ROYAL SCOTTISH FORESTRY SOCIETY

A SCOTTISH CHARITABLE INCORPORATED ORGANISATION

Charity No. SC 002058

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2021

Reference and administrative information

For the year ended 31 December 2021

Charity registration number of the Royal Scottish Forestry Society (RSFS) is SC002058.

Trustees

The trustees serving during the year and since the year end were as follows (those in bold form the current board):

Simon MacGillivray	President	
Wilma Harper	Vice President	
Dr Thomas Mitchell	Honorary Treasurer	
Dr Jennifer Johnson	Chair of Communications Committee	appointed 2nd August 2021
Syd House		resigned 30th June 2021
Byron Braithwaite		
Steve Brown		
Colin Kennedy		
James Robertson		resigned 1st January 2021
Fenning Welstead		appointed 4th May 2021
Gareth Whymant		

Corporate services

George Moore

Editor

Gavin McGregor — *Scottish Forestry V75 E04*

Carol Crawford — *Scottish Forestry V75 E01 to V75 E03*

Bankers and investment managers

CAF Bank Limited	Investec Wealth Management
25 Kings Hill Avenue	Quartermile One
Kings Hill	15 Lauriston Pl
West Malling	Edinburgh
ME19 4JQ	EH3 9EN

Independent Examiner

Chris Spalding C.A.
James Anderson & Co
Pentland Estate
Straiton
Edinburgh
EH20 9HQ

Addresses

Registered office:	*Correspondence address:*
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EH20 9HQ	

Report of the Trustees
For the year ended 31 December 2021

The trustees present their annual report and financial statements of the charity for the year ended 31 December 2020. The financial statements have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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 (Charities SORP FRS 102).

Objectives and activities

The Society is an educational charity with voluntary members whose prime objective is the "Advancement of forestry in all its branches". Membership is open to all who wish to support the objectives of the Society.

The Royal Scottish Forestry Society actively promotes education and training in the sound management of trees and woodlands for the benefit of all across six strands:

- Membership: personal, corporate and associate;
- Our publications: *Scottish Forestry*, Tall Trees Small Woods, History of the Forestry Commission;
- Regional field days and Annual study tour;
- Monitor woods;
- Promoting forestry education: bursaries and prizes; and
- Fundraising.

We aspire to continue to move to a model of impact reporting to measure our achievements and performance. Due to the constraints of the Pandemic, this has proved more difficult than expected; in particular the development of outcome metrics as we continue to rely on output metrics again this year.

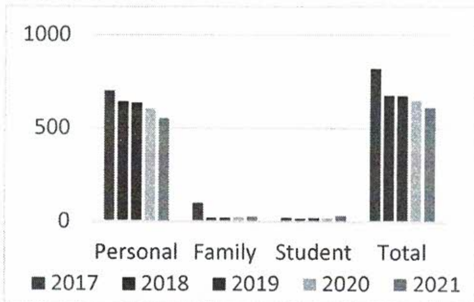
We use each of the six strategic strands to develop objectives and measures against which we will report. It is also our intention to introduce more innovative means of conveying information to readers of these accounts.

The Society's journal *Scottish Forestry*, seeks to disseminate original research and technical innovation that will enhance the creation of diverse woodlands, encourage their management for multiple benefits and ensure the wide enjoyment of Scotland's woodland environment by all. The RSFS promotes a greater understanding of the use of Scotland's woodlands and timber in new, innovative and beautiful ways.

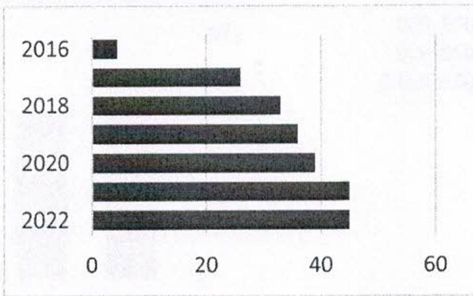
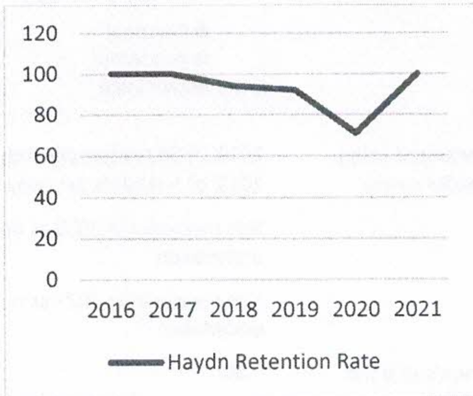
Achievements and performance

Membership

Membership now comprises three main types: personal, corporate and associate/affiliate. Our principal objective is aimed at diversifying our membership away from the historic wholly personal basis.

Objective	Measure	Results 2021	Outcome
Slow rate of attrition of personal membership	Membership numbers over time		Compared to 5 years ago the rate of attrition has slowed but continues on a downward trend

Report of the Trustees (continued)
For the year ended 31 December 2021

Objective	Measure	Results 2021	Outcome
Increase number of corporate and associate/affiliate members	Absolute number of corporate and associate members		Steady growth in corporate and associate/affiliate membership contiues to drive growth We will aim to measure the number of Personal Member Equivalents
	Corporate and affiliate member retention rate		Retention of corporate members remains above 90% which is good. Within increasing numbers of corporates and affiliates, there will be some degree of churn. Whilst the Society aspires to 100% retention, we do need to accept that individual circumstances will mean retention is less than 100%. To put this in perspective, with 35 members, losing one and gaining one, represents a retention rate of 97%

Publications

Publications are a core method for RSFS to engage with the broad diaspora of people in the forestry sector through accessible articles, peer reviewed articles, Society news and advertising.

The main publication activity until 2021 has been *Scottish Forestry* which is enjoying a renaissance. In celebration of 100 years of the Forestry Commission, and with grateful thanks to Sponsors, we were able to publish four editions in 2021.

Scottish Forestry is now available in three formats:

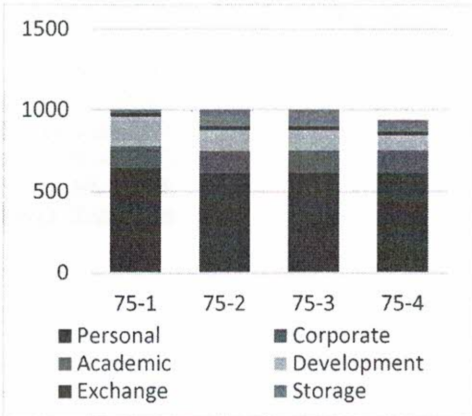
- Paper – as circulated to all Personal, Corporate and Affiliate members;
- Archive – a searchable PDF available on our website to all members; and
- Digital – a "Flipping Book" a flipbook is an interactive online publication with the look and feel of a real, page-turning publication and is commonly read on iPad's and Tablets.

