

REGISTERED COMPANY NO. SC389483

SCOTTISH CHARITY NO. SCO41938

**THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

THE MISSION TO SEAFARERS SCOTLAND LIMITED
CONTENTS
YEAR ENDED 31 DECEMBER 2015

Page	Contents
3 - 9	Trustees' Report
10 – 11	Auditors Report
12 – 14	Financial Statements
15 – 19	Notes to Financial Statements

**THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2015**

Reference and Administrative Details

THE MISSION TO SEAFARERS SCOTLAND LIMITED

Registered Office
109 Avalon Gardens
Linlithgow
EH49 7PL

A company registered in Scotland and limited by guarantee (Number SC389483) and a charity registered with the Office of the Scottish Charity Regulator (Number SCO41938).

PATRON

Her Majesty The Queen

PRESIDENT

Her Royal Highness The Princess Royal

CHAIRMAN OF THE BOARD

The Revd. Canon Dr R Harley

VICE CHAIRMAN OF THE BOARD

Captain Martyn Clark

TREASURER

Mr G R Lounsbach (To February 2015)
Mr D Fitzsimons (From February to October 2015)
Mr D Graham-Service (From October 2015)

MEMBERS OF THE BOARD (THE TRUSTEES)

Mr G R Lounsbach (To February 2015)
Mr D Fitzsimons (From February 2015 to October 2015)
The Revd. Canon Dr R Harley
Captain M Clark
Mr R Myers
Ms J Gray
Mr D Graham-Service (From October 2015)
Ms J M Stark (To May 2015)

COMPANY SECRETARY

Mrs E Reilly

SOLICITORS;

Anderson Strathearn LLP
1 Rutland Court
Edinburgh
EH3 8EY

AUDITORS;

Price Bailey
7th Floor Dashwood House
69 Old Broad Street
London
EC2M 1QS

BANKERS;

Bank of Scotland
PO Box 1000
BX21LB

THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2015

The Trustees (who are also directors of the Charity for the purposes of the Companies Act) present their report and accounts for the year ended 31 December 2015. The Trustees' report has been prepared taking advantage of the exemptions available to small companies under the Companies Act 2006.

Structure, governance and management
The Charity's organisation – Trustees

The Mission to Seafarers Scotland Limited (MtSSL) was incorporated on 25 November 2010 as a company limited by guarantee (Number SC389483) and is registered with the Office of the Scottish Charity Regulator (Number SCO41938). MtSSL is a wholly owned subsidiary of The Mission to Seafarers – an incorporated charity in England & Wales (Company Number 6220240 and Charity Number 1123613).

MtSSL is governed and directed by a Board of Directors (the Trustees) whose names appear on page 3. The Chairman and Vice-Chairman are elected for a period of 4 years at an AGM. Other elected trustees serve for a period of 4 years, apart from those over 70 years of age who are elected annually. All those elected may be re-elected for a second four year period or a further year up to a maximum of 8 years if over 70.

The procedure for the election and appointment of trustees is set out in the *Articles of The Mission to Seafarers Scotland Limited* and trustees will be drawn from prominent leaders who may have knowledge of seafaring life, including the shipping industry, or relevant volunteering experience, or who may be leading members of the clergy. A trustee recruitment process has been agreed for transparency and clarity whereby potential trustees are interviewed by unconnected representatives of the Board.

The Board has a minimum of 3 trustees and meets approximately four times a year. The parent body may appoint up to three trustees. The Trustees may appoint or reappoint trustees at a meeting of the Trustees.

The Board is committed to observing high standards of overall governance by reference to the key principles of Good Governance set out in the Code for the Voluntary and Community Sector published in October 2010 (second edition) and endorsed by the Charity Commission.

The Board maintains and reviews a skills audit of trustees to ensure the skills set of members reflect the requirements of the Charity.

All trustees are given an induction on first appointment to familiarise themselves not only with the work of MtSSL but also their responsibilities as a trustee. Some may undergo more specific training in the form of short external courses, either as a trustee of the Charity or on behalf of another Charity of which they might also be a trustee.

The Charity's organisation – management team and staff

The Mission to Seafarers has seconded and funds two members of staff (chaplain and Business Development Manager) to carry out the day to day operations of MtSSL. The accounts include an estimate for the cost of these services as income and expenditure to reflect the true costs of running the Charity.

