

**Company Registration No: 4914470**  
**Charity Registration No: 1102249**



**GRANTSCAPE**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 MARCH 2007**

# GRANTSCAPE

## Financial statements For the year ended 31 March 2007

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# GRANTSCAPE

## Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

### Reference and Administrative Details

#### Registered office

Office E, Whitsundoles  
Broughton Road  
Salford  
Milton Keynes  
MK17 8BU

#### Registered number

4914470

#### Charity registration number

1102249

#### ENTRUST enrolment number

341010

#### Trustees

Andrew Ladds	
David Bramley	(appointed 25 July 2006)
Andrew Brough	(appointed 24 July 2006; resigned 29 January 2007)
Chris Brown	(appointed 24 July 2006)
Jacqueline Rae	
Douglas L de Freitas	

#### Secretary

Patricia A England

#### Chief Executive

Steven J Hargreaves

#### Auditor

Chantrey Vellacott DFK LLP  
Russell Square House  
10-12 Russell Square  
London  
WC1B 5LF

#### Bankers

Lloyds TSB Bank plc  
25 Gresham Street  
London  
EC2V 7HN

#### Solicitors

Stone King  
28 Ely Place  
London  
EC1N 6TD

## **GRANTSCAPE**

### **Report of the Trustees (including the Directors' report) for the year ended 31 March 2007**

The trustees, who are also the directors for the purposes of the Companies Act, are pleased to present their report and the financial statements of the charity and the group for the year ended 31 March 2007.

#### **Structure, Governance and Management**

##### Governing document

GrantScape is a company limited by guarantee governed by its Memorandum and Articles of Association. The company is registered as a charity with the Charity Commission. The trustees of the charity are also its members. The Memorandum and Articles have been reviewed and revised during the year, and the revisions were adopted by Members' Written Resolution on 21 May 2007.

##### Recruitment and appointment of trustees

As set out in the Articles of Association, a maximum of nine trustees can now be appointed. This helps to ensure a balanced skill set, an enduring affinity with the charity's business and objectives and the ability to develop the organisation.

Following a trustee skills review in 2005, it was concluded that additional trustees were required. The Recruitment Policy adopted in November 2005 was followed and an open recruitment exercise, using advertisements in the national press, commenced in early 2006. This resulted in three new trustees and one non-executive director for the trading company being appointed in July 2006. Both boards believe that they are enhanced by the process.

##### Trustee induction and training

The need to have a formal induction process was also identified as part of the 2005 skills audit. Development of the induction process based on previous experience, charity best practice and the specific needs of GrantScape was subsequently undertaken by the Chief Executive and existing trustees. New trustees are given a trustee handbook, which includes copies of all key documents, together with relevant Charity Commission guidance. Handbooks are recalled and updated as required for all trustees. Trustees are encouraged and supported to attend appropriate external training events and are expected to keep up to date with changes in regulation and good practice that impact GrantScape.

Formal Induction and Training Policies were adopted in November 2005 and are still considered to be appropriate.

##### Subsidiary Undertakings

The charity is the sole member of EB Nationwide Limited, a company limited by guarantee which was established in 1997 to receive donations and make grants under the auspices of the Landfill Communities Fund ("LCF") (previously the Landfill Tax Credit Scheme or "LTCS"). EB Nationwide Limited is no longer receiving donations, but has remaining obligations in respect of grants made in earlier years.

The charity's wholly owned subsidiary, GrantScape Services Limited, was established in August 2004 to undertake trading activities including consultancy and administration of grant programmes for third parties.

GrantScape staff also deal with the affairs of EB Nationwide Limited and GrantScape Services Limited within the delegated authority conferred by the boards of those companies.

#### **Organisation**

The group has administrative and financial control procedures in place to ensure that its affairs are managed effectively. A board of trustees, who meet regularly, administer the charity. The Chief

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### Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

Executive is appointed by the trustees to manage the day-to-day operations of the charity. He is supported by five grant staff, two finance staff, a receptionist/pa and a General Manager who has responsibility for GrantScape Services Limited. To facilitate effective delivery of the charity's business and development, the Chief Executive directs and manages all operational matters within a carefully prescribed delegation of authority, which has been reviewed during the year. The charity maintains a policy of equal opportunities and is committed to the training and personal development of its staff and trustees. Ongoing training programmes were fulfilled during the year and a transparent and inclusive approach was taken in all recruitment activities. The trustees are therefore confident that the charity is staffed by competent people who are able to undertake their duties to a high standard.

The charity performs its business within the Quality Framework laid down by the Association of Charitable Foundations. It has achieved compliance with Level 2 and a substantial element of Level 3 of the Framework during the year. This demonstrates not only fitness for purpose as a grant-maker, but also a commitment to developing and improving internal systems and controls to an advanced level of practice not normally found in charities of GrantScape's size.

The charity pursues an overall policy of transparency and clear communication. The board of trustees is required to confirm a 'declaration of interest' before any formal meeting, thereby managing any risk of conflict of interest. This is in addition to an annual conflict of interest return completed by all trustees and staff.

No trustee had any beneficial interest in any contract with the charity during the year, save that described in Notes 9 and 20 to the financial statements.

#### ENTRUST

The charity and its subsidiary EB Nationwide Limited are enrolled as environmental bodies with ENTRUST (enrolment numbers 341010 and 760828 respectively). This is a regulatory organisation which oversees the operation of environmental bodies enrolled under the LCF. ENTRUST charge a levy of 2% on all donations received from landfill operators.

#### Risk Management

The trustees have a risk management strategy which includes:

- regular review and update of the group's Risk Register;
- the establishment of systems and procedures to manage the risks identified, where possible;
- the implementation of procedures designed to minimise any potential impact on the group should those risks materialise;
- reporting the major risks identified to the board at each of its meetings.

