

Charity Registration No. SC038630 (Scotland)

Company Registration No. SC330110 (Scotland)

**U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND
LIMITED**

ANNUAL REPORT AND GROUP FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	CM Scott GP Elgie EM Macdonald DP Rodmell JC Skipper
Secretary	D Duthie
Charity number (Scotland)	SC038630
Company number	SC330110
Registered office	24 Rubislaw Terrace Aberdeen AB10 1XE
Auditor	Johnston Carmichael LLP 227 West George Street Glasgow G2 2ND
Solicitors	Stronachs LLP 28 Albyn Place Aberdeen AB10 1YL
Investment advisers	Rathbone Investment Management Limited 28 St. Andrew Square Edinburgh EH2 1AF

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

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U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their report and financial statements for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

The oil and gas and fishing industries have for a number of years worked closely together to enhance the safety of fishermen and other mariners by seeking to minimise risks arising from the interaction between the two groups as regards marine structures. In 2007, the two industries agreed to establish a legacy endowment fund (the Fund) to ensure, in perpetuity, the provision of information about surface and seabed oil and gas related structures in UK waters, both before and after decommissioning. The two industries also intend to support research and development projects which promote the safety of fishermen and sustainable fisheries.

The U.K. Fisheries Offshore Oil and Gas Legacy Trust Fund Limited (FLTC) was established in August 2007 by its founding members: The UK Oil and Gas Industry Association Limited (trading as OGUK), the Scottish Fishermen's Federation (SFF) and the National Federation of Fishermen's Organisations (NFFO) to achieve these objectives and to manage interactions between the offshore oil and gas and fishing industries. FLTC collects and manages funds provided by the oil and gas industry at the time of decommissioning assets in UK waters where structures or pipelines remain or will remain on the seabed upon completion of a decommissioning programme approved by the Offshore Petroleum Regulator for Environment & Decommissioning (OPRED), part of the Department for Business, Energy & Industrial Strategy (BEIS).

A Memorandum of Understanding has been entered into between OGUK, SFF and NFFO setting out how the payments from oil and gas industry operators should be calculated, including an element of index linking to ensure that the payments remain constant in real terms.

FLTC is a charity registered in Scotland and has directors appointed by both the oil and gas and fishing industries. Together, with the support of an independent executive chairman who is also a director and the company secretary, the directors manage the company's activities and determine how funds should be invested and spent. To ensure transparency and provide regulatory context, OPRED, on behalf of all relevant UK government departments, nominates an observer to the board.

The objective of the founding members of FLTC is that when the Fund is of a sufficient size, the revenue generated will meet the costs of providing information to fishermen about surface and seabed oil and gas related structures in UK waters and any other agreed activities in perpetuity, without the need for other funding.

Achievements and performance

The broad objectives of FLTC are set out in the Overview. FLTC aims to enhance the safety of mariners in UK waters, especially the safety of fishermen. FLTC plans to apply the income generated by the Fund to finance its activities particularly supporting the provision, in perpetuity, of information systems to fishermen in relation to oil and gas surface and subsea structures in UK waters. The directors set key objectives a number of years ago and these remain relevant, as updated from time to time. The objectives and progress against each objective are summarised below.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1. To successfully discharge the role of providers of finance for information systems for fishermen and other mariners in relation to oil and gas surface and subsea hazards in UK waters.

During the period, the trading subsidiary FLTC Services Limited (FLTCS) continued to support delivery of FishSAFE Information (FSI) through the Fishing Safely in Changing European Waters project with information about oil and gas related hazards in UK waters being made widely available to fishermen. The data is distributed through the FishSAFE web site operated by FLTCS, on disks used by fishermen in their plotters and for use in dedicated FishSAFE units used in the wheelhouses of fishing vessels. A FishSAFE unit provides an audible and visual warning of oil and gas related surface and subsea hazards. The Mk3 version of the FishSAFE units is updated over the internet, while earlier versions are updated by the use of SD cards.

FSI provides fishermen with information about oil and gas related structures in UK waters, including new oil and gas assets in UK waters and decommissioned assets in UK waters. FLTCS also provides the FishSAFE Companion App, an educational and training tool to enhance the safety of fishermen and supports publication of the Kingfisher Bulletin and the Yellow Card. The Bulletin, published by the Sea Fish Industry Authority, provides regular updates on oil and gas related activity in UK waters and is now an online publication.

2. To build up the Fund.

The Fund was established in December 2010 with an initial payment of £1,000,000. The sum of £1,100,000 was transferred to the Fund in 2020. As at 31 December 2020 the market value of investments and cash held by the investment managers in relation to the Fund was £4,472,716. The directors monitor the performance of the Investment Advisers and regard the performance of the Fund as satisfactory.

3. To maintain close links with the oil and gas and fishing industries and with companies expected to make a decommissioning payment to FLTC.