Although these staff are line managed from London, the Trustees oversee their work in Scotland.

The parent body The Mission to Seafarers has a world-wide chaplaincy presence in around 260 ports. Working with staff and volunteers, the Chaplains are the primary means of delivering care to seafarers around the globe. Chaplains are funded either locally or through grants from the Mission, or work as honorary Chaplains on a voluntary basis. The Mission provides funding for around 40 Chaplains who are managed by the Secretary General of the Mission to Seafarers and by Regional Directors located around the world including 20 who are directly employed by the Mission. Most Chaplains are ordained Anglican priests who may be based in the Mission's centres or operate through mobile ministries. Working alongside Chaplains are the centre staff who primarily manage the running of UK centres. They may be assisted by volunteers and together they provide numerous valuable services

THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2015

including ship visiting, transportation, centres facilities and the offer of friendship, support and help to seafarers.

The Charity's organisation – supporters

Fundraising committees – we continue to build a network of active and loyal committees across Scotland to raise vital income as well as the profile of MtSSL in their respective communities.

Supporters – arrange a host of events from coffee mornings to Flag Days and co-ordinate the knitting of thousands of hats and gloves, providing valuable support and income.

Volunteers – provide the essential backbone by which MtSSL is able to operate seven days a week, all the year round. The volunteers work under the direction of the chaplain who appoints a lead volunteer to coordinate their activities. All volunteers irrespective of their role must complete the Merchant Navy Welfare Board's accredited training to be authorised as an accredited Ship Welfare Visitors. This training must be renewed every three years. In addition specific training is undertaken for different types of vessels. The volunteers also attend a monthly meeting from February until November. This enables them to share their experiences and identify elements of their work that could be improved. Currently our volunteers cover:

- Grangemouth Docks for Container ships and Cargo vessels
- Braefoot Bay for Gas tankers
- Rosyth Docks for Cruise ships
- Grangemouth Centre, a drop in centre for all seafarers.
- South Queensferry, a temporary drop in centre.
- Hound Point for large oil tankers

The main role of the volunteers is to:

- Support the seafarers when they are in port through talking with them and listening to them.
- Assisting them in the purchasing of phone cards which in many cases is a lifeline to their family and friends.
- Identifying any spiritual needs and referring those to the Chaplain.
- Signposting them to the shops and local community.
- When possible taking them on day trips in order that they can spend some time off the vessel
- "Manning" the Grangemouth centre and South Queensferry centre

The Charity's objectives and activities for the public benefit

The object of MtSSL is to promote the spiritual, moral and physical wellbeing of seafarers and their families worldwide.

What difference does MtSSL make?

MtSSL continues to expand its facility of providing both directly and indirectly emergency assistance, practical support and a friendly welcome to crews visiting circa 86 ports in Scotland. Whether caring for victims of piracy or providing a lifeline to those stranded in foreign ports, we are there for the globe's 1.3 million merchant seafarers of all ranks, nationalities and beliefs. Seafarers face many challenges which the Charity seeks to address in a manner consistent with Christian principles and the received practice of the Anglican Communion. These challenges include:

- Life at sea is often lonely. Crews are much smaller than they used to be which, combined with long tours of duty, can lead to tensions on board and the craving to talk to someone other than another crew member.
- Life at sea is often difficult and dangerous with long anti-social hours and the risk of shipwreck or piracy.
- Seafarers and their families have little or no ability to communicate with each other whilst the seafarer is at sea, heightening tensions and anxiety.
- The increase of pirate attacks adds to the seafarers' psychological burden.

**THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2015**

- Ports are often secure facilities in isolated locations, leaving seafarers with little or no access to the facilities ashore. In port turnaround times have been reduced.
- Seafarers' contracts are routinely more than 6 months and may be as long as 18 months.
- Seafarers often do not speak the language of the country in the ports they visit. This can make them feel isolated and vulnerable.
- When seafarers arrive in port their free time may be short and at unsocial hours.
- Quite often, even when at anchor or in port, seafarers are not allowed to leave their ship and go ashore.
- Seafarers are generally hardworking, courteous and proud but they are not always treated with respect by the general public in the countries they visit.