As part of the business plan development process, the main risks facing the group have been reviewed and are identified as:

- lack of sufficient incoming resources to fund future grant programmes and the administration of the charity;
- being reliant upon too few benefactors;
- being reliant upon the LCF for all of the charity's grant programmes;
- GrantScape Services Limited failing to generate sufficient profits;
- lack of sufficient public awareness of the charity and the grant programmes and services it offers;
- the need to balance people skills and core competencies against the requirements of the organisation.

Specific actions taken to manage these risks include:

- securing formal agreements to manage ongoing LCF grant programmes;
- appointment of a full time General Manager responsible for the development of income generating activities of the trading company;
- focus on activities to raise the profile of the charity with existing and potential stakeholders;
- introduction of a quarterly e-newsletter;

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### Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

- enhancing GrantScape's position as a major environmental grant maker by continuing with the annual Biodiversity Challenge Fund;
- ongoing training and development of staff.

Increasingly, the identification of risk is being built into the main strategic planning process, rather than being treated as a separate activity. Also, future reporting to the board will include any changes identified in either the impact or probability of major risks occurring.

#### Objectives and Activities

The objects of the charity are to promote the protection, preservation and improvement of the environment for the benefit of the public and to advance the education of the public in matters concerning the environment, its conservation and protection and in particular:

- to promote reclamation, remediation, restoration or any other operation to facilitate the economic, social or environmental use of land where its use has been prevented or restricted by pollution damage because of its previous use;
- to promote any operation intended to prevent or reduce any potential causes for pollution or to remedy or mitigate the effects of any pollution or land which has suffered or may suffer pollution as a result of a previous activity carried out on the land;
- to promote research and development (including the dissemination of the useful results of that research) and to educate the public in the benefits of sustainable waste management practices;
- to promote research and development (including the dissemination of the useful results of that research) and to educate the public in the benefits of recycling waste;
- to promote the provision, maintenance or improvement of a public park, recreation ground, open space or other public amenity for the protection of the environment provided that they shall not be operated for profit;
- to promote, where it is for the protection of the environment, the maintenance, repair or restoration of a building or other structure which is a place of religious worship or of historical architectural interest, which is open to the public;
- to promote, where it is for the protection of the environment, biodiversity of the natural habitat of land or in water;
- to promote the efficiency and effectiveness of charities by the provision of support and administrative or other similar services to charities;
- to promote the effective use of resources for charitable purposes by charitable and non-charitable bodies.

The charity's mission is to improve the environment and communities by the channelling and management of charitable funding towards deserving and quality projects.

The charity's main activity remains that of making grants from donations received from landfill operators under the LCF. All projects supported must also be compliant with the objects of that fund.

#### Grant Making Policy

The charity's grant-making policy, adopted in January 2006, was reviewed by the Trustees in November 2006 and remains unchanged. It states that:

- GrantScape will only make grants in line with its charitable objects;
- grants will be made on a justifiable and fair basis to projects which provide best value;
- grants will be made to projects that improve the life of communities and the environment;
- GrantScape will make available specific criteria for each of the grant programmes that it manages;

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### Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

- all grants are subject to meeting the generic grant-making criteria as well as the specific grant programme criteria.

The charity currently has the following donors and grant programmes:

Donor	Programme	Applications closed	Awards announced	Value (approx)
Waste Recycling Group	Biodiversity Challenge Fund 2006	March 06	June 06	£2.5M
Waste Recycling Group	Biodiversity Challenge Fund 2007	April 07	July 07	£2.0M
Waste Recycling Group	Milton Keynes Grant Programme	March 07	June 07	£100K
Waste Recycling Group	Community Heritage Fund (Windmill & Watermill Challenge)	Sept 07	Nov 07	£600K
Caird Bardon	Caird Bardon Community Programme	Ongoing	Ongoing	£300K pa
CWM Environmental	CWM Community and Environmental Fund	Ongoing	Ongoing	£150K pa

In addition to these programmes, the charity has continued to administer LCF grants from earlier programmes.

The table below summarises activity, in both volume and value, in committing funds to grants and bringing them to contract. There can be substantial time delays, outside the control of the charity, between the approval of grant funding by the trustee board (at which point the funds are deemed to be committed) and the signing of the funding offer letter, which is why some commitments have been carried forward at the end of the financial year. However, every effort is made to ensure that the process is completed in as timely and efficient a way as possible. Inevitably, some projects awarded grants do not go ahead (shown as "withdrawn during the year").

The following table shows this activity split between the three main LCF donors:

Donor:	Waste Recycling Group		Caird Bardon		CWM Environmental		Total	
	No	£'000	No	£'000	No	£'000	No	£'000
Grant commitments b/fwd	22	1,546	2	113	1	10	25	1,669
Committed during the year	9	2,490	3	114	5	197	17	2,801
Withdrawn during the year	(3)	(76)	-	-	-	-	(3)	(76)
Contracted during the year	(23)	(3,528)	(3)	(163)	(5)	(57)	(31)	(3,748)
Grant commitments c/fwd	5	432	2	64	1	150	8	646

Details of the grants approved in the year can be seen on the charity's website ([www.grantscape.org.uk](http://www.grantscape.org.uk)).

Since the year end, £2M has been committed in respect of the Biodiversity Challenge Fund 2007; £100K for the Milton Keynes Grant Programme, £120K from the Caird Bardon Community Programme and £70K from the CWM Community and Environmental Fund. A further £600K is earmarked for the Community Heritage Fund, for decisions in November 2007.

#### Other Group Activities

Additionally, the charity and its trading company continue to position themselves in areas away from the traditional activity of LCF grant-making. This has started to generate additional revenue streams; perhaps more importantly the GrantScape name is becoming more well-known and second tier infrastructure bodies are becoming aware of GrantScape and the services it provides.

## GRANTSCAPE

### Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

#### Achievements and Performance

The Biodiversity Challenge has been the flagship grant programme offered by GrantScape during the year. The 2006 Challenge awarded £2.5M to five diverse projects located throughout England and Wales. A celebratory event was held in October 2006 to announce these grants and give a progress report on the projects awarded grants from the 2005 Challenge. The event successfully brought together our grant recipients, staff, trustees and other stakeholders and enabled all to develop a greater understanding of the progress which can be made in a short space of time.