In the period, the chairman was in contact with companies expected to make a decommissioning payment to FLTC in the near term, through interaction with various groups and committees within OGUK and also through conversations with these companies on an individual basis.

4. To maintain regular contact with OPRED officials

FLTC benefits greatly from the attendance of Wendy Kennedy, a senior official, at its board meetings; in addition, the chairman has regular communications with other OPRED personnel regarding decommissioning plans.

5. To continue to supply FishSAFE units to fishermen.

By 31 December 2020, FLTCS had supplied a total of 28 Mk3 FishSAFE units to fishermen. A large number of fishermen continued to use previous versions of the unit and these were fully supported by FLTCS. In the course of the year, work continued on the production of the Mk3 units, incorporating substantial enhancements. There was some delay caused by the COVID-19 pandemic, among other factors, but an initial supply of the new units was obtained in spring 2020 with the balance of the order following in summer 2020. The new units have been very well received by users and all fishermen are being encouraged to upgrade to Mk3.

6. To maintain the FishSAFE web site.

The FishSAFE web site is an interactive multilingual site designed for fishermen and oil and gas companies operating in UK waters. The FishSAFE web site was upgraded in 2019/2020 to improve security and management. The web site operated throughout the period providing both industries with up to date information about oil and gas related hazards in UK waters.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Financial review

Income received by FLTC during the year was greater than in 2019. Income included a contribution of £325,000 (2019: £325,000) from OGUK during the year.

During the year FLTCS paid £234,449 to the Sea Fish Industry Authority and other suppliers for services to support the Fishing Safely in Changing European Waters project (FSCEW).

During the period FLTCS supplied FishSAFE units to fishermen. Costs totalling £384,640 were incurred in relation to the FishSAFE Mk2 and Mk 3 projects and the costs of updating the website. £138,824 of the FishSAFE Mk3 project costs were recovered from a grant by the Scottish Government and EMFF.

FLTC paid FLTCS an intra-group fee of £542,516 in respect of administrative services provided by FLTCS to FLTC (this fee is eliminated in the consolidated FLTC financial statements).

The group financial statements report net income for the period of £734,718 and net gains on investments of £172,088. The financial statements are prepared on a going concern basis, as outlined in note 1.2 in accounting policies, reflecting the directors' view that the company will continue to operate for a period of at least one year after the date of approval of these financial statements.

Net assets at 31 December 2020 were £4,595,448 of unrestricted funds. Receipt of grants and securing a long-term loan facility of up to £750,000 from OGUK, with no restrictions on its use, has allowed FLTC to operate and make progress in line with the business plan. £75,000 of this loan was foregone in 2020 as part of the OGUK contribution to the work of FLTC. £56,401 was repaid to OGUK during the year bringing the balance down to £375,000 at the year end.

One decommissioning payment (£917,774) was received in 2020 from Shell in respect of the Brent Alpha structure and a pipeline payment of £25,806 was received from Fairfield. Further payments are expected in 2021/2022 although the precise timing cannot be ascertained with any accuracy.

Reserves policy

Short term and medium term cash flow and budget forecasts for the period from 2021 until 2025 have been prepared and are reviewed regularly. Forecasts indicate that FLTC will continue to have net assets. FLTC has prepared a detailed plan of cash flows, including receipt, investment and use of endowment funds, for the period to 2025. To date, all of the income from the Fund has been accumulated.

Sufficient reserves are required to be accumulated to match the forecast cost of providing information to fishermen in line with the oil industry's decommissioning timetable, which has been mapped across the period to 2040, taking into account potential differences in economic circumstances. The directors endeavour to ensure that unrestricted reserve balances are maintained at no less than £100,000 which is in most years sufficient to fund three months' operations. The Group unrestricted cash reserve balances were maintained above £100,000 throughout 2020. As at 31 December 2020, the Group had £204,999 cash at bank and in hand.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

The directors have identified risks to FLTC achieving its objectives, which are discussed at all board meetings. The key risks identified and discussed during the year concern (a) delays in the decommissioning of oil & gas industry structures, (b) consequentially, a longer timeframe for the receipt of decommissioning payments from the oil and gas industry, (c) achieving compliance with the terms of the Memorandum of Understanding on the part of oil and gas operators in calculating these payments, (d) possible difficulties in obtaining and processing data for fishermen from datasets maintained by the Oil & Gas Authority (OGA) and other sources (e) the appointment of a new contractor to manage the data required by fishermen with effect from the summer of 2021 and (f) the ability to obtain finance, including grants, to support activities of FLTCS in the period until the Fund has reached the level where returns generated will cover the cost of services required to provide information to fishermen and other projects.

