

*Scottish Charity No.SC040949*  
*Company Number: SC362320*

## **The Bonar Trust**

**(A Company Limited By Guarantee)**

**Report of the Directors and Unaudited Financial Statements**  
*For the year ending 31 March 2016*

# **The Bonar Trust**

## **Contents of the Financial Statements *for the year ending 31 March 2016***

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# **The Bonar Trust**

## **Report of the Directors for the year ending 31 March 2016**

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The Directors are pleased to present their report together with the financial statements of The Bonar Trust for the year ending 31 March 2016.

### **Principal Activities and Charitable Objectives**

The Trust was formed to advance the Christian religion throughout Scotland and elsewhere in the world. In particular, the Trust encourages, provides support and promotes:

- Christian ministries
- The teaching of the Bible and Christian evangelism
- The training, education and development of the Christian Faith.

### **Grant Making Policy**

The Directors' focus is the training of future leaders for the church in Scotland. They fulfil this vision by awarding grants to promote and support ministry associate and church leader in training programmes.

Grants for individuals participating in ministry associate programmes are awarded for one year. The Trust will normally support an individual for a maximum of two years.

Grants for individuals participating in a church leader in training programme are awarded for one year. The Trust will normally support an individual for a maximum of four years. These individuals will have completed a recognised church-based apprenticeship (or equivalent) and will be engaged in further training (being a combination of church based experience and theological study) towards church leadership in Scotland.

### **Main Achievements**

Seventeen grants amounting to £87,900 were awarded during the year ending 31 March 2016. The number and value of grants will increase in subsequent years as the activities of the Trust expand.

### **Financial Review**

The Directors are pleased to note that donors are continuing to support the vision of the Trust, with income of £122,123 for the year ending 31 March 2016. The Directors are actively seeking additional financial support for its activities.

### **Results for the Year**

The financial statements for the year are set out in pages 6 to 14. The Statement of Financial Activities on page 6 reflects a net surplus of £33,243 (2015: surplus of £5,719).

### **Reserves Policy**

The balance of £77,716 held as unrestricted funds as at 31 March 2016 represent the free reserves of the Trust. Reserves will be accumulated and used for the Trust's objectives as required. The Directors aspire to hold a low level of reserves and will therefore seek new opportunities to realise the Trust's objectives.

### **Statement on Risk**

The Directors have considered the major risks to which the charity is exposed and have reviewed those risks and established procedures to manage those risks. A risk register is maintained by the Directors and is reviewed annually.

# The Bonar Trust

## Report of the Directors for the year ending 31 March 2016

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### Plans for Future Periods

The Trust plans to continue to promote and support ministry associate and church leader in training programmes, and to develop other activities in line with the objects of the charity as opportunities arise.

It is anticipated that there will be increased financial support in the coming year as well as an increase in grants made.

### Structure Governance and Management

The Bonar Trust ("the Trust") was established as a company limited by guarantee and incorporated on 8 July 2009. The Trust is a recognised Scottish charity, number SC040949. The Trust is governed by their Articles of Association, dated 9 September 2009.

The Directors are responsible for the overall administration and the day to day operations of the Trust.

#### **Directors**

The directors who served during the year and to the date of this report were as follows:

P Clarke	R Sloan
N Macdonald	R Sydserrf
A MacKenzie	D Jackman (Resigned 6 October 2016)
N Martin	

No director had any interest in the share capital of the company at any time during the year as the company is limited by guarantee and does not have share capital.

#### **Recruitment and Appointment of Directors**

The Directors consider on a regular basis the need to supplement their number or, in the event of death or resignation, to seek a replacement.

All Directors must believe in and accept the fundamental truths of Christianity as set out in the Doctrinal Basis within the Trust's Articles of Association.

#### **Appointment of independent examiners**

The Directors appointed Scott-Moncrieff as independent examiners during the period.

A proposal to reappoint Scott-Moncrieff will be put to members at the annual general meeting.

