

Company No. SC193204
Charity No. SC029531

Ocean Youth Trust (Scotland)

Financial Statements
Year Ended 31 October 2010

Ocean Youth Trust (Scotland)

Contents of the Financial Statements for the year ended 31 October 2010

| | Page |
|--|--------|
| Charity Information | 1 |
| Report of the Directors | 2 - 4 |
| Report of the Independent Auditors | 5 |
| Income and Expenditure Account and Statement of Financial Activities | 6 |
| Balance Sheet | 7 |
| Notes to the Financial Statements | 8 - 13 |

Ocean Youth Trust (Scotland)

Charity Information for the year ended 31 October 2010

Directors

M.D. MacArthur (Chairman)
M.A.C. MacNeill (Vice Chairman)
I. Barbour
N. Fleming
D. McKay
I. Nicholls
I. MacLeod
L. Mills
N. Pilbeam
S. Simpson

Company Secretary

Vacant

Registered Office

Room 20
Victoria House
5 East Blackhall Street
Greenock
PA15 1HD

Auditors

Cook & Co.
Chartered Accountants
Registered Auditors
Suite 525
Baltic Chambers
50 Wellington Street
Glasgow
G2 6HI

Bankers

Bank of Scotland
235 Sauchiehall Street
Glasgow
G2 3EY

Ocean Youth Trust (Scotland)

Report of the Directors for the year ended 31 October 2010

The directors present their report and accounts for the year ended 31 October 2010.

Structure, Governance and Management

Governing Document

The charity is constituted as a company limited by guarantee (No. SC193204), and is therefore governed by a memorandum and articles of association and is a recognised Scottish Charity (No. SC029531).

Organisational Structure

The charity is organised so that the directors meet regularly to arrange its affairs. The management of the organisation is delegated to the Chief Executive and the Operations Manager. We are immensely grateful to our members, volunteers and supporters for their huge contribution towards the ongoing success of the Trust.

Directors and Trustees

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

M.D.MacArthur - Chairman – co-opted October 2010
M.A.C.MacNeill - Vice Chairman – co-opted November 2010
I.MacLeod
D.McKay – co-opted November 2010
L.Mills - co-opted October 2010
I.Barbour – co-opted November 2010
I.Nicholls – co-opted November 2010
N.Pilbeam – co-opted November 2010
N.Fleming – co-opted November 2010
S.Simpson - Vice Chairman - resigned May 2010, co-opted November 2010
S.J.Fraser - Chairman – resigned October 2010
P.Collins - Treasurer – resigned October 2010
I.M.Bruce – resigned October 2010
N.I.Campbell – resigned October 2010
J.R. Laidlaw – resigned October 2010
S.McColl – resigned October 2010
L.Clunas co-opted April 2010 – resigned October 2010
S.J.C Hamilton co-opted April 2010 – resigned October 2010
P.Tierney co-opted June 2010 – resigned October 2010
K.Forbes – retired February 2010
J.Parfitt – retired February 2010
G.Fisher – retired February 2010

Company Secretary M.MacCormick – appointed April 2010 – resigned October 2010

Towards the later part of October 2010, following a divergence of views between the board, staff, and senior members of the Trust over issues such as strategy, finance, planning and management of the organisation, the board excluding I.MacLeod decided to stand down. Prior to the Board standing down, Lionel Mills and Malcolm MacArthur were co-opted. In November I.Barbour, N.Fleming, M.A.C.MacNeill, I.Nicholls, N.Pilbeam, and S.Simpson were also co-opted.

L.Mills will retire at the forthcoming Annual General Meeting and will not offer himself for re-election.

Recruitment and Induction of Directors

Ocean Youth Trust (Scotland) actively seeks to recruit new Trustees who will have certain skills and abilities that will enable the organisation to work towards the achievement of its aims. Potential new Trustees are primarily sourced through contacts given and recommendations made by existing Trustees.