GrantScape continues to use its website and newsletter to communicate with interested parties. Both include features about the achievements and outcomes from grants made and from projects undertaken by GrantScape Services Limited, as well as providing information about future opportunities.

The main new achievements during the year have related to the way in which our grant-making is undertaken and the emphasis on obtaining and responding to our applicants' opinions.

#### On line Applications

In January 2007, GrantScape launched its web based application process. The system, designed with and hosted by our database providers, allows applicants to complete grant applications on-line. We are then able to import the data directly into our grant-making database, saving both time and resources.

The process was initially trialled between January and March 2007 for our one-off Milton Keynes Grant Programme. An unexpected benefit has been that applications were received throughout the application period, rather than at the last minute as is normally experienced with a paper-based system.

The system also allows applicants to provide comments on the process and feedback so far has been extremely positive:

*"The application form itself is very user-friendly and not too complicated. It was very helpful to be able to log out and then come back to the application form at a later date". Mrs Rosemary Towers – Emberton Playing Field Association.*

*"Very straight forward and great guidelines. Well Done". Mr Paul Tough, Olney Town Football Club.*

The process has now been adopted for the CWM Community and Environmental Fund, the Caird Bardon Community Programme and the Community Heritage Fund. Future grant programmes will be developed using this process wherever appropriate.

#### Beneficiary Feedback

GrantScape is now collecting feedback from all completed grants to identify how our beneficiaries view the service that they receive. The questionnaire captures qualitative and quantitative information in respect of beneficiary satisfaction with the clarity of documentation, the application process, effectiveness of the website, and general quality of service. During the year, 67% of the 45 questionnaires issued were returned.

Overall, the responses demonstrate that our beneficiaries consider the quality of service that GrantScape provides is very high. Some of the key findings from the survey include:

##### a) Quality of Service

Based on answering queries quickly, professionalism and courtesy, resolving issues, turnaround times, and support from the Grant Manager, 72% rated the service as excellent.

## GRANTSCAPE

### Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

25% scored the service as good, and only 3% rated the service as average. No-one scored our service as 'poor'.

#### b) Documentation

The documents referred to include the Application Form, the Funding Offer Letter and the Terms and Conditions Document. 85% of respondents concluded that standard documents used in the grant making process were easy to use and understand, with 15% viewing them as difficult. Where specific issues have been raised, these have been taken into account as documentation is revised.

#### c) Overall Satisfaction

The majority of beneficiaries considered our overall service to be excellent. A few considered the service as good, but most importantly there were no reports of either average or poor quality in the level of overall service received.

On their own, these results can only demonstrate a snapshot of performance, but as the base against which responses from future years can be measured, they provide essential data for the charity to use in developing and improving the services provided.

#### Trading Subsidiary Performance

The trading subsidiary, GrantScape Services Limited has successfully completed the allocation of grants worth nearly £1M in Bedfordshire and Hertfordshire through a grant programme operated on behalf of WREN during the last two years. This has seen grants totalling approximately £600K being approved by the WREN Board in the period under review.

GrantScape Services Limited has used the group's grant expertise to assist a client, Morph, in establishing an applicant assessment process for a £13M Big Lottery Fund project.

GrantScape Services Limited has also been active in providing advice and support to organisations undertaking fund-raising activities. As a result of our involvement with the Naseby Battlefield Project, GrantScape has successfully applied for a £50K grant from Biffaward on their behalf, to help improve viewing and interpretation facilities at this key English Civil War site.

### Financial Review

#### Incoming Resources

New LCF funds have been received this year from Caird Bardon (£255,789) and CWM Environmental (£174,271). In addition, funds totalling £171,312 have been transferred to the charity from EB Milton Keynes Limited, a company limited by guarantee and an enrolled environmental body which has been wound up during the year. £200 was received from sale of assets originally funded from grant monies, in accordance with the terms of the LCF.

External consultancy and advice work has generated income of £67,864, still a very low proportion of the group's overall income, but an increase of almost 80% compared to last year.

The single main source of income during the year has been interest receivable of £634,445.

#### Resources expended:

All LCF donations received are subject to a 2% levy by the LCF regulator, ENTRUST, giving a cost of £8,600 in the year.

All charitable activity in the year related to LCF grant-making, with a total of £3,748,064 new grants being contracted. A sum of £176,884 was returned to available funds as a result of projects being withdrawn or completing for less than the contracted amount. Other direct costs relating to grant-making, including legal fees and costs incurred in the development of the on-line application system, amounted to £22,204. The administrative and support costs associated with grant-making activity totalled £339,508 in the financial year.

## GRANTSCAPE

### Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

Governance costs of £64,609 relate to the running of the charity, rather than the operational activities. This sum includes £27,925 of attributable support costs, relating to the time incurred in governance matters by the senior management team, and principally the Chief Executive.

#### Subsidiary undertakings

During the year a General Manager has been appointed to develop the work of the trading company. GrantScape Services Limited has carried out a small number of consultancy and grant programme administration assignments, the most significant of which was the completion of the administration of a £1M grant fund for WREN. During the year the company earned income of £67,864 and received bank interest of £2,962. The company generated a profit of £1,272 which will be transferred as gift aid to the charity.

EB Nationwide Limited continues to be responsible for a reducing portfolio of grants, although all funds have been transferred to the charity which carries out the grant programme administration on its behalf. This subsidiary had no income during the year. Where grants have been withdrawn or completed with an underspend, such amounts are credited to grant costs in the Income and Expenditure account. The majority of surplus funds arising have been transferred to GrantScape for future allocation.

