

SCOTTISH CHRISTIAN ALLIANCE LIMITED
CONSOLIDATED REPORT AND ACCOUNTS
Year ended 31 March 2008



SCOTTISH CHRISTIAN ALLIANCE LIMITED

LEGAL and ADMINISTRATIVE INFORMATION

Management Committee (who are also the Trustees)

W D Pryde MBE (Chair)
G Laurie-Walker (President)
L Carr
J L K Croxton
D Gray
J Kerr
A Austin
I B Wilson, Treasurer

Secretary

N D McPhail-Smith

Registered Office

3 Nethercairn Place
Newton Mearns
Glasgow
G77 5SZ

Company Number

2445R (S)

Charity Number

SC021765

Auditors

Chiene + Tait
Chartered Accountants and Registered Auditors
61 Dublin Street
Edinburgh
EH3 6NL

Bankers

Royal Bank of Scotland plc
31 North Bridge
Edinburgh
EH1 1SF

Solicitors

Holmes Mackillop
109 Douglas Street
Blythswood Square
Glasgow
G2 4HB

SCOTTISH CHRISTIAN ALLIANCE LIMITED

REPORT of the MANAGEMENT COMMITTEE

Year ended 31 March 2008

The Management Committee, who are also the trustees of the charity, present their report and the accounts of the Association for the year ended 31 March 2008. The Management Committee have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in 2005 in preparing the annual report and accounts of the Association which complies with applicable law.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Association is incorporated under the Industrial & Provident Societies Act 1965. It is governed by its Rules, copies of which may be obtained by writing direct to the Secretary at the Registered Office address. The Association is a registered charity with the Office of the Scottish Charity Regulator.

Organisational structure

The Association is run by a Management Committee which meets on a monthly basis to review developments and to decide policy. At these meetings, the Management Committee agree broad strategy and areas of activity for the Association, including reserves, risk management policies and performance. Decisions taken at the meetings are delegated to the Director, who oversees the day to day running of the charitable activities.

Each supported accommodation unit is under the charge of a manager who reports monthly direct to the Management Committee.

Related parties / subsidiaries

The Association has the following subsidiary:

SCA Enterprises Limited

The principal activity of the company is that of leasing Gilven House to the local authority.

Under the requirements of the 2005 SORP these accounts are the consolidated accounts of Scottish Christian Alliance Limited and SCA Enterprises Limited.

Recruitment, induction, and training of Management Committee members

The Management Committee is actively seeking new members with relevant and appropriate skills. An induction and training process for newly appointed members is under review. Newly appointed members are provided with a copy of the governing document, a copy of the annual report and accounts, recent minutes of meetings and handbooks of governance and codes of practice. Meetings of the Management Committee are frequently held at the supported accommodation units so that a close understanding of the activities of the Association is fostered. Members who attain the age of 70 retire at the following Annual General Meeting and if desired seek re-election at that meeting and each subsequent Annual General Meeting.

Risk management

The Management Committee has consistently adopted a policy of minimising the risks to which the charity is exposed. Consultants advise on changes in legislation which affect the Association and a risk review is regularly carried out to provide additional assurance that the major risks to which the charity is exposed had been identified and that systems have been established to mitigate the risks.

OBJECTIVES AND ACTIVITIES

Charitable objects

The charitable objects of the Association are to carry out activities that combat homelessness and provide for people in need.

Activities

The principal activities of the Association are the running of supported accommodation units at Gilven House, Glenrothes and The Arch, Glasgow.

SCOTTISH CHRISTIAN ALLIANCE LIMITED

REPORT of the MANAGEMENT COMMITTEE (Contd)

Year ended 31 March 2008

ACTIVITIES, ACHIEVEMENTS AND PERFORMANCE

There has been a further period of consolidation as we change to the new accounting system and adapt to the IT network, however ongoing Care Commission inspections and also with a Supporting People Review behind us, we have confirmation that the service delivery, procedures and activity continue to be of a very high standard.

There is a constant review of Policies taking place with a view to ensuring that not only are we compliant but also operating under Best Practice.