All new Trustees receive a thorough induction including a tour of the Trust's Vessels and the opportunity to meet with all of the staff. They are given previous copies of the Trust meeting minutes and other associated information with which they can familiarise themselves.

Ocean Youth Trust (Scotland)

Report of the Directors for the year ended 31 October 2010

Risk Management

The directors actively review the major risks faced by the Charity on a regular basis – financial, operational and business. From the review the directors continue to update and establish procedures to mitigate the risks identified as a result of this review.

Objectives and Activities

Ocean Youth Trust (Scotland) exists to inspire young people through the challenge of adventure under sail. Residential voyages aboard our fleet of sail training vessels provide a uniquely powerful and extremely effective environment for personal development for young people of diverse backgrounds and abilities.

Achievements/Performance

Despite making a deficit the Board felt that 2009/2010 was a good year for the Ocean Youth Trust Scotland as a total of 737 young people (excluding young volunteer sea-staff) from a diverse range of backgrounds from all over Scotland sailed with the Trust in 2010. Also 217 members volunteered over 28,259 hours of voluntary work to deliver these outcomes throughout the year.

Financial Review

The Statement of Financial Activities on page 6 shows a net deficit for the year of £86,619 (2009: £84,474). Our total reserves stand at £684,476 (2009: £771,095). £500,130 of this is represented by the value of our boats and other assets. During the year, with the agreement of the original donor, the New Boat Fund was closed down and the balance of £71,674 was transferred to the General Fund. The General Fund balance at the year end therefore stands at £109,311.

Income from voyage fees at £268,238 is lower than the previous year's figure of £462,693. This is partly due to the fact that the previous year's figure included around £40,000 from the Arctic Challenge, partly to a reduction in the size of the programme and partly due to a timing difference in the recognition of voyage fee income of £29,520. £41,000 of voyage fees were funded by contributions from OYT Scotland's Assisted Berths Scheme.

Principal Funding Sources

The principal funding sources for the charity during this period were grants and donations from The Scottish Government's Unified Voluntary Sector Fund and its National Voluntary Organisations Support Fund through YouthLink Scotland, The Association of Sail Training Organisations (ASTO), Artemis Charitable Foundation, Capital Shopping Centres, Braehead, The People's Postcode Trust, The Moffat Charitable Trust, The Gannochy Trust, KPMG, Edinburgh Airport, the guests and sponsors of OYT Scotland's first ever Gala Ball, the participants and sponsors of The Big Commute, the Trust's regional Support Groups, and also support in kind from Riverside Inverclyde. OYT Scotland is grateful for the tremendous help of all its funders and supporters.

Reserves

The Trust aims to maintain a level of unrestricted reserves so as to provide for three months operating costs of the charity. The Board is aware that the current level of reserves is below the strategic target, but is committed to reaching the three month strategic target by year end 2013. Depreciation will be charged against reserves on assets already capitalized. Restricted reserves are held for the funding of the Trust's Assisted Berths Scheme and development purposes.

Plans for Future Periods

Ocean Youth Trust Scotland will be working towards increasing income through voyages fees and fundraising initiatives. The Trust will continue to develop its business and management systems and will review and develop its services to young people and key stakeholders in 2011. Staff development will remain a focus for the coming year.

Ocean Youth Trust (Scotland)

Report of the Directors for the year ended 31 October 2010

Statement of Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including its surplus or deficit for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities.

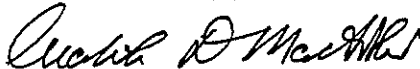
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement as to Disclosure of Information to Auditors

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the charity's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

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

On behalf of the Board



Malcolm D MacArthur
Chairman

Dated: 2 February 2011

Ocean Youth Trust (Scotland)

Report of the Independent Auditors to the Directors of Ocean Youth Trust (Scotland)
for the year ended 31 October 2010

We have audited the financial statements of Ocean Youth Trust (Scotland) for the year ended 31 October 2010 on pages 6 to 13 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the charity's members as a body, in accordance with Sections 495 and 496 of the Companies Act 2006 and to the charity's trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the members and the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Directors and Auditors

As described on page 4, the charity's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you if, in our opinion, the Report of the Directors is consistent with the financial statements.

