

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

**ANNUAL REPORT AND FINANCIAL STATEMENTS
OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2007**

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

ANNUAL REPORT OF THE TRUSTEES

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2007

Objectives

Established by Trust Deed on 5 September 2003, the principal objectives of the Trust are to promote research into, and education of accountancy, finance and management together with all subjects in any way related (including the provision of information service facilities open to the public for research into and education in the accountancy profession).

Status

The Trust was recognised by the Inland Revenue and the Office of the Scottish Charity Regulator (OSCR) as a charity with effect from 5 September 2003 under Scottish Charity Number SC 034836.

Connected Bodies

The Institute of Chartered Accountants of Scotland ("ICAS" or "The Institute") is regarded as a connected body by virtue of it being the main donor to the Trust and providing payroll administration, general administration and secretarial services to the Trust. The Trustees act independently of ICAS, as required by the Trust Deed, although they maintain constructive relationships with ICAS on all matters of joint interest. Trust funds are kept separately from those of ICAS.

The Scottish Chartered Accountant's Trust for Education (SCATE) is also regarded as a connected body by virtue of its common charitable purposes and common secretarial administration.

Appointment of Trustees

The Trustees are appointed for a term of up to three years and are eligible for re-appointment thereafter for a maximum of three consecutive terms save in exceptional circumstances where a fourth term is permitted. The minimum number of Trustees is five, maximum eleven.

New Trustees are appointed by the existing Trustees. A minimum of two Trustees at any time shall have been appointed from a list of nominations from The Institute of Chartered Accountants of Scotland (the "Institute"). A minimum of one Trustee at any time should not be a member of the Institute.

The Induction process for any newly-appointed trustee comprises of the issuance of an Induction pack, followed by an initial meeting with the Secretary and the Chairman to cover the grant making process, investments and powers and responsibilities of the trustees, and any other pertinent matters. The Induction pack includes a brief history of the Trust, copy board minutes, latest risk matrix, Memorandum of Understanding between ICAS & SATER, a copy of the last year's annual report and accounts, a copy of the governing trust deed and a copy of the OSCR Guidance for Trustees. Although there is no formal ongoing training, the Trustees have circulated to them copies of "Governance", a magazine for charity Trustees and they attend relevant courses on an ad-hoc basis. Trustees are also sent, prior to the Trustees meetings, agenda papers detailing relevant matters arising.

Trustees

The following Trustees served during 2007:

David C Bentley
Nigel Macdonald (Chairman from March 2007)
Alison McGilvray (Lay Trustee)
Professor Ian Marrian
Professor Ian Percy CBE (Chairman) (resigned March 2007)
David L Spence
Ian Stubbs
Sir David Tweedie
Pauline Weetman

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

ANNUAL REPORT OF THE TRUSTEES

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2007 (continued)

Officers

The Officers of the Trust during the year were:

Secretary:	David A Wood
Auditor:	Scott-Moncrieff 17 Melville Street Edinburgh EH3 7PH
Solicitors:	Maclay Murray & Spens 151 St Vincent Street Glasgow G2 5NJ
Bankers:	HBOS 38 St Andrew Square Edinburgh EH2 2YR

The offices of the Trust are at CA House, 21 Haymarket Yards, Edinburgh, EH12 5BH.

Risk Management

The Trustees have considered on a regular basis the major business and operational risks which the Trust faces, and have monitored the measures which have been implemented to mitigate those risks through established reporting systems.

The Trust appreciates the support of the Institute for making available the services of the Secretary and the provision of the support services to the Information Service. The Trustees have entered into a Memorandum of Understanding with the Institute as regards the funding of research and the Information Service. That Memorandum of Understanding explicitly acknowledges the charitable purposes and public interest objectives of the Trust.

Investment Policy

The cash resources of the Trust are held in an interest bearing deposit account, in accordance with the Trustees' powers. This investment policy which is reviewed by the Trustees from time to time is aimed at providing a reasonable level of income, whilst retaining the availability of funds from which to make grants and awards and maintain the operation of the Information Service. The deposit account earning interest at 0.5% below base rate (2006 – 0.5% below base rate).

Reserves Policy

In order to allow longer term stability for the funding of academic research projects, the Trustees will seek donations from the Institute and other parties so as to maintain the Trust's charitable operations and minimum level of Reserves of around £100,000 or six months' outgoings. The level of free reserves as at December 2007 was £139,683.