Gilven House in Glenrothes has functioned at full capacity in close partnership with Fife Council and an upgrade to the building was undertaken during the year which was successfully completed in April 2008. The Arch in Glasgow has also been at full capacity during the year with a full complement of staff and residents.

FINANCIAL REVIEW

Results for the year

The results of the year are shown in detail in the Statement of Financial Activities on page 7. There has been a surplus in the financial results for the year of £61,110 before investment gains, compared with a deficit of £51,637 in the previous year. Performance of our investment portfolio produced a decrease in the market value of shares of £54,024, which has reduced the surplus for the year. Our total funds under management at the year end amounted to £1,297,079.

Included in the consolidated figures are the results of the subsidiary SCA Enterprises Limited which produced a loss for the year to 31 March 2008 of £5,215 (2007: restated loss: £4,567).

Principle funding sources

The principle funding sources are Fife Council, who provide funding for the operation of Gilven House in Glenrothes, and Glasgow City Council, who provide funding for the operation of The Arch in Glasgow.

Reserves policy

The overall objective of the Association is for each operating unit to achieve a break even position after accounting for an appropriate share of support and administration costs incurred centrally. The reserves policy is to have three months operating costs in liquid form. We rely on our investment portfolio to provide funding for much of our central costs which are not met by local authority grants.

Unrestricted funds and designated funds are available to fund the development of new projects and to support ongoing projects where necessary.

A sum of £450,000 was designated by the Management Committee in previous years for the commencement of a new project in Edinburgh. No suitable opportunity has arisen in that city and so the search for a suitable opportunity has been widened to include the whole of Scotland.

Investment policy & Performance

The Management Committee have adopted a prudent approach in the investment of funds. More than 90% of our investments are held in either National Savings Bonds or in managed funds designed for charities which provide a high and growing income, while at the same time protecting the capital from the effects of inflation. The remaining investments are mostly in blue chip equity stock.

PLANS FOR FUTURE PERIODS

The Committee of Management will continue to look at Strategic Development and growing the activity of the Association from the strong base already in place. During the latter part of 2007 there will be a major refurbishment taking place at Gilven House, Glenrothes, which should also result in the building of a small extension. We are continuing to look at the possibility of Private Lets and a Rent Deposit Scheme and have plans to upgrade our Website.

SCOTTISH CHRISTIAN ALLIANCE LIMITED

REPORT of the MANAGEMENT COMMITTEE (Contd)

Year ended 31 March 2008

Statement of Management Committee's Responsibilities

The Industrial and Provident Societies Act 1965 to 2002 requires the Management Committee to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Association and of the surplus or deficit of the Association for that period. In preparing those accounts, the Management Committee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Association will continue in business.

The Management Committee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Association and to enable them to ensure that the accounts comply with the Industrial and Provident Societies Act 1965 to 2002 and the Friendly and Industrial and Provident Societies Act 1968. They are also responsible for safeguarding the assets of the Association and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Management Committee confirm that:-

- as far as they are aware, there is no relevant audit information of which the Association's auditors are unaware; and
- each member has taken all the steps he ought to have taken as a member in order to make himself aware of any relevant audit information and to establish that the Association's auditors are aware of that information.

Acknowledgements

We also wish to acknowledge the support received during the year from all our supporters.

Auditors

A resolution will be proposed at the annual general meeting to re-appoint Chiene + Tait as auditors to the Association for the ensuing year.

This report was approved by the Management Committee on 2008.

Signed on behalf of the Management Committee

N D McPhail-Smith
Secretary

2008



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SCOTTISH CHRISTIAN ALLIANCE LIMITED

We have audited the group and parent financial statements of Scottish Christian Alliance Limited for the year ended 31 March 2008 set out on pages 7 to 17. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Association's members, as a body, in accordance with Section 9 of the Friendly and Industrial and Provident Societies Act 1968, section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the Association's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Association and the Association's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the Management Committee and auditors

The Management Committee's Responsibilities for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of the Board's Responsibilities.

