

Leven Valley Development Trust
(A company limited by guarantee)
Financial Statements

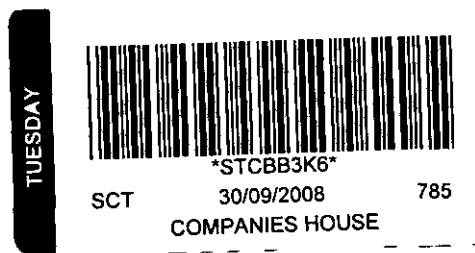
for the year ended 31 December 2007

Registered Number: SC181764

Scottish Charity Number: SC035398

18 North Street
GLENROTHES
Fife
KY7 5NA
Tel No 01592 610388
Fax No 01592 611113

8 Mitchell Street
LEVEN
Fife
KY8 4HJ
Tel No 01333 425250
Fax No 01333 425655



PATERSON BOYD & Co.
Chartered Accountants

Leven Valley Development Trust
(A company limited by guarantee)
Financial Statements
for the year ended 31 December 2007

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Leven Valley Development Trust
Company Information
for the year ended 31 December 2007

| | |
|------------------------------------|---|
| Scottish Charity Number | SC035398 |
| Company Registration Number | SC181764 |
| Board of Directors | John McCombie Robert B Watt Andrew Cook Michael Wemyss Peter Holt William Taylor |
| Secretary | Brian C T Wood |
| Registered Office | Kirklandhill House Denwalk Methil Fife KY8 3LQ |
| Bankers | Bank of Scotland 60 High Street Leven Fife KY8 4NA |
| Solicitors | Charles Wood & Son 37 Kirk Wynd Kirkcaldy Fife KY1 1EN |
| Accountants | Paterson Boyd & Co Chartered Accountants 8 Mitchell Street Leven Fife KY8 4HJ |

Leven Valley Development Trust
Directors' Report
for the year ended 31 December 2007

The board of directors presents its report and the financial statements for the year ended 31 December 2007

Governing document

The company was incorporated as a company limited by guarantee and on 16 March 2004 was granted charitable status as a charity registered in Scotland. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Recruitment & Appointment of Directors

The directors of the company are also charity trustees for the purpose of charity law and under the company's Articles are known as members of the company. Under the requirements of the Memorandum and Articles of Association one third of the members of the company are required to retire by rotation at every Annual General Meeting.

No person shall be admitted a member of the company unless he is approved by the directors. Every person who wishes to become a member shall deliver to the company an application for membership in such form as the directors require execution by him.

Organisation

The company is run by its board of directors, the members of which are detailed on page 1. The board meets three times per year to oversee the activities of the charity. At present the board has six members from a variety of professional backgrounds relevant to the work of the charity.

Risks

The board of directors have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems are in place to mitigate exposure to the major risks.

Objects of the Charity

The company's objects and principal activities are to promote and encourage, either on its own or in conjunction with others, the environmental regeneration of the valley and estuary of the River Leven in the Levenmouth area of Fife and the renewal, enhancement and extension of the facilities and amenities of the area for the benefit and enjoyment of those who live or work or visit there by all practical means including but not limited to development or redevelopment of land for recreational, residential, commercial and industrial uses, creation of woodlands, parks and other public open spaces and investment in any projects or activities which the directors, for the time being of the company, consider to be likely to enhance the regeneration area.

Review of Activities & Future Developments

The company had five projects ongoing in the Levenmouth area in the year.

As well as monitoring the progress and maintenance of existing projects the board used this year to map out its involvement in the ongoing regeneration of the Levenmouth area.