FLTC have identified the companies expected to decommission and leave assets as approved by OPRED and liaise closely with those companies to obtain information about the date each company is likely to make a decommissioning payment. That information is updated regularly and is used to determine the sums which FLTC can allocate to the Fund and the sums which FLTC requires to allocate each year to fund its charitable activities. The directors are mitigating the potential impact of these risks materialising through:

- representation of the oil and gas industry on the FLTC board and maintaining good links with the industry;
- representation of the OGA on the FLTCS Technical Committee and establishing a good working relationship with their officials;
- working to ensure that FLTC's position as a key stakeholder in the OGA datasets and other data sources is recognised by all;
- careful consideration of the timing and value of decommissioning payments in the light of changing economic circumstances;
- maintaining contact with oil and gas companies whom the directors have identified as those who are likely to make within the next three years a decommissioning payment to the company and updating information about the likely dates of payment of a decommissioning payment by those companies;
- maintaining contact with OPRED officials regarding the submission and approval of decommissioning plans;
- carrying out a rigorous process for the appointment of the new contractor for the management and processing of the data required by fishermen;
- publicising information about the company's activities to other oil and gas companies who are expected to make a decommissioning payment to the company;
- taking steps to raise the profile of FLTC wherever possible;
- maintaining contact with the Scottish Government Marine Grants department about the availability of grant assistance for future projects.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

In early 2020, the directors considered carefully additional risks arising from the COVID-19 pandemic. The possible impact on the company's activities was kept under constant review given the uncertainties created by the unprecedented emergency. The company was able to continue its operations without disruption, thanks mainly to the flexibility of all involved. The impact was minimal and there were no material adverse consequences.

Risk management arrangements include maintenance of a risk register that records individual risks, the likelihood of risks materialising and the potential impact together with mitigating factors. A funding mechanism has been agreed with OGUK to manage any deficit until 2023. The Chairman is responsible for managing individual risks.

Plans for future periods

FLTC remains committed to continuing and developing its core role in supplying potentially life-saving FSI data. The directors are keeping under review the impact of changes in the sources of data and changes in the ways in which data is sourced and processed. They are also considering on an ongoing basis the best sources of accurate data and possible improvements to the means of delivery so that the data is as up to date as possible.

A new contractor to manage the FSI data for FLTCS will be appointed in 2021 after the completion of a tendering exercise and steps will be taken to establish a close working relationship with that contractor.

As has been said, the new Mk3 FishSAFE units incorporate substantial enhancements compared with earlier versions. The enhancements include an improved touch screen, facilities for updating and messaging online and a better user experience overall. Further future improvements are being considered, including the extended use of the messaging facility. The views of fishermen as the users of the units will be constantly monitored and taken into account, in so far as possible.

More work has been carried out in 2020 on the possibility of integrating data on renewables and cables infrastructure into the FishSAFE units and this is ongoing. This data, managed by the Sea Fish Industry Authority for these industries, is already available to fishermen for use on their wheelhouse plotters.

The executive chairman will continue to liaise with OGUK, SFF, NFFO, oil and gas industry operators, the OGA, OPRED and other stakeholders with a view to ensuring the continued success of the FSI project in all respects.

The company's secondary objects will be kept in mind but only pursued when the directors are confident that the primary objects are fully funded.

Structure, governance and management

FLTC is a charitable not-for-profit company limited by guarantee. Decisions of the FLTC board are made by consensus, with the oil and gas and fishing industries each having equal weight.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

CM Scott
GP Elgie
EM Macdonald
DP Rodmell
JC Skipper

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

The following bodies have the right to appoint directors of the company as follows. In addition, those directors are responsible for the recruitment and appointment of the executive chairman, as well as setting the remuneration for that individual.

Organisation to Appoint	Number entitled	Directors Appointed
Scottish Fishermen's Federation	1	EM Macdonald
National Federation of Fishermen's Organisations	1	DP Rodmell
OGUK	2	JC Skipper & GP Elgie

Each founding member is entitled to appoint a director (two for OGUK). The agreement of all founding members is required for any change to the Memorandum and Articles of Association, the appointment or removal of directors and the choice of company secretary and chairman. Should the company be wound up, its property and business must be transferred to a similar charitable body and if that is not possible then to The Royal National Mission to Deep Sea Fishermen and/or the Royal National Lifeboat Institution or their successors, failing which to a body dedicated to the reduction of the risk of loss or damage from marine related incidents in UK waters.

FLTC established a wholly owned trading subsidiary FLTC Services Limited (FLTCS) which was incorporated on 18 September 2008. FLTCS carries out trading activities. In particular, FLTCS provides funding and management support for projects which supply fishermen with data about oil and gas surface and subsea structures in UK waters.

The FLTC board has formed an Investment Committee which manages the company's relationship with its investment advisers who were appointed in 2010 to administer and manage the sums held in the Fund. The directors have agreed an investment policy and risk profile for the Fund.