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

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Industrial and Provident Societies Acts 1965 to 2002, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you if, in our opinion, a satisfactory system of control over transactions has not been maintained, if the Report of the Management Committee is not consistent with the financial statements, if the Association has not kept proper accounting records, if the financial statements are not in agreement with the accounting records, or if we have not received all the information and explanations we require for our audit.

We read other information contained in the Report of the Management Committee, and consider whether it is consistent with the audited financial statements. The other information comprises only the Report of the Management Committee. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

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

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

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
SCOTTISH CHRISTIAN ALLIANCE LIMITED (Contd.)**

Opinion

In our opinion the:

- the accounts give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the group and Association's affairs as at 31 March 2008 and of its incoming resources and application of resources including, in its income and expenditure account, the surplus for the year then ended;
- the accounts have been properly prepared in accordance with Industrial and Provident Societies Act 1965 to 2002, the Friendly and Industrial Provident Act 1968, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; and
- The information given in the Management Committee's Report is consistent with the accounts.

CHIENE + TAIT
Chartered Accountants and Registered Auditors
61 Dublin Street
Edinburgh EH3 6NL

_____ 2008

SCOTTISH CHRISTIAN ALLIANCE LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating Income and Expenditure Account)
Year ended 31 March 2008

	Notes	Restricted Funds £	Designated Funds £	Un-restricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Incoming resources						
Incoming resources from generated funds						
Voluntary income	3	69,000	-	2,799	71,799	2,768
Investment income	2	-	-	34,677	34,677	27,702
Incoming resources from charitable activities		-	-	592,319	592,319	589,994
Total incoming resources		69,000	-	629,795	698,795	620,464
Resources expended						
Charitable activities	5	-	-	618,081	618,081	654,022
Governance costs	6	-	-	19,604	19,604	18,079
Total resources expended		-	-	637,685	637,685	672,101
Net incoming / (outgoing) resources before revaluations and investment asset disposals		69,000	-	(7,890)	61,110	(51,637)
(Loss) / gain on investment assets						
Realised		-	-	-	-	(512)
Surplus / (deficit) for the year		69,000	-	(7,890)	61,110	(52,149)
Unrealised (loss) / gain on investment assets		-	-	(54,024)	(54,024)	20,066
Net movements in funds		69,000	-	(61,914)	7,086	(32,083)
Balance brought forward at 1 April 2007		-	450,000	839,952	1,289,952	1,322,035
Balance carried forward at 31 March 2008	13,14,15	69,000	450,000	778,038	1,297,038	1,289,952

All activities relate to continuing operations and all recognised gains and losses are included above.

The notes on pages 10 to 17 form part of these accounts

SCOTTISH CHRISTIAN ALLIANCE LIMITED

CONSOLIDATED BALANCE SHEET

Year ended 31 March 2008

	Notes	£	2008 £	£	2007 £
Tangible fixed assets					
Property	8		813,767		653,097
Furniture and fittings	8		32,848		32,760
Investments	9		346,777		400,801
			-----		-----
			1,193,392		1,086,658
Current assets					
Debtors	10	19,339		18,944	
Cash and bank balances		278,389		211,507	
			-----		-----
			297,728		230,451
Creditors: amounts falling due within one year					
Creditors and accruals	11	194,041		27,110	
			-----		-----
Net current assets			103,687		203,341
			-----		-----
Total assets less current liabilities			1,297,079		1,289,999
			=====		=====
Capital and reserves					
Share capital	12		41		47
Designated – Scottish Project	13,14,15		450,000		450,000
Restricted funds	13,14,15		69,000		-
Unrestricted funds					
SCA			908,606		968,456
SCA Enterprises Limited			(130,568)		(128,504)
			-----		-----
			1,297,079		1,289,999
			=====		=====