In satisfying its object, and trying to address the challenges faced by seafarers, the Charity provides the following benefits every day of the year:

Pastoral Care

The chaplain and volunteers visit seafarers on their ships or ashore and provide a friendly ear, counselling and practical assistance including clothing, money or accommodation in times of crisis or day-to-day need in Scotland. The Charity also supports the families of seafarers who are in difficulty due to piracy, accident, arrest, illness or maltreatment.

Hospitality

Working in conjunction with and using the facilities of likeminded organisations to provide the seafarers with:

A safe environment away from their ships in which to relax and rest. The opportunity to buy refreshments and toiletries etc., accommodation (depending on location) and foreign exchange.

Transport to and from centres or their ship to the nearest town or shopping facility.

Communication facilities with access to the internet and to telephones to make contact with family and friends. Recreation facilities, including television, DVDs, karaoke, books, pool tables and table tennis. These facilities aim to be 'a home away from home'.

Spiritual Support and Guidance

The Charity recognises that seafarers have spiritual needs and, if requested, it aims to offer access to spiritual support according to individual seafarer's needs. The Charity also assists seafarers with their relationship with God by providing services in chapels and Christian literature and access to other forms of worship as requested.

Prophetic Outreach

The Charity provides advocacy support, nationally and internationally, fights for justice within the shipping industry and campaigns for seafarers' rights.

THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2015

The Trustees confirm that they have referred to the guidance contained in the Office of the Scottish Charity Regulator's updated guide to the 2006 regulations (August 2011) on public benefit when reviewing the Charity's aims and objectives and in planning future activities and setting the grant making policy for the year.

Achievements and Performance; The Charity's work in Scotland in 2015

The primary objective of the Mission to Seafarers Scotland Ltd remains unchanged: to identify and help seafarers in need of welfare support, regardless of nationality or faith and whilst consolidating progress to date we continue to expand our efforts to respond to the needs of seafarers visiting Scottish ports.

2015 has been a year of dynamic activity and growth in both operational and financial work. This year has been the first full year of the opening of our new Seafarers Centre in the Port of Grangemouth which has seen at least 1732 seafarers log ins to our Wi-Fi and given that not all visitors log on an approximate number of visitors would be in the region of two thousand seafarers. This gives a weekly attendance figure of around forty seafarers coming into the centre. At the start of the year we committed ourselves to ensuring broadband coverage at least three hundred and sixty days a year and although the internet went off on three occasions it was back up and running within twenty four hours. A vehicle provided by the Mission to Seafarers has enabled us to bring seafarers in from the further gas and oil jetties and our aim for 2016 is to be able to regularise this service, for which a recruitment program is ongoing to obtain volunteer drivers. We have added a hot drinks facility and have received a grant from the Merchant Navy Welfare Board (MNWB) which we will use to improve the seating in the centre and the outside signage. We distributed our Christmas parcels from the centre and have a constant supply of hats and scarves for the continuing comfort of seafarers and the assurance that they are not forgotten.

Forth Ports and V Ships Glasgow undertook fundraising on behalf of Mission to Seafarers Scotland and these relationships are helping to grow our international fundraising.

In November, the Business Development Manager Scotland took up a new role as Corporate Development Manager (UK and Europe) but will continue to oversee fundraising and development in Scotland in the future.

Ministry and Operational activity: The year started on a sad note when the MtSSL took the lead in organising a service at the Episcopal Church in Wick to remember those who were lost in the sinking of the 'Cemjford' when all eight crew were lost. March saw the running aground of the 'Lysblink Seaways' and after much negotiation the Chaplain was able to visit with a visibly shaken Captain. Cruise ship visiting continues to be an active ministry with 29 cruise ships visited in the Port of Rosyth, which has become a volunteer project with Chaplaincy support. We also joined with the volunteer visiting team at Leith and our volunteers have gained a high degree of expertise. It is hoped that some will go on to take up the chance of the MNWB courses. It has been a busy year with over 500 ship visits. A temporary Pop Up centre was opened at South Queensferry since access could not be gained to the cruise ships that anchor off of Hound Point and the Episcopal Church in South Queensferry agreed to open its doors whenever a cruise ship was at anchor there and crew and passengers were invited to come ashore on lifeboats. The collaboration of the Mission to Seafarers, Scotland with the agents and other organisations was highlighted when a ships cabin maid was taken ill and at Christmas when on Christmas Day we served Christmas dinner for thirty at the Fisherman's centre in Troon. It is always pleasing when crew members with whom we have built up a good relationship keep in touch and let us know what direction their lives are taking as is often demonstrated when our chaplain is sent e-mails and photographs. We have supported seafarers through illness, helped seafarers who had not been fed properly; those who were not receiving the proper rate of pay and supported those who have been bereaved. We continue to take seafarers on visits around the area whenever possible and have arranged visits around the docks in Grangemouth for members of local churches who have been both financially supportive and who have taken a great interest in our work and of course we continue with preaching engagements around the country not just on Sea Sunday but whenever the occasion arises.