Grant Making Policy

The Trust awards research grants to projects complying with the Trust's objectives, as stated above. Efforts are made to ensure that the availability of funds from the Trust for education and for research in accountancy and related matters falling within the objects of the Trust are communicated to all relevant audiences with particular regard to serving the public interest. A list of the projects receiving support appears in Note 6 to the Financial Statements. Applications are considered by reference to the objectives of the Trust, and to the level of funds available. Within these objectives, the Trustees receive advice on the quality of academic research projects on the basis of acceptance criteria approved by the Trustees, (most recently in late 2005) and implemented in cooperation with the Institute's Research Strategy using administrative support for which no charge is made to SATER by the Institute. The Institute's Research Strategy is published and circulated throughout the academic community and, once determined, is not normally changed until a revision takes place every third year, as further explained below.

Review of the Year

The Trustees met on two occasions during the year. SATER continues to provide funding for high quality academic research which is timely, relevant, and useful to the accountancy profession and in the public interest.

SATER also continued to operate the Information Service during the year, providing support to many users, including the Institute and some members of the public with no connection to the Institute. As previously, the Trustees charged the Institute for services provided by the information service to its staff and members where those services were not available to the general public. However, in late 2007, the Trustees received a request to transfer the Information Service to the Institute, so that it could be better integrated with the existing information provision for its staff, Office

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

ANNUAL REPORT OF THE TRUSTEES

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2007 (continued)

Bearers and members, and so that aspects of these services could then be developed and offered more effectively through electronic means. In the light of disappointing levels of public usage, the Trustees agreed to this request in principle, and are now seeking legal advice on the best means of facilitating this transfer, prior to negotiating an appropriate settlement with the Institute. In the meantime, the Trustees are continuing to publicise the Information Service as specialist accountancy and business resource to the Library and Academic communities, and the SATER website continues to promote the Information Service and its resources, as well as providing information about SATER's funding and research publications.

Although the Trust has benefited in the past from small amounts of income resulting from the sale of Research publications, the Trustees have concluded that it will further the objective of disseminating the research work funded by the Trust by making available Research reports for free downloading from the website, and during the year the website was changed to provide this facility.

Voluntary income comes from ICAS, the main donor, which donated £80,000 in 2007. Further income of £24,802 was received from the Institute recovering the cost to the Trust of services which were not available to the general public.

During the latter part of 2005, the Trustees were consulted during the development of the Institute's research themes for 2006 to 2008, and were also consulted in the review of its Research Committee's strategy and academic project acceptance criteria. The aim of such consultation was to ensure that any academic research projects which the Institute supports and which the Trust funds, are in accordance with the charitable objectives of the Trust. The result of the consultation is that the Research Strategy, which was published in early 2006, reflects themes which meet these requirements and that there is greater clarity as to the potential for funding from the trust for work in specific areas. The Trustees will be consulted in 2008 on relevant aspects of the new Research Committee strategy for 2009 to 2011.

The current Research Strategy brochure has generated a number of quality applications for project funding. The Trustees also encourage applications for funding to be made directly to SATER, from a broad range of applicants, outwith the constraints of the Institute Research Strategy. During the year the Trust awarded grants of £102,634, as set out in Note 6 to the Financial Statements.

In October 2005 an Appeal Fund was launched in memory of Helen Jones, an ICAS member, originally from Lockerbie, who was killed in the London bombings in July 2005. An Annual Scholarship is provided by SATER to a school pupil from Dumfries and Galloway to study Accountancy, Finance or Management (or any related combination of subjects) at university. During 2007 the Award process was formalised; guidelines were produced and a clear set of selection criteria established. The 2007 Scholarship was awarded to Rory Simmons who is studying Business and Management at Glasgow University.

The first ICAS Annual Aileen Beattie Memorial Lecture was held in London in February 2007 in memory of Aileen Beattie, who was Secretary of SART (SATER's predecessor) from November 2000 until December 2004, and Executive Director, Technical Policy at ICAS, and who died in October 2005. The Annual Lecture is intended to highlight her contribution to the Institute's thought leadership during her twenty years of service and also provides an opportunity for SATER to raise its profile as a provider of funds to support thought leadership projects in accountancy, finance and management. The 2007 Lecture "Business & Society: A Sustainable Relationship" was given by Sir Robert Smith.