Approved by the Management Committee on 2008

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W D Pryde

Chairman of Trustees

.....
I Wilson

Trustee

The notes on pages 10 to 17 form part of these accounts

SCOTTISH CHRISTIAN ALLIANCE LIMITED

ASSOCIATION BALANCE SHEET

Year ended 31 March 2008

	Notes	£	2008 £	£	2007 £
Fixed assets					
Property	8		656,202		493,249
Furniture and fittings	8		32,848		32,760
Investments - Listed	9		346,777		400,801
- Unlisted	9		2		2
			-----		-----
			1,035,829		926,812
Current assets					
Debtors	10	15,173		14,777	
Amounts due from subsidiary – due within one year	10	126,690		121,848	
– due after one year	10	168,066		168,066	
			-----	-----	
			309,929		304,691
Cash and bank balances		274,134		210,918	
			-----	-----	
			584,063		515,609
Creditors: amounts falling due within one year					
Creditors and accruals	11	192,245		23,918	
			-----	-----	
Net current assets			391,818		491,691
Total assets less current liabilities					
			-----	-----	
			1,427,647		1,418,503
			=====		=====
Capital and reserves					
Share capital	12		41		47
Designated – Scotland Project	13,14,15		450,000		450,000
Restricted funds	13,14,15		69,000		-
Unrestricted funds			908,606		968,456
			-----		-----
			1,427,647		1,418,503
			=====		=====

Approved by the Management Committee on 2008

.....
W D Pryde

Chairman of Trustees

.....
I Wilson

Trustee

The notes on pages 10 to 17 form part of these accounts

NOTES to the ACCOUNTS

Year ended 31 March 2008

1. Group accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention, modified to include the revaluation of investments at market value, and in accordance with the Charities Accounts (Scotland) Regulations 2006, the Statement of Recommended Practice – Accounting and Reporting by Charities (2005), and applicable accounting standards.

Basis of consolidation

The accounts consolidate the Association's branches operated in Glasgow and Glenrothes and its subsidiary undertaking.

For the purposes of comparison, the figures in the Statement of Financial Activities for the year ended 31 March 2008 have been amended to exclude remittances from Projects to Headquarters in income and expenditure.

Donations and grants

Income from donations and grants, are included in incoming resources when receivable.

Local authority fees

Local authority fees, in the form of Housing Benefit, are credited to income in the year for which they are receivable. Deferred income represents amounts received for future periods and is released to incoming resources in the period for which it has been received.

Capital grants

Grants received for the purpose of capital expenditure are credited to a restricted or designated fund which will then be reduced over the economic useful life of the asset in line with its depreciation.

Investments and investment income

Investments are included in the accounts at market value. Realised and unrealised gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later). Realised and unrealised gains are separately disclosed in the Statement of Financial Activities.

Bank interest and other investment income is shown gross and is accrued where applicable.

Resources expended

Expenditure is recognised when a liability is incurred, and is shown inclusive of any VAT which cannot be recovered.

- Charitable activities include expenditure associated with meeting the Association's primary objectives and include both the direct costs and the support costs relating to these activities.
- Governance costs are those of a constitutional, strategic, or statutory nature with respect to the general running of the Association, rather than day to day management.
- Costs directly attributable to Charitable activities and Governance, are allocated to the appropriate activity. Support costs, including staff costs, which cannot be directly attributed to an activity are allocated on the basis of an estimate of the time expended on each activity.

Capitalisation policy

Tangible fixed assets over £350 (Office equipment) and £500 (Other fixed assets) are initially capitalised at cost, plus any incidental costs of acquisition.

Depreciation

Depreciation is provided on furniture, fittings and equipment at 20% per annum on a reducing balance basis.

It is the charity's policy to provide depreciation on buildings over their useful economic life which is estimated to be 75 years, except where in the Management Committee's opinion the carrying value in the accounts is not materially different from the residual value at the end of their useful economic life. In such circumstances no charge for depreciation is made.

SCOTTISH CHRISTIAN ALLIANCE LIMITED

NOTES to the ACCOUNTS (Contd)

Year ended 31 March 2008

1. Group accounting policies (Contd)

Pension scheme

The Association funds a defined contributions scheme, the assets of which are held separately from those of the Association in an independently administered fund. The pension charge represents contributions payable to this scheme.