All in all it has been an eventful, dynamic and demanding year and in line with the medium term direction of the Trustees' strategic plan. Trustees have attended a one day seminar entirely focused on 'The Role of the Charity Trustee' and continuously strive to ensure that the Mission to Seafarers

THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2015

having cared for seafarers for over 160 years will continue to do for the next 160 years, meeting the needs of seafarers and their families in times of tragedy and crisis.

Financial review

The Mission to Seafarers seconds a chaplain and the Business Development Manager and provides additional support through the Company Secretary. This has been treated as a gift in kind of £76,450 (2014 £127,000) in voluntary income.

2015 saw a raising of awareness of the Mission to Seafarers Scotland, with successful corporate partnerships being secured with Old Pulteney, the Maritime Malt, which generated £30,000 to Mission to Seafarers. In addition several trusts supported the work of the Mission in Scotland and in particular the Grangemouth centre.

Sea Sunday revenue decreased over 2014 however the number of Sea Sunday services remained static. Woolly Hat day generated £15,000 of sponsorship across 2 years and again funds were channelled to Mission to Seafarers.

Supporting seafarers by the sale of phone top up and "sim" cards has doubled over last year demonstrating the real need to enable seafarers to contact family and friends. This part of the Mission's activity is not seen as a fundraising activity but a means of improving the seafarers' welfare.

Charitable expenditure accounts for 94% (2014 72%) of total expenditure. The Trustees are content with this result as events in 2015 and beyond will build on the foundations laid since incorporation.

The overall result is a surplus of £19,749 (2014 surplus £20,875). The Trustees are satisfied with this result and will consider making a further contribution to The Mission to Seafarers in 2016 .

Reserves

The reserves currently stand at £81,153 (2014: £61,404).

The underpinning view of the Trustees is to maintain reserves approximately equal to one year's total running costs of the Mission to Seafarers Scotland Limited. By maintaining this level of reserves the work of the Mission in Scotland will be protected even during adverse times. The reserves are set aside to meet a potential need, such as an unexpected drop in income but are not set aside for a specific purpose.

The Trustees review the amount of reserves held annually and are satisfied with the sums held. In view of the level of reserves carried the Trustees consider that it is appropriate for the financial statements to be prepared on a going concern basis.

Risks

The major risks, to which MtSSL is exposed, as identified by the Charity, have been reviewed and systems and procedures established to manage them. A Risk Register has been compiled citing major risks, the controls already in place to mitigate and manage those risks, and the future actions planned to further reduce the net risk to which the Charity remains exposed. In accordance with Trustees' policy the Register was reviewed and approved by the Trustees. It will be kept under regular review.

The most significant risk is the developing dependency on volunteers to support the chaplain in providing services to seafarers in the ports. The risk is mitigated by careful selection and appropriate training and certification by the Merchant Navy Welfare Board.

Future plans

As the commitments of the chaplain to Scottish Ports increase so does the dependence on competent trained volunteers. The increase in volunteer numbers, geographical development and activities also demands a more focussed degree of managing and co-ordination across the team. In this regard the Trustees will undertake a review of its strategic plan including a re-assessment of the mechanisms

THE MISSION TO SEAFARERS SCOTLAND LIMITED
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2015

and resources through which the skills and contributions of both Honorary Chaplains and volunteer teams can be optimised. Supporters make our work possible.

Fundraising activities must continue and the managing and operating the Grangemouth Port Centre for Seafarers and its usage will continuously be tracked and monitored to ensure the centre is servicing the welfare needs of its users and its existence justified. Subject to a successful outcome then further investment in the building and its facilities will be considered.

Statement of Trustees' Responsibilities

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the SORP (FRS102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and Statements of Recommended Practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities, and to provide reasonable assurance that:

- the Charity is operating efficiently and effectively;
- its assets are safeguarded against unauthorised use or disposition;
- proper records are maintained and financial information used within the Charity or for publication is reliable;
- the Charity complies with relevant laws and regulations.