During 2021 the new "digital edition" of *Scottish Forestry* (SF Online) was launched, with Associate Members electing to give access to all of their staff solely through this innovative new route; SF Online allowed those remote working during the pandemic to continue to access *Scottish Forestry*. In 2021, access was limited to those editions published during 2021; however, from 1st April 2022 we have migrated the digital edition to an improved platform that will give access to the back catalogue of *Scottish Forestry* so far as it has been made available on this platform.

In 2021 we published the second edition of the landmark book Tall Trees Small Woods written by Dr W E S (Bill) Mutch OBE FRSE FICFor.. Bill Mutch, a former editor of *Scottish Forestry*, published the first edition in 1998. It was reprinted in 2008 but has been long out of print. The launch of this edition was part of celebrating 100 years of state forestry.

RSFS gifted a copy of this new edition to 900 forestry students throughout the UK.

Report of the Trustees (continued)
For the year ended 31 December 2021

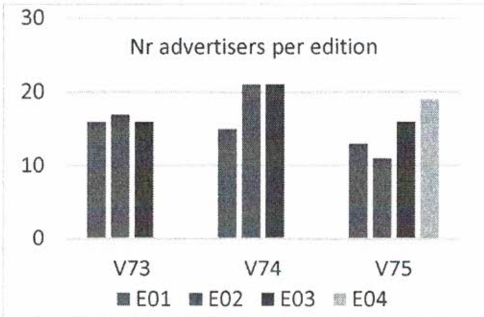
<table>
<tr><th>Objective</th><th>Measure</th><th>Results 2021</th><th>Outcome</th></tr>
<tr><td>Circulation to rise above 1,000 in next 3 years</td><td>2019: 850
2020: 900
2021: 1,000</td><td>
</td><td>Personal and corporate member circulations has risen by c5% across the year.

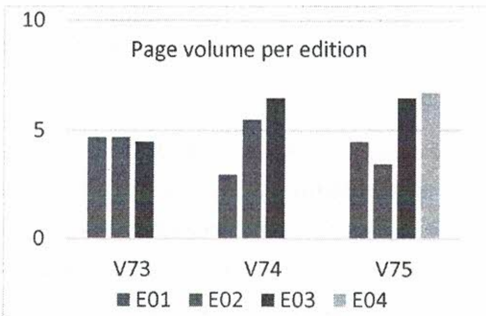
c1,000 copies of each edition were circulated in 2021.

During 2021 a new digital version wil be available to Associate Members</td></tr>
<tr><td>Readership per edition in exceeds 3 per copy within 3 years</td><td>Measured using reader survey</td><td>2019: c1.56 readers per copy (personal)
2019: c2.5 readers per copy (corporate)

Not measured in 2020 as no reader survey was undertaken

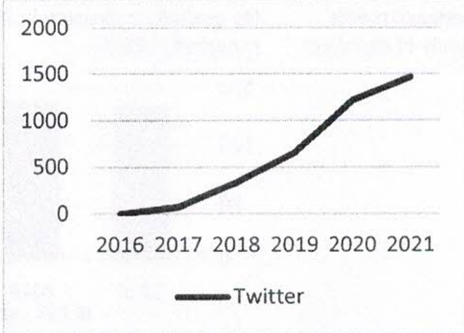
Not measured in 2021 as no reader survey was undertaken</td><td>Readership asts as a positive multiplier on outreach. In the current year a multiplier of more than 1 (personal) and 2 (corporate) is considered to be a positive result.</td></tr>
<tr><td>Advertising per copy</td><td>Page space per edition

Number of advertisers</td><td>


</td><td>Advertising is lowest in the Spring edition building to highest in the Winter edition.</td></tr>
<tr><td>Promote availability of the full Scottish Forestry archive and begin to monetise this significant asset</td><td>TBD. Measures will contingent on funding for digitisation strategy</td><td>Digitised versions of journal available through two routes:
1. Website access to PDFs back to 1980 achieved in 2020; and
2. Digital "Flippingbook" version available to Corporate and Associate Members</td><td>We have started tracking access to both versions of Scottish Forestry and will publish data in 2021 accounts.</td></tr>
<tr><td>Distribution of landmark Tall Trees Small Woods to UK forestry student population</td><td>Copies distributed to students</td><td>Achieved in spring 2021.</td><td>All UK forestry students received copy of Tall Trees and Small Woods</td></tr>
<tr><td>Expand use of digital technologies</td><td>Unique website visits</td><td>The new website was launched in Mar 2021. We received an average of 4,165 unique visitors each month with each visitor viewing an average of 11 web pages on each visit.</td><td>Use of our digital platform is extending gradually year by year. Our objective now is to accelerate this.

Our new website provides for sale of memberships, books, events and donations</td></tr>
</table>

Report of the Trustees (continued)
For the year ended 31 December 2021

Objective	Measure	Results 2021	Outcome
	Number of twitter followers		As 2021 is the first year of operation these statistics wil be reported in the 2021 accounts. Our new digital only channel for *Scottish Forestry* (SF Online) was opened in 2021. The related statistics wil be reported in the 2021 accounts.

From our reader survey we understand those areas of *Scottish Forestry*, our journal, that readers value. There are also few areas readers express wish for content where we do not have contributions. However, the benefit we achieve within the readership is broadly where we expect it to be; but our aspiration remains to find new areas of benefit not presently delivered.

Regional field days

The purpose of providing Regional Field Days (RFD) is to achieve two things:

- Cross-fertilise difference elements of the sector by facilitating the engagement of forestry practitioners and a broad cross section of the sector, giving insights into areas that colleagues might not otherwise be able to access;
- A focus on practical forestry through on-site visits.

Objective	Measure	Results 2021	Outcome
Short-term objective is to deliver 4 RFD per region per annum that people value	Feedback sheets Survey of members	Data by region not presently available.	Qualitative feedback will begin to be taken in 2022.

	2018	2019	2020	2021
RFD held	16	17	0	11
SW				4
L&B				2
CEN				2
NOR				3
NE				-

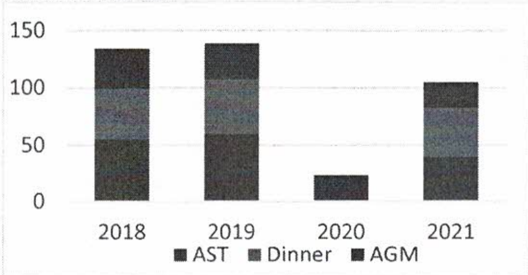
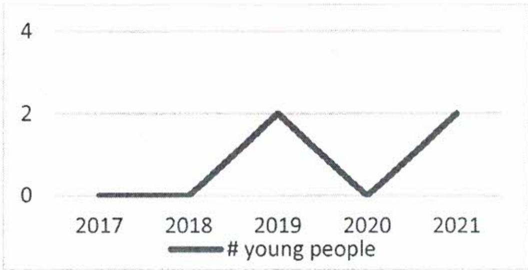
Objective	Measure	Results 2021		Outcome
Promote diversity of attendees at RFD	Age distribution Gender distribution Types of members and non members		2021	No outcome 2020. Limited data in 2021.
		Female	20%	
		Male	80%	

We are aiming to develop improved knowledge of whether our RFD remain attractive across the membership and other users. We aim to consider this as a part of our strategic planning work. We do consider that utilisation of RFD for CPD purposes is, generally, a positive outcome but needs to be much better understood. Corporate members are increasingly supportive of sending their staff to RFDs. We continue to hold successful RFD but need to plan for the future.