Fund accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees. The activities undertaken at Gilven House and The Arch are part of the Association's general charitable objectives, and all income derived therefrom is fully expended in the period to which it relates.
- Designated funds – these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

2. Investment income

	2008	2007
	£	£
Income from listed investments	18,833	17,072
Rental income	10,000	10,000
Bank and building society interest	5,844	630
	-----	-----
	34,677	27,702
	=====	=====

3. Voluntary income

	Restricted Funds	Designated Funds	Unrestricted Funds	Total Funds 2008	Total Funds 2007
	£	£	£	£	£
Donations and legacies	-	-	2,799	2,799	2,768
Grants	69,000	-	-	69,000	-
	-----	-----	-----	-----	-----
	69,000	-	2,799	71,799	2,768
	=====	=====	=====	=====	=====

NOTES to the ACCOUNTS (Contd)

Year ended 31 March 2008**4. Allocation of support costs**

	Charitable Activities £	Governance Costs £	Total Funds 2008 £	Total Funds 2007 £
Support costs				
Staff costs	58,824	11,765	70,589	87,175
Staff recruitment and training	-	-	-	1,619
Advertising	82	-	82	171
Telephone	606	-	606	946
Postage and stationery	1,723	-	1,723	3,060
Repairs and renewals	-	-	-	6,788
Insurance	1,293	-	1,293	3,145
Subscriptions	1,640	-	1,640	1,175
Professional fees	4,267	-	4,267	6,324
Cost of temporary relocation	20,011	-	20,011	-
Other costs	1,267	-	1,267	5,164
	-----	-----	-----	-----
	89,713	11,765	101,478	115,567
	=====	=====	=====	=====

5. Charitable activities

	Housing & Community Support £	Employ ability £	Total 2008 £	Total 2007 £
Supported accommodation running costs	51,941	5,731	57,672	67,099
Depreciation	17,624	-	17,624	17,602
Staff costs, including travel expenses	391,201	49,552	440,753	437,306
Repairs and renewals	12,285	34	12,319	26,865
	-----	-----	-----	-----
	473,051	55,317	528,368	548,872
Allocation of support costs (note 4)	89,713	-	89,713	105,150
	-----	-----	-----	-----
	562,764	55,317	618,081	654,022
	=====	=====	=====	=====

Included within charitable activities support and staff costs were additional fees payable to the auditors in respect of assistance with accounts preparation, training, tax consultancy, and payroll administration amounting to £6,267 (2007: £7,138) inclusive of VAT.

6. Governance costs

	2008 £	2007 £
Audit fees	4,875	4,045
Cost of management committee meetings	1,376	1,799
Director's expenses	1,588	1,818
	-----	-----
	7,839	7,662
Support costs of governance (note 4)	11,765	10,417
	-----	-----
	19,604	18,079
	=====	=====

SCOTTISH CHRISTIAN ALLIANCE LIMITED

NOTES to the ACCOUNTS (Contd)

Year ended 31 March 2008

7. Staff costs

	2008	2007
	£	£
Wages and salaries	435,711	462,163
Social security costs	37,199	38,717
Pension costs	3,428	3,312
	-----	-----
	476,338	504,192
	=====	=====

The average number of employees, analysed by function, was:

Supported accommodation	20	22
Administration	4	4
	-----	-----
	24	26
	=====	=====

There are no employees with emoluments greater than £60,000 (2007: £60,000).

No member of the Management Committee received any remuneration from the Association during the year, however travel expenses incurred in carrying out charity duties reimbursed to one member amounted to £1,019 (2007: £1,354).

8. Tangible fixed assets

Group	Heritable property	Furniture, fittings & equipment	Total
	£	£	£
Cost			
At 1 April 2007	699,741	86,905	786,646
Additions	170,000	8,382	178,382
	-----	-----	-----
At 31 March 2008	869,741	95,287	965,028
	-----	-----	-----
Depreciation			
At 1 April 2007	46,644	54,145	100,789
Charge	9,330	8,294	17,624
	-----	-----	-----
At 31 March 2008	55,974	62,439	118,413
	-----	-----	-----
Net book value			
At 31 March 2008	813,767	32,848	846,615
	=====	=====	=====
At 31 March 2007	653,097	32,760	685,857
	=====	=====	=====

Included within group heritable property is Gilven House, a property owned by SCA Enterprises Limited (subsidiary) at a cost less accumulated depreciation of £157,565. This property is let to Fife Council and is accounted for as an investment property with an open market value of £400,000 in the financial statements of SCA Enterprises Limited. The Association undertakes charitable activities from this property, and therefore at group level the property is accounted for as an operating asset in accordance with the charity SORP.