A Technical Committee, comprising experts from the oil & gas sector and the fishing industry has also been formed. The Technical Committee meets regularly and makes recommendations to the board of FLTCS in connection with the effective management and development of information systems for fishermen. A number of the members of the Technical Committee are directly involved in the procuring and processing of data for fishermen.

On appointment, directors are provided with information and training on their duties and responsibilities as directors of a charity. This includes accessing guidance issued by the Office of the Scottish Charity Regulator.

Insurance

Insurance is held in respect of directors' professional indemnity and for the stock of FishSAFE units prior to sale.

Going concern

The directors are satisfied that the accounts should be prepared on a going concern basis. They have reviewed the level of reserves, the budget for both income and expenditure for the next 12 months and also reviewed the risks to the charity and its ability to continue to raise funds in the future.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Auditor

Johnston Carmichael LLP were appointed as auditor to the company and a resolution proposing that they be re-appointed will be put at a General Meeting.

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

The Trustees' report was approved by the Board of Trustees.



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GP Elgie

Trustee 02 / 07 / 2021

Dated:

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees, who are also the directors of U.K. Fisheries Offshore Oil and Gas Legacy Trust Fund Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS 102);
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

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

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS AND TRUSTEES OF UK FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

Opinion

We have audited the financial statements of UK Fisheries Offshore Oil and Gas Legacy Trust Fund Limited (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 December 2020 which comprise the Consolidated and Parent Company Statement of Financial Activities, the Consolidated and Parent Company Balance Sheets, the Consolidated Statement of Cash Flows, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 December 2020, and of the group's and the parent charitable company's incoming resources and application of resources, including the group's and the parent charitable company's 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 requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statement are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS AND TRUSTEES OF UK FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

Opinion on other matters prescribed by Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report, included within the trustees' annual report.

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

- adequate and proper accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' 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 and take advantage of the small companies exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the trustees' responsibilities statement set out on page 8, the trustees (who are also the directors of the parent charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS AND TRUSTEES OF UK FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

Auditor's responsibilities for the audit of the financial statements (continued)

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with the regulations made under those Acts.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or parent charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or parent charitable company to cease to continue as a going concern
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie. gives a true and fair view).
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS AND TRUSTEES OF UK FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Based on our understanding of the charitable company, we determined that the principal risk of non-compliance with laws and regulations related to UK charity legislation, specifically the Charities and Trustee Investment (Scotland) Act 2005. We have considered the extent to which non-compliance with these laws and regulations might have a material effect on the financial statements. We have also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006.

All engagement team members were briefed on relevant laws and regulations and potential fraud risks at the planning stage of the audit. However, the primary responsibility for the prevention and detection of fraud rest with the trustees.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the timing of recognition of donations income, specifically decommissioning receipts. We also considered the risk of the posting inappropriate journal entries in respect of the manipulation of income or expenditure.

Audit procedures performed by the engagement team included:

- Evaluation of the design and implementation of the controls established by management and the trustees to prevent and detect irregularities.
- Enquiry of management and the trustees in respect of actual and potential fraud, actual and potential litigation and claims, and any instances of non-compliance with applicable laws and regulations. These enquiries included management's and trustees' own identification and assessment of the risk of fraud and where fraud may be most likely to occur.
- Inspection of minutes from meetings held by management and trustees for any reference to breaches of laws and regulations.
- Inspection of legal fees incurred in the year under audit for any indication of actual or potential litigation and claims against the charity, and/or indications of non-compliance with applicable laws and regulations.
- Obtaining an understanding and inspecting evidence for the assumptions and judgements made by management in the timing of recognition of decommissioning receipts.
- Identifying and testing journal entries, including those relating to income and expenditure, with a focus on manual journal entries above our performance materiality assessment as well as journals meeting other predefined criteria such as journals containing round sum amounts that could be an indicator of management override of controls.
- Inspection of the financial statement disclosures for compliance with applicable charity and company law and the financial reporting framework.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS AND TRUSTEES OF UK FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud (continued)

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and to the charitable company's trustees, as a body, in accordance with regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees 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, the charitable company's members as a body, and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Keith Macpherson (Senior Statutory Auditor)
for and on behalf of Johnston Carmichael LLP

02 / 07 / 2021

Dated

Chartered Accountants
Statutory Auditor

227 West George Street
Glasgow
G2 2ND

Johnston Carmichael LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2020

		2020	2019
	Notes	£	£
Income from:			
Donations and legacies	3	1,277,256	1,246,132
Other trading activities	4	154,164	22,869
Investments	5	71,676	73,275
Total income		<u>1,503,096</u>	<u>1,342,276</u>
Expenditure on:			
Raising funds	6	102,123	94,677
Charitable activities	7	666,255	372,599
Total expenditure		<u>768,378</u>	<u>467,276</u>
Net gains/(losses) on investments	12	172,088	282,438
Net income/(expenditure)			
Net movement in funds		906,806	1,157,438
Reconciliation of funds:			
Total funds brought forward		3,688,642	2,531,204
Total funds carried forward		<u>4,595,448</u>	<u>3,688,642</u>

