122	942
Professional fees	389	-	389	75
Bank charges	60	-	60	-
	1,571	-	1,571	1,017
Total resources expended	3,974	-	3,974	1,067
Net (expenditure)/income	(3,899)	-	(3,899)	4,933