The Association capitalised as tenants improvements an amount of £170,000 in the year. This was deemed appropriate accounting treatment on the basis that, in substance, the Association are operational occupiers of the building despite the formal lease agreement being held by Fife Council. No depreciation has been charged in the year on these additions, as work was not completed until 2 April 2008. It is therefore appropriate to capitalise the sum and depreciate it over the useful life of the expenditure.

The total cost of the planned refurbishment work exceeded £170,000. As legal tenants of Gilven House, Fife Council have funded the remaining cost which is expected to be a further £120,000.

SCOTTISH CHRISTIAN ALLIANCE LIMITED

NOTES to the ACCOUNTS (Contd)

Year ended 31 March 2008

8. Tangible fixed assets (Contd)

Association	Heritable Property £	Tenants Improvements £	Furniture Fittings & Equipment £	Total £
Cost				
At 1 April 2007	528,475	-	86,905	615,380
Additions	-	170,000	8,382	178,382
	-----	-----	-----	-----
At 31 March 2008	528,475	170,000	95,287	793,762
	-----	-----	-----	-----
Depreciation				
At 1 April 2007	35,226	-	54,145	89,371
Charge	7,047	-	8,294	15,341
	-----	-----	-----	-----
At 31 March 2008	42,273	-	62,439	104,712
	-----	-----	-----	-----
Net book value				
At 31 March 2008	486,202	170,000	32,848	689,050
	=====	=====	=====	=====
At 31 March 2007	493,249	-	32,760	526,009
	=====	=====	=====	=====

As the useful economic life of the properties exceeds 50 years an impairment review under FRS 11 should be carried out on an annual basis. Such a review has been performed and this shows that the value of the properties exceeds the carrying value in the financial statements.

The Association's heritable property is subject to a standard security in favour of Scottish Homes, now Communities Scotland.

9. Investments: Group and Association

	2008 £	2007 £
Listed investments at market value		
At 1 April 2007	400,801	401,247
Disposals	-	(20,512)
(Loss) / surplus on revaluation	(54,024)	20,066
	-----	-----
At 31 March 2008	346,777	400,801
	=====	=====

The historical cost of investments at 31 March 2008 was £288,720 (2007: £288,720). All investments are listed on a recognised stock exchange and arise in the UK.

Investments comprising more than five percent of the investment portfolio at 31 March 2008 are:

	Market Value £
Barclays Bank Ordinary 25p shares	18,110
National Savings Income Bonds	150,000
Charifund Income units	165,434

SCOTTISH CHRISTIAN ALLIANCE LIMITED

NOTES to the ACCOUNTS (Contd)

Year ended 31 March 2008

9. Investments: Group and Association (cont'd)

Unlisted Investment in Subsidiary Undertaking	2008	2007
	£	£
Shares at cost:		
At 31 March 2008	2	2
	=====	=====

SCA Enterprises Limited

The Association owns the whole of the issued share capital of SCA Enterprises Limited, a company registered in Scotland, comprising 2 ordinary shares of £1 each.

Additional information on Subsidiary Undertaking:

	2008	2007
	£	£
SCA Enterprises Limited Capital and Reserves	(111,871)	86,651
	=====	=====
Loss for the year	(5,215)	(4,567)
	=====	=====

SCA Enterprises Limited owns and lets to Fife Council a property in Glenrothes from which the charity operates.

10. Debtors

Due within one year	Group		Association	
	2008	2007	2008	2007
	£	£	£	£
Trade debtors	12,792	12,688	8,626	8,521
Prepayments	4,358	6,256	4,358	6,256
Amounts due from subsidiary	-	-	126,690	121,848
Other debtors	2,189	-	2,189	-
	-----	-----	-----	-----
	19,339	18,944	141,863	136,625
	=====	=====	=====	=====
Due after one year				
Amounts due from subsidiary	-	-	168,066	168,066
	-----	-----	-----	-----
Total Debtors	19,339	18,944	309,929	304,691
	=====	=====	=====	=====

Interest is accrued on the loan to the subsidiary within one year at the Bank of England Base rate plus 1%. The loan is unsecured and there is no fixed term of repayment.