Annual study tour (AST)

Our Annual Study Tours are a means of providing members an opportunity to understand the diversity of forestry in a particular region and the opportunities and challenges faced by owners and managers. It also brings a wide group of people together to share their expertise and build a network of contacts. The 2020 AST was postponed until Autumn 2021 due to the COVID-19 pandemic and a successful event was held based on Speyside.

Report of the Trustees (continued)
For the year ended 31 December 2021

<table>
<tr><th>Objective</th><th>Measure</th><th>Results 2021</th><th>Outcome</th></tr>
<tr><td>Short-term objective is to deliver at least 6 visits that people value</td><td>Feedback sheets
Survey of members</td><td>No qualitative measure in 2019. All events were cancelled in 2020.

</td><td>AST numbers continue to show a downward trend.</td></tr>
<tr><td>Ensure that those still studying or newly qualified are able to attend</td><td>Number of commercially sponsored places</td><td>
</td><td>A longstanding aspiration was finally achived in 2019. Due to the cancellation of the 2020 AST there were no attendees</td></tr>
<tr><td>Promote diversity of attendees at AST</td><td>Age distribution
Gender distribution
Types of members and non members</td><td>No qualitative measure in 2019. All events were cancelled in 2020.

| | 2021 |
| Female | 31% |
| Male | 69% |</td><td>No outcome 2019 or 2020. Limited data in 2021.

Based on number of events attended</td></tr>
<tr><td>Promote diversity of site visits</td><td>TBD</td><td>No qualitative measure in 2019. All events were cancelled in 2020.</td><td>No outcome 2019 or 2020</td></tr>
</table>

Monitor Woods

The Monitor Woods scheme was developed by the RSFS in 2018. There has been substantial woodland creation by past generations of forest managers, and this has hugely benefitted the downstream forestry sector. Many of the 20th century plantations are now 2nd and 3rd rotation forests.

The role of trees and woodlands for people and nature is of growing importance. However, those involved in establishing and husbanding the fundamental forest resource have, over the last twenty plus years, become progressively more challenged by the demands of different objectives and outcomes.

There is a need for busy professionals to have easy access to knowledge, skills and experience required to meet future management challenges – in particular those of climate change and the requirement for a more nuanced approach. The RSFS launched its Monitor Woods scheme to address these issues.

The Monitor Woods scheme addresses these issues by providing long term demonstration of various aspects of silviculture. Monitor Woods will be visited and revisited on a regular basis, normally 5-year intervals, with the demonstration themes of each site and the discussion surrounding management issues being recorded in 'Canopy'

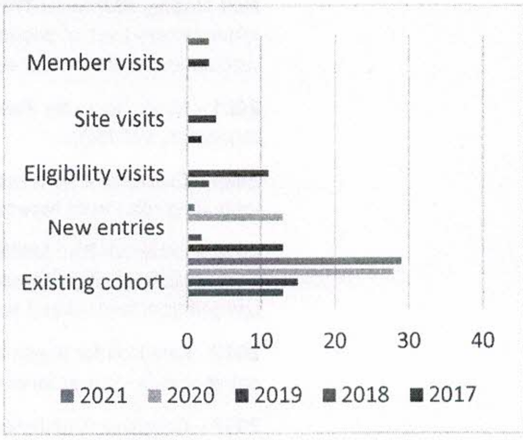
'Canopy' is our unique data management system, developed by the RSFS, for recording, among other things:

- Site history and ground conditions;
- Cultivation techniques in use;
- Species, population densities and, pests and diseases;
- Outcomes from visits to Monitor Woods.

Over time the records held within 'canopy' will provide a publicly available learning and research resource of inestimable value. The following performance measures highlight a fallow period, in terms of site visits and data collection during 2019. This was due to the diversion of our resources and focus on completing the development of Canopy.

Report of the Trustees (continued)
For the year ended 31 December 2021

Therefore, to ensure maximum benefit of this project we need to find a means to measure the impact we are having, albeit in an exceptionally long-term programme.

Objective	Measure	Results 2021	Outcome
For owners and managers to consider MWS to be of benefit we would expect to see an upward trend in the number of sites each year	Number of woods in the cohort		After the initial cohort was identified, much of the work has gone into development of Canopy as a tool to record data about each of the Monitor Woods. As Canopy was completed (2020), the focus shifted onto the population of Monitor Woods.
As above	Number of new woods each year		
The primary delivery channel of the data from MWS is via Canpopy our technology platform. Increased usage to be promoted.	Web analytics of usage to be refined	No qualitative measure in 2019 or 2020. Data is available from Mar 2021 when the site went live. During 2021, there were 1,900 visits to Canopy.	Canopy development proved slower than planned, taking place during 2019/20 and launched towards the end of the year.

Forestry education

We have for several years now provided several prizes for exceptional students of forestry. In 2019, we continued this approach. As part of our strategic planning work we are reviewing our entire awards offering broadening reach across several institutions and *Scottish Forestry*.

Objective	Measure	Results 2021	Outcome
Provide recognition of acheivement in forestry education	Prizes awarded	Student of the Year 2017 Victoria McNamara 2018 Murray Harper 2019 Stuart Taggart 2020 Not awarded 2021 Not awarded	Each successful student receives 2-years complimentary membership and a cash prize. Prizes are to be revamped for 2023 to promote a better range of outcomes.
Foster quality writing for publication in *Scottish Forestry*	The award of two writing awards each year	**Sir George Campbell Memorial Trophy** – for "the best paper by forestry professionals" **2021** – Euan AD Bowditch and Elspeth Macdonald for The elm is dead! Long live the elm!,, Vol 75(2). **2020** – Worrell R, Ruhsam M, Renny J, Jessop W and Finlay G for Malus sylvestris: ecology and management V74(1) and Malus sylvestris: genetic issues and conservation V73(2) **2019** – Professor Andrew Cameron for Creating a permanent irregular forest: a review of the transformation at Faskally Forest, Perthshire, Vol 73(1). **2018** – Mason WL, MacDonald F, Parratt M and McClean JP for What alternative tree species can we grow in western Britain? 85 years of evidence from the Kilmun Forest Garden, Vol 72(1). **2017** – Moore R, Cottrell J, A'Hara S and Roy D for Pine-tree lapped moth (Dendrolimus pini) in Scotland –	The writing awards are ordinarily announced at the Annual Study Tour. Due to COVID-19 restrictions this has been postponed. Judges have made decisions but no awards are yet announced.

