

Charity number: SC037336
Company number: SC287343

North West Mull Community Woodland Company Limited
(A company limited by guarantee)

Directors' report and financial statements

for the year ended 31 July 2012

North West Mull Community Woodland Company Limited
(A company limited by guarantee)

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North West Mull Community Woodland Company Limited
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Legal and administrative information

Charity number SC037336
Company registration number SC287343

Business address Penmore Mill
Dervaig
Tobermory
Isle of Mull
PA75 6QS

Registered office Penmore Mill
Dervaig
Tobermory
Isle of Mull
PA75 6QS

Directors	Colin James Morrison	Chair
	John Norman Morrison	Treasurer
	Alex Duncan	
	Catriona Laurie (nee Duncan)	
	James MacPhail	
	Iain Thomson	
	John Addy	
	Andrew Mayo	Appointed June 2011
	Neil Munro	Co-opted November 2012
	Calum Duffy	Resigned September 2011
Christopher Baker	Resigned March 2012	
Alistair Scarlett	Resigned September 2011	
Ailsa Morgan	Resigned September 2012	
Secretary	Mrs Belinda Hale	Appointed 15th March 2012
Auditors	R A Clement Associates Chartered Accountants & Registered Auditors 5 Argyll Square Oban Argyll PA34 4AZ	

North West Mull Community Woodland Company Limited
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Legal and administrative information

Bankers

Clydesdale Bank plc
20 Main Street
Tobermory
Isle of Mull
PA75 6NY

Solicitors

MacPhee & Partners
Airds House
An Aird
Fort William
PH33 6BL

North West Mull Community Woodland Company Limited
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Report of the directors (incorporating the trustees' report)
for the year ended 31 July 2012

The directors present their report and the financial statements for the year ended 31 July 2012. The directors, who are also trustees of North West Mull Community Woodland Company Limited for the purposes of charity law and who served during the year and up to the date of this report are set out on page 1 - 2.

Structure, governance and management

Risk Management

The Board of Directors is ultimately responsible for North West Mull Community Woodland Company Limited internal, financial and administrative controls and systems and for reviewing their effectiveness. However, such systems are designed to manage rather than eliminate risk of failure to achieve the Company's objectives, and can provide only reasonable but not absolute assurance against material misstatement or loss.

These systems of control include, a regular consideration by the Directors of financial results, variance from budgets and non financial performance indicators; delegation of authority and segregation of duties, identification and management of financial and non-financial risks.

Reserves policy

The aim of the Company's reserve policy will be, when repayment of the haul route loan is complete and timber harvesting net income permits, to establish a level of reserves which the Company may need in times of unexpected fluctuations in income to ensure its ability to provide uninterrupted services for a period of 12 months. During the current period of global economic uncertainty, the Company will continue to work towards this objective but recognises that this may not be achievable in the short term to medium term.

Objectives and activities

Principal objects

The charity's principal objective is to manage community land and associated assets for the benefit of the Community and the public in general as an important part of the protection and sustainable development of Scotland's natural environment, where "sustainable development" means development which meets the needs of the present without compromising the ability of future generations to meet their own needs.

Achievements and performance

Review of activities

During the year the principal activities have been to continue implementing parts of the business plan, which include completing the construction of the Haul Route, commencing harvesting in Langamull after working with Tilhill to place Harvesting and Timber transport contracts, driving the creation of a Barge Transport operation for our timber which saves transport costs, finalising the legal requirements for Forest Crofts, allocating all crofts, signing up the first three Forest Crofters in Scotland, and working to maintain our UKWAS accreditation which is a key requirement for obtaining commercial market value of our timber

In addition the Company continues to seek ways to secure the long term overhead costs for the company via projects such as a Micro Hydro installation, and looking at potential income from the Forest Burials project which can be further assessed as potential areas in Langamull are cleared of trees

The Company continues to link with the Schools to assist with additional ways to utilise the woodlands for the children's educational benefit.

A five year review of past and future activities was also undertaken.

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Report of the directors (incorporating the trustees' report)
for the year ended 31 July 2012

The company's seventh year has seen further fundraising activities to provide funds for ongoing costs. The trading company continued with limited operations, related to sales of firewood and processed timber from the Woodmizer mobile sawmill.

The Forest Design Plan has been further slightly modified as necessary e.g. to cater for emergency harvesting of windblow in West Ardhru as required following the extreme storms of late 2011 and early 2012 and continues to have minor modifications undertaken as necessary to cover the needs of changes to legislation or our requirements which may affect various areas of the company's activities.