All funds in the current and prior year are in relation to unrestricted funds.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

PARENT COMPANY STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Income from:			
Donations and legacies	3	1,277,256	1,246,132
Investments	5	71,676	73,275
Total income		1,348,932	1,319,407
Expenditure on:			
Raising funds	6	30,378	34,704
Charitable activities	7	583,836	409,703
Total expenditure		614,214	444,407
Net gains on investments	12	172,088	282,438
Net income/(expenditure)		906,806	1,157,438
Net movements in funds		906,806	1,157,438
Reconciliation of funds:			
Total funds brought forward		3,688,650	2,531,212
Total funds carried forward		4,595,456	3,688,650

All funds in the current and prior year are in relation to unrestricted funds.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

CONSOLIDATED AND PARENT COMPANY BALANCE SHEETS

AS AT 31 DECEMBER 2020

	Notes	Group 2020 £	2019 £	Company 2020 £	2019 £
Fixed assets					
Investments	13	<u>3,786,486</u>	3,122,826	<u>3,786,586</u>	3,122,926
		3,786,486	3,122,826	3,786,586	3,122,926
Current assets					
Stocks	15	128,255	22,669	-	-
Debtors: amounts falling due within one year	16	254,903	686,897	425,101	701,965
Investments	17	686,230	25,771	686,230	25,771
Cash at bank and in hand		<u>204,999</u>	372,409	<u>88,526</u>	358,382
		1,274,387	1,107,746	1,199,857	1,086,118
Creditors: amounts falling due within one year	18	<u>290,425</u>	91,930	<u>215,987</u>	70,394
Net current assets		<u>983,962</u>	1,015,816	<u>983,870</u>	1,015,724
Total assets less current liabilities		<u>4,770,448</u>	4,138,642	<u>4,770,456</u>	4,138,650
Creditors: amounts falling outwith one year	19	175,000	450,000	175,000	450,000
Net Assets		<u>4,595,448</u>	<u>3,688,642</u>	<u>4,595,456</u>	<u>3,688,650</u>
The funds of the charity					
Unrestricted funds - Revaluation reserve	20	630,843	610,955	630,843	610,955
Unrestricted funds - general	20	3,964,605	3,077,687	3,964,613	3,077,695
Total Charity Funds		<u>4,595,448</u>	<u>3,688,642</u>	<u>4,595,456</u>	<u>3,688,650</u>

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

The financial statements were approved by the board of trustees on 02 / 07 / 2021

Graham Elgie

GP Elgie
Trustee

Company Registration No. SC081620

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	£	£
Cash flows from operating activities		
Net cash provided by operating activities	969,346	287,446
Cash flows from investing activities		
Investment income	71,676	73,275
Proceeds from sale of investments	880,573	703,661
Purchase of investments	(1,372,145)	(831,352)
Net cash used in investing activities	(419,896)	(54,416)
Financing activities		
Repayment of borrowings	(56,401)	-
Net increase/(decrease) in cash and cash equivalents	493,049	233,030
Cash and cash equivalents at beginning of year	398,180	165,150
Cash and cash equivalents at end of year	<u>891,229</u>	<u>398,180</u>
Cash and cash equivalents consist of:		
Cash at bank and in hand	204,999	372,409
Current asset investments	<u>686,230</u>	<u>25,771</u>
	<u>891,229</u>	<u>398,180</u>
Notes to statement of cash flow		
<u>Reconciliation of net cash provided by / (used in) operating activities</u>		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	906,806	1,157,438
Investment income	(71,676)	(73,275)
(Gains) on investments	(172,088)	(282,438)
Loan offset - non cashflow	(75,000)	(75,000)
(Increase)/decrease in stock	(105,586)	3,703
(Increase)/decrease in debtors	431,994	(341,747)
Increase in creditors	<u>54,896</u>	<u>(101,235)</u>
Net cash inflow from operating activities	<u>969,346</u>	<u>287,446</u>

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Company information

The U.K. Fisheries Offshore Oil and Gas Legacy Trust Fund Limited is a charitable company limited by guarantee incorporated in Scotland. The registered office is 24 Rubislaw Terrace, Aberdeen, AB10 1XE.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") including the provisions of Section 1A applicable to Small Entities, Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006.

The charity is a Public Benefit Entity as defined by FRS 102.

The charity has availed itself of S396 of the Companies Act 2006, as permitted in paragraph 4(1) of Schedule 1 of SI 2008 No 409, and adapted the Companies Act formats to reflect the special nature of the charity's activities.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared on the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The charity has taken advantage of the relevant exemptions available to qualifying entities within the Reduced Disclosure Framework of FRS 102 from the requirement to disclose certain information in relation to the individual parent charity, namely the requirement to include a statement of cash flows and key management personnel remuneration. The consolidated group financial statements present this information for the group only.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company and group have adequate resources to continue in operational existence for at least the next twelve months. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements and have not identified any material uncertainties regarding the ability of the charitable company to continue.