Disclosure of information to auditors

So far as each of the Trustees at the date of this report is aware, there is no relevant audit information of which the company's auditors are unaware. Each Trustee has taken all the steps that he/she ought to have taken as a Trustee in order to make him/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

In preparing this report, the Trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

Approved and authorised for issue by the Trustees on 23 April 2016 and signed on its behalf by:



Chairman and Trustee, The Revd Canon. Dr R Harley

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF THE MISSION TO SEAFARERS SCOTLAND LIMITED YEAR ENDED 31 DECEMBER 2015

We have audited the financial statements of The Mission To Seafarers Scotland Limited for the year ended 31 December 2015 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and to the charitable company's trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charitable company's members and its trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body, and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2015 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE MISSION TO SEAFARERS SCOTLAND LIMITED
YEAR ENDED 31 DECEMBER 2015**

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

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

- the charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption from the requirement to prepare a strategic report or in preparing the directors' report.



Helena Wilkinson BSc FCA DChA (Senior Statutory Auditor)
For and on behalf of
Price Bailey LLP

Chartered Accountants
Statutory Auditors

7th Floor, Dashwood House,
69 Old Broad Street
London,
EC2M 1QS

Date: 24 May 2016

THE MISSION TO SEAFARERS SCOTLAND LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDING 31 DECEMBER 2015
INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT

		Unrestricted	
		Funds	
	Notes	Total 2015 £	Total 2014 £
INCOME FROM:			
Donations and legacies	2	107,163	188,223
Charitable activities			
<i>Provision of services to seafarers</i>		10,966	4,775
Other		-	15
TOTAL		118,129	193,013
EXPENDITURE ON:			
Raising funds	3	5,914	47,728
Charitable activities	3		
<i>Provision of services to seafarers</i>		92,466	124,410
TOTAL		98,380	172,138
NET INCOME FOR THE YEAR BEING NET MOVEMENT IN FUNDS		19,749	20,875
RECONCILIATION OF FUNDS			
Total funds brought forward		61,404	40,529
TOTAL FUNDS CARRIED FORWARD		81,153	61,404

All the above results are derived from continuing activities. All gains and losses in the year are included above; accordingly a statement of total recognised gains and losses is not required.

Notes 1 to 11 form part of these financial statements.

THE MISSION TO SEAFARERS SCOTLAND LIMITED
COMPANY NUMBER SC389483
BALANCE SHEET
AS AT 31 DECEMBER 2015

	Notes	Total 2015 £ Total	Total 2014 £ Total
CURRENT ASSETS			
Debtors	6	-	543
Cash at bank and in hand		<u>81,950</u>	<u>60,861</u>
		81,950	61,404
LIABILITIES			
Creditors falling due within one year	7	797	-
TOTAL NET ASSETS		<u>81,153</u>	<u>61,404</u>
FUNDS			
Unrestricted		<u>81,153</u>	<u>61,404</u>

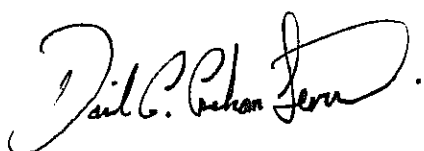
These accounts have been prepared in accordance with the provisions of the small companies' regime within Part 15 of the Companies Act 2006.

Approved and authorised for issue by the Trustees on 23 April 2016

Signed on its behalf by:



Chairman/Trustee
The Revd Canon. Dr R Harley



Honorary Treasurer/Trustee
Mr D Graham-Service

Notes 1 to 11 form part of these financial statements.

THE MISSION TO SEAFARERS SCOTLAND LIMITED
STATEMENT OF CASHFLOWS
AS AT 31 DECEMBER 2015

	Notes	2015 £	2014 £
CASH FLOWS FROM OPERATING ACTIVITIES			
<i>Net cash provided by operating activities</i>	10	21,089	23,659
Change in cash and cash equivalents in the reporting period		21,089	23,659
Cash and cash equivalents at the beginning of the reporting period		60,861	37,202
Cash and cash equivalents at the end of the reporting period	11	81,950	60,861

Notes 1 to 11 form part of these Financial Statements.

THE MISSION TO SEAFARERS SCOTLAND LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are shown below.

a) Basis of preparation

The Financial Statements have been prepared in accordance with 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 (FRS102) (effective 1 January 2015) - (SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the special provisions of the Companies Act 2006 relating to small companies.

The Mission to Seafarers Scotland Ltd (MtSSL) meets the definition of a public benefit entity under FRS102. The Financial Statements have been prepared under the historical cost convention.

b) Transition to SORP (FRS102)

In adopting SORP (FRS102) with effect from 1 January 2015 the Trustees confirm that no transitional adjustments are required in equity or income and expenditure for 2014 or 2015.

c) Going concern

The trustees consider that there are no material uncertainties about the MtSSL's ability to continue as a going concern. The most significant areas of adjustment and key assumptions that affect items in the accounts are to do with estimating the cost of the donated services from the Mission to Seafarers. With regard to 2016, the most significant area of uncertainty for the MtSSL is the level of donation income which needs to be raised each and every year. This is covered in more detail in the Financial review section of the trustees' annual report.

d) Fund accounting

All the reserves of the MtSSL are unrestricted and are available to spend on activities that further the objectives of MtSSL.

e) Income

The value of all incoming resources accruing to the Charity is recorded in the Statement of Financial Activities (SoFA) as soon as it is legally entitled to the income, it is probable that the income will be received and the amount can be quantified with reasonable accuracy. Where income has related expenditure, the income and expenditure are reported gross in the SoFA.

Donations, grants and gifts are recognised when receivable. In the event that a donation is subject to fulfilling performance conditions before the MtSSL is entitled to the funds, the income is deferred and not recognised until it is probable that those conditions will be fulfilled in the reporting period.

Legacies of property and investments are included initially at the market value ruling on the date of transfer. Legacies are recognised in the SoFA at earlier of actual receipt or on receipt of Estate accounts which confirm entitlement to receive the legacy, probability of receipt and an accurate measure of the amount.

Event income received in advance for a future fundraising event or a grant received relating to the following year are deferred until the criteria for income recognition are met.

Interest on deposit funds are recognised when the amounts can be measured reliably which is normally upon notification of the amount paid or payable by the bank.

THE MISSION TO SEAFARERS SCOTLAND LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

Sponsorship from events, fundraising and events registration fees are recognised in income when the event takes place.

Trading income is recognised at the point of sale..

f) Expenditure

Expenditure is accounted for on an accruals basis and is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Operating lease costs are charged on a straight line basis over the lease term.

Support costs including Irrecoverable VAT and Governance costs (which comprise amounts related to constitutional and statutory requirements and include audit fees, professional fees and Trustees' expenses) are charged to the headings on the SoFA based on the proportion those categories have in relation to total expenditure before Support costs.

See Note 3 for a further analysis of expenditure.

g) Donated Services

Donated services or facilities are recognised when the MtSSL has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the item is probable and that economic benefit can be measured reliably.

Donated services relating to services provided by the parent charity are included as the cost to the parent charity and allocated to expenditure headings accordingly.

h) Volunteers

Volunteers make a valuable contribution to the charitable activities of the charity. The value of their services is not included in these accounts as it is impossible to measure. However, further details of their valuable contribution to the MtSS is provided in the Trustees Report.

i) Debtors

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. Accrued income and tax recoverable is included at the best estimate of the amounts receivable at the balance sheet date.

j) Cash at bank and in hand

Cash at bank and cash in hand includes cash 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.

k) Creditors

Creditors are recognised where the MtSSL 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 are normally recognised at their settlement amount after allowing for any trade discounts due.

l) Financial instrument

The MtSSL only has financial assets and financial liabilities of the kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

THE MISSION TO SEAFARERS SCOTLAND LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

m) Foreign currency translation

There are no foreign currency transactions and therefore no gains or losses are recognised in the SoFA.

n) Taxation

The MtSSL is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the MtSSL is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2. DONATIONS AND LEGACIES	2015	2014
	£	£
General donations	9,468	18,548
Sea Sunday	6,195	7,175
Trusts and grants		
Big Lottery grant	-	10,000
The Mission to Seafarers	-	2,500
The Apostleship of the Sea	-	2,500
The Erskine Cunningham Hill Trust	-	1,000
Souter Trust	-	3,000
Tay Charitable Trust	-	500
Inverclyde Bequest Fund	3,050	2,800
Dr Olva and Mrs Kerr Trust	7,500	7,500
Mrs Jane Allan Award	500	500
Theodore Salvesson Memorial Trust	4,000	4,000
Legacies	-	1,000
Gift in Kind	76,450	127,200
	<hr/>	<hr/>
	107,163	188,223