Statement of Trustee's responsibilities

The law applicable to charities in Scotland requires the Trustees to prepare Financial Statements for each financial year which give a true and fair view of the Trust's financial activities during the year and of its financial position at the end of the year, and which have been properly prepared from and are in agreement with the accounting records of the Trust and comply with relevant disclosure regulations.

In preparing those Financial Statements, the Trustees are required to:

- select suitable Accounting Policies and apply these consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable Accounting Standards, 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 Trust will continue its activities.

The Trustees are required to act in accordance with the Trust Deed of the charity, within the framework of Trust law. They are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the Financial Statements comply with the requirements of

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

ANNUAL REPORT OF THE TRUSTEES

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2007 (continued)

The Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charity and to prevent and detect fraud and other irregularities.

Approved by the Trustees and signed on their behalf by:

Nigel Macdonald
Chairman of the Trustees
4th April 2008

**THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2007**

This report is issued in respect of an audit carried out under section 44 (1) (c) of the Charities and Trustee Investment (Scotland) Act 2005.

We have audited the financial statements of The Scottish Accountancy Trust for Education and Research for the year ended 31 December 2007 as set out on pages 6 to 14. These financial statements have been prepared in accordance with the accounting policies set out.

This report is made solely to the charity'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. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity 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 auditors

The responsibilities of the trustees for preparing the Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

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

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you if, in our opinion, the information given in the Annual Report of the Trustees is consistent with the financial statements, if the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

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

Basis of audit opinion

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

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

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the charity's affairs as at 31 December 2007 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; and
- the information given in the Annual Report of the Trustees is consistent with the financial statements.

**Scott-Moncrieff
Registered Auditor
Chartered Accountants
17 Melville Street
Edinburgh
EH3 7PH
4th April 2008**

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

COMBINED STATEMENT OF FINANCIAL ACTIVITY AND INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	General Fund £	Helen Jones Appeal Fund £	Total 2007 £	Total 2006 £
Incoming Resources					
Incoming resources from generated funds:					
Voluntary Income	5	80,000	341	80,341	207,158
<i>Activities for generating funds:</i>					
Sale of Research Publications		4,212	-	4,212	5,683
Investment income		14,280	1,529	15,809	9,745
<i>Other incoming resources</i>					
ICAS Recharge	4	24,802	-	24,802	20,509
Total Incoming Resources		123,294	1,870	125,164	243,095
Resources Expended					
Charitable Activities					
Research Grants Awarded	6	(102,634)	-	(102,634)	(85,926)
Research Grants no longer required	6	6,054	-	6,054	13,027
Information Service	7	(103,235)	-	(103,235)	(109,963)
ICAS Annual Aileen Beattie Memorial Lecture		1,290	-	1,290	(5,000)
Helen Jones Appeal Bursary		-	(1,000)	(1,000)	(400)
Total Charitable Expenditure		(198,525)	(1,000)	(199,525)	(188,262)
Governance costs	8	(4,430)	(406)	(4,836)	(5,994)
Total Resources Expended		(202,955)	(1,406)	(204,361)	(194,256)
Net Movement in Funds for the Year		(79,661)	464	(79,197)	48,839
Total Funds at 1 January 2007	13	219,344	39,205	258,549	209,710
Total Funds at 31 December 2007	13	139,683	39,669	179,352	258,549

The Trust has no recognised gains and losses other than those disclosed above.

The Income and Expenditure Account has been prepared on the basis that all operations are continuing operations.

The notes on page 8 to 14 form part of these financial statements.

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

BALANCE SHEET

AS AT 31 DECEMBER 2007

	Notes	2007	2006
		£	£
Current Assets			
Debtors and Prepayments	9	-	2,043
Cash at bank and in hand		416,529	441,511
Total Current assets		416,529	443,554
Liabilities:			
Creditors: Amounts falling due within one year	11	(125,757)	(176,754)
Net Current Assets		290,772	266,800
Total assets less current liabilities			
Creditors: Amounts falling due after more than one year	11	(111,420)	(8,251)
Net assets	13	179,352	258,549
The funds of the charity:			
General Reserve - Unrestricted	13	139,683	219,344
Restricted Funds – Helen Jones Appeal Fund	13	39,669	39,205
Total charity funds		179,352	258,549

The notes on page 8 to 14 form part of these financial statements.