Report of the Trustees (continued)
For the year ended 31 December 2021

<table>
<tr><th>Objective</th><th>Measure</th><th>Results 2021</th><th>Outcome</th></tr>
<tr><td></td><td></td><td>Discovery, timber movement controls and assessment of risk. Vol 71(2)

Neil Findlay Memorial Trophy for papers that "portray wider perspectives of people's involvement with trees, woodland and the environment"

2021 – Nicky Hume for Plastic-free forests – a discussion, Vol 75(1).

2020 – Clements V for A more wooded Scotland – the long, long road from here to there. V74(2)

2019 – Professor Paul Smith for Shelterbelt trials in the Outer Hebrides after 50 years: a study in the competition, survival and succession, Vol 73(1).

2018 - Kate Holl for Beech and sycamore in Scotland's native woods – a way forward? Vol 72(1)

2017 – Cosgrove P, McInnes N, Dolby S, Gunn D, Shields D, Cosgrove C and Kartland K for Forest management and freshwater pearl mussels. Vol 71(1)</td><td></td></tr>
<tr><td>Ensure that those still studying or newly qualified are able to attend</td><td>-</td><td>Refer to Annual Study Tour above.</td><td></td></tr>
<tr><td>Two bursaries area available to award each year for five years.</td><td>Award of bursaries

Successful completion of course by awardees</td><td><table><tr><th></th><th>Barony SRUC</th><th>UHI</th></tr><tr><td>2021-22</td><td>Stuart Picken</td><td>Levi Beddis</td></tr><tr><td>2020-21</td><td>Neil Todd</td><td>Rory Finlay</td></tr></table></td><td>-</td></tr>
</table>

Trustees considered that the Society needs to look for opportunities to re-engage with formal forestry education, both participants and providers. Trustees do consider this to be a significant area where the Society could deliver a positive benefit and our approach is being reviewed for future years. Consideration is being given to rationalising our academic awards to include a small financial award, a new prize for Mensuration is being considered and we are looking at how an apprenticeship for a small estate might be achieved.

Fundraising

The year ended 31st December 2019 was the first year the Society formally considered fundraising as a separate activity. Due to the limited success of the President's Fund during the early part of the year; it was decided to some of the funds raised to engage a Fundraiser to develop:

- Case for Support;
- Fundraising strategy; and
- Fundraising funding programme.

The preliminary Case for Support was prepared in 2019 and the fundraising strategy is underway. However, the restrictions around COVID-19 have meant that work stalled. We commissioned a review of fundraising and available funders in 2021 and are relaunching our work on development of a fundraising strategy.

The Society's Strategic Plan 2015-20 was successfully completed in 2019 and we were due to prepare a new 2020-25 plan during 2020; however, with the COVID-19 restrictions in place it was not possible to achieve this. A revised strategy is in production following a successful Strategy Day in late 2021. The next stage is a joint session with the Board of Cashel Forest Trust to consider matters on a group-wide basis.

Last year we announced having successfully secured five years' funding to launch the RSFS Davidson Bursaries in conjunction with our member and benefactor Richard Davidson. We are close to completing discussions with a further very generous benefactor that should see our educational programme expanded.

Report of the Trustees (continued)
For the year ended 31 December 2021

Summary

We continue to align more closely our reporting of achievements and performance with our charitable objectives and delivery programme. Trustees will continue to refine our approach in order that we can demonstrate to members and those who provide valuable support to us for the work of the Society to **make a difference to foresters' learning and development**.

Going concern and post-balance sheet events

The Scottish government introduced restrictions due to the Coronavirus pandemic (COVID-19) which resulted in the cancellation of the Annual Study Tour 2020 and around two thirds of the Regional Study Days 2020. It has also curtailed work on Monitor Woods from both a primary recording and follow-up visit perspective. We had hoped to recommence the Regional Study Days from 1st September 2020, subject to the provisions of prevailing guidance. However, a second and third lockdown period in Autumn/Winter 2020 precluded this restart.

The vaccination programme in 2021 facilitated a reopening of society. We were able to hold a successful but much-delayed Annual Study Tour in September 2021.

The Society is remains reasonably financially secure, as the bulk of our income is derived from means other than those directly affected by COVID-19. There is a degree of risk attached to one of our grants and mitigating actions are being taken to try to address this.

The investment portfolio performed well in 2021, showing an unrealised gain of £17,367 (2020: £488).

COVID-19 has had a material impact in the environment in which we operate. The trustees have therefore considered very carefully the likely outcome for financial resilience of the Society over the next 12 months and the most likely outcome, taking into account:

- The reducing effects of the virus on our ability to operate;
- Positive trading results for the year to date;
- Projected out-turn for 2022 and 2023 taking account of a large number of factors and reasonableness of the assumptions therein; and
- The impact of COVID-19 on the means by which we are funded.

Taking all of the foregoing into account, the trustees have formed the view that the Society remains a Going Concern and has adequate funds in place to sustain its on-going operations.

Financial Review

Results for the year

The results for the year are as stated in the Statement of Financial Activities on page 15.

The Charity had unrestricted fund income amounting to £104k (2020: £86.3k) and unrestricted fund expenditure of £87.2K (2020: £54.6k) resulting in a net surplus for the year of £16.8k (2020: £31.7k). The decrease in income between 2020 and 2021 is more a reflection of the exceptional income generation in 2019 with recovery of unpaid subscriptions and a fundraising dinner. More than half of our unrestricted costs are attributable to the costs of producing the Society's journal '*Scottish Forestry*' and outsourced corporate services. Our surpluses continue to be invested in the future of the Society and its activities.

The investment assets valuation increased the general fund by £17.4k (2020: increase £0.5k).

The movements on restricted funds are confirmed in pages 26 to 28.

The Society continued to operate as a charity between 1 January 2021 and 31 December 2021 wholly in terms of its objectives, details of which have been submitted to OSCR.

Investment Policy and Performance

The Charity, having regard to its liquidity requirements, holds a portfolio of shares. The shareholdings are held for long-term capital growth and the Charity will invest in shares within the London Stock Exchange Index of 100 Leading Shares.

Report of the Trustees (continued)
For the year ended 31 December 2021

Performance of the portfolio is reviewed every quarter. The Society's portfolio is managed by Investec Wealth Management on a discretionary basis

Surplus cash is held in deposit accounts with CAF (Charities Aid Foundation) Bank Limited.