No new grant monies have yet been allocated for Affordable Housing but the company has kept in touch with the relevant bodies and continues to review options. A further housing needs survey was undertaken to assess ongoing needs in this area. We are also continuing to look at working with Napier University to try and develop greater use of Sitka spruce in house and other building construction.

Financial review

The infrastructure costs associated with the roads, bridges and all other elements of the timber haul route have been met, apart from grant monies, by our timber harvesting contractor Tilhill Forestry Ltd. These costs, net of grants received under the Scottish Governments Strategic Timber Transport Scheme, are being repaid to Tilhill Forestry Ltd out of the sales proceeds realised from harvesting as it proceeds over the next 2-3 years. See also notes to the Financial Statements No. 17 & No. 18

Statement as to disclosure of information to auditors

In so far as the directors are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Statement of directors' responsibilities

The directors (who are also trustees of North West Mull Community Woodland Company Limited under charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. 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 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 directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

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Report of the directors (incorporating the trustees' report)
for the year ended 31 July 2012

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006, and the provisions of the trust deed. 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.

Auditors

R A Clement Associates were appointed auditors to the charitable company and are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

Small company provisions

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

This report was approved by the Board on _____ and signed on its behalf by

Mrs Belinda Hale
Company Secretary

North West Mull Community Woodland Company Limited
(A company limited by guarantee)

Independent auditor's report to the trustees and members of North West Mull Community Woodland Company Limited

We have audited the financial statements of North West Mull Community Woodland Company Limited for the year ended 31 July 2012 which comprise the statement of financial activities, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

This report is made exclusively to the members and to the directors of the company, as a body, who are the trustees of the charity, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, s44(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 directors those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, the members and the directors as trustees of the charity, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors (trustees) and auditor

As explained more fully in the Trustee's Responsibilities Statement in the Trustees' report, the trustees (who are also directors of the company for the purposes of company law), are responsible for the preparation of the financial statements and for being satisfied that the financial statements give a true and fair view.

We have been appointed auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report to you in accordance with those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

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

Opinion on financial statements

In our opinion, the financial statements:

give a true and fair view of the state of the charitable company's affairs as at 31 July 2012 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

**North West Mull Community Woodland Company Limited
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Opinion on other matter prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

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

- the charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime.

.....

**Fiona McGlynn
Senior Statutory Auditor
For and on behalf of R A Clement Associates
Registered Auditors**

.....

**5 Argyll Square
Oban**

(Eligible to act as an auditor in terms of section 1212 of the Companies Act 2006)

North West Mull Community Woodland Company Limited
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Statement of financial activities (incorporating the income and expenditure account)

For the year ended 31 July 2012

	Notes	Unrestricted funds £	Restricted funds £	2012 Total £	2011 Total £
Incoming resources					
Incoming resources from generating funds:					
Voluntary income	2	516,303	15,722	532,025	74,725
Activities for generating funds	3	757	-	757	1,186
Income from trading subsidiaries	4	2,965	-	2,965	1,412
Incoming resources from charitable activities		212,145	-	212,145	2,416
Other incoming resources	5	4,866	-	4,866	1,052
Total incoming resources		<u>737,036</u>	<u>15,722</u>	<u>752,758</u>	<u>80,791</u>
Resources expended					
Costs of generating funds:					
Fundraising trading:					
cost of goods sold and other costs	6	200	333	533	502
Charitable activities		151,198	25,211	176,409	70,900
Governance costs	8	2,241	-	2,241	29
Total resources expended		<u>153,639</u>	<u>25,544</u>	<u>179,183</u>	<u>71,431</u>
Net incoming/(outgoing) resources before transfers		583,397	(9,822)	573,575	9,360
Transfer between funds		(701)	701	-	-
Net movement in funds/Net income/(expenditure) for the year		582,696	(9,121)	573,575	9,360
Total funds brought forward		17,768	351,037	368,805	359,445
Total funds carried forward		<u>600,464</u>	<u>341,916</u>	<u>942,380</u>	<u>368,805</u>

The notes on pages 10 to 20 form an integral part of these financial statements.