Approved by the Trustees on 4th April 2008 and signed on their behalf by:

Nigel Macdonald **Chairman**

Ian Marrian **Trustee**

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

NOTES TO FINANCIAL STATEMENTS

1. Accounting Policies

a) Basis of preparation

The Financial Statements are prepared under the historical cost convention. The Financial Statements are prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and applicable UK Accounting Standards and the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006

b) Fund Structure

Restricted funds are funds which are to be used in accordance with the specific restrictions imposed by the donor or trust deed. There is a single restricted fund, the Helen Jones Appeal Fund, restricted to providing financial assistance to pupils from the Dumfries and Galloway area seeking to study accountancy, finance or management or related subjects at University.

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

c) Incoming resources

All incoming resources are recognized once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

All donations are accounted for gross when receivable. Related Gift Aid receivable is accrued.

d) Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants awarded are payments made to third parties in the furtherance of the charitable objectives of the Trust. Single or multi-year grants are accounted for when the recipient has received notification that they will receive a grant and any condition attaching to the grant is outside the control of the Trust.

Grant Creditors are split between less than one year and greater than one year based on the earliest time that grants can be claimed.

e) Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

f) Charitable activities

Costs of charitable activities include grants made and directly attributable costs of operating the Information Service

g) Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with any apportionment of overhead and support costs. Governance costs are allocated to general fund unless directly related to the restricted fund.

h) Tangible fixed assets and depreciation

On 29 November 1993 The Institute gifted to SART (Scottish Accountancy Research Trust) the contents of the Institute Libraries in Edinburgh and Glasgow. Due to the nature of the Library contents, which are primarily the books and catalogues of the Libraries, it was not considered practical to ascertain the value of these assets received. These assets continued to be in use by SART adjusted for any disposal and additions since the date gifted, and were transferred to SATER on 30 June 2005.

Books and periodicals are written off in the year of the purchase.

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

NOTES TO FINANCIAL STATEMENTS

1. Accounting Policies (continued)

i) Pension Costs

Employees of the Trust are members of multi-employer pension schemes, a defined benefit scheme for one of its staff, and a multi-employer stakeholder scheme being a defined contribution scheme for the other member of staff.

For the defined contribution scheme, pension costs are charged to the Combined Statement of Financial Activity and Income and Expenditure Account in the period in which they arise.

For the defined benefit scheme the amount charged in the Combined Statement of Financial Activity and Income and Expenditure Account is the pension contribution paid on the basis of actuarial advice. Full details of the Retirement Benefit Obligations relating to the multi-employer defined benefit scheme and multi employer stakeholder scheme are available in the ICAS statutory accounts for the year ended December 2007.

2. Taxation

The Trust has charitable status and enjoys relief from taxation under Section 505 of the Income and Corporation Taxes Act 1988. Donations and legacies to the Trust may attract taxation relief for the donor. The Trust is not registered for Value Added Tax (VAT) and accordingly any such irrecoverable VAT is included in the expenditure concerned.

3. Trustees' Remuneration

No Trustees received any remuneration during the year (2006 - £Nil). The Trustees do not consider indemnity insurance to be part of Trustee remuneration. Expenses in the year totalled £644 (2006 - £1,082) with travel expenses reimbursed to three trustees.

4. Transactions with Connected Bodies

The Institute is the main donor to SATER and provides without charge secretarial and administrative assistance to the Trustees for the approval and subsequent oversight of research grants and activities. The Institute also pays the salaries and related costs for the employees of the Information Service which are then recharged to SATER and are disclosed in note 7. SATER subsequently recharges the Institute for services provided by the Information Service to its staff & members which are not available to the general public. The recharge for the year was £24,802 (2006 - £20,509).

5. Voluntary Income

	2007	2006
	£	£
Donations from ICAS	80,000	200,000
Helen Jones Appeal	341	7,158
	<u>80,341</u>	<u>207,158</u>

6. Analysis of Research Grants

Research Grants	2007	2006
	£	£
New Grants awarded in year	102,634	85,926
Grants no longer required	(6,054)	(13,027)
	<u>96,580</u>	<u>72,899</u>