In addition we report to you if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the charity is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard – Provisions Available to Small Entities, in the circumstances set out in Note 19 to the financial statements.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charity's affairs as at 31 October 2010 and of its deficit for the year then ended; and
- have been properly prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors is consistent with the financial statements.



James N Gibson MA CA (Senior Statutory Auditor)
For and on behalf of
Cook & Co.
Chartered Accountants & Registered Auditors
50 Wellington Street
Glasgow, G2 6HJ

2 February 2011

Ocean Youth Trust (Scotland)

Income and Expenditure Account and Statement of Financial Activities

for the year ended 31 October 2010

| | Notes | Unrestricted Funds | | Restr. Funds | 2010 | 2009 |
|--|-------|--------------------|-----------------|-----------------|-----------------|-----------------|
| | | General | Designated | | Total | Total |
| | | £ | £ | £ | £ | £ |
| Incoming Resources | | | | | | |
| <i>From Generated Funds</i> | | | | | | |
| Donations | | 33,557 | - | 64,889 | 98,446 | 149,854 |
| Other Income | | 32,307 | - | - | 32,307 | 41,003 |
| Fundraising Income | | 79,373 | - | - | 79,373 | - |
| <i>From Charitable Activities</i> | | | | | | |
| Grants | 2 | 35,840 | - | 82,928 | 118,768 | 139,399 |
| Voyage Fees | | 268,238 | - | - | 268,238 | 462,693 |
| <i>From Investment Income</i> | | | | | | |
| Bank interest | | 122 | - | - | 122 | 1,621 |
| Total Incoming Resources | | 449,437 | - | 147,817 | 597,254 | 794,570 |
| Resources Expended | | | | | | |
| <i>Charitable Expenditure</i> | | | | | | |
| Charitable Activities | 3 | 434,105 | 51,291 | 143,576 | 628,972 | 819,700 |
| Governance Costs | 7 | 9,005 | - | - | 9,005 | 12,458 |
| Other Resources Expended | 8 | - | 45,896 | - | 45,896 | 46,886 |
| Total resources expended | | 443,110 | 97,187 | 143,576 | 683,873 | 879,044 |
| (Deficit)/surplus for the year and net (outgoing)/incoming resources before transfers | | | | | | |
| | | 6,327 | (97,187) | 4,241 | (86,619) | (84,474) |
| Transfers | 18 | 71,674 | - | (71,674) | - | - |
| Net movement in funds for the year | | 78,001 | (97,187) | (67,433) | (86,619) | (84,474) |
| Balance brought forward | | 31,310 | 636,059 | 103,726 | 771,095 | 855,569 |
| Closing balance at 31 October 2010 | | 109,311 | 538,872 | 36,293 | 684,476 | 771,095 |
| Comprising:- | | | | | | |
| <i>Unrestricted Funds</i> | | | | | | |
| General | 17 | 109,311 | - | - | 109,311 | 31,310 |
| Vessel Maintenance Fund | 17 | - | 38,742 | - | 38,742 | 90,033 |
| Designated Assets Fund | 17 | - | 500,130 | - | 500,130 | 546,026 |
| <i>Restricted Funds</i> | | | | | | |
| ABS Fund | | - | - | 23,827 | 23,827 | - |
| New Boat Fund | 18 | - | - | - | - | 71,674 |
| Education and Development Fund | 18 | - | - | 8,386 | 8,386 | - |
| Skippers Fund | 18 | - | - | - | - | 32,052 |
| Refit Fund | 18 | - | - | 4,080 | 4,080 | - |
| | | 109,311 | 538,872 | 36,293 | 684,476 | 771,095 |

The notes on pages 8 to 13 form part of these financial statements.