# **The Bonar Trust**

## **Report of the Directors for the year ending 31 March 2016**

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### **Directors**

P Clarke  
N Macdonald  
A MacKenzie  
N Martin  
R Sloan  
R Sydserff  
D Jackman     *(Resigned 6 October 2016)*

### **Company Secretary**

A MacKenzie

### **Registered Office**

2 Galachlawside  
Edinburgh  
EH10 7JG

### **Company Number**

SC362320

### **Charity Number**

SC040949

### **Bankers**

Royal Bank of Scotland  
Ayton Branch  
High Street  
Ayton  
TD14 5QJ

### **Independent Examiner**

Scott-Moncrieff  
Exchange Place 3  
Semple Street  
Edinburgh  
EH3 8BL

# The Bonar Trust

## Report of the Directors for the year ending 31 March 2016

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### Disclosure of information to independent examiner

To the knowledge and belief of each of the persons who are trustees at the time the report is approved:

- So far as the trustee is aware, there is no relevant information of which the company's independent examiner is unaware, and
- He has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant information, and to establish that the company's independent examiner is aware of the information

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

### Statement of Directors' Responsibilities

The trustees (who are also directors of The Bonar Trust for the purposes of company law) are responsible for preparing the Directors' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

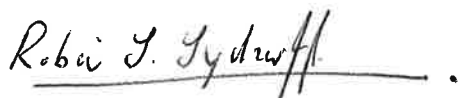
Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in 2015) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

**Approved for issue by the Directors and signed on their behalf by:**



**Robin Sydserrff**

**Dated: 19 December 2016**

# The Bonar Trust

## Report of the Independent Examiner's to the Directors for the year ending 31 March 2016

### Independent Examiner's Report to the Directors of The Bonar Trust

I report on the accounts of The Bonar Trust for the year ended 31 March 2016, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and the related notes.

This report is made solely to the charity's Directors, as a body, in accordance with section 44 of the Charities and Trustee Investment (Scotland) Act 2005. My examination has been undertaken so that I might state to the charity's Directors those matters I am required to state to them in an independent examiner's report 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 Directors as a body, for my examination, for this report, or for the opinions I have formed.

#### Respective responsibilities of Directors and examiner

The charity's Directors 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 Directors consider that the audit requirement of Regulation 10(1) (a) to (c) of the 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 statement

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (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 Directors 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:

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



**Gillian Donald CA**  
**Chartered Accountant**  
**Scott-Moncrieff**  
**Chartered Accountants**  
**Exchange Place 3**  
**Semple Street**  
**Edinburgh**

19 December 2016

# The Bonar Trust

## Statement of Financial Activities for the year ending 31 March 2016

		Unrestricted Funds 2016 Total £	Unrestricted Funds 2015 Total £
<b>Income from</b>			
Donations and legacies	5	122,102	87,754
<i>Investments</i>			
Bank interest receivable		21	16
<b>Total Income</b>		<b>122,123</b>	<b>87,770</b>
<b>Expenditure on</b>			
Charitable activities	6	88,880	82,051
<b>Total Expenditure</b>		<b>88,880</b>	<b>82,051</b>
<b>Net income for year and net movement in funds</b>		<b>33,243</b>	<b>5,719</b>
Balance as at 1 April 2015		44,473	38,754
<b>Balance as at 31 March 2016</b>	12	<b>77,716</b>	<b>44,473</b>

All movements are in unrestricted funds.

All of the results relate to continuing activities.

There were no recognised gains or losses other than those included above.

The notes on pages 9 to 15 form part of these financial statements.



# The Bonar Trust

## Balance Sheet as at 31 March 2016

			2016		2015
	Notes	£	£	£	£
<b>Current Assets</b>					
Cash at bank and in hand		89,979		57,075	
Debtors	9	14,317		14,272	
		<u>104,296</u>		<u>71,347</u>	
<b>Creditors</b>					
Amounts due within one year	10	26,580		26,874	
		<u>26,580</u>		<u>26,874</u>	
<b>Net Current Assets</b>			<b>77,716</b>		<b>44,473</b>
<b>Total Assets less Current Liabilities</b>			<u><b>77,716</b></u>		<u><b>44,473</b></u>
<b>Represented by:</b>					
<b>Unrestricted Funds</b>					
General Fund	12		77,716		44,473
			<u><b>77,716</b></u>		<u><b>44,473</b></u>

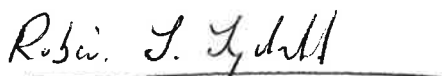
The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the financial year ended 31 March 2016. The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2016 in accordance with Section 476 of the Companies Act 2006.

The Directors acknowledge their responsibility for:

- ensuring that the Charity keeps accounting records which comply with Section 386 and 387 of the Companies Act 2006, and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its surplus or deficit for the financial period in accordance with the requirements of Section 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 company.