North West Mull Community Woodland Company Limited
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Balance sheet
as at 31 July 2012

SC287343

	Notes	£	2012 £	£	2011 £
Fixed assets					
Tangible assets	12		1,473,689		1,270,829
Investments	13		<u>2</u>		<u>2</u>
			1,473,691		1,270,831
Current assets					
Debtors	14	5,400		1,728	
Cash at bank and in hand		<u>20,588</u>		<u>8,757</u>	
		25,988		10,485	
Creditors: amounts falling due within one year	15	<u>(10,321)</u>		<u>(3,063)</u>	
Net current assets			<u>15,667</u>		<u>7,422</u>
Total assets less current liabilities			1,489,358		1,278,253
Creditors: amounts falling due after more than one year	16		(6,000)		-
Provisions for liabilities	17		(540,978)		(849,448)
Accruals and deferred income	18		<u>-</u>		<u>(60,000)</u>
Net assets			<u>942,380</u>		<u>368,805</u>
Funds					
Restricted income funds	19		341,916		351,037
Unrestricted income funds			<u>600,464</u>		<u>17,768</u>
Total funds			<u>942,380</u>		<u>368,805</u>

The financial statements were approved by the board on

and signed on its behalf by

Colin James Morrison
Director

The notes on pages 10 to 20 form an integral part of these financial statements.

North West Mull Community Woodland Company Limited
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Notes to financial statements
for the year ended 31 July 2012

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Companies Act 2006.

1.2. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable.

1.3. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

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Notes to financial statements
for the year ended 31 July 2012

1.4. Tangible fixed assets and depreciation

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

Land and buildings	-	Not depreciated
Infrastructure	-	Not depreciated
Plant and machinery	-	25% straight line
Fixtures, fittings and equipment	-	25% straight line
Computer Equipment	-	25% straight line

The asset cost in the accounts represents the purchase price, including legal costs of the Woodlands, Langamull and West Ardu. Depreciation is not normally charged on land unless it is subject to depletion. However, as the asset includes standing timber which will be subject to extraction in the future, the directors have considered the matter and they are of the opinion that depreciation is not appropriate

1.5. Investments

Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

2. Voluntary income

	Unrestricted funds £	Restricted funds £	2012 Total £	2011 Total £
Donations	2,733	393	3,126	8,743
Community Energy Scotland	-	-	-	14,980
Forestry Commission	-	5,000	5,000	1,500
Big Lottery Fund; Awards for All	-	-	-	44,202
Highlands & Islands Enterprise - Awards for All	-	1,515	1,515	-
Training Grants	1,240	-	1,240	-
Scottish Community Project Fund - Access project	-	1,500	1,500	5,000
ACHA - Access project	-	-	-	300
SSTTS Road Grant	512,330	-	512,330	-
Leader - Access project	-	7,314	7,314	-
	<u>516,303</u>	<u>15,722</u>	<u>532,025</u>	<u>74,725</u>

3. Activities for generating funds

	Unrestricted funds £	2012 Total £	2011 Total £
Fundraising events	757	757	1,186
	<u>757</u>	<u>757</u>	<u>1,186</u>

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Notes to financial statements
for the year ended 31 July 2012

4. Trading subsidiaries

The charity controls the company listed below either by virtue of holding a controlling interest in the equity share capital: -

Name of subsidiary	Country of incorporation	% of equity share capital held
NWMCW Trading Company Limited	Scotland	100

NWMCW Trading Company Limited

The Trading company was incorporated on 25th September 2006 and commenced trading on 14 July 2009.

Summary of trading results

	2012 £	2011 £
Turnover	3,337	4,123
Total expenditure	(564)	(2,711)
Net profit for the year	2,773	1,412
Amount gift-aided to the charity	(2,965)	(1,412)
Retained (loss)/profit	(192)	-

The assets and liabilities of NWMCW Trading Company Limited were:

Assets	1,077	1,226
Liabilities	(1,267)	(1,224)
(Deficit)/Funds	(190)	2

5. Other incoming resources

	Unrestricted funds £	2012 Total £	2011 Total £
Gain on disposal of tangible fixed assets	4,000	4,000	-
Other income	595	595	79
Tax reclaimed on gift aid	150	150	856
Wayleaves	121	121	117
	4,866	4,866	1,052

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Notes to financial statements
for the year ended 31 July 2012

6. Fundraising trading

	Unrestricted funds £	Restricted funds £	2012 Total £	2011 Total £
Fundraising events	200	333	533	502
	<u>200</u>	<u>333</u>	<u>533</u>	<u>502</u>