1.3 Basis of consolidation

The consolidated statement of financial activities and balance sheet includes the financial statements of the charitable company and its subsidiary undertakings made up to 31 December 2020. Intra-group income, expenditure, debtors and creditors have been eliminated fully on consolidation.

1.4 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies (continued)

1.5 Income

Income is recognised when the charitable company is entitled to it, after any performance conditions have been met, the amounts can be measured reliably and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Interest receivable is recognised using the effective interest rate applicable to the asset and dividend income is recognised when the right to receipt is established and is measured at fair value, generally the transaction value.

Income from other trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement is occurred.

1.6 Expenditure

Expenditure is recognised once there is a legal and constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up by the total direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent.

Costs of raising funds comprise those costs which are associated with the generation of income from sources other than from undertaking charitable activities, and includes trading activities and investment management costs.

Charitable expenditure comprises those costs incurred by the company in the delivery of its charitable activities and services including support costs.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Company and include the costs linked to the strategic management of the Company. All expenditure is inclusive of irrecoverable VAT.

1.7 Fixed assets investments

Quoted investments are stated at fair value (being market value) at the reporting date. Gains and losses arising on revaluation are recognised in the Statement of Financial Activities in the period in which they arise. The wholly owned trading subsidiary of the Company is included in the financial statements at cost less impairment.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies (continued)

1.8 Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date an assessment is made for impairment.

1.9 Cash and cash equivalents

Cash and cash equivalents include deposits held at call with banks and other short-term highly liquid investments with a short maturity of twelve months or less from the date of acquisition or opening of the deposit or similar account.

1.10 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade and other debtors, investments and cash and bank balances, are measured at transaction price including transaction costs.

Impairment of financial assets

At each reporting date financial assets are assessed for impairment.

Basic financial liabilities

Basic financial liabilities, including creditors and loans, are recognised at transaction price.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.12 Taxation

The company is recognised as a charity with HMRC and as such the company is not liable to Corporation Tax on its charitable activities.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The trustees believe there are no estimates and assumptions with a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year.

3 Donations and legacies

Group and Company	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Loan interest	8,676	13,082	8,676	13,082
Oil and Gas UK Contribution	325,000	325,000	325,000	325,000
Decommissioning receipts	943,580	908,050	943,580	908,050
	<u>1,277,256</u>	<u>1,246,132</u>	<u>1,277,256</u>	<u>1,246,132</u>

The loan interest represents an interest free loan from the UK Oil and Gas Industry Association Limited (OGUK). The notional loan interest has been calculated based on market value interest rates.

The OGUK Contribution comprises £250,000 (2019: £250,000) cash receipts to contribute towards the company's operating costs and £75,000 (2019: £75,000) received by way of a reduction of OGUK loan payable (note 19).

4 Other trading activities

Group	Total 2020 £	Total 2019 £
Sale of FishSAFE units	15,340	3,703
	<u>15,340</u>	<u>3,703</u>
Government grants	138,824	19,166
	<u>154,164</u>	<u>22,869</u>

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

5 Investments

	Total 2020 £	Total 2019 £
Group and Company		
Income from listed investments	66,798	63,583
Interest receivable	4,878	9,692
	<u>71,676</u>	<u>73,275</u>

6 Raising funds - expenditure

	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Fundraising and publicity				
Cost of commercial operations of subsidiary	71,745	59,973	-	-
Generating voluntary income	<u>11,724</u>	<u>16,264</u>	<u>11,724</u>	<u>16,264</u>
	83,469	76,237	11,724	16,264
Investment management	18,654	18,440	18,654	18,440
	<u>102,123</u>	<u>94,677</u>	<u>30,378</u>	<u>34,704</u>

7 Charitable activities - expenditure

	Group		Company	
	2020	2019	2020	2019
Charitable activities expenditure	646,457	354,949	569,884	396,739
Governance costs (see note 8)	19,798	17,650	13,952	12,964
	<u>666,255</u>	<u>372,599</u>	<u>583,836</u>	<u>409,703</u>

8 Governance costs

	Group		Charity	
	2020	2019	2020	2019
Personnel costs	4,024	4,025	4,024	4,025
Audit fees (note 9)	10,500	9,500	6,650	5,350
Legal and tax fees	1,996	155	-	-
Other costs	3,278	3,970	3,278	3,589
	<u>19,798</u>	<u>17,650</u>	<u>13,952</u>	<u>12,964</u>