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

The financial statements were authorised for issue by the directors on 19 December 2016 and signed on their behalf by:



R Sydserrff

The notes on pages 9 to 15 form part of these financial statements.

# The Bonar Trust

## Statement of Cash Flows as at 31 March 2016

	<i>Notes</i>	<b>2016</b> £	<b>2015</b> £
<b>Net cash provided by operating activities</b>	<b>15</b>	<b>32,883</b>	<b>8,034</b>
<b>Cash flows from investing activities</b>			
Interest received		21	16
<b>Cash provided by investing activities</b>		<b>21</b>	<b>16</b>
Change in cash in the reporting period		<b>32,904</b>	<b>8,050</b>
Cash at the beginning of the period		<b>57,075</b>	<b>49,025</b>
<b>Cash at the end of the reporting period</b>		<b>89,979</b>	<b>57,075</b>

The notes on pages 9 to 15 form part of these financial statements.

# The Bonar Trust

## Notes to the Financial Statements *for the year ending 31 March 2016*

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### 1. General information

These financial statements are presented in Pounds Sterling (GBP), as that is the currency in which the majority of the charitable company's transactions are denominated. They comprise the financial statements of the charitable company drawn up for the year ended 31 March 2016.

The continuing activity of the charitable company is to advance the Christian religion throughout Scotland and elsewhere in the world.

The Bonar Trust is a charitable company registered in Scotland, registration number SC040949.

The address of the charitable company's registered office is 2 Galachwside, Edinburgh, EH10 7JG.

### 2. Statement of compliance

The financial statements are the charitable company's first financial statements prepared in accordance with the Financial Reporting Standard 102, 'The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland' issued by the Financial Reporting Council and the Companies Act 2006. The company's date of transition to FRS 102 is 1 April 2014.

In the year ended 31 March 2015 the financial statements were prepared in accordance with UK GAAP applicable prior to the adoption of FRS 102, as issued by the Financial Reporting Council, and referred to below as 'previous UK GAAP'. Information on the impact of first time adoption of FRS 102 is given in note 16 to these financial statements.

### 3. Accounting Policies

#### ***Accounting convention***

The financial statements have been prepared in accordance with Financial Reporting Standard 102, as issued by the Financial Reporting Council (effective 1 January 2015), the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006 and Statement of Recommended Practice (FRS 102) - Accounting and Reporting by Charities.

The Bonar Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transition value unless otherwise stated in the relevant accounting policy.

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires trustees to exercise their judgements in the process of applying the accounting policies. Use of available information and application of judgement are inherent in the formation of estimates. Actual outcomes in the future could differ from such estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 4.

#### ***Basis of financial statements***

The financial statements have been prepared on an accruals basis.

# The Bonar Trust

## Notes to the Financial Statements for the year ending 31 March 2016

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### 3. Accounting Policies (continued)

#### **Going concern**

The Directors are of the opinion that the charitable company can continue to meet its obligations as they fall due for the foreseeable future. As a consequence, the Directors have prepared the financial statements under the going concern basis.

#### **Recognition and allocation of income**

Income is recognised when the charitable company has legal entitlement to the funds, receipt is probable and the amount can be measured reliably.

Fundraising, donations and bank interest income is credited in the year it is receivable.

#### **Resources expended**

Resources expended are recognised when a legal or constructive obligation arises. Where possible, expenditure has been charged direct to charitable expenditure or governance costs. Where this is not possible, the expenditure has been allocated on the basis of time spent by staff on each activity:

- Costs of raising funds comprise the costs associated with attracting voluntary income.
- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries.
- Governance costs include those costs associated with meeting of the constitutional and statutory requirements of the charity and include costs linked to the strategic management of the charity.

#### **Debtors**

Debtors are recognised at the undiscounted amount of cash receivable, less any allowances for doubtful debts.

#### **Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

The company did not hold any cash equivalents in the current or prior year.

#### **Financial assets and liabilities**

Financial instruments are recognised when the charitable company becomes a party to the contractual provisions of the instrument. Financial instruments are initially measured at transaction price. Subsequent to initial recognition, they are accounted for as set out below.

Financial instruments are classified as either 'basic' or 'other' in accordance with Chapter 11 of FRS102. At the end of each reporting period, basic financial instruments are measured at amortised cost using the effective interest rate method.

Financial assets are derecognised when the contractual rights to the cash flows from the asset expire, or when the charity has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised only once the liability has been extinguished through discharge, cancellation or expiry.