THE SCOTTISH ACCOUNTANCY TRUST EDUCATION AND RESEARCH

NOTES TO FINANCIAL STATEMENTS

6. Analysis of Research Grants (cont).

	Awarded during year 2007 £	Total Grants Payable 2007 £	Awarded during year 2006 £	Total Grants Payable 2006 £
Institution Grants:				
Aberdeen University				
Narratives, Analysis and Commentary on Ethical issues encountered by Chartered Accountants in Practice	-	(1,200)	-	(4,200)
Implementing fair value accounting in the Agricultural Sector	-	(7,500)	(7,500)	(7,500)
Birmingham University				
Corporate Governance in AIM Companies	-	(6,388)	(21,308)	(21,308)
Bradford University				
Intellectual Capital Disclosure Policy	(13,580)	(13,580)	-	-
Brunel University				
Visual and narrative material in annual reports	-	-	(3,450)	(3,450)
Cardiff University				
Managerial Behavior and Decision Taking under RAB	-	-	-	(1,621)
The Impact of Political Ideology on Accounting Regulation in China	-	(95)	-	(1,628)
Corporate Share repurchase	(8,270)	(8,270)	-	-
Dundee University				
Auditing skills in an internet environment	-	-	-	(1,609)
The Introduction of IFRS: An Analysis of their impact on the Usage & Content of Company Financial Statements	-	(5,668)	-	(12,365)
The Role of the Textbook and other teaching materials	-	(2,256)	-	(3,527)
An exploration of Scottish Charities' Governance and Accountability	-	(7,785)	-	(10,942)
The Implementation of IFRS in Italian SMEs	(1,900)	(1,900)	-	-
Engaging with key issues in the context of pressures to expand the scope and role of accounting	(1,594)	-	-	-
Edinburgh University				
An examination of Management Accounting Practices in the fashion industry	-	-	(1,906)	(1,906)
Exeter University				
The Evolution of Reserve and Provision Accounting in the UK	-	-	-	(3,777)
Heriot Watt University				
Intellectual Capital Disclosure Decisions by UK Companies	(11,562)	(11,562)	-	-
Workforce health as a Key Organisational Asset	-	(12,332)	-	(13,000)
Lancaster University				
Research into Enterprise Risk Management	-	-	(2,000)	-
Loughborough University				
Intangible assets in valuation	-	(1,600)	-	(1,600)
Manchester University				
PFI/PPP Accounting and Accountability	-	(1,500)	-	(1,500)

Note 6 continued on page 11

THE SCOTTISH ACCOUNTANCY TRUST EDUCATION AND RESEARCH

NOTES TO FINANCIAL STATEMENTS

6. Analysis of Research Grants (cont).

	Awarded during year	Total Grants Payable	Awarded during year	Total Grants Payable
	2007	2007	2006	2006
	£	£	£	£
Institution Grants (cont)				
Newcastle University				
An experimental investigation of the incentive properties underlying accounting information provision (2 projects)	-	(1,038)	-	(1,038)
Oxford Brookes University				
A Comparative study of internal control reporting in the UK & US	-	(5,371)	(10,650)	(10,650)
Paisley University				
Assessing Credit Rating Agencies: The Views of Financial Managers & Investors	-	-	-	(7,160)
Understanding plagiarism in accounting education	(2,000)	(2,000)	-	-
Portsmouth University				
Corporate Governance & Corporate performance	-	(1,200)	-	(1,200)
Queens University, Belfast				
PPP/PFI Financiers' Perceptions of Risk	(22,600)	(22,600)	-	-
Regina University, Canada				
The Evolution of Government Accounting in Canada	-	-	-	(680)
Robert Gordon University				
Women at ICAS Reaching the Top: The Demise of the Glass Ceiling?	-	-	-	(1,976)
Stirling University				
The future of audit assurance; A focus on Management Commentary	(22,750)	(22,750)	-	-
Sydney University				
Intellectual Capital disclosure on websites	-	(7,812)	(7,812)	(7,812)
Toronto University				
Towards a culture audit: Tone at the top	-	(26,087)	(27,000)	(27,000)
York University				
Accounting Based Risk Measurement	(15,378)	(15,378)	-	-
	(99,634)	(185,872)	(81,626)	(147,449)
Individual Grants:				
Intellectual Capital Reporting in Hong Kong	-	-	-	(1,435)
Mid 20 th Century Accounting Oral History Project	-	-	-	(1,600)
Professional Accountancy Firms in British West Africa	-	-	-	(1,500)
Seedcorn Funding	(3,000)	(2,250)	(4,300)	(2,250)
	(3,000)	(2,250)	(4,300)	(6,785)
Total Research Grants awarded	(102,634)	(188,122)	(85,926)	(154,234)

The Institution grants are paid to universities, which administer the grants, on submission of material and expenses as stated in the grant documentation and approved by the Trust. The administration of the grant submissions is dealt with by staff of the Institute of Chartered Accountants of Scotland with no recharge to the Trust.