Leven Valley Development Trust
Directors' Report
for the year ended 31 December 2007

Financial Review

In the year under review the company had a surplus of income over expenditure of £9,341 (2006 £4,207) as detailed in the statement of financial activities on page 6

At the balance sheet date the funds total was £30,770 (2006 £21,429)

Investment Powers

Under the Memorandum and Articles of Association, the company has the power to make any investment, which the directors see fit

Reserves Policy

The board of directors review income and expenditure on a quarterly basis and consider that the level of reserves currently held is sufficient to allow for continuing operations

The affairs of Leven Valley Development Trust are controlled by a board of directors under the powers conferred upon it by the members of the Leven Valley Development Trust. The responsibilities of the board of directors is described below

Statement of the 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 company and of the income and expenditure for that year. In preparing those financial statements, the directors are required to

select suitable accounting policies and apply them consistently,

make judgements and estimates that are reasonable and prudent,

state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the trust 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 company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

The directors confirm that the financial statements comply with the above requirements

On behalf of the board.



John McCombie
 Director

Date 26.9.2008

Leven Valley Development Trust
Accountants' report to the Members
on the unaudited financial statements of
Leven Valley Development Trust

We report on the financial statements for the year ended 31 December 2007 set out on pages 5 to 12

Respective responsibilities of directors and reporting accountants

As described on Page 3, the company's directors are responsible for the preparation of the financial statements, and they consider that the company is exempt from an audit. In accordance with their instructions and in order to assist them to fulfil their responsibilities, we have prepared the financial statements on pages 5 to 12 from the accounting records and from the information and explanations supplied to us.

It is our responsibility to carry out procedures designed to enable us to report our opinion.

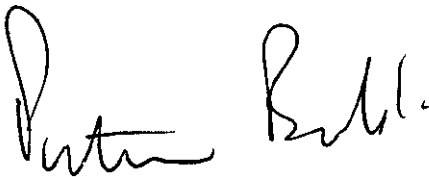
Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion

- a) the financial statements are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985,
- b) having regard only to, and on the basis of, the information contained in those accounting records
 - i) the financial statements have been drawn up in manner consistent with the accounting requirements specified in section 249C(6) of the Act, and
 - ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act as modified by section 249a(5) and did not, at any time within the year, fall within any categories of companies not entitled to the exemption specified in section 249B(1)



Date 26/9/2008.

Paterson Boyd & Co
 Chartered Accountants
 18 North Street
 Glenrothes
 Fife
 KY7 5NA

Leven Valley Development Trust
Statement of Financial Activities
(Incorporating Income and Expenditure Account)
for the year ended 31 December 2007

| | Note | Restricted Fund <u>2007</u> £ | Unrestricted Fund <u>2007</u> £ | Total <u>2007</u> £ | Total <u>2006</u> £ |
|---|------|--|--|---------------------------|---------------------------|
| Incoming resources | | | | | |
| Activities in furtherance of company's objects | 2 | 102,565 | 500 | 103,065 | 27,977 |
| Investment income | | | 11,355 | 11,355 | 6,740 |
| | | <u>102,565</u> | <u>11,855</u> | <u>114,420</u> | <u>34,717</u> |
| Resources expended | | | | | |
| Costs of activities in furtherance of the company's objects | 4 | 102,565 | | 102,565 | 28,066 |
| Management and administrative expenditure | 5 | | 2,514 | 2,514 | 2,444 |
| | | <u>102,565</u> | <u>2,514</u> | <u>105,079</u> | <u>30,510</u> |
| Net movement in funds for the year | 9 | | 9,341 | 9,341 | 4,207 |
| Total funds at 1 January 2007 | 9 | 6,921 | 14,508 | 21,429 | 17,222 |
| Total funds at 31 December 2007 | 9 | <u>6,921</u> | <u>23,849</u> | <u>30,770</u> | <u>21,429</u> |

All activities relate to continuing operations

Income and expenditure includes all gains and losses recognised in the year

Leven Valley Development Trust
Balance Sheet
at 31 December 2007

| | Note | £ | <u>2007</u> | £ | £ | <u>2006</u> | £ |
|---|----------|----------------|------------------|----------------------|------------------|-------------|----------------------|
| Fixed assets | | | | | | | |
| Investments | 6 | | | 2 | | | 2 |
| Current assets | | | | | | | |
| Debtors | 7 | 211 | | | 367 | | |
| Cash at bank and in hand | | 210,705 | | | 218,592 | | |
| | | <u>210,916</u> | | | <u>218,959</u> | | |
| Creditors: amounts falling due within one year | 8 | | (180,148) | | (197,532) | | |
| Net current assets | | | | 30,768 | | | 21,427 |
| Total assets less current liabilities | | | | <u>30,770</u> | | | <u>21,429</u> |
| Funds | | | | | | | |
| Restricted funds | 9 | | | 6,921 | | | 6,921 |
| Unrestricted funds | 9 | | | 23,849 | | | 14,508 |
| Total funds | 9 | | | <u>30,770</u> | | | <u>21,429</u> |

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

Leven Valley Development Trust
Balance Sheet (continued)
Director's statements required by Section 249B(4)
for the year ended 31 December 2007

In approving these financial statements as directors of the company we hereby confirm

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985,
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 December 2007 and
- (c) that we acknowledge our responsibilities for
 - (1) ensuring that the company keeps accounting records which comply with Section 221, and
 - (2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements on pages 6 to 13 were approved by the Board on 26/9/2008 and signed on its behalf by



John McCombie
Director

Date 26.9 2008

Leven Valley Development Trust
Notes on Financial Statements
for the year ended 31 December 2007

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) issued April 2005 and the Companies Act 1985

Incoming resources

Income from donations and grants, including capital grants, is included in incoming resources when these are receivable, except when donors specify that the donations or grants must be used in future accounting periods, or conditions are imposed, which have to be fulfilled before the company is entitled to use such income

Investments

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

Stock

Work in progress is valued at the lower of cost and net realisable value

Group Accounts

The company is entitled to the exemption under Section 248 of the Companies Act 1985 from the obligation to prepare group accounts

Interest received

Interest received is included when received by the charity

Resources expended

Resources expended are included in the accounts on an accrual basis inclusive of any VAT which cannot be recovered as the company is not VAT registered

Fund accounting

Funds held by the company are either
unrestricted general funds, which can be used in accordance with the company's objectives at the discretion of the directors, or
restricted funds, which are funds that can only be used for a particular restricted purpose within the objectives of the company

Leven Valley Development Trust
Notes on Financial Statements
for the year ended 31 December 2007

2. Activities in furtherance of company's objects

| | Restricted | Unrestricted | | |
|-----------------|--------------------|---------------------|--------------------|--------------------|
| | Fund | Fund | Total | Total |
| | <u>2007</u> | <u>2007</u> | <u>2007</u> | <u>2006</u> |
| | £ | £ | £ | £ |
| Grants received | 102,565 | | 102,565 | 27,977 |
| Rental income | | 500 | 500 | |
| | <u>102,565</u> | <u>500</u> | <u>103,065</u> | <u>27,977</u> |

3. Directors and employees

The company has no employees other than its directors. The directors received no remuneration or reimbursement of expenses in the year, however the company paid £472 in the year to indemnify the directors against the consequences of any neglect or default on their part.

4. Costs of activities in furtherance of the company's objects

| | Restricted | Unrestricted | | |
|-----------------------------|--------------------|---------------------|--------------------|--------------------|
| | Fund | Fund | Total | Total |
| | <u>2007</u> | <u>2007</u> | <u>2007</u> | <u>2006</u> |
| | £ | £ | £ | £ |
| Tax credit refund | | | | 89 |
| Legal and professional fees | 3,219 | | 3,219 | 4,634 |
| Insurance | 652 | | 652 | 368 |
| Project site costs | 98,694 | | 98,694 | 22,975 |
| | <u>102,565</u> | <u>500</u> | <u>103,065</u> | <u>28,066</u> |

Leven Valley Development Trust
Notes on Financial Statements
for the year ended 31 December 2007

5. Management and administrative expenditure

| | Restricted | Unrestricted | | |
|---------------------|--------------------|---------------------|--------------------|--------------------|
| | Fund | Fund | Total | Total |
| | <u>2007</u> | <u>2007</u> | <u>2007</u> | <u>2006</u> |
| | £ | £ | £ | £ |
| Bank charges | | 17 | 17 | 37 |
| Insurances | | 472 | 472 | 473 |
| Accountancy | | 1,601 | 1,601 | 1,521 |
| Professional fees | | 30 | 30 | 60 |
| Administration fees | | 394 | 394 | 353 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| | <u> </u> | <u>2,514</u> | <u>2,514</u> | <u>2,444</u> |

6. Fixed asset investments

| | Subsidiary | |
|--|----------------------|---------------------|
| | undertakings | |
| | <u>shares</u> | <u>Total</u> |
| | £ | £ |
| Cost | | |
| At 1 January 2007 and 31 December 2007 | <u>2</u> | <u>2</u> |
| Net book value | | |
| At 31 December 2007 | <u>2</u> | <u>2</u> |

On 1 September 1999 Leven Valley Development Trust acquired shares in Ecowise Fife Limited. The total share capital of Ecowise Fife Limited, which is registered in Scotland, is held as follows

| | |
|--|------------------|
| Leven Valley Development Trust | 1 ordinary share |
| John A F McCombie (as nominee for the above) | 1 ordinary share |

Leven Valley Development Trust
Notes on Financial Statements
for the year ended 31 December 2007

7. Debtors

| | <u>2007</u> £ | <u>2006</u> £ |
|-------------|------------------|------------------|
| Prepayments | <u>211</u> | <u>367</u> |

8. Creditors: amounts falling due within one year

| | <u>2007</u> £ | <u>2006</u> £ |
|------------------------------|------------------|------------------|
| Other creditors | 500 | 500 |
| Accruals and deferred income | 179,648 | 197,032 |
| | <u>180,148</u> | <u>197,532</u> |

The company receives restricted income in advance which is deferred at the balance sheet date. The movement in deferred income is as follows

| | <u>Grants Received</u> £ | <u>Total</u> £ |
|--------------------------------|-----------------------------|-------------------|
| At 1 January 2007 | 188,605 | 188,605 |
| Further funding received | | |
| Released to income in the year | (10,546) | (10,046) |
| | <u>178,059</u> | <u>178,559</u> |
| At 31 December 2007 | | |

9. Funds

| | <u>Restricted Funds</u> <u>2007</u> £ | <u>Unrestricted Funds</u> <u>2007</u> £ | <u>Total</u> <u>2007</u> £ |
|----------------------|---|---|----------------------------------|
| At 1 January 2007 | 6,921 | 14,508 | 21,429 |
| Surplus for the year | | 9,341 | 9,341 |
| | <u>6,921</u> | <u>23,849</u> | <u>30,770</u> |
| At 31 December 2007 | | | |

Represented by:

| | | | |
|--------------------|--------------|---------------|---------------|
| Fixed assets | | 2 | 2 |
| Net current assets | 6,921 | 23,847 | 30,768 |
| | <u>6,921</u> | <u>23,849</u> | <u>30,770</u> |

Leven Valley Development Trust
Notes on Financial Statements
for the year ended 31 December 2007

10. Legal status of the company

The company is a company limited by guarantee without share capital. Each member of the company has undertaken to contribute an amount not exceeding £1 towards any deficit arising in the event of the company being placed in liquidation. At the balance sheet date the charity had 6 members.

11. Related parties

For the whole of the financial year the company was controlled by its board of directors as listed on page 1.

At the balance sheet date the company owes £100 (2006 £100) each to John McCombie, Robert B Watt and Andrew Cook.

During the year under review, £nil (2006 £89) was paid to Andrew Cook Containers Limited, a company controlled by Andrew Cook.