#### Reserves

A significant proportion of funds in reserves relate either to monies allocated as grants, but not yet contracted, or monies earmarked for future grant programmes. These amounts are held as separate designated reserves, in order to aid understanding and reflecting the fact that they are for a specific purpose and do not form part of the charity's "free reserves". The designations adopted are:

- i) LCF funds not yet committed – reflects the balance of LCF funds available for distribution as grants. The reserve is sub-analysed by donor. Funds are transferred from this to the "committed not yet contracted" reserve following funding decisions taken at trustees' meetings. Where grant recipients do not draw down all funds granted, or where grants are withdrawn after being contracted, funds not utilised are credited to this reserve;
- ii) LCF funds committed not yet contracted – this designation represents funds allocated to grants, but awaiting a formal funding agreement. Outgoing resources represent grants for which a formal funding offer is now in place. Again, the reserve is sub-analysed by donor. Where grants are withdrawn before being contracted, surplus funds are transferred back to "funds not yet committed";
- iii) LCF Administration Reserve – historically, as LCF funds have been received, 10% has been retained to cover future grant administration costs. These designated funds are to enable the charity to complete the administration of grants, despite the current low level of LCF income.

During the year the level of the administration reserve was reviewed by the board and £1,000,000 released for future grant-making.

The residual "free reserves" represents non-LCF reserves. These funds, built up from consultancy activity and including profits gift-aided by GrantScape Services Limited, are important as they provide the charity with funds to invest in developing new activities outside the LCF.

A table of the balances and movements on these designated funds can be found in note 16 of the accounts.

## GRANTSCAPE

### Report of the Trustees (including the Directors' report) for the year ended 31 March 2007

#### Reserves policy

The board recognises the need to hold charitable funds as free reserves in order to fund contingencies, and to develop the wider activities of the group. The existing activity of administration of grants given under the LCF and the ongoing monitoring and auditing of grants given in order to comply with the interpretation of the Landfill Tax Regulations, will be met from the designated LCF Administration Reserve.

In this transitional period, the group requires adequate reserves to cover both general overhead and development costs as it works to establish new income streams which will sustain future charitable activity. Until such time as new income streams are established, it is our policy to hold all surpluses generated as free reserves in order to meet reasonable overhead and development costs as they arise. The free reserves, which represent monies generated by the group outside the scope of the LCF, currently stand at £151K. However, the trustees are keen for GrantScape to be in a position to establish new and sustainable grants programmes as soon as possible, and will be reviewing income and reserves forecasts regularly, to identify when this point is reached. It is anticipated that this should be within the next two to three years.

This policy was reviewed in March 2007 and was still considered to be appropriate to meet the needs of the group.

#### Investment policy

The board recognises the need to maximise the returns on the money the group holds. However, because the money is required either under a grant offer or for administering grant-making, only low risk investments are appropriate. These will be short-term deposits:

- in EU banks or building societies; or
- on the money market.

No other form of investment will be permitted.

The investment policy was last reviewed in March 2007 and was still considered to be appropriate to meet the needs of the group.

### **Plans for Future Periods**

During the year, GrantScape's Business Plan for the period 2007-12 was approved. To help deliver the charity's purpose and mission, the following 5-year strategic goals have been established:

- to be recognized as the UK 's leading environmental grant-maker;
- to ensure that GrantScape does not depend on any one benefactor for more than 33% of its income;
- to ensure sustainability we will increase the non-LCF activity to at least 50%;
- to be in the top 1% of grant-makers.

It is envisaged that within the Plan period GrantScape will commence its own grant-making using the profits generated by GrantScape Services Limited. In the shorter term, the charity will continue to develop its LCF grant-making and undertake grant-making from other benefactors.

Much of the development in the shorter term will relate to the work being undertaken by GrantScape Services Limited to develop and deliver new services.

There is a commitment to continuous improvement within the group. Work will be undertaken to ensure that our processes and the services provided continue to develop, both in response to feedback received from consumers of our services and through our own review of the way the charity operates.

## **GRANTSCAPE**

### **Report of the Trustees (including the Directors' report) for the year ended 31 March 2007**

#### **Statement of Trustees' responsibilities**

Company law requires the trustees to prepare financial statements which give a true and fair view of the state of affairs of the charity and its subsidiaries at the end of its financial year and of the surplus or deficit of the group for the year then ended. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and 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 group will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and its subsidiaries 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 charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each trustee, who was a director of the charity at the date that this report was approved, has taken all steps that they ought to have taken as directors in order to:

- make themselves aware of any relevant audit information (as defined by the Companies Act 1985); and
- ensure that the auditors are aware of all relevant audit information (as defined).

As far as each director is aware, there is no relevant audit information of which the charity's auditors are unaware.

The maintenance and integrity of the charity's website is the responsibility of the trustees. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislations in other jurisdictions.

#### **Auditor**

A resolution to reappoint Chantrey Vellacott DFK as auditor of the charity will be proposed at the Annual General Meeting.

**Approved by the Board on 16 July 2007 and signed on its behalf by:**

**A LADDS  
Chairman**

**P A ENGLAND  
Company Secretary**

## **GRANTSCAPE**

### **Independent Auditor's Report to the Members of GrantScape**

We have audited the financial statements of GrantScape for the year ended 31 March 2007 which comprise the Group Statement of Financial Activities, Group Balance Sheet, Company Balance Sheet, and related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of trustees and auditors**

As described in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of GrantScape for the purposes of company law) are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (United Kingdom 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 1985.

We report to you whether in our opinion, the information given in the Report of the Trustees is consistent with the financial statements.

We also report to you if, in our opinion, the charitable company 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 other transactions with the charitable company is not disclosed.

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

#### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (United Kingdom 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 group's and charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether 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.

## **GRANTSCAPE**

### **Independent Auditor's Report to the Members of GrantScape**

#### **Opinion**

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the charitable company and the group as at 31 March 2007 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Trustees (including the Directors' Report) is consistent with the financial statements.

CHANTREY VELLACOTT DFK LLP

Chartered Accountants  
Registered Auditor

LONDON  
16 July 2007

## GRANTSCAPE

### Consolidated Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 March 2007

	Notes	Unrestricted funds 2007 £	Unrestricted funds 2006 £
<b>Incoming resources</b>			
<b>Incoming resources from generated funds</b>			
Voluntary income – donations under LCF	2	601,572	370,718
Activities for generating funds - consultancy	4	67,864	37,962
Interest receivable	3	634,445	826,638
<b>Total incoming resources</b>		<b>1,303,881</b>	<b>1,235,318</b>
<b>Resources expended</b>			
<b>Costs of generating funds</b>			
Costs of generating voluntary income – ENTRUST fee		8,600	7,414
Costs of consultancy services		65,811	28,340
		<b>74,411</b>	<b>35,754</b>
<b>Charitable activities</b>			
LCF grants and grant-making	5	3,932,892	5,007,849
<b>Governance costs</b>	6	<b>64,609</b>	<b>65,041</b>
<b>Total resources expended</b>		<b>4,071,912</b>	<b>5,108,644</b>
Net outgoing resources being net expenditure for the year and net movement in funds		<b>(2,768,031)</b>	<b>(3,873,326)</b>
Fund balances brought forward at 1 April 2006		<b>8,430,922</b>	<b>12,304,248</b>
<b>Total funds carried forward at 31 March 2007</b>	<b>16</b>	<b>5,662,891</b>	<b>8,430,922</b>

There is no difference between the net outgoing resources for the year stated above and the historical cost equivalent.

The statement of financial activities includes all gains and losses recognised in the year.

All incoming resources and resources expended derive from continuing activities.

**The notes on pages 15 to 24 form part of these financial statements**

## GRANTSCAPE

### Balance sheets at 31 March 2007

	Notes	Group 2007 £	Company 2007 £	Group 2006 £	Company 2006 £
<b>Fixed assets</b>					
Tangible fixed assets	11	8,841	1,979	17,060	2,846
Investment in subsidiary undertaking	12	-	1	-	1
		<u>8,841</u>	<u>1,980</u>	<u>17,060</u>	<u>2,847</u>
<b>Current assets</b>					
Debtors	13	287,268	311,608	148,419	170,151
Cash at bank and in hand		11,502,395	11,472,303	15,120,916	15,093,458
		<u>11,789,663</u>	<u>11,783,911</u>	<u>15,269,335</u>	<u>15,263,609</u>
<b>Creditors:</b>					
Amounts falling due within one year	14	(4,518,238)	(4,547,716)	(5,938,014)	(6,262,605)
		<u>7,271,425</u>	<u>7,236,195</u>	<u>9,331,321</u>	<u>9,001,004</u>
<b>Net current assets</b>					
		<u>7,271,425</u>	<u>7,236,195</u>	<u>9,331,321</u>	<u>9,001,004</u>
<b>Total assets less current liabilities</b>					
		<u>7,280,266</u>	<u>7,238,175</u>	<u>9,348,381</u>	<u>9,003,851</u>
<b>Creditors:</b>					
Amounts falling due after more than one year	15	(1,617,375)	(1,617,375)	(917,459)	(622,638)
		<u>5,662,891</u>	<u>5,620,800</u>	<u>8,430,922</u>	<u>8,381,213</u>
<b>Net assets</b>					
		<u>5,662,891</u>	<u>5,620,800</u>	<u>8,430,922</u>	<u>8,381,213</u>
<b>Represented by:</b>					
Total funds - unrestricted	16	<u>5,662,891</u>	<u>5,620,800</u>	<u>8,430,922</u>	<u>8,381,213</u>

Approved by the trustees and authorised for issue on 16 July 2007 and signed on their behalf by:

**D L de FREITAS**  
Trustee

The notes on pages 15 to 24 form part of these financial statements

# GRANTSCAPE

## Notes to the financial statements For the year ended 31 March 2007

### 1 Accounting policies

#### a) Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Companies Act 1985, applicable UK accounting standards and the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2005) issued in March 2005.

#### b) Basis of consolidation

The group financial statements consolidate those of the charity and its subsidiary undertakings drawn up to 31 March 2007. The results of the charity's non-charitable subsidiaries, EB Nationwide Limited and GrantScape Services Limited, have been consolidated on a line by line basis. A separate statement of financial activities and income and expenditure account are not presented for the charity itself following the exemptions afforded by section 230 of the Companies Act 1985 and paragraph 397 of the SORP.

#### c) Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised 1996) from including a cash flow statement in the financial statements on the grounds that the group is small.

#### d) Incoming resources

- i) LCF donations are recognised on a receivable basis;
- ii) Other donations, including gift aid donations, are recognised on a receivable basis;
- iii) Income from commercial trading activities (consultancy; project management; grant scheme administration) is recognised as earned;
- iv) Interest receivable is recognised on a receivable basis.

#### e) Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive, where applicable, of any VAT which cannot be recovered and comprise the following:

- i) Costs of generating funds includes those costs and attributable support costs directly related to the consultancy and project management activities undertaken;
- ii) Charitable activities comprise expenditure on the charity's primary charitable purposes as described in the Report of the Trustees, and include:
  - grant expenditure – grants for projects are recognised in full in the accounts once a signed funding offer is in place, since control for meeting the conditions of the grant (the "milestones") passes to the grant recipient regardless of the expected duration of the grant;
  - other direct expenses and attributable support costs incurred on the specific objects of the charity.
- iii) Governance costs comprise costs incurred (including attributable support costs) on the governance of the charity, (organisational and strategic procedures) and the necessary legal procedures for compliance with statutory requirements, as shown in note 6.

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

#### f) Fund accounting

The general fund (free non-LCF reserve) comprises those monies which may be used towards meeting the charitable objects of the charity at the discretion of the trustees.

Designated funds are monies set aside out of general funds and designated for specific purposes by the trustees. The charity has designated funds as shown in note 16.

Restricted funds are monies donated for a specific purpose. The charity has no restricted funds.

#### g) Tangible fixed assets

All assets costing more than £500 and with an expected useful life of more than one year are capitalised. Depreciation is not charged on expenditure on assets not yet in use. Depreciation on other tangible fixed assets is charged so as to write off their full costs, less estimated residual value, over their expected useful lives at the following rates:

Office equipment:	
Office furniture	- 20% of cost
Other office equipment	- 33 <sup>1</sup> / <sub>3</sub> % of cost
Computer software	- 50% of cost

#### h) Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities/Income and Expenditure account on a straight line basis over the period of the lease.