The loan due after more than one year is unsecured, interest free, and has no fixed term of repayment.

11. Creditors and accruals

	Group		Association	
	2008	2007	2008	2007
	£	£	£	£
Taxation and social security	11,135	11,629	11,135	11,629
Accruals	178,934	12,902	177,138	9,710
Other creditors	2,732	1,339	2,732	1,339
Deferred income	1,240	1,240	1,240	1,240
	-----	-----	-----	-----
	194,041	27,110	192,245	23,918
	=====	=====	=====	=====

SCOTTISH CHRISTIAN ALLIANCE LIMITED

NOTES to the ACCOUNTS (Contd)

Year ended 31 March 2008

11. Creditors and accruals (cont'd)	2008	2007
	£	£
Deferred income:		
At 1 April 2007	1,240	210
Amounts released from prior year	(1,240)	(210)
Incoming resources deferred in current year	1,240	1,240
	-----	-----
As at 31 March 2008	1,240	1,240
	=====	=====

12. Share capital	2008	2007
	£	£
Allotted and fully paid – shares of £1 each		
At 1 April 2007	47	49
Cancelled in year	(7)	(2)
Allotted and fully paid in the year	1	-
	-----	-----
As at 31 March 2008	41	47
	=====	=====

Each member of the Association holds one share of £1 in the Association. These shares carry no rights to dividend or distributions on winding up. When a shareholder ceases to be a member, that person's share is cancelled and the amount paid thereon becomes the property of the Association. Each member has a right to vote at members' meetings.

13. Total analysis of net assets between funds – group

	Restricted funds	Designated funds	Share Capital & Unrestricted funds	Total funds	Total funds
	2008	2008	2008	2008	2007
	£	£	£	£	£
Tangible fixed assets	-	-	846,615	846,615	685,857
Investments	-	346,777	-	346,777	400,801
Net current assets	69,000	103,223	(68,536)	103,687	203,341
	-----	-----	-----	-----	-----
	69,000	450,000	778,079	1,297,079	1,289,999
	=====	=====	=====	=====	=====

14. Analysis of funds - group

	Balance at 31 March 2007	Incoming Resources	Investment Resources Expended	Gains/ (Losses)	Balance at 31 March 2008
	£	£	£	£	£
Designated funds	450,000	-	-	-	450,000
Restricted funds	-	69,000	-	-	69,000
Unrestricted funds	839,952	629,795	637,685	(54,024)	778,038
	-----	-----	-----	-----	-----
	1,289,952	698,795	637,685	(54,024)	1,297,038
	=====	=====	=====	=====	=====

NOTES to the ACCOUNTS (Contd)

Year ended 31 March 2008

15. Designated funds

Designated Fund – Scotland Project

A sum of £450,000 was designated by the Management Committee in previous years for the commencement of a new project in Edinburgh in line with the Association's aims and objectives. To this end £450,000 was transferred into this fund in the year ended 31 March 2001. No suitable opportunity has arisen in that city and so the search has been widened to include the whole of Scotland.

Restricted Fund – Tenants Improvements

During the year grant of £69,000 was received for the refurbishment and extension of Gilven. This work was undertaken during the year and this fund will be reduced each year by the annual depreciation charge on these improvements in future years.

16. Pensions

The Association operates a defined contribution scheme in respect of certain of its employees. Contributions are charged in the accounts as incurred and there were no outstanding or proposed contributions as at the balance sheet date. Pension costs charged in the year were £5,143 (2007: £5,366).

17. Related party transactions

The company has elected to take advantage of the exemption granted in Financial Reporting Standard 8, regarding related party transactions, available to 90% or more owned subsidiaries and has not disclosed transactions with those companies in the Scottish Christian Alliance Group.