Ocean Youth Trust (Scotland)

Balance Sheet at 31 October 2010

| | Notes | 2010 | 2009 |
|--|-------|-----------------------|-----------------------|
| | | £ | £ |
| Fixed Assets | 10 | 500,130 | 546,026 |
| Current Assets | | | |
| Debtors | 11 | 84,283 | 103,680 |
| Cash at bank and in hand | | 244,124 | 211,121 |
| | | <u>328,407</u> | <u>314,801</u> |
| Creditors: Amounts falling due within one year | 12 | <u>144,061</u> | <u>89,732</u> |
| Net Current Assets | | 184,346 | 225,069 |
| Net Assets | | <u><u>684,476</u></u> | <u><u>771,095</u></u> |
| Represented by: | | | |
| Unrestricted Funds | | | |
| General | 17 | 109,311 | 31,310 |
| Designated | 17 | 538,872 | 636,059 |
| Restricted | 18 | 36,293 | 103,726 |
| | | <u><u>684,476</u></u> | <u><u>771,095</u></u> |

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

On behalf of the Board



M.D. MacArthur, Chairman



M.A.C. MacNeill, Vice Chairman

Approved by the Board on 2 February 2011

The notes on pages 8 to 13 form part of these financial statements.

Ocean Youth Trust (Scotland)

Notes To The Financial Statements for the year ended 31 October 2010

1. Accounting Policies

Accounting Convention

The financial statements have been prepared under the Financial Reporting Standard for Smaller Entities (effective April 2008), the historical cost convention and under the guidelines laid down in the Statement of Recommended Practice - Accounting and Reporting by Charities (2005).

Income

Grant income, donations and bank interest are accounted for when received. Voyage fees are accounted for on an accruals basis.

Grants

Revenue grants are recognised in the Statement of Financial Activities so as to match them with the expenditure toward which they are intended to contribute.

Capital grants

Capital grants received to fund the purchase of fixed assets are retained in a restricted fund and once the asset is purchased or completed depreciation is charged against that fund.

Expenditure

Expenditure is accounted for on an accruals basis.

Tangible Fixed Assets

Fixed assets are stated at cost. Depreciation is provided at the following annual rate in order to write off each asset over its estimated useful life:-

| | |
|------------------|------------------------|
| Vessels | 15 years straight line |
| Other equipment | 25% reducing balance |
| Office equipment | 25% reducing balance |

Statement of Financial Activities

For the purpose of the Statement of Financial Activities as shown on page 6, funds are defined as follows:

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

Designated funds represent unrestricted funds that have been earmarked by the directors for particular purposes.

Restricted funds comprise grants, donations and other income received for spending on specified purposes as laid down by the donors.

Ocean Youth Trust (Scotland)

Notes to the Financial Statements for the year ended 31 October 2010

2. Income from Charitable Activities

| | <i>Unrestricted Funds</i> | | <i>Restricted</i> | 2010 | 2009 |
|-------------------------------|---------------------------|------------------|-------------------|----------------|----------------|
| | General | Designated Funds | Funds | £ | £ |
| Grants Received | | | | | |
| Scottish Government UVS Fund | 35,840 | - | - | 35,840 | 36,340 |
| ASTO | - | - | 24,800 | 24,800 | 31,458 |
| Scottish Government NVOS Fund | - | - | 49,933 | 49,933 | 58,601 |
| Big Lottery | - | - | 1,995 | 1,995 | 6,000 |
| Greendale Foundation | - | - | - | - | 7,000 |
| Other Grants | - | - | 6,200 | 6,200 | - |
| | <u>35,840</u> | <u>-</u> | <u>82,928</u> | <u>118,768</u> | <u>139,399</u> |