Risk Management
The Charity has for a number of years actively managed its risk profile. There are two principal risks faced by the Charity:

An aging and declining membership. Membership numbers are actively reviewed at each Board meeting and the outcomes of the steps taken to halt, slow or indeed reverse the attrition are reviewed. Several innovations in the past three years are having a positive impact with membership numbers broadly static now. The exposure to the risk has not declined, merely that the mitigating actions have had a positive impact.

The revival of *Scottish Forestry* to three issues in full colour has been accompanied by an increase in the advertising revenue and sales. The financial position of the *Scottish Forestry* remains under constant review.

The Board regularly reviews all of the risks to which the charity is exposed and the procedures in place to manage these risks.

Reserves policy

The Charity has considered the reserves required and have taken into account their current and future liabilities. The trustees aim to maintain free reserves in unrestricted funds to fund the equivalent of three months unrestricted charitable expenditure. The trustees consider that this level will provide sufficient funds to ensure that support and governance costs are covered.

An analysis of Net Assets between Reserve Funds is disclosed in Note 15 of the accounts. At 31 December 2021 free reserves amounted to £199,106 (2020: £167,278) which is equivalent to expenditure for 12 months.

Plans for the future
As noted above a new strategic plan will be developed during 2022 setting out how the Society can develop and leverage the gains made under the stewardship of Presidents Hunter Blair, Hepburne Scott and Robertson. We shall of course continue to deliver regional study days, the annual study tour and to produce the journal, *Scottish Forestry* among other things.

As a part of the planning, consideration will be given as to how we can:

- Reshape our approach to the learning and development of foresters. We now have the RSFS Davidson Bursaries in place, one each per annum for UHI Scottish School of Forestry and Barony College. These bursaries are looking to support those changing career into forestry. Our longer-term aim is to develop further scholarships;
- Better align strategic plans, share resources and best deliver the shared priorities of RSFS and Cashel Forest Trust;
- Make available the rich history of forestry in Scotland and the Society through making available our entire collection of *Scottish Forestry* and Transactions of the Scottish Arboricultural Society on our new digital platform;
- Develop a more inclusive and diverse membership to better reflect those active in the sector;
- Ensure that our Regional Study Days and Annual Study Tour provide the level of engagement, focus on the topics and benefit sought by those attending to ensure that we continue to engage with those who are active in the sector or who are entering it;
- Continue to develop, launch and pursue of our Fundraising Strategy;
- Support the continued development of our long-term aspirations for Monitor Woods.

There continues to be a tremendous sense of optimism and renewal which the trustees hope is now permeating throughout the Society.

Structure, Governance and Management

Governing Document
On 9 May 2017 Royal Scottish Forestry Society was incorporated as a Scottish Charitable Incorporated Organisation (SCIO) in terms of the new Constitution adopted on 9 May 2017 by the members and approved by the Office of the Scottish

Report of the Trustees (continued)
For the year ended 31 December 2021

Charity Regulator (OSCR) on 5 December 2016. The charity was previously an unincorporated association, and the assets of the unincorporated association were transferred to the SCIO on 9 May 2017. The unincorporated association was instituted on 16th February 1854 and was registered as a charity by OSCR with effect from 2004 charity number SCO2058. We have retained our charity number on incorporation. Prior to 2004, the Society was granted charitable status by HM Revenue & Customs.

Appointment of New Trustees (Board Members)
The trustees of the Society are listed on page 1. New trustees are proposed by the Board and confirmed by a vote of the members at the Annual General Meeting which is ordinarily held in May each year.

Recruitment of new Trustees
The President usually holds office for two years. Other office bearers are eligible for re-election at the AGM. New office bearers are proposed by the Board from people who have the necessary skills.

Five trustees are appointed as a consequence of their being the Chair of their regional committee. All other trustees are proposed and appointed to ensure that there is a balance of skills within the Board.

Our Corporate Services function is outsourced on a two-year contract to carry out the business of the Society. The role is subject to external market testing from time to time to ensure that the Society achieves best value

Induction and training of Board members
New Board members are briefed on their legal obligations under charity law, the content of the Constitution, the decision-making processes and recent performance of the charity.

Structure
The Board decide the policy and programme of the Society and meet on a quarterly basis or more often if necessary. Regional Committees organise activities within their Regions.

Parent Undertaking
Royal Scottish Forestry Society submitted an application for membership of Cashel Forest Trust (then called RSFS Forest Trust Company) on 1 January 2017 and thereby became a Parent Member of that organisation with the rights attached to that membership in terms of its Articles of Association. The two organisations have similar objectives, align strategic plans and share resources.

Key management personnel remuneration
The trustees consider themselves to comprise the key management personnel of the charity in charge of directing and controlling the charity. Three contractors are engaged to deliver:

- Monitor Woods – to manage the database, conduct site visits and identify future sites;
- Editorial Services – to produce *Scottish Forestry* and the fortnightly *RSFS eNews*; and
- Corporate Services – to manage membership, act as Board Secretary, maintain financial records in support of the bookkeeper and independent examiner, and act in a development capacity.

All trustees give of their time freely and no remuneration was paid to them during in the year in respect of their duties as a trustee. Details of trustee expense payments are disclosed in note 3.

Trustees are required to disclose all relevant interests and register them with the Treasurer and in accordance with the Charity's policy to withdraw to from decisions where a conflict of interest arises.

The level of the fee rate paid to the Corporate Services provider is reviewed annually in accordance with market rates.

Reference and administrative information
The information is contained in page 1 of the report

Report of the Trustees (continued)
For the year ended 31 December 2021

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and 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 charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

S. MacG

Simon MacGillivray
President
3rd May 2022

Independent Examiner's Report to the trustees of the Society
For the year ended 31 December 2021

I report on the accounts of the Society for the year ended 31 December 2021 which are set out on pages 15 to 31.

Respective responsibilities of committee and independent examiner
The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44 (1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of Independent examiner's statement
My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the Society and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the Council concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given in the accounts.

Independent examiner's statement
In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respect the requirements:

   - to keep accounting records in accordance with Section 44 (1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
   - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations

   have not been met, or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Christopher Spalding
Chartered Accountant

James Anderson & Co
Chartered Accountant (ICAS)
Pentland Estate
STRAITON
Edinburgh
EH20 9QH

3rd May 2022

Statement of Financial Activities
For the year ended 31 December 2021

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2021 £	Total Funds 2020 £
Income from:						
Donations and legacies	4	64,075	1,200	-	65,275	119,968
Charitable activities	5	13,909	15,000	-	28,909	34,556
Investment income	6	3,989	1,055	-	5,044	2,491
Other trading activities	7	22,055	-	-	22,055	9,338
Total income		**104,028**	**17,255**	**-**	**121,283**	**166,353**
Expenditure on:						
Raising funds	8	9,999	-	-	9,999	3,922
Charitable activities	9	77,158	32,928	-	110,086	91,671
Total expenditure		**87,157**	**32,928**	**-**	**120,085**	**95,593**
Net income		**16,871**	**(15,673)**	**-**	**1,198**	**70,760**
Gain/(loss) on revaluation of investment assets	12	13,538	3,829	-	17,367	488
Net movement on funds		**30,409**	**(11,844)**	**-**	**18,565**	**71,248**
Fund balances brought forward	14	215,695	112,499	5,497	333,691	262,443
Fund balances carried forward	14	**246,104**	**100,655**	**5,497**	**352,256**	**333,691**