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Auditor's remuneration

	Group 2020	2019	Company 2020	2019
The analysis of auditor's remuneration is as follows:				
Audit of the annual accounts	<u>8,100</u>	<u>6,600</u>	<u>5,800</u>	<u>3,850</u>
Non-audit services				
Accounts and taxation compliance services	<u>2,400</u>	<u>2,900</u>	<u>850</u>	<u>1,500</u>
Total auditor's remuneration	<u>10,500</u>	<u>9,500</u>	<u>6,650</u>	<u>5,350</u>

10 Personnel Costs

The company does not employ any members of staff for its operations. During the year the Scottish Fishermen's Federation ("SFF") provided financial and administrative services to the company. General fundraising (generating voluntary income) and charitable activities (governance and support) include £16,678 (2019: £17,750) for these financial and administrative services provided by the SFF. These costs have been allocated in the following proportions and based on estimated staff time: 40% and 60% to the company and subsidiary respectively. These amounts have been allocated as 10% on general fundraising, 75% charitable activities and 15% on governance. In the future if the company does not employ staff it would put in place a mechanism to ensure that remuneration paid is appropriate to the role.

11 Director's Remuneration

	Total 2020	Total 2019
CM Scott	<u>67,067</u>	<u>67,089</u>

The Director was remunerated for his management position held as chairperson. Remuneration was paid by the parent company and its subsidiary and comprised gross salary of £60,000 (2019: £60,000) and employers national insurance of £7,067 (2019: £7,089).

This is included in general fundraising (generating voluntary income) and charitable activities (governance and support) and has been apportioned as follows: 10% on general fundraising, 75% on charitable activities and 15% on governance. No other Directors received any remuneration in respect of their roles as a director.

Travelling and subsistence expenses totalling £777 were paid to or on behalf of two directors during the year to enable them to attend meetings whilst carrying out work on behalf of the company (2019: £2,916). The Group's Memorandum and Articles permit the reimbursement of expenses to Trustees.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

12 Net gains on investments

Group and Company

	Total 2020	Total 2019
Revaluation of investments	206,970	271,959
(Loss)/Gain on sale of investments	(34,882)	10,479
	<u>172,088</u>	<u>282,438</u>

13 Fixed asset investments

Group	Listed investments £	Investment in subsidiaries £	Total £
Cost or Valuation			
At 1 January 2020	3,122,826	-	3,122,826
Additions	1,372,145	-	1,372,145
Valuation changes	206,970	-	206,970
Disposals	(915,455)	-	(915,455)
At 31 December 2020	<u>3,786,486</u>	<u>-</u>	<u>3,786,486</u>
Company	Listed investments £	Investment in subsidiaries £	Total £
Cost or Valuation			
At 1 January 2020	3,122,826	100	3,122,926
Additions	1,372,145	-	1,372,145
Valuation changes	206,970	-	206,970
Disposals	(915,455)	-	(915,455)
At 31 December 2020	<u>3,786,486</u>	<u>100</u>	<u>3,786,586</u>

14 Financial instruments

	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Carrying amount of financial assets				
Equity instruments measured at fair value	<u>3,786,486</u>	<u>3,122,826</u>	<u>3,786,486</u>	<u>3,122,826</u>

15 Stocks

	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Stocks	<u>128,255</u>	<u>22,669</u>	<u>-</u>	<u>-</u>

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

16 Debtors	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Trade debtors	1,440	-	-	-
Amounts due from subsidiary undertakings	-	-	173,516	42,278
VAT recoverable	2,409	8,196	531	872
Accrued income	250,000	677,216	250,000	658,050
Prepayments	1,054	1,485	1,054	765
	<u>254,903</u>	<u>686,897</u>	<u>425,101</u>	<u>701,965</u>

17 Current asset investments	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Cash held within investment portfolio	<u>686,230</u>	<u>25,771</u>	<u>686,230</u>	<u>25,771</u>

18 Creditors: amounts falling due within one year	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Other taxation and social security	1,646	2,740	1,646	2,740
Loan	200,000	56,401	200,000	56,401
Trade creditors	2,457	8,907	100	100
Accruals	86,322	23,882	14,241	11,153
	<u>290,425</u>	<u>91,930</u>	<u>215,987</u>	<u>70,394</u>

19 Creditors: amounts falling due after one year	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Loan	<u>175,000</u>	<u>450,000</u>	<u>175,000</u>	<u>450,000</u>

The long term loan represents an interest free loan from The UK Oil and Gas Industry Association limited, a related party. During the year, £75,000 of outstanding loan balance was agreed to be foregone by The UK Oil and Gas Industry Association Limited and this contribution has been recognised within donations and legacies. A repayment of £56,401 was paid towards the loan and the remaining balance of £375,000 is payable by instalments which fall due between one and two years. The Directors have authorised a floating charge as security for the loan facility. The amount pledged is the whole of the property which is or may be from time to time comprised in the property and undertaking of the company.