3. Charitable Activities

| <i>Activity</i> | Staff | Direct | Support | 2010 | 2009 |
|---|-----------------|-----------------|-----------------|----------------|----------------|
| | Costs | Costs | Costs | Total | Total |
| | £ | £ | £ | £ | £ |
| The advancement of the education of the youth of the United Kingdom and Northern Ireland in the art of seamanship and | 324,541 | 211,227 | 93,204 | 628,972 | 819,700 |
| | <u>324,541</u> | <u>211,227</u> | <u>93,204</u> | <u>628,972</u> | <u>819,700</u> |
| | <i>(Note 4)</i> | <i>(Note 5)</i> | <i>(Note 6)</i> | | |
| <i>Of which</i> | | | | | |
| Relating to unrestricted funds | <u>265,402</u> | <u>75,499</u> | <u>93,204</u> | <u>434,105</u> | <u>512,658</u> |
| Relating to designated funds | <u>-</u> | <u>51,291</u> | <u>-</u> | <u>51,291</u> | <u>54,067</u> |
| Relating to restricted funds | <u>59,139</u> | <u>84,437</u> | <u>-</u> | <u>143,576</u> | <u>252,975</u> |

4. Staff Costs

| | 2010 | 2009 |
|-----------------------|----------------|----------------|
| | £ | £ |
| Gross salaries | 284,379 | 322,165 |
| Employer's NIC | 30,893 | 28,604 |
| Pension costs | 12,567 | 3,426 |
| | <u>327,839</u> | <u>354,195</u> |
| Allocated as follows: | | |
| Charitable activities | 324,541 | 350,897 |
| Governance costs | 3,298 | 3,298 |
| | <u>327,839</u> | <u>354,195</u> |

The average number of employees was 9 (2009 - 14).
No employee received remuneration of £60,000 or more.

Ocean Youth Trust (Scotland)

Notes to the Financial Statements for the year ended 31 October 2010

5. Direct Costs

| | <i>Unrestricted Funds</i> | | <i>Restricted</i> | 2010 | 2009 |
|---|---------------------------|---------------|-------------------|----------------|----------------|
| | General | Designated | <i>Funds</i> | £ | £ |
| Grant Assisted Berths | - | - | 41,573 | 41,573 | 68,455 |
| Volunteer Training | - | - | 21,864 | 21,864 | 49,208 |
| Vessels Maintenance and Operational Costs | 74,284 | 51,291 | 21,000 | 146,575 | 251,810 |
| Bad Debts | 1,215 | - | - | 1,215 | 13,751 |
| | <u>75,499</u> | <u>51,291</u> | <u>84,437</u> | <u>211,227</u> | <u>383,224</u> |

6. Support Costs

| | <i>Unrestricted Funds</i> | | <i>Restricted</i> | 2010 | 2009 |
|---------------------------------|---------------------------|------------|-------------------|---------------|---------------|
| | General | Designated | <i>Funds</i> | Total | Total |
| | £ | £ | £ | £ | £ |
| Travel and Telephone Costs | 13,404 | - | - | 13,404 | 23,344 |
| Printing Postage and Stationery | 4,513 | - | - | 4,513 | 6,287 |
| Office Expenses | 30,491 | - | - | 30,491 | 35,270 |
| General Expenses | 4,600 | - | - | 4,600 | 2,326 |
| Fundraising Expenses | 30,624 | - | - | 30,624 | - |
| Marketing and Clothing | 8,274 | - | - | 8,274 | 15,279 |
| Database Development | - | - | - | - | (750) |
| Development | 1,298 | - | - | 1,298 | 3,823 |
| | <u>93,204</u> | <u>-</u> | <u>-</u> | <u>93,204</u> | <u>89,402</u> |