#### i) Pensions

The charity provides a defined contribution pension scheme, the assets of which are held separately from those of the charity in an independently administered fund. This is a group personal pension scheme, to which the charity contributes 11% of salary. Contributions to this scheme are charged to the Statement of Financial Activities/Income and Expenditure account as they become payable.

<b>2</b>	<b>Voluntary Income</b>	<b>2007</b>	<b>2006</b>
		£	£
	LCF Donations receivable from the following landfill operators:		
	CWM Environmental Ltd	174,271	136,295
	Caird Bardon Ltd	255,789	234,423
	Transferred from other enrolled bodies	171,312	-
	Funds returned from sale of assets	200	-
		<u>601,572</u>	<u>370,718</u>
<b>3</b>	<b>Interest receivable and similar income</b>	<b>2007</b>	<b>2006</b>
		£	£
	Bank interest	634,445	826,638
		<u>634,445</u>	<u>826,638</u>

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

<b>4</b>	<b>Activities for generating funds</b>	<b>2007</b>	<b>2006</b>
		£	£
	Consultancy and project management	13,050	9,586
	Grant programme administration	54,814	28,376
		<u>67,864</u>	<u>37,962</u>
<b>5</b>	<b>Charitable activities</b>	<b>2007</b>	<b>2006</b>
		£	£
	Grants contracted	3,748,064	4,458,983
	Grants no longer required	(176,883)	(78,328)
	Funds transferred to other enrolled bodies	-	156,650
	Other direct costs	22,204	6,163
	Salary and related costs	263,646	293,744
	Other attributable support costs	75,861	170,637
		<u>3,932,892</u>	<u>5,007,849</u>

All grants are made to organisations or properly constituted groups. At present, all grant-making activity relates to funds received under the LCF, so grants must also meet the requirements of that Fund. An analysis of the grants contracted split between the three main donors can be found at note 16.

The following table summarises grants contracted, analysed by LCF object, which closely relates to the objects of the charity:

Object	No	£
d Provision, maintenance or improvement of public amenities	22	616,897
da Biodiversity of the natural habitat	7	3,090,167
e Maintenance, repair or restoration of historic/religious buildings	2	41,000
	<u>31</u>	<u>3,748,064</u>

The following 31 grants, with a value of £3,748,064 were contracted by the charity during the year:

Project Applicant and Name	LCF Object	Contracted Amount (£)
BRITISH WATERWAYS <i>Wolverhampton &amp; Staffordshire Canal Corridor Biodiversity Challenge</i>	da	651,983
THE WOODLAND TRUST <i>Restoring Wentwood Forest (Newport)</i>	da	500,000
RSPB <i>Broadwater Warren, East Sussex - Acquisition and Restoration</i>	da	489,693
MENTER MÔN <i>Anglesey Red Squirrel Project</i>	da	444,597
THE WOODLAND TRUST <i>Havering Park Essex, Land Purchase and Habitat Restoration</i>	da	443,572
THE WILDLIFE TRUST (BEDS, CAMBS, NORTHANTS & PETERBOROUGH) <i>The Great Fen Project, near Ramsey, Cambridgeshire, restore fenland</i>	da	350,750

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

Project Applicant and Name	LCF Object	Contracted Amount (£)
KENT WILDLIFE TRUST <i>Sandwich and Pegwell Bay - Development of National Coastal Nature Reserve</i>	da	209,572
LEEDS CITY COUNCIL * <i>Kippax Park Avenue Leeds - Playground Refurbishment</i>	d	75,000
CORBURY BOROUGH COUNCIL <i>West Glebe Park, Corby - Footpath Reconstruction and Lighting</i>	d	62,291
KENT WILDLIFE TRUST <i>Sandwich and Pegwell Bay - Nature Reserve Amenity Improvements</i>	d	61,000
HULLENSIANS RUGBY UNION FOOTBALL CLUB * <i>Hullensians Phoenix Project</i>	d	50,000
MILTON KEYNES COUNCIL <i>Castle Meadow Footbridge</i>	d	49,000
CROWLAND ABBEY <i>Crowland Abbey - Extension for Catering and Toilet Facilities</i>	d	38,000
ABERFORD & DISTRICT PARISH COUNCIL <i>Aberford Playground</i>	d	37,795
AKELEY VILLAGE HALL COMMITTEE <i>Akeley Village Hall, Akeley, Towards Construction of new village hall.</i>	d	34,300
BURNLEY BOROUGH COUNCIL <i>Towneley Park Riverside Playground, Burnley, Refurbishment</i>	d	27,135
HEATH AND REACH SPORTS ASSOCIATION <i>Heath &amp; Reach Sports Association, Heath and Reach, Pavilion Refit</i>	d	26,500
WESTON-BY-WELLAND COMMUNITY GROUP <i>Weston-by-Welland Church, Weston-by-Welland, Disabled toilet and lead roof (South)</i>	d	25,000
NETHER WINCHENDON PCC <i>Nether Winchendon Church, Replacement Timbers</i>	e	23,000
WESTGATE UNITED REFORMED/METHODIST CHURCH <i>Westgate United Reformed/Methodist Church - Dry Rot</i>	d	20,000
THE ENGLISH BAPTIST CHURCH, CARMARTHEN ** <i>Carmarthen English Baptist Church - Conservation and Adaptation</i>	d	20,000
ST THOMAS PARISH CHURCH MUSBURY <i>Musbury St Thomas Parish Church Repairs</i>	e	18,000
MADCAP TRUST LIMITED <i>Madcap Theatre - disabled access lift</i>	d	17,000
ST MATTHEWS CHURCH PCC <i>St Matthews Church, Eye - Refurbishment &amp; Improvements</i>	d	15,000
FRIENDS OF CAPEL NEWYDD ** <i>Llanddarog Capel Newydd Garden of Rest, Phase 4</i>	d	11,500
BIGGLESWADE TRINITY METHODIST CHURCH <i>Biggleswade Trinity Methodist Church – Repairs</i>	d	10,800
LLANGUNNOR COMMUNITY PARK COMMITTEE ** <i>Llangunnor Community Park and Playground Enhancement and Development</i>	d	10,000

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

Project Applicant and Name	LCF Object	Contracted Amount (£)
ST DAVID'S CHURCH PCC ** <i>Llanarthney - St Davids - Extension of Existing Graveyard</i>	d	9,247
ST PETER AND ST ANDREW'S CHURCH <i>Corby - St Peter &amp; St Andrew's Church Disabled toilet</i>	d	6,524
WESLEY METHODIST CHURCH <i>Wesley Methodist Church Improvements Project, Carmarthen</i>	d	6,000
THE NATIONAL TRUST <i>Sandscale Haws NNR, Sandscale Haws, To enable the less mobile access to the dunes</i>	d	4,805

\* - Caird Bardon project

\*\* - CWM Environmental projects

6	Governance costs	2007 £	2006 £
	Legal and professional fees	15,358	16,980
	Auditor's remuneration	9,826	9,267
	Other costs	952	308
	Trustees' fees	3,786	5,232
	Trustees'/directors' expenses	1,858	1,027
	Trustees' recruitment, development and training	1,334	2,157
	Trustee indemnity insurances	3,570	3,570
	Allocation of executive and finance costs	27,925	26,500
		<u>64,609</u>	<u>65,041</u>

### 7 Net outgoing resources for the year

This is stated after charging:

	2007 £	2006 £
Trustees' fees (see notes 6 & 9)	3,786	5,232
Auditor's remuneration	9,826	10,442
Other professional fees paid to auditor	-	411
Depreciation	9,145	17,526
Operating leases (land and buildings)	26,637	25,517
	<u>69,394</u>	<u>69,128</u>

### 8 Subsidiary undertakings

A summary of the activities of the subsidiaries is set out below:

	EB Nationwide Limited		GrantScape Services Limited	
	2007 £	2006 £	2007 £	2006 £
Income	-	145,291	70,826	96,364
Expenditure	7,619	156,853	69,554	71,859
Gift aid	-	144,000	1,272	21,200
(Deficit)/surplus for the year	(7,619)	(155,562)	-	3,305
Net assets at 1 April 2006	45,159	200,721	4,551	1,246
Net assets at 31 March 2007	37,540	45,159	4,551	4,551

## GRANTScape

### Notes to the financial statements For the year ended 31 March 2007

#### 9 Staff costs and trustees' fees and expenses

The average number of trustees and staff analysed by function is:

	<b>2007</b>	2006
Trustees	<b>5</b>	3
Chief Executive	<b>1</b>	1
Grant-making	<b>5</b>	7
Management & Administration	<b>4</b>	2
	<u><b>15</b></u>	<u>13</u>
	<b>2007</b>	2006
	<b>£</b>	<b>£</b>
Wages and salaries	<b>277,195</b>	273,650
Social security costs	<b>29,318</b>	29,155
Pension costs	<b>25,509</b>	21,900
	<u><b>332,022</b></u>	<u>324,705</u>

Where relevant, time costs have been recharged between group companies based on time expended, at rates calculated to absorb support costs.

The number of employees whose emoluments including pension contributions were greater than £60,000 can be classified as follows:

	<b>2007</b>	2006
£70,000 - £79,999	<b>1</b>	1

The pension contributions in the year to a defined contribution scheme for higher paid employees amounted to £7,611 (2006 - £7,408).

The trustees are not remunerated. However, the Memorandum and Articles of Association permit reimbursement of expenses, plus payment to no more than 50% of trustees for professional services. The following fees and expenses have been paid during the year:

	<b>Fees</b>	<b>Expenses</b>	Fees	Expenses
	<b>2007</b>	<b>2007</b>	2006	2006
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
A Ladds	<b>3,786</b>	<b>466</b>	5,232	554
D Bramley	-	<b>541</b>	-	-
A Brough	-	<b>104</b>	-	-
C Brown	-	<b>39</b>	-	-
R Evans	-	-	-	420
D de Freitas	-	<b>254</b>	-	53
J Rae	-	<b>51</b>	-	-
	<u><b>3,786</b></u>	<u><b>1,455</b></u>	<u>5,232</u>	<u>1,027</u>

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

#### 9 Staff costs and trustees' fees and expenses (cont'd)

At the year end an amount of £Nil (2006 - £225) is included in accruals.

One of the trustees, Andrew Ladds, is remunerated for his services to the charity in provision of corporate governance advice, this being in line with the organisation's Memorandum and Articles of Association.

In addition, payments totalling £9,694 have been made to a third party software supplier during the year, in respect of software support, development and training. This organisation sub-contracts some of its work to a partnership in which a trustee, Jacqueline Rae, is a 50% partner. All work is undertaken at arms length, and the trustees are satisfied that the software supplier and the partnership are best placed to provide the service required by the charity.

#### 10 Taxation

The company is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as they fall within the exemptions available to registered charities.

#### 11 Tangible fixed assets

	Group Office Equipment £	Company Office Equipment £
<b>Cost:</b>		
At 1 April 2006	74,704	12,124
Additions	926	926
Disposals	(6,476)	-
	<hr/>	<hr/>
At 31 March 2007	69,154	13,050
	<hr/> <hr/>	<hr/> <hr/>
<b>Depreciation</b>		
At 1 April 2006	57,644	9,278
Charge for the year	9,145	1,793
Disposals	(6,476)	-
	<hr/>	<hr/>
At 31 March 2007	60,313	11,071
	<hr/> <hr/>	<hr/> <hr/>
<b>Net book value</b>		
<b>At 31 March 2007</b>	8,841	1,979
	<hr/> <hr/>	<hr/> <hr/>
At 31 March 2006	17,060	2,846
	<hr/> <hr/>	<hr/> <hr/>

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

#### 12 Investment in subsidiary undertaking

	Group 2007 £	Company 2007 £	Group 2006 £	Company 2006 £
Shares in subsidiary undertaking				
At cost	-	1	-	1

The investment represents the entire share capital of GrantScape Services Limited, a company incorporated in England and Wales. The company is engaged in the provision of consultancy services, project management and grant administration services.