In accounting for the interest free element of the loan, FLTC recognises a notional interest of £8,676 under income from donations and legacies and £8,676 under expenditure on raising funds.

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

20 Funds

Group	Movement in funds			Balance at 31 December 2020 £
	Balance at 1 January 2020 £	Income £	Expenditure £	
Unrestricted funds (realised)	3,077,687	1,655,296	(768,378)	3,964,605
Revaluation reserve (unrealised)	610,955	19,888	-	630,843
Balance carried forward	<u>3,688,642</u>	<u>1,675,184</u>	<u>(768,378)</u>	<u>4,595,448</u>
Company				
Unrestricted funds (realised)	3,077,695	1,501,132	(614,214)	3,964,613
Revaluation reserve (unrealised)	610,955	19,888	-	630,843
Balance carried forward	<u>3,688,650</u>	<u>1,521,020</u>	<u>(614,214)</u>	<u>4,595,456</u>

For the year ending 31 December 2019

Group	Movement in funds			Balance at 31 December 2019 £
	Balance at 1 January 2019 £	Income £	Expenditure £	
Unrestricted funds (realised)	2,167,225	1,377,738	(467,276)	3,077,687
Revaluation reserve (unrealised)	363,979	246,976	-	610,955
Balance carried forward	<u>2,531,204</u>	<u>1,624,714</u>	<u>(467,276)</u>	<u>3,688,642</u>
Company				
Unrestricted funds (realised)	2,167,233	1,354,869	(444,407)	3,077,695
Revaluation reserve (unrealised)	363,979	246,976	-	610,955
Balance carried forward	<u>2,531,212</u>	<u>1,601,845</u>	<u>(444,407)</u>	<u>3,688,650</u>

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

21 Analysis of net assets between funds

Group	Unrestricted Funds	Revaluation Reserve	Total
Fund balances at 31 December 2020 are represented by:			
Investments	3,155,643	630,843	3,786,486
Current assets/liabilities	983,962	-	983,962
Long term liabilities	<u>(175,000)</u>	<u>-</u>	<u>(175,000)</u>
	<u>3,964,605</u>	<u>630,843</u>	<u>4,595,448</u>

Company

Fund balances at 31 December 2020 are represented by:

Investments	3,155,743	630,843	3,786,586
Current assets/liabilities	983,870	-	983,870
Long term liabilities	<u>(175,000)</u>	<u>-</u>	<u>(175,000)</u>
	<u>3,964,613</u>	<u>630,843</u>	<u>4,595,456</u>

For the year ended 31 December 2019

Group

Fund balances at 31 December 2019 are represented by:

Investments	2,511,871	610,955	3,122,826
Current assets/liabilities	1,015,816	-	1,015,816
Long term liabilities	<u>(450,000)</u>	<u>-</u>	<u>(450,000)</u>
	<u>3,077,687</u>	<u>610,955</u>	<u>3,688,642</u>

Company

Fund balances at 31 December 2019 are represented by:

Investments	2,511,971	610,955	3,122,926
Current assets/liabilities	1,015,724	-	1,015,724
Long term liabilities	<u>(450,000)</u>	<u>-</u>	<u>(450,000)</u>
	<u>3,077,695</u>	<u>610,955</u>	<u>3,688,650</u>

U.K. FISHERIES OFFSHORE OIL AND GAS LEGACY TRUST FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

22 Related party transactions

Throughout the year the Group was controlled by the Board of Directors.

The charity has taken advantage of the exemption contained in Financial Reporting Standard 102 from disclosing transactions with parties wholly owned within the same group.

During the year the company had the following transactions with related parties:

Related party	Detail	Transaction value £	Balance at year end £
Scottish Fisherman's Federation	Management fee	15,500	-
The UK Oil and Gas Industry Association Limited	Contribution to operating deficit	250,000	250,000

An interest free loan of £375,000 (2019 - £506,401) was outstanding at the balance sheet date from The UK Oil and Gas Industry Association Limited, a founding member of the Company. Further details of this related party transaction are set out in note 19.

23 Subsidiaries

Details of the charitable company's subsidiaries at 31 December 2020 are as follows:

Name of undertaking	Registered office	Company number	Class of shares held	% Held - Direct
FLTC Services Limited	Scotland	SC348751	Ordinary	100%

Results for the year ended 31 December 2020

	2020 £	2019 £
Total net assets	92	92
Total turnover	696,680	389,619
Total expenditure	696,680	389,619
Profit	-	-

24 Analysis of changes in net debt

Group	At 1 January 2020	Cash flows	At 31 December 2020
Cash at bank and in hand	372,409	(167,410)	204,999
Investments	25,771	660,459	686,230
Loans	(506,401)	131,401	(375,000)
	<u>(108,221)</u>	<u>624,450</u>	<u>516,229</u>