7. Costs of charitable activities - by activity

	Activities undertaken directly £	2012 Total £	2011 Total £
General Development	51,354	51,354	49,206
Forestry	98,512	98,512	4,075
Housing & Woodland Crofts	3,918	3,918	160
Training	3,899	3,899	2,129
Energy & Renewables	1,737	1,737	15,080
Infrastructure, Haul Route Access Project	774	774	250
	16,215	16,215	-
	<u>176,409</u>	<u>176,409</u>	<u>70,900</u>

8. Governance costs

	Unrestricted funds £	2012 Total £	2011 Total £
Professional - Auditor remuneration	1,900	1,900	-
Companies House fees	14	14	29
Cost of trustees' meetings/directors training	327	327	-
	<u>2,241</u>	<u>2,241</u>	<u>29</u>

9. Net incoming resources for the year

	2012 £	2011 £
Net incoming resources is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	1,219	2,260
and after crediting:		
Profit on disposal of tangible fixed assets	4,000	-

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Notes to financial statements
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10. Employees

Employment costs	2012	2011
	£	£
Wages and salaries	33,397	33,748
Employers NI	2,628	2,801
	<u>36,025</u>	<u>36,549</u>

No employee received emoluments of more than £60,000 (2011 : None).

Number of employees

The average monthly numbers of employees (excluding the directors) during the year, was as follows:

2012	2011
Number	Number
<u>2</u>	<u>2</u>

11. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Corporation Taxes Act 2010. Accordingly, there is no taxation charge in these accounts.

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Notes to financial statements
for the year ended 31 July 2012

12. Tangible fixed assets	Land and Infrastructure buildings freehold £	Roads & Bridges £	Plant and machinery £	Fixtures, fittings and equipment £	Computer Equipment £	Total £
Cost						
At 1 August 2011	342,383	927,371	2,413	2,190	4,444	1,278,801
Additions	-	203,504	-	-	575	204,079
At 31 July 2012	<u>342,383</u>	<u>1,130,875</u>	<u>2,413</u>	<u>2,190</u>	<u>5,019</u>	<u>1,482,880</u>
Depreciation						
At 1 August 2011	-	-	2,094	2,190	3,688	7,972
Charge for the year	-	-	319	-	900	1,219
At 31 July 2012	<u>-</u>	<u>-</u>	<u>2,413</u>	<u>2,190</u>	<u>4,588</u>	<u>9,191</u>
Net book values						
At 31 July 2012	<u>342,383</u>	<u>1,130,875</u>	<u>-</u>	<u>-</u>	<u>431</u>	<u>1,473,689</u>
At 31 July 2011	<u>342,383</u>	<u>927,371</u>	<u>319</u>	<u>-</u>	<u>756</u>	<u>1,270,829</u>

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Notes to financial statements
for the year ended 31 July 2012

13. Fixed asset investments	Subsidiary undertakings	Total
	shares	£
	£	£
Valuation		
At 1 August 2011 and		
At 31 July 2012	2	2
	<u>2</u>	<u>2</u>
Historical cost as at 31 July 2012	2	2
	<u>2</u>	<u>2</u>

All fixed asset investments are held within the United Kingdom.

13.1. Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

Subsidiary undertaking	Country of registration or incorporation	Nature of business	Shares held class	Proportion of shares held
NWMCW Trading Company Limited	Scotland	Forestry activities	Ordinary shares	100%

The aggregate amount of capital and reserves and the results of the undertaking for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
	£	£
NWMCW Trading Company Limited	2	(192)

14. Debtors

	2012	2011
	£	£
Trade debtors	-	1,116
Amounts due from subsidiary and associated undertakings	36	37
Other debtors	5,364	575
	<u>5,400</u>	<u>1,728</u>
	<u>5,400</u>	<u>1,728</u>

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Notes to financial statements
for the year ended 31 July 2012

15. Creditors: amounts falling due within one year	2012	2011
	£	£
Trade creditors	490	-
Other taxes and social security	4,475	795
Accrued expenses	5,356	2,268
	<u>10,321</u>	<u>3,063</u>
	<u><u>10,321</u></u>	<u><u>3,063</u></u>
 16. Creditors: amounts falling due after more than one year	 2012	 2011
	£	£
Interest free loan	6,000	-
	<u>6,000</u>	<u>-</u>
	<u><u>6,000</u></u>	<u><u>-</u></u>

An interest free loan of £6,000 was received by the charity during the year. There are no fixed terms of repayment.

17. Provisions for liabilities - Amounts due to Tilhill Forestry Ltd (Harvesting)

	Haul Route Infrastructure
	£
At 1 August 2011	849,448
Reduction in the year	308,470
At 31 July 2012	<u>540,978</u>
	<u><u>540,978</u></u>

The reduction in the provision for the infrastructure costs represents the receipt of £512,330 grant funding by Tilhill Forestry on behalf of the charity, less additional capital costs, plus advance payments which have now been credited to the account.