In addition, the charity controls EB Nationwide Limited, a company limited by guarantee and incorporated in England and Wales, by virtue of being the sole member. This company is engaged in the distribution of grants under the LCF.

The results and financial position of the subsidiary undertakings are shown in note 8.

#### 13 Debtors

	Group 2007 £	Company 2007 £	Group 2006 £	Company 2006 £
Trade debtors	7,369	5,533	21,905	5,533
Amounts owed by group undertakings	-	26,176	-	38,104
Prepayments and accrued income	279,899	279,899	126,514	126,514
	<u>287,268</u>	<u>311,608</u>	<u>148,419</u>	<u>170,151</u>

#### 14 Creditors: amounts falling due within one year

	Group 2007 £	Company 2007 £	Group 2006 £	Company 2006 £
Trade creditors	3,236	3,236	12,959	12,959
Amounts owed to group undertakings	-	1,807,133	-	3,758,416
Other taxes and social security costs	10,243	10,243	10,526	10,526
Other creditors	309	309	750	750
Accruals and deferred income	17,585	14,435	17,967	14,392
Obligations in respect of grants contracted	4,486,865	2,712,360	5,895,812	2,465,562
	<u>4,518,238</u>	<u>4,547,716</u>	<u>5,938,014</u>	<u>6,262,605</u>

#### 15 Creditors: amounts falling due after more than one year

	Group 2007 £	Company 2007 £	Group 2006 £	Company 2006 £
Obligations in respect of grants contracted	1,617,375	1,617,375	917,459	622,638

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

#### 16 Funds

In order to aid understanding, certain of the group's reserves are designated, thus reflecting the fact that they are for a specific purpose and do not form part of the group's "free reserves". The designations adopted are:

- i) LCF funds not yet committed – reflects the balance of LCF funds available for distribution as grants. The reserve is sub-analysed by donor. Funds are transferred from this to the "committed not yet contracted" reserve following funding decisions taken at trustees' meetings. Where grant recipients do not draw down all funds granted, or where grants are withdrawn after being contracted, funds not utilised are credited to this reserve;
- ii) LCF funds committed not yet contracted – this designation represents funds allocated to grants, but awaiting a formal funding agreement. Outgoing resources represent grants for which a formal funding offer is now in place. Again, the reserve is sub-analysed by donor. Where grants are withdrawn before being contracted, surplus funds are transferred back to "funds not yet committed";
- iii) LCF Administration Reserve – historically, as LCF funds have been received, 10% has been retained to cover future grant administration costs. These designated funds are to enable the charity to complete the administration of grants, despite the current low level of LCF income. The level of funds held within this reserve is kept under review and during the year £1,000,000 was released to the "funds not yet committed" reserve;

The residual "free reserves" represent monies which do not relate to the LCF reserves. These funds, built up from consultancy activity and including profits gift-aided by GrantScape Services Limited, are important as they provide the charity with funds to invest in developing new projects outside the LCF.

	Fund Balances b/forward £	Incoming Resources £	Outgoing Resources £	Transfers between designated funds £	Fund Balances c/forward £
<b>LCF Funds not yet committed</b>					
Waste Recycling Group	5,032,956	147,076	(173,883)	(1,413,593)	3,940,322
Caird Bardon	100,702	225,095	-	(114,270)	211,527
CWM Environmental	109,311	153,357	(3,000)	(196,747)	68,921
	<b>5,242,969</b>	<b>525,528</b>	<b>(176,883)</b>	<b>(1,724,610)</b>	<b>4,220,770</b>
<b>LCF Funds committed not yet contracted</b>					
Waste Recycling Group	1,546,796	-	3,528,552	2,413,593	431,867
Caird Bardon	112,795	-	162,795	114,270	64,270
CWM Environmental	10,000	-	56,747	196,747	150,000
	<b>1,669,591</b>	<b>--</b>	<b>3,748,064</b>	<b>2,724,610</b>	<b>646,137</b>
<b>LCF Admin Reserve</b>	<b>1,377,015</b>	<b>693,908</b>	<b>425,762</b>	<b>(1,000,000)</b>	<b>645,161</b>
<b>Free (Non-LCF) Reserve</b>	<b>141,347</b>	<b>84,445</b>	<b>74,969</b>	<b>-</b>	<b>150,823</b>
<b>Total Reserves</b>	<b>8,430,922</b>	<b>1,303,881</b>	<b>(4,071,912)</b>	<b>-</b>	<b>5,662,891</b>

## GRANTSCAPE

### Notes to the financial statements For the year ended 31 March 2007

#### 17 Liability of members

The charity is constituted as a company limited by guarantee. In the event of the charity being wound-up, members are required to contribute an amount not exceeding £1. There were five members at 31 March 2007, (three members at 31 March 2006).

#### 18 Operating lease commitments

The group commitments for rental payments under operating leases payable during the year to 31 March 2008 are as follows:

	<b>Land and Buildings</b>	
	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Leases expiring:		
Over five years	<b>27,203</b>	<b>27,203</b>

#### 19 Parent charity results

Total incoming resources in the year for the parent charity were £1,414,318. Total resources expended in the year were £4,174,731, and net outgoing resources totalled £2,760,413.

#### 20 Related party transactions

The charity prepares consolidated financial statements and is therefore exempt from the requirement to disclose transactions with group companies under FRS8.

Fees and expenses paid to trustees are shown in note 9.

The following transactions with directors of the subsidiary undertakings are disclosed:

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
<i>GrantScape Services Limited</i>		
R Evans expenses paid in year	-	31
A Ladds	<b>501</b>	-