Balance Sheet
At 31 December 2021

	Note		2021 £		2020 £
Fixed assets					
Tangible assets	10		46,998		48,417
Investments	11		255,996		179,297
Current assets					
Debtors	12	15,349		47,016	
Cash at bank and in hand		60,507		77,089	
		75,856		124,105	
Creditors – amounts falling due within one year	13	(26,594)		(18,128)	
Net current assets			49,262		105,977
Net assets			**352,256**		**333,691**
Funds					
Permanent endowment fund	14		5,497		5,497
Unrestricted funds	14		246,104		215,695
Restricted funds	14		100,655		112,499
Total charitable funds			**352,256**		**333,691**

The notes on pages 17 to 31 form part of these accounts.

The financial statements were approved and signed on behalf of the Board of the Society on **3rd May 2022.**

Thos. Mitchell.

Dr Thomas Mitchell Honorary Treasurer

1. Statutory information

Royal Scottish Forestry Society is a Scottish Charitable Incorporated Association (SCIO) which was registered in its current legal form on 9 May 2017. The charity was previously an unincorporated association which transferred its assets to the SCIO on 9 May 2017.

The company's registration number and registered office address can be found on the Reference and Administrative Details on page 1.

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

2. Accounting Policies

The principal accounting policies adopted, judgement and key sources of estimation and uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historical cost convention unless otherwise specified, within these accounting policies and in accordance with:

- United Kingdom Accounting Standards, including Financial Reporting Standard 102. 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ("FRS 102") (United Kingdom Generally Accepted Accounting Practice);
- Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (Charities SORP - FRS 102 effective 1 January 2019);
- Update Bulletin 1 to the SORP published in February 2016;
- The Charities and Trustee Investment (Scotland) Act 2005; and
- The Charities Accounts (Scotland) Regulations 2006 (as amended).

Advantage has been taken of the exemption permitted in section 1A of FRS102 not to prepare a Cash Flow Statement and accompanying notes.

Royal Scottish Forestry Society meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant notes to these accounts.

b) Going Concern

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items as fair value. The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern as it has sufficient available funds to meet its anticipated expenditure. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

The COVID-19 pandemic and the ensuing economic shutdown has had a modest impact on the charity's operations. In line with Government guidelines all field visits and study tours stopped from 20 March 2020. These activities restarted in September 2021.

2. Accounting Policies (continued)

c) Funds structure

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor.

Endowment funds represent those assets which must be held permanently by the charity, principally investments. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Further explanation of the nature and purpose of each fund are disclosed in note 14.

d) Income recognition

All income is recognised once the charity has entitlement to the income, there is sufficient certainty or receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Donations and grants are recognised when they have been communicated in writing with notification of both the amount and settlement date. In the event that a donation or grant is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from 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 has occurred

Advertising income is recognised in the year in which the edition of '*Scottish Forestry*' was issued in which the adverts appear.

Interest on funds held on deposit is included upon notification of the interest paid or payable by the Bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

e) Government and other grants

Government and other grants are recognised at fair value when the charity has entitlement, after any performance condition is met, where it is probably that the income will be received and the amount can be measured reliably.

f) Donated services

The society benefits greatly from the involvement and support of its volunteers. In accordance with FRS 102 and the Charity's SORP (FRS 102) economic contribution of volunteers is not recognised in the accounts.

2. Accounting Policies (continued)

g) Expenditure recognition

Expenditure is recognised as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the statement of financial activities.

All expenditure relates to charitable actions and governance costs being an Independent Examiner, bookkeeper and investment manager.

h) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

i) Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost. Depreciation is charged from the year of acquisition on operating assets on a 15% reducing method and on Canopy development at 20% straight line. Artefacts which have been gifted to the Society over many years have been introduced at independent historic valuation and are subject to an annual impairment review.

j) Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

k) Fixed asset investments

Investments are initially recognised at their transaction value and subsequently measured by the investment manager at their market value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

l) Stocks

The stock of merchandise on hand is valued at the lower of cost price or net realisable value.

m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

n) Cash at bank and in hand

Cash at bank and cash in hand includes costs and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2. Accounting Policies (continued)

o) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

p) Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are finally recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are realistically measured at amortised cost using the effective interest method.

q) Realised gains and losses

All 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 sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

r) Taxation

No provision for corporation tax is necessary as the charity does not trade. The charity suffers input VAT on some of its expenditure which it is unable to recover.

s) Consolidated financial statements

As permitted by Charities SORP (FRS 102), advantage has been taken of the exemption available to small groups not to prepare consolidated accounts as the combined gross income of the Royal Scottish Forestry Society and the RSFS Forest Trust Company is less than £500,000.

3 Related party transactions and trustees' expenses and remuneration

The trustees were not paid or received any other benefits from employment. An honorarium of £1,000 was paid to Dr Thomas Mitchell, the Treasurer. Services were provided by CGPM Consulting LLP £1,405 (2020 £Nil), a partnership in which Dr Thomas Mitchell is a partner.

The market value of time spent by the trustees on Monitor Woods Project was £16,600 (2020: £30,359).

No payments were made to trustees for expenses during the year. (2020: nil).

Royal Scottish Forestry Society is a parent member of Cashel Forest Trust. Cashel Forest Trust made a donation towards the Monitor Woods costs of £Nil (2020: £5,000) and £Nil (2020: £5,000 towards) unrestricted charitable activity costs.

Payments to the key management personnel of the charity in the year amounted to £20,295 (2020: £24,000).