Future timber sales will continue to reduce the balance as the timber is harvested and receipts are expected to more than cover the outstanding amount.

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Notes to financial statements
for the year ended 31 July 2012

18. Accruals and deferred income	2012	2011
	£	£
Deferred income		
At 1 August 2011	60,000	60,000
Released in year	(60,000)	-
At 31 July 2012	<u>-</u>	<u>60,000</u>

The advance payment made in prior years has now been incorporated into the main provision for the infrastructure costs.

19. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31 July 2012 as represented by:			
Tangible fixed assets	1,131,306	342,383	1,473,689
Investment assets	2	-	2
Current assets	25,988	-	25,988
Current liabilities	(9,854)	(467)	(10,321)
Long-term liabilities	(546,978)	-	(546,978)
	<u>600,464</u>	<u>341,916</u>	<u>942,380</u>

20. Unrestricted funds

	At 1 August 2011 £	Incoming resources £	Outgoing resources £	Transfers £	At 31 July 2012 £
General Funds	<u>17,768</u>	<u>737,036</u>	<u>(153,639)</u>	<u>(701)</u>	<u>600,464</u>

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Notes to financial statements
for the year ended 31 July 2012

21. Restricted funds	At 1 August 2011 £	Incoming resources £	Outgoing resources £	Transfers £	At 31 July 2012 £
Capital Asset Funds					
Purchase of Woodlands	342,383	-	-	-	342,383
Revenue Funds					
Access project	6,800	8,814	(16,215)	601	-
BLF/HIE - Awards for All	1,164	1,515	(2,679)	-	-
Energy& Renewables- Micro Hydro	(100)	-	-	100	-
Fireworks Night	240	393	(333)	-	300
Other restricted donations	550	-	-	-	550
5 Year review	-	5,000	(6,317)	-	(1,317)
	<u>351,037</u>	<u>15,722</u>	<u>(25,544)</u>	<u>701</u>	<u>341,916</u>

Purposes of restricted funds

Access project and study

Grants were received from various organisations including the Forestry Commission towards the access project and study. The charity also made a contribution from its own reserves and this is shown as a transfer in to the fund.

Awards for All

Funding was received from the Big Lottery Fund via HIE for the development expenses including wages and other costs.

Other Restricted Funds

£200 continues to be brought forward for the nature hide, £250 for Forest Schools and £100 for communications.

Five Year Review

Funds were received in the year from the Forestry Commission towards a 5 year review being carried out for Highlands & Islands Enterprise. HIE are also contributing 50% towards the consultants costs. Although there is an apparent deficit on the fund, further income and expenditure took place after the year end and the project costs were fully funded.

North West Mull Community Woodland Company Limited
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 July 2012

22. Transactions with trustees

No director received any direct remuneration or other benefits in kind during the year.

One director was allocated one of the three forest crofts; all decisions in respect of this allocation were taken in accordance with the company policy on conflicts of interest and the director took no part in the decision making process.

23. Company limited by guarantee

North West Mull Community Woodland Company Limited is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

North West Mull Community Woodland Company Limited
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The following pages do not form part of the statutory accounts.

North West Mull Community Woodland Company Limited
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Detailed statement of financial activities

For the year ended 31 July 2012

	2012		2011	
	£	£	£	£
Incoming resources				
Incoming resources from generating funds:				
<i>Voluntary income</i>				
Donations		3,126		8,743
Community Energy Scotland		-		14,980
Forestry Commission		5,000		1,500
Big Lottery Fund; Awards for All		-		44,202
Highlands & Islands Enterprise - Awards for All		1,515		-
Training Grants		1,240		-
Scottish Community Project Fund - Access project		1,500		5,000
ACHA - Access project		-		300
SSTTS Road Grant		512,330		-
Leader - Access project		7,314		-
		<u>532,025</u>		<u>74,725</u>
<i>Activities for generating funds</i>				
Fundraising events		757		1,186
		<u>757</u>		<u>1,186</u>
<i>Income from trading subsidiaries</i>				
NWMCW Trading Limited		2,965		1,412
		<u>2,965</u>		<u>1,412</u>
Total incoming resources from generating funds		<u>535,747</u>		<u>77,323</u>
Incoming resources from charitable activities				
Sale of goods/services		1,810		-
Training income		4,150		2,416
Timber sales		206,185		-
		<u>212,145</u>		<u>2,416</u>
Other incoming resources				
Gain on disposal of tangible fixed assets		4,000		-
Other income		595		79
Tax reclaimed on gift aid		150		856
Wayleaves		121		117
		<u>4,866</u>		<u>1,052</u>
Total incoming resources		<u><u>752,758</u></u>		<u><u>80,791</u></u>
Resources expended				
Costs of generating funds:				

North West Mull Community Woodland Company Limited
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Detailed statement of financial activities

For the year ended 31 July 2012

Fundraising trading:			
cost of goods sold and other costs			
<i>Fundraising events</i>			
Events - Fundraising costs	533		502
	<hr/>	533	<hr/> 502
Total fundraising trading			
cost of goods sold and other costs		533	502
		<hr/>	<hr/>
Total costs of generating funds		533	502
		<hr/> <hr/>	<hr/> <hr/>

North West Mull Community Woodland Company Limited
(A company limited by guarantee)

Detailed statement of financial activities

For the year ended 31 July 2012

	2012	2011
	£	£
Charitable activities		
General Development		
<i>Activities undertaken directly</i>		
Core - Project costs	-	1,706
Core; Staff - Wages & Salaries	33,397	33,748
Core; Staff - Employers NI	2,628	2,801
Core; Office Rent	1,500	1,300
Core; Establishment - Rep. & maint.	-	74
Core; Establishment - Insurance	1,285	1,085
Core; Other motor & travel expenses	622	1,157
Core; Audit and accountancy	2,000	1,550
Core; Professional - Consultancy fees	6,317	700
Core; Website & IT; design and maintenance	731	1,775
Core; Office expenses - Other	81	657
Core; Depreciation & impairment	1,219	2,260
Core; Subscriptions	963	265
Core; Other costs - miscellaneous	611	128
	<hr/>	<hr/>
	51,354	49,206
General Development total expenditure	<hr/>	<hr/>
	51,354	49,206
Forestry		
<i>Activities undertaken directly</i>		
Forestry & timber - haulage charges	66,959	-
Forestry & Timber - Other fees	2,800	-
Forestry & Timber - Management charges	28,753	-
Forestry - UK Woodland Assurance Standard	-	4,075
	<hr/>	<hr/>
	98,512	4,075
Forestry total expenditure	<hr/>	<hr/>
	98,512	4,075
Housing & Woodland Crofts		
<i>Activities undertaken directly</i>		
Housing & Crofts - Professional - Other fees	1,450	-
Housing & Crofts - Professional - Legal Fees	2,250	-
Housing - Subscriptions, conferences	-	160
Housing & Crofts - other costs	218	-
	<hr/>	<hr/>
	3,918	160
Housing & Woodland Crofts total expenditure	<hr/>	<hr/>
	3,918	160

North West Mull Community Woodland Company Limited
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Detailed statement of financial activities

For the year ended 31 July 2012

Training			
<i>Activities undertaken directly</i>			
Training -Materials & direct costs	3,899	2,129	
	<u>3,899</u>	<u>2,129</u>	2,129
Training total expenditure	<u>3,899</u>		<u>2,129</u>
Energy & Renewables			
<i>Activities undertaken directly</i>			
Energy & Renewables - Consultancy	1,737	15,080	
	<u>1,737</u>	<u>15,080</u>	15,080
Energy & Renewables total expenditure	<u>1,737</u>		<u>15,080</u>
Infrastructure, Haul Route			
<i>Activities undertaken directly</i>			
Haul Route Infrastructure - Professional fees	774	250	
	<u>774</u>	<u>250</u>	250
Infrastructure, Haul Route total expenditure	<u>774</u>		<u>250</u>
Access Project			
<i>Activities undertaken directly</i>			
Access project - Professional fees	16,215	-	
	<u>16,215</u>	<u>-</u>	-
Access Project total expenditure	<u>16,215</u>		<u>-</u>
Total charitable activity expenditure	<u>176,409</u>		<u>70,900</u>
Governance costs			
<i>Activities undertaken directly</i>			
Professional - Auditor remuneration	1,900	-	
Companies House fees	14	29	
Cost of trustees' meetings/directors training	327	-	
	<u>2,241</u>	<u>29</u>	29
Total governance costs	<u>2,241</u>		<u>29</u>
Net incoming/(outgoing) resources for the year	<u>573,575</u>		<u>9,360</u>