3. ANALYSIS OF EXPENDITURE

Raising Funds

As explained in the Financial Review (page 8) this expenditure £5,914 (2014: £47,728) represents expenses incurred by the fundraiser for Scotland £5,553 (2014: £45,800) and support costs £361 (2014: £1,928). The fundraiser's reduced cost for 2015 excludes her employment costs which had previously been re-charged in 2014 by the parent charity, the Mission to Seafarers. As fundraising activities in the Mission to Seafarers are no longer purely focussed on the UK but expanded into Europe the recharges are significantly lower.

Charitable Activities

The majority of the costs are in respect of donated services received from the parent charity from the employment of a chaplain £71,400 (2014 £76,600). Other costs include the purchase of phone cards £11,466 (2014 £4,600) for sale to seafarers, the running costs of the Grangemouth centre £1,902 (2014: set up costs £6,557), general costs £2,056 (2014: £6,626) and support costs £5,642 (2014: £5,027). In 2015 the MtSSL did not pay any funds to the Mission to Seafarers (2014: £25,000).

THE MISSION TO SEAFARERS SCOTLAND LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

3. ANALYSIS OF EXPENDITURE (continued)

Support costs

	Fundraising	Charitable activities	2015 Total	Fundraising	Charitable activities	2014 Total
	£	£	£	£	£	£
Donated services from Mission to Seafarers; admin and accountancy support	183	2,867	3,050	1,344	3,456	4,800
Governance, irrecoverable VAT and other general admin	178	2,775	2,953	584	1,571	2,155
Total	361	5,642	6,003	1,928	5,027	6,955

Support costs have been charged to the above headings in the proportion those categories have in relation to total expenditure before support costs.

4. AVERAGE NUMBER OF EMPLOYEES

There are no directly employed staff (2014: none) but there are two (2014: two) full-time seconded staff (fundraiser and chaplain) which form part of the gift in kind. The Trustees are the senior management team as they are directly responsible for day to day management.

5. TRANSACTIONS WITH TRUSTEES

The Charity does not pay its trustees but will reimburse expenses actually incurred. Expenses totalling £1,845 (2014 £1,685) have been reimbursed to four trustees (2014: five) for travel to attend meetings of the MtSSL.

6. DEBTORS

	2015 £	2014 £
The Mission to Seafarers	-	543
	-	543

7. CURRENT LIABILITIES

	2015 £	2014 £
The Mission to Seafarers	797	-
	797	-

THE MISSION TO SEAFARERS SCOTLAND LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

8. RELATED PARTY TRANSACTIONS

There were no related party transactions that require disclosure in 2015 (2014: none).

The Mission to Seafarers is a related party and the ultimate controlling party whose objectives are to promote the spiritual, moral and physical wellbeing of seafarers and their families worldwide. Their principal activities include providing ship visiting, welfare services and friendship to seafarers worldwide through chaplains, volunteers and centres. The Mission to Seafarer is the sole member of the MtSSL and The MtSSL Company Secretary is also an employee of the Mission to Seafarers.

MtSSL is part of the Mission to Seafarers VAT group and reports financial information quarterly to the Mission to Seafarers.

MTSSL is consolidated into the group financial statements of the Mission to Seafarers, which are available from the Registered Office address on page 3.

Transactions with other entities within the group are not disclosed as the company has taken advantage of the exemption available under FRS102 1A.

9. ULTIMATE CONTROLLING PARTY

The ultimate parent is The Mission to Seafarers, registered Company Number 6220240 and Registered Charity number 1123613 in England and Wales.

10. RECONCILIATION OF NET EXPENDITURE TO NETCASH FLOW FROM OPERATING ACTIVITIES

	2015	2014
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	19,749	20,875
Adjustments for:		
Decrease in debtors	543	2,784
Increase in creditors	797	-
	21,089	23,659
Net cash provided by operating activities	21,089	23,659

11. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2015	2014
	£	£
Cash in hand	81,950	60,861
	81,950	60,861
Total cash and cash equivalents	81,950	60,861