# The Bonar Trust

## Notes to the Financial Statements *for the year ending 31 March 2016*

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### 3. Accounting Policies (continued)

#### **Creditors**

Trade creditors are obligations to pay for goods or services that have been acquired. Accounts payable are classified as creditors falling due within one year if payment is due within one year or less. If not, they are presented as creditors falling due after one year.

Trade creditors are recognised at the undiscounted amount owed to the supplier, which is normally the invoice price.

#### **Funds**

Funds are defined as follows:

- **Unrestricted** funds comprise gifts and other income received for the objects of the charity without further specified purpose and which are available as general funds.

#### **VAT**

The charitable company is not registered for VAT and accordingly expenditure includes VAT where appropriate.

### 4. Judgements in applying accounting policies and key sources of estimation uncertainty

The directors do not consider there to be any critical accounting judgements or estimates required in preparing these accounts. The directors are satisfied that accounting policies are appropriate and applied consistently.

# The Bonar Trust

## Notes to the Financial Statements for the year ending 31 March 2016

### 5. Donations and legacies

	2016	2015
	£	£
Donations and legacies	107,785	73,917
Income tax reclaimed	-	(435)
Income tax reclaimable	14,317	14,272
	<u>122,102</u>	<u>87,754</u>

### 6. Charitable Activities

	2016	2015
	£	£
Grants to individuals	85,900	80,000
Grants to institutions	2,000	1,000
Support costs	500	577
Independent examiner's fees	480	474
	<u>88,880</u>	<u>82,051</u>

Grants to institutions can be broken down as follows:

Grants to institutions		
UCCF Words for Life Conference	1,000	1,000
Pathways Scotland Conference	1,000	-
	<u>2,000</u>	<u>1,000</u>

All costs relate to one charitable activity of the Trust, providing grants to advance the Christian religion throughout Scotland and elsewhere in the world.

### 7. Directors' remuneration and transactions

No Directors received remuneration or reimbursement of expenses during the year (2015: £nil). The charitable company has no employees.

### 8. Taxation

There is no charge to corporation tax as the Company is regarded as being established for charitable purposes in terms of sections 521 to 536 of the Income Tax Act 2007 and so is exempt from corporation tax.

# The Bonar Trust

## Notes to the Financial Statements for the year ending 31 March 2016

### 9. Debtors

	2016	2015
	£	£
Gift Aid due		
To 31 March 2015	-	14,272
To 31 March 2016	14,317	-
	<u>14,317</u>	<u>14,272</u>

### 10. Creditors Due Within One Year

	2016	2015
	£	£
Ministry grants	26,100	26,400
Accrued expenses	480	474
	<u>26,580</u>	<u>26,874</u>

### 11. Financial assets and liabilities

	2016	2015
	£	£
Financial assets measured at amortised cost	104,296	71,347
Financial liabilities measure at amortised cost	(26,580)	(26,874)
	<u>77,716</u>	<u>44,473</u>

Financial assets measured at amortised cost comprise cash held in hand & bank and debtors.  
Financial liabilities measured at amortised cost comprise accruals.

### 12. Funds

The various funds are held for the following purposes:

#### *Unrestricted*

**General Fund** - to support the general activities of the charity. The balance held in the General Fund at 31 March 2016 is £77,716 (2015: £44,473).

### 13. Related party transactions

There were no related party transactions during the year that require to be disclosed.

### 14. Liability of members

The company is limited by guarantee and has no share capital. The liability of each member in the event of winding-up is limited to £1. At 31 March 2016, there were 7 members.

# The Bonar Trust

## Notes to the Financial Statements for the year ending 31 March 2016

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### 15. Reconciliation of net income to net cash flow from operating activities

	2016	2015
	£	£
Net income for the reporting period	33,243	5,719
Adjustments for:		
Interest received	(21)	(16)
Increase/ (decrease) in debtors	(45)	4,179
Decrease in creditors	(294)	(1,848)
Net cash provided by operating activities	<u>32,883</u>	<u>8,034</u>

### 16. Transition to FRS 102

These financial statements for the year ended 31 March 2016 are the charitable company's first financial statements that comply with the FRS 102. The charitable company's date of transition to FRS 102 is 1 April 2014. The charitable company's last financial statements prepared in accordance with previous UK GAAP were for the year ended 31 March 2015.

No restatements were required to comparative prior year amounts as a result of the transition.

The transition to FRS 102 has not affected the financial position or performance of the charitable company.