THE SCOTTISH ACCOUNTANCY TRUST EDUCATION AND RESEARCH

NOTES TO THE FINANCIAL STATEMENTS

7. Analysis of Information Service Expenditure

	2007	2006
	£	£
Information service staff costs:		
Salaries	(48,095)	(45,872)
Social Security Costs	(4,038)	(4,137)
Pension Costs	(4,772)	(4,655)
Other staff costs	(286)	(692)
	<u>(57,191)</u>	<u>(55,356)</u>
Other Information service expenditure (e.g. books, periodicals, online services)	(46,044)	(54,607)
	<u>(103,235)</u>	<u>(109,963)</u>

The average number of employees during the year was 2 2

No employee received emoluments greater than £60K (2006 - Nil)

The employees of SART who were both transferred to the Trust on 30 June 2005 were members and continue to be members of the Pension Schemes of the Institute. One member of staff is a member of the Defined Benefit Pension Scheme (which was closed to new members from 31 March 2003) and the other member of staff is a member of the Defined Contribution Pension Scheme. Under the defined benefit scheme, contributions were paid by the Trustees on the basis of Actuarial advice while under the defined contribution scheme; contributions were paid in accordance to the rules of the scheme. The Institute, as principal employer, discloses details of the Pension Schemes in its Financial Statements.

8. Governance Costs

	2007	2006
	£	£
Auditor's remuneration	(1,175)	(1,000)
Over / (Under) Accrual of Auditors remuneration	(274)	(103)
Trustees Indemnity Insurance	(1,785)	(1,785)
Trustees expenses – meeting attendance and other business	(644)	(1,082)
Staff & Office costs	(958)	(2,024)
	<u>(4,836)</u>	<u>(5,994)</u>

9. Debtors and Prepayments

	2007	2006
	£	£
Gift Aid due to Helen Jones Appeal	-	670
Sales of Research Publications	-	1,373
	<u>-</u>	<u>2,043</u>

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

NOTES TO FINANCIAL STATEMENTS

10. Creditors and Accruals

	2007	2006
	£	£
Creditors under 1 Year		
Research Grants payable	(76,702)	(145,983)
Amounts due to the Institute of Chartered Accountants of Scotland	(36,996)	(23,408)
Accruals	(12,059)	(7,363)
	<u>(125,757)</u>	<u>(176,754)</u>

	2007	2006
	£	£
Creditors over 1 year		
Research Grants payable	<u>(111,420)</u>	<u>(8,251)</u>

11. Analysis of Grant Creditor

	2007	2006
	£	£
Grants Payable		
As at 1 January	(154,234)	(148,930)
Grants Awarded	(102,634)	(85,926)
Grants no longer required	6,054	13,027
Grants paid in year	62,692	67,595
As at 31 December	<u>(188,122)</u>	<u>(154,234)</u>

Total Grant liability as at 31 December is disclosed in note 11 as:

	2007	2006
	£	£
Creditors under 1 Year	(76,702)	(145,983)
Creditors over 1 year	(111,420)	(8,251)
Total Research Grants payable (note 6)	<u>(188,122)</u>	<u>(154,234)</u>

12. Analysis of Net Assets

	General Fund	Helen Jones Appeal Fund	2007 Total	2006 Total
	£	£	£	£
Fund Balances at 31 December are represented by:				
Current Assets	372,705	43,824	416,529	443,554
Current Liabilities	(121,602)	(4,155)	(125,757)	(176,754)
Long term liabilities	(111,420)	-	(111,420)	(8,251)
	<u>139,683</u>	<u>39,669</u>	<u>179,352</u>	<u>258,549</u>

THE SCOTTISH ACCOUNTANCY TRUST FOR EDUCATION AND RESEARCH

NOTES TO FINANCIAL STATEMENTS

13. Analysis of Charitable funds

	Balance at 1 Jan 2008	Incoming resources	Resources expended	Balance at 31 Dec 2007
	£	£	£	£
Unrestricted funds	219,344	123,294	(202,955)	139,683
Restricted funds	39,205	1,870	(1,406)	39,669
	<u>258,549</u>	<u>125,164</u>	<u>(204,361)</u>	<u>179,352</u>