7. Governance Costs

| | <i>Unrestricted Funds</i> | | <i>Restricted</i> | 2010 | 2009 |
|---|---------------------------|------------|-------------------|--------------|---------------|
| | General | Designated | <i>Funds</i> | Total | Total |
| | £ | £ | £ | £ | £ |
| Salaries | 3,298 | - | - | 3,298 | 3,298 |
| Legal and Professional Costs | 1,500 | - | - | 1,500 | 2,525 |
| Auditors' Remuneration | 2,800 | - | - | 2,800 | 2,700 |
| Auditors' Remuneration for non audit work | 325 | - | - | 325 | 3,300 |
| Bank Charges | 1,082 | - | - | 1,082 | 635 |
| | <u>9,005</u> | <u>-</u> | <u>-</u> | <u>9,005</u> | <u>12,458</u> |

8. Other Resources Expended

| | <i>Unrestricted Funds</i> | | <i>Restricted</i> | 2010 | 2009 |
|-----------------------|---------------------------|------------|-------------------|--------|--------|
| | General | Designated | <i>Funds</i> | Total | Total |
| | £ | £ | £ | £ | £ |
| Depreciation (Note 9) | - | 45,896 | - | 45,896 | 46,886 |

Ocean Youth Trust (Scotland)

Notes to the Financial Statements for the year ended 31 October 2010

9. Deficit

| | 2010 | 2009 |
|--|--------|--------|
| | £ | £ |
| The deficit is stated after charging:- | | |
| Depreciation of fixed assets | 45,896 | 46,886 |
| Auditors' remuneration | | |
| Audit Work | 2,800 | 2,700 |
| Non Audit Work | 325 | 3,300 |

10. Fixed Assets

| | Motor Vehicles | Vessels | Other Equipment | Office Equipment | Total |
|-----------------------|-------------------|----------------|--------------------|---------------------|----------------|
| | | | £ | £ | £ |
| <i>Cost</i> | | | | | |
| As at 1 November 2009 | 7,167 | 649,634 | 11,805 | 12,719 | 681,325 |
| Additions | - | - | - | - | - |
| At 31 October 2010 | <u>7,167</u> | <u>649,634</u> | <u>11,805</u> | <u>12,719</u> | <u>681,325</u> |
| <i>Depreciation</i> | | | | | |
| As at 1 November 2009 | 3,136 | 114,699 | 9,943 | 7,521 | 135,299 |
| Charge for year | 1,008 | 43,189 | 399 | 1,300 | 45,896 |
| At 31 October 2010 | <u>4,144</u> | <u>157,888</u> | <u>10,342</u> | <u>8,821</u> | <u>181,195</u> |
| <i>Net Book Value</i> | | | | | |
| At 31 October 2010 | <u>3,023</u> | <u>491,746</u> | <u>1,463</u> | <u>3,898</u> | <u>500,130</u> |
| At 31 October 2009 | <u>4,031</u> | <u>534,935</u> | <u>1,862</u> | <u>5,198</u> | <u>546,026</u> |

11. Debtors: Amounts falling due within one year

| | 2010 | 2009 |
|--------------------------------|---------------|----------------|
| | £ | £ |
| Trade Debtors | 64,266 | 72,623 |
| Amounts Held By Support Groups | 7,655 | 10,260 |
| Prepayments and Accrued Income | 4,195 | 14,108 |
| PAYE Refund | 2,117 | - |
| VAT | 6,050 | 6,689 |
| | <u>84,283</u> | <u>103,680</u> |

Ocean Youth Trust (Scotland)

Notes to the Financial Statements for the year ended 31 October 2010

12. Creditors: Amounts falling due within one year

| | 2010 | 2009 |
|---------------------|----------------|---------------|
| | £ | £ |
| Trade Creditors | 17,252 | 33,011 |
| Accruals | 8,124 | 5,597 |
| VISA | 5,274 | 5,064 |
| PAYE/NIC | 6,366 | 8,041 |
| Voyage Fee Creditor | 83,832 | 18,822 |
| Deferred Income | 23,313 | 18,313 |
| Pension Liability | (100) | 884 |
| | <u>144,061</u> | <u>89,732</u> |

13. 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 October 2010, there were 150 members.