4. Donations and legacies 2021

	Unrestricted Funds £	Restricted Funds £	Total £
Donations	6,100	1,200	7,300
Annual subscriptions	42,871	-	42,871
Gift Aid recovery	7,789	-	7,789
Corporate subscriptions	7,315	-	7,315
	64,075	1,200	65,275

Donations and legacies 2020

	Unrestricted Funds £	Restricted Funds £	Total £
Donations	5,965	42,550	48,515
Annual subscriptions	42,645	-	42,645
Gift Aid recovery	8,611	7,388	15,999
Corporate subscriptions	5,005	-	5,005
Legacies	7,804	-	7,804
	70,030	49,938	119,968

5. Charitable activities 2021

	Unrestricted Funds £	Restricted Funds £	Total £
Journal sales	3,396	-	3,396
Publication income	3,783	-	3,783
Event	350	-	350
Annual Study Tour	6,380	-	6,380
Monitor Woods Fund	-	15,000	15,000
	13,909	15,000	28,909

Charitable activities 2020

	Unrestricted Funds £	Restricted Funds £	Total £
Journal sales	3,333	-	3,333
Publication income	48	-	48
Event	1,000	-	1,000
Annual Study Tour	175	-	175
Monitor Woods grant	-	30,000	30,000
	4,556	30,000	34,556

	Unrestricted Funds £	Restricted Funds £	Total £
6. Investment income 2021			
Dividends on listed investments	3,008	1,055	4,063
Interest on listed investments	973	-	973
Bank interest	8	-	8
	3,889	1,055	5,044
Investment income 2020			
Dividends on listed investments	2,205	185	2,390
Bank interest	101	-	101
	2,306	185	2,491
7. Other trading activities 2021			
Advertising in the journal	20,245	-	20,245
Income from raffle and shoot	1,200	-	1,200
Journal Royalties	610	-	610
	22,055	-	22,055
Other trading activities 2020			
Advertising in the journal	9,338	-	9,338
	9,338	-	9,338
8. Expenditure on raising funds 2021			
Advertising agency fees	8,822	-	8,822
Events - raffle and shoot costs	1,177	-	1,177
	9,999	-	9,999
Expenditure on raising funds 2020			
Advertising agency fees	3,922	-	3,922
	3,922	-	3,922

9. Charitable activities 2021

	Unrestricted Funds £	Restricted Funds £	Total £
Cost of direct activities			
Treasurer's Honorarium	1,000	-	1,000
Monitor Woods	-	21,973	21,973
Scottish Forestry costs	28,257	-	28,257
Meeting and travel expenses	1,221	-	1,221
Education Bursary	-	5,725	5,725
Publication costs	6,718	3,412	10,130
Event costs	4,554	-	4,554
Sundry expenses	35	-	35
Non trustee training	60	-	60
Depreciation	114	1,305	1,419
Donations made	200	-	200
Council – gifts made	126	-	126
	42,285	32,415	74,700
Cost of administration			
Corporate services	20,295	-	20,295
Insurance	439	-	439
Office accommodation	576	-	576
Investment management fees	1,990	513	2,503
Printing, stationery and advertising	373	-	373
Postage and telephone	1,497	-	1,497
Software and maintenance fees	1,059	-	1,059
Web hosting	1,855	-	1,855
Bank charges	1,478	-	1,478
Book-keeping fees	1,536	-	1,536
Independent examiner's fee	1,410	-	1,410
Consultancy fees	2,365	-	2,365
	34,873	513	35,386
Total 2021	77,158	32,928	110,086

9. Charitable activities 2020

	Unrestricted Funds £	Restricted Funds £	Total £
Cost of direct activities			
Treasurer's Honorarium	1,000	-	1,000
Monitor Woods		26,350	26,350
Scottish Forestry costs	12,741	7,000	19,741
Meeting and travel expenses	618	-	618
Education Bursary	-	3,800	3,800
Publication costs	-	2,588	2,588
Sundry expenses	159	-	159
Communications equipment	661	-	661
Depreciation	89	1,305	1,394
Central conference	-	-	-
Forestry Commission Centenary costs	155	-	155
	15,423	41,043	56,466
Cost of administration			
Corporate services	24,000	-	24,000
Insurance	439	-	439
Office accommodation	348	-	348
Investment management fees	423	-	423
Printing, stationery and advertising	1,006	-	1,006
Postage and telephone	1,119	-	1,119
Software and maintenance fees	1,215	-	1,215
Web hosting	486	-	486
Bank charges	123	-	123
Book-keeping fees	1,536	-	1,536
Independent examiner's fee	1,320	-	1,320
Consultancy fees	3,190	-	3,190
	35,205	-	35,205
Total 2020	50,628	41,043	91,671

10. Tangible fixed assets

	Operating Assets £	Canopy Development £	Heritage Assets £	Total £
Cost				
At 31st December 2020	1,176	6,525	43,000	50,701
Additions	-	-	-	-
Disposals	-	-	-	-
At 31st December 2021	1,176	6,525	43,000	50,701
Depreciation				
At 31st December 2020	761	1,523	-	2,284
Charge for the year	114	1,305	-	1,419
Disposals	-	-	-	-
At 31st December 2021	875	2,828	-	3,703
At 31st December 2021	301	3,697	43,000	46,998
At 31st December 2020	415	5,002	43,000	48,417

Artefacts which have been gifted to the Society over many years have been included at independent valuation and are subject to an annual impairment review.

11. Investments

	2021 £	2020 £
Market value at 1 January	179,297	90,898
(Decrease) Increase in amounts held as cash	(1,948)	(9,249)
Additions at cost	61,280	146,934
Disposals at carrying value	-	(49,774)
Net gain on revaluation	17,367	488
Market value at 31 December	255,996	179,297

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

The Society manages these investment risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchanges. The Society does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer-term yield total return and historic studies of quoted financial instruments have shown that volatility in any particular 5-year period will normally be corrected.

12. Debtors

	2021 £	2021 £
Other debtors	15,349	47,016
	15,349	47,016

13. Creditors

Amounts falling due within one year

	2021 £	2021 £
Creditors & accruals	23,262	16,406
Subscriptions in advance	1,694	-
Journal subscriptions in advance	-	832
Intercompany account	1,638	-
Excursion fees in advance	-	890
	26,594	18,128

14 Statement of funds 2021

	Balance at 1 January 2021 £	Income £	Expenditure £	Investment Revaluation £	Balance at 31 December 2021 £
Unrestricted funds	215,695	104,028	(87,157)	13,538	246,104
Excursions Fund	1,242	-	-	-	1,242
Trophy Fund	1,200	-	-	-	1,200
Educational Fund	44,060	2,255	(6,238)	3,829	43,906
Monitor Woods Fund	36,551	15,000	(23,278)	-	28,273
Conference Fund	2,097	-	-	-	2,097
Overseas Groups Fund	403	-	-	-	403
Silvicultural Group Fund	6,766	-	-	-	6,766
McNeil Bequest	3,000	-	-	-	3,000
Jeffrey Schools	12,230	-	-	-	12,230
Competition Fund					
Lecture Fund	111	-	-	-	111
Scottish Forestry Fund	-	-	-	-	-
Publication fund	3,412	-	(3,412)	-	-
Technology Fund	1,427	-	-	-	1,427
Restricted funds total	112,499	17,255	(32,928)	3,829	100,655
Permanent Endowment	5,497	-	-	-	5,497
Total funds	333,691	121,283	(120,085)	17,367	352,256

Notes to the Financial Statements
For the Year ended 31 December 2021 (continued)

14 Statement of funds 2020

	Balance at 1 January 2020 £	Income £	Expenditure £	Investment Revaluation £	Balance at 31 December 2020 £
Unrestricted funds	186,256	86,230	(54,550)	(2,241)	215,695
Excursions Fund	1,242	-	-	-	1,242
Trophy Fund	1,200	-	-	-	1,200
Educational Fund	8,008	37,123	(3,800)	2,729	44,060
Monitor Woods Fund	34,206	30,000	(27,655)	-	36,551
Conference Fund	2,097	-	-	-	2,097
Overseas Groups Fund	403	-	-	-	403
Silvicultural Group Fund	6,766	-	-	-	6,766
McNeil Bequest	3,000	-	-	-	3,000
Jeffrey Schools Competition Fund	12,230	-	-	-	12,230
Lecture Fund	111	-	-	-	111
Scottish Forestry Fund	-	7,000	(7,000)	-	-
Publication fund	-	6,000	(2,588)	-	3,412
Technology Fund	1,427	-	-	-	1,427
Restricted funds total	70,690	80,123	(41,043)	2,729	112,499
Permanent Endowment	5,497	-	-		5,497
Total funds	262,443	166,353	(95,593)	488	333,691

The Permanent Endowment Fund represents those assets which must be held permanently by the Society.

The Restricted Funds represent funds received and raised for specific purposes. A detailed schedule follows.

The Unrestricted Fund represents the unrestricted funds which the Council of the Society is free to use in accordance with the charitable objects of the Society.

The restricted revenue funds are for use in terms of the grants awarded by the donors as follows:

Excursion Fund - fund to provide grants for foresters on Society's excursions.
Trophy Fund - fund to maintain trophy.
Education fund - income used for educational prizes.
Monitor woods fund - to benchmark exemplar woodlands & forests.
Conference fund - to fund attendance at conferences.
Overseas Groups fund - to fund visits from overseas visitors.
Silvicultural Group fund - balance of funds held by the dissolved Silvicultural Group.
McNeil Bequest - funds to support tree planting by school children in Midlothian to further their education.
Jeffrey Schools Competition fund - to fund prizes in the annual competition.
Lecture fund - to provide funds for an annual lecture.
'*Scottish Forestry*' fund - to provide support for the production of a third edition of '*Scottish Forestry*'.
Technology fund - to provide funds for upgrading the society's use of technology.
Publication fund – funds to support book publication costs.

15 Analysis of net assets between funds 2021

	Fixed Assets £	Listed Investments £	Investment Cash £	Net Current Assets £	Total £
Unrestricted funds	46,998	204,604	1,612	(7,110)	246,104
Restricted funds	-	42,901	1,382	56,372	100,655
Permanent endowment	-	5,497	-	-	5,497
	46,998	253,002	2,994	49,262	352,256

Analysis of net assets between funds 2020

	Fixed Assets £	Listed Investments £	Investment Cash £	Net Current Assets £	Total £
Unrestricted funds	48,417	129,786	3,667	33,825	215,695
Restricted funds	-	39,072	1,275	72,152	112,499
Permanent endowment	-	5,497	-	-	5,497
	48,417	174,355	4,942	105,977	333,691

16 Prior year Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2020 £	Total Funds 2019 £
Income from:					
Donations and legacies	70,030	49,938	-	119,968	101,306
Charitable activities	4,556	30,000	-	34,556	71,837
Investment income	2,306	185	-	2,491	2,547
Other trading activities	9,338	-	-	9,338	14,307
Total income	**86,230**	**80,123**	-	**166,353**	**189,997**
Expenditure on:					
Raising funds	3,922	-	-	3,922	10,090
Charitable activities	50,628	41,043	-	91,671	105,840
Total expenditure	**54,550**	**41,043**	-	**95,593**	**115,930**
Net income	**31,680**	**39,080**	-	**70,760**	**74,067**
Gain/(loss) on revaluation of investment assets	(2,241)	2,729	-	488	11,217
Net movement on funds	**29,439**	**41,809**	-	**71,248**	**85,284**
Fund balances brought forward	186,256	70,690	5,497	262,443	177,159
Fund balances carried forward	**215,695**	**112,499**	**5,497**	**333,691**	**262,443**

17 Events after the reporting date

The Coronavirus pandemic has continued to present new challenges and risks to the business but in view of the substantial uncertainty related to the magnitude and duration, it is impossible to impact the impact of the pandemic on markets and activities. The Coronavirus is considered a non-adjusting subsequent event.

18 Surpluses on activities 2021

	Unrestricted Funds £	Restricted Funds £	Total 2021 £
***Scottish Forestry* 2021**			
Income			
Non-member sales	3,369	-	3,369
Advertising	20,245	-	20,245
Royalties	610	-	610
	24,224	-	24,224
Expenditure			
Production	19,775	-	19,775
Editor's fees and expenses	8,481	-	8,481
Advertising agency fees	8,822	-	8,822
	37,078	-	37,078
(Deficit)/surplus	(12,854)	-	(12,854)
Monitor Woods 2021			
Income			
Grant from Scottish Forestry	-	15,000	15,000
	-	15,000	15,000
Expenditure			
Professional fees	-	21,971	21,971
Canopy development depreciation	-	1,305	1,305
	-	23,276	23,801
Amount drawn from funds	-	(8,276)	(8,276)
Annual study tour 2021			
Income	4,130	-	4,130
Sponsorship	2,250	-	2,250
Expenditure	(4,134)	-	(4,134)
Surplus	2,246	-	2,246

18 Surpluses on activities (continued)

	Unrestricted Funds £	Restricted Funds £	Total 2020 £
Publications 2021			
Book sales	3,783	-	3,783
Publication costs	(6,618)	(3,412)	(10,030)
Post and packing	(100)		(100)
Deficit	(2,935)	(3,412)	(6,347)
***Scottish Forestry* 2020**			
Income			
Non-member sales	3,333	-	3,333
Advertising	9,338	-	9,388
Donation to support *Scottish Forestry*	-	7,000	7,000
	12,671	7,000	19,671
Expenditure			
Production	8,936	-	8,936
Editor's fees and expenses	10,804	-	10,804
Advertising agency fees	3,922	-	3,922
	23,662	-	23,662
(Deficit)/surplus	(10,991)	7,000	(3,991)
Monitor Woods 2020			
Income			
Grant from Scottish Forestry	-	25,000	25,000
Grant from Cashel Forest Trust	-	5,000	5,000
	-	30,000	30,000
Expenditure			
Professional fees	-	25,675	25,675
Website development costs	-	675	675
Canopy development depreciation		1,305	1,305
	-	27,655	27,655
Funds remaining and committed	-	2,345	2,345

18 Surpluses on activities (continued)

	Unrestricted Funds £	Restricted Funds £	Total 2020 £
Annual study tour 2020			
Income	175	-	175
Surplus/(deficit)	175	-	175

	Unrestricted Funds £	Restricted Funds £	Total 2020 £
Publications 2020			
Contributions to book publications	-	6,000	6,000
Book sales	48	-	48
Publication costs	-	(2,588)	(2,588)
Surplus	48	3,412	3,460