14. Analysis of Net Assets by Funds

| | <i>Unrestricted</i> | | <i>Restricted</i> | Total |
|------------------------------|---------------------|-------------------|-------------------|----------------|
| | General | Designated | | |
| | £ | £ | £ | £ |
| Fixed Assets | | 500,130 | | 500,130 |
| Current Assets | | | | |
| Debtors | 84,283 | - | - | 84,283 |
| Cash at bank and in hand | 169,089 | 38,742 | 36,293 | 244,124 |
| Creditors < 1 year | | | | |
| Trade Creditors | (17,252) | - | - | (17,252) |
| Accruals | (8,124) | - | - | (8,124) |
| VISA | (5,274) | - | - | (5,274) |
| PAYE/NIC | (6,366) | - | - | (6,366) |
| Voyage Fee Creditor | (83,832) | - | - | (83,832) |
| Deferred Income | (23,313) | - | - | (23,313) |
| Pension Liability | 100 | - | - | 100 |
| Net Assets | 109,311 | 538,872 | 36,293 | 684,476 |

15. Directors' /Trustees' Remuneration and Expenses

During the year Simon Fraser was reimbursed with £142 of travel expenses.

16. Taxation

No liability to UK Corporation Tax arises in light of the company's charitable status.

Ocean Youth Trust (Scotland)

Notes to the Financial Statements for the year ended 31 October 2010

17. Unrestricted Funds

| | Balance at 01.11.09 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31.10.10 £ |
|---------------------------------|-----------------------------|----------------------------|----------------------------|----------------|-----------------------------|
| General Fund | 31,310 | 449,437 | (443,110) | 71,674 | 109,311 |
| <i>Designated Funds</i> | | | | | |
| Vessel Maintenance Fund | 90,033 | - | (51,291) | - | 38,742 |
| Designated Assets Fund | 546,026 | - | (45,896) | - | 500,130 |
| Total Unrestricted Funds | 667,369 | 449,437 | (540,297) | 71,674 | 648,183 |

Explanation of funds

The **General Fund** encompasses all income and expenditure relating to the primary focus activities and administration of the Charity, other than those for which funding is restricted.

The **Vessel Maintenance Fund** relates to all funds set aside by the Trust to cover any expenditure related to either the purchase of any additions to the fleet or the costs involved in maintaining the fleet.

The **Designated Assets Fund** represents the net book value of the Trust's assets, other than those whose use is restricted.

18. Restricted Funds

| | Balance at 01.11.09 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31.10.10 £ |
|--------------------------------|-----------------------------|----------------------------|----------------------------|-----------------|-----------------------------|
| ABS Fund | - | 40,600 | (16,773) | - | 23,827 |
| New Boat Fund | 71,674 | - | - | (71,674) | - |
| Education and Development Fund | - | 23,386 | (15,000) | - | 8,386 |
| Volunteer Development Fund | - | 43,951 | (43,951) | - | - |
| Skippers' Fund | 32,052 | - | (32,052) | - | - |
| ASTO | - | 24,800 | (24,800) | - | - |
| Refit Fund | - | 15,080 | (11,000) | - | 4,080 |
| | 103,726 | 147,817 | (143,576) | (71,674) | 36,293 |

Explanation of funds

ABS Fund comprises funds given for purpose of providing financial assistance for places on voyages.

New Boat Fund comprised donations received to fund the purchase of new vessels. The balance on this fund has been transferred, with the agreement of the original donor, to the General Fund.

Education and Development Fund comprises funds received to help develop the trust's activities with young people.

Volunteer Development Fund comprises funds received to develop the use of volunteers.

Skippers' Fund comprises funds given specifically to fund Skippers' salaries and expenses.

ASTO represents funds given for assisted berths and training and development of staff.

Refit Fund comprises funds received specifically for the maintenance of the fleet.

19. APB Ethical Standard - Provisions Available for Smaller Entities

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements.