

THE LONDON SCOTTISH REGIMENTAL TRUST

England & Wales · Charity number 1032157

Details

Status Registered

Legal form Other

Registered 1994-01-25

Register [View on the Charity Commission register](#)

Contact

Address The London Scottish
Regimental Headquarters
95 Horseferry Road
London
SW1P 2DX

Phone 02076301639

Email LSRTrustsCoordinator@outlook.com

Activities

Objects: TRUSTEES OF THE CHARITY SHALL APPLY THE INCOME AND AT THEIR DISCRETION THE WHOLE OR PART OF THE PROPERTY THEREOF IN THE FOLLOWING WAYS:- 1. IN OR TOWARDS PROMOTING THE MILITARY EFFICIENCY OF THE EXISTING UNIT OR ANY RELATED NEW UNIT OR UNITS FROM TIME TO TIME FORMED AND OF DESIGNATED PERSONS IN SUCH WAYS AS THE ADMINISTRATIVE TRUSTEES FROM TIME TO TIME THINK FIT. 2. IN MAKING GRANTS TO ANY MUSEUM OR LIBRARY OF THE LONDON SCOTTISH. 3. IN RELIEVING EITHER GENERALLY OR INDIVIDUALLY ANY PERSON OR PERSONS WHO IS OR ARE SERVING OR WHO HAS OR HAVE SERVED IN THE EXISTING UNIT OR WHO IS OR ARE DESIGNATED PERSON OR PERSONS OR WHO IS OR ARE FORMER MEMBERS OF ANY OF THE FORMER UNITS OR WHO WAS OR WERE DESIGNATED OR ATTACHED PERSON OR PERSONS AND THE DEPENDANTS OF SUCH PERSON OR PERSONS AND WHO ARE IN CONDITIONS OF NEED, HARDSHIP OR DISTRESS BY MAKING GRANTS OF MONEY OR PROVIDING OR PAYING FOR ITEMS, SERVICES OR FACILITIES CALCULATED TO REDUCE THE NEED, HARDSHIP OR DISTRESS OF SUCH PERSON OR PERSONS. THE ADMINISTRATIVE TRUSTEES MAY PAY FOR SUCH ITEMS, SERVICES OR FACILITIES BY WAY OF DONATIONS SUBSCRIPTIONS TO INSTITUTIONS OR ORGANISATIONS WHICH PROVIDE OR WHICH UNDERTAKE IN RETURN TO PROVIDE SUCH ITEMS, SERVICES OR FACILITIES FOR SUCH PERSON OR PERSONS OR ANY PERSONS WHO ARE SERVING OR HAVE SERVED IN HER MAJESTY'S ARMED FORCES. 4. IN RELIEVING IN LIKE MANNER ANY PERSON OR PERSONS WHO HAS AT ANY TIME BEEN EMPLOYED BY THE CHARITY OR EMPLOYED AS AN ADULT INSTRUCTOR OR INSTRUCTOR OF ANY LONDON SCOTTISH CADET UNIT AND WHO IS OR ARE IN CONDITIONS OF NEED, HARDSHIP OR DISTRESS.

Activities: Pay all expenses incidental to the administration of the charity. After paying expenses income to be used to promote military efficiency of the unit. Make grants to museum and library of London Scottish.

Classification

- **How:** Makes Grants To Organisations
- **What:** General Charitable Purposes, Armed Forces/emergency Service Efficiency
- **Who:** Other Defined Groups

Geography

- Scotland
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£77,504	£57,848	-	-
2024-03-31	£42,950	£105,943	-	-
2023-03-31	£153,063	£131,986	-	-
2022-03-31	£56,551	£56,792	-	-
2021-03-31	£85,112	£85,866	-	-

Trustees

Name	Role	Appointed
Major Brian David Welsh	Chair	2021-10-28
Angus Jonathan Barford Miller		2021-11-02
Anthony Alan Rawlins		2021-04-02
John Frederick Hudson		2021-11-02
Lt. Col. David Llewellyn Carter		2020-02-14
Major Murdo Peter Durrant VR		2026-04-30
Marcus Victor Ormiston		2021-10-28
Martin John Felstead		2021-10-28
Stephen David Lovelock LL.B AKC		2021-11-02
Stephen Michael Kempster		2021-10-28
Stuart Macdonald Bachelor		2023-02-16

THE LONDON SCOTTISH REGIMENTAL TRUST

England & Wales - Charity number 1032157

Accounts

Charity registration number 1032157

The London Scottish Regimental Trust

Annual Report and Unaudited Financial Statements

For the year ended 31 March 2025

Gilberts
CHARTERED ACCOUNTANTS

The London Scottish Regimental Trust

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The London Scottish Regimental Trust

Legal and Administrative Information

Trustees

Major B.D. Welsh (Chair)
Mr S.M. Bachelor
Lieutenant Colonel D.L. Carter
Mr M.J. Felstead
Mr J.F. Hudson
Mr S.M. Kempster
Mr S.D. Lovelock
Mr A.J.B. Miller
Mr A. Nathan
Mr M.V. Ormiston
Mr A.A. Rawlins

Charity number

1032157

Principal address

London Scottish House
95 Horseferry Road
London
SW1P 2DX

Independent examiner

Gilberts Chartered Accountants
Pendragon House
65 London Road
St Albans
Hertfordshire
AL1 1LJ

Bankers

Royal Bank of Scotland
Holt's Farnborough Branch
Lawrie House
Victoria Road
Farnborough
GU14 7NR

National Westminster Bank PLC
Westminster Branch
PO Box 3038
57 Victoria Street
London
SW1H 0HN

The London Scottish Regimental Trust

Trustees' Report

For the year ended 31 March 2025

The Trustees present their annual report and financial statements for the year ended 31 March 2025.

Status

The Trust is registered with the Charity Commission for England and Wales, charity number 1032157.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the Trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Trust should undertake.

The objectives of the charity as set out in the governing documents are:

1. In or towards promoting the military efficiency of the Existing Unit or any related New Unit of Units from time to time formed and of Designated Persons in such ways as the Administrative Trustees from time to time see fit.
2. In making grants to any museum or library of the London Scottish.
3. In relieving either generally or individually any person or persons who is or are serving or has served in the Existing Unit or who are Designated Person or Persons or who is or are former members of any of the Former Units or who was or were Designated or Attached Person or persons and the dependants of such person or persons and who are in conditions of need, hardship or distress of such person or persons the Administrative Trustees may pay for such items, services or facilities for such person or persons or any persons who are serving or have served in Her Majesty's Armed Forces.
4. In relieving in like manner any person or persons who has or have at any time been employed by the Charity or employed as an Adult Instructor or instructor of any London Scottish Cadet Unit and who is or are in conditions of need, hardship or distress.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives for the year. The Trustees believe that by assisting with the training and efficiency of the Reserve Army and thereby the defence of the realm they are generating public benefit.

Structure, governance and management

The Charity was formed by the merging of several smaller regimental trusts under a Scheme approved by the Charity Commission Scheme dated 16th July 1973 as varied or affected by an order of the Commissioners dated 9th July 1975 and by an administrative scheme approved by the Charity Commission on the 9th August 1993 as amended under Section 280 of the Charities Act 2011 dated 28th October 2021 which are the governing documents of the Charity.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Major B.D. Welsh (Chair)

Mr S.M. Bachelor

Lieutenant Colonel D.L. Carter

Mr M.J. Felstead

Mr J.F. Hudson

Mr S.M. Kempster

Mr S.D. Lovelock

Mr A.J.B. Miller

Mr A. Nathan

Mr M.V. Ormiston

Mr A.A. Rawlins

Lieutenant Colonel N. Storey

(resigned 7 September 2025)

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2025

The governing documents provide that there shall be 3 ex officio Trustees:

- The Regimental Colonel
- The Chairman of the London Scottish Regimental Association
- The Officer Commanding the serving unit "A" London Scottish Company the London Regiment
-

and up to 11 co-opted Trustees who are required to be:

- a serving member of the Existing Unit who is on the active list
- a serving member of the Territorial Army, or;
- a former member of one of the Former Units or the Existing Unit.

At the date of signing the financial statements the post of Regimental Colonel was vacant and the Office Commanding the serving unit had not been registered as a trustee.

The Trustees have the power to co-opt additional Trustees if a vacancy arises.

Achievements and performance

Historically the Trust managed the affairs of the regiment and was provided with funds for this purpose by other Regimental charities who worked together as a team to ensure the efficient operation for the Regimental structure.

The lease of the premises ran out in March 2018 and the London Scottish Headquarters Trust Trustees were unable to agree terms with the Reserve Forces and Cadets Association to renew the lease. This resulted in the relocation of the serving unit, "A" (London Scottish) Company the London Regiment, to other military accommodation with the consequent loss of income and contribution to the running costs of the premises.

The Headquarters Trustees embarked on an ambitious scheme to convert the premises into a Hub for Scots people in London. The plan would have involved quite extensive alterations to the building and relied heavily on raising substantial sums of capital either by loan or philanthropy. Feasibility studies and plans were commissioned as well as a fundraising initiative and advice from various consultants.

Other regimental funds were used to finance the plan.

At the same time, a trading company London Scottish Volunteer Enterprises Limited (LSVE) was created in the joint ownership of the Trust and The London Scottish Headquarters Trust (LSHQT) to exploit the premises from events and other commercial activities.

The timing was not propitious and it became apparent that fundraising had failed and the trading company did not succeed in raising funds sufficient to cover the overheads of the premises. In fact, the company has suffered significant losses and has since been liquidated.

Future of the Trust

The future of the Trust is in some doubt.

Following the liquidation of London Scottish Volunteer Enterprises Ltd, a new company London SH Ltd was formed to manage the Headquarters' building. The aim of the company is to give financial support to the Trusts from achieved profit.

In cooperation with the Trustees of all the Regimental Trusts, the Trustees are examining all possibilities including the sale or redevelopment of the premises by London Scottish Headquarters Trust and realisation of assets by London Scottish Regimental Trust. The Trustees draw some comfort from the Heritage Assets held by the Trust but not currently shown in the balance sheet. These were valued at £1,063,740 in February 2020.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2025

Financial review

Unrestricted income for the year amounted to £77,505 (2024: £42,950). This consisted partially of grants from other regimental charities.

Unrestricted Income	2024	2024
	£	£
London Scottish Headquarters Trust	-	-
London Scottish 1990 Charity	-	-
London Scottish 1995 Charity	-	-
London Scottish Regiment Ogilby Trust	-	5,448
Other income	77,504	37,502
Total income	77,504	42,950

The results show that there was an overall surplus in the year of £19,794 (2024 a loss of £63,053) including investment gains of £138 (2024: loss of £60).

The deficit on the fund as at 31st March 2025 is £11,277 (2024: a deficit of £31,071).

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



Major B.D. Welsh (Chair)
Trustee

Date: 13th November 2025

The London Scottish Regimental Trust

Statement of Trustees' Responsibilities

For the year ended 31 March 2025

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of the incoming resources and application of resources of the Trust for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



The London Scottish Regimental Trust

Independent Examiner's Report

To the Trustees of The London Scottish Regimental Trust

I report to the Trustees on my examination of the financial statements of The London Scottish Regimental Trust (the Trust) for the year ended 31 March 2025.

Responsibilities and basis of report

As the Trustees of the Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I draw attention to the wording contained in the Trustees' Report and the going concern accounting policy at Note 2.2 which explain that a material uncertainty exists that may cast doubt on the Trust's ability to continue as a going concern.

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Gilberts Chartered Accountants

Pendragon House
65 London Road
St Albans
Hertfordshire
AL1 1LJ

Dated:

The London Scottish Regimental Trust

Statement of Financial Activities Including Income and Expenditure Account

For the year ended 31 March 2025

		Unrestricted funds 2025 £	Unrestricted funds 2024 £
	Notes		
Income from:			
Donations and legacies	3	16,366	16,092
Charitable activities	4	60,784	26,563
Investments	5	354	295
Total income		77,504	42,950
Expenditure on:			
Charitable activities	6	57,848	105,943
Net gains on investments	11	138	(60)
Net movement in funds		19,794	(63,053)
Fund balances at 1 April 2024		(31,071)	31,982
Fund balances at 31 March 2025		(11,277)	(31,071)

The statement of financial activities includes all gains and losses recognised in the year.

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

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

The London Scottish Regimental Trust

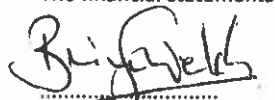
Balance Sheet

As at 31 March 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	12		1		1
Investments	13		3,357		3,219
			<u>3,358</u>		<u>3,220</u>
Current assets					
Stocks	14	6,000		6,000	
Debtors	15	30		60	
Cash at bank and in hand		30,009		10,323	
		<u>36,039</u>		<u>16,383</u>	
Creditors: amounts falling due within one year	16	<u>(50,674)</u>		<u>(50,674)</u>	
Net current liabilities			<u>(14,635)</u>		<u>(34,291)</u>
Total assets less current liabilities			<u>(11,277)</u>		<u>(31,071)</u>
Income funds					
Unrestricted funds			<u>(11,277)</u>		<u>(31,071)</u>
			<u>(11,277)</u>		<u>(31,071)</u>

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

The financial statements were approved by the Trustees on 13th November 2025



Major B.D. Welsh (Chair)
Trustee

The London Scottish Regimental Trust

Balance Sheet (Continued)

As at 31 March 2025

1 Critical accounting estimates and judgements

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

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

2 Accounting policies

Charity information

The London Scottish Regimental Trust is an unincorporated charitable trust registered with the Charity Commission in England and Wales, number 1032157. Its principal office is London Scottish House, 95 Horseferry Road, London, SW19 2DX.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Trust's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

The Trust has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

2.2 Going concern

The Trustees have assessed whether there are material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment in respect of a period of at least one year from the date of the approval of the Accounts.

As a result of the ending of income from the lease of the property and the failure of the trading company to generate significant income, the income of the Trust has substantially reduced. However, as described in the Trustees' Report, the trustees are continuing to explore ways of generating sufficient funds to enable it to continue in operation. The accounts are accordingly prepared on a Going Concern basis. However, because of the financial situation of the Charity, the Trustees consider that there is a material uncertainty regarding going concern.

2.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Trust.

The London Scottish Regimental Trust

Notes to the Financial Statements

For the year ended 31 March 2025

2 Accounting policies

(Continued)

2.4 Income

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

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

Legacies are recognised on receipt or otherwise if the Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

2.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	Not depreciated
Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

2.8 Impairment of fixed assets

At each reporting end date, the Trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2025

2 Accounting policies

(Continued)

2.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

2.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.11 Financial instruments

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

Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2025

2 Accounting policies

(Continued)

2.12 Employee benefits

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

Termination benefits are recognised immediately as an expense when the Trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2025	2024
	£	£
Donations and gifts	16,366	16,092
	<u><u>16,366</u></u>	<u><u>16,092</u></u>

4 Charitable activities

	Sundry income	Sundry income
	2025	2024
	£	£
Sale of assets not held on balance sheet	28,042	-
Other income	32,742	26,563
	<u><u>60,784</u></u>	<u><u>26,563</u></u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2025	2024
	£	£
Income from listed investments	200	190
Interest receivable	154	105
	<u><u>354</u></u>	<u><u>295</u></u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2025

6 Expenditure on charitable activities

	Charitable Activities 2025 £	Grant Making 2024 £	Charitable Activities 2024 £	Total 2024 £
Direct costs				
Activities undertaken directly	18,768	-	44,906	44,906
Support costs	39,080	-	31,037	31,037
	<u>57,848</u>	<u>-</u>	<u>75,943</u>	<u>75,943</u>
Grant funding of activities (see note 7)	-	30,000	-	30,000
	<u>57,848</u>	<u>30,000</u>	<u>75,943</u>	<u>105,943</u>
Analysis by fund				
Unrestricted funds	<u>57,848</u>	<u>30,000</u>	<u>75,943</u>	<u>105,943</u>

7 Grants payable

	Grant Making 2024 £
Grants to institutions:	
London Scottish Headquarters Trust	30,000
	<u>30,000</u>

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

9 Employees

The average monthly number of employees during the year was:

2025 Number	2024 Number
-	1
<u>-</u>	<u>1</u>

There were no employees whose annual remuneration was more than £60,000.

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2025

11 Net gains on investments

	Unrestricted funds	Unrestricted funds
	2025	2024
	£	£
Revaluation of investments	<u>138</u>	<u>(60)</u>

12 Tangible fixed assets

	Freehold property	Fixtures and fittings	Computers	Total
	£	£	£	£
Cost				
At 1 April 2024	<u>1</u>	<u>16,932</u>	<u>5,527</u>	<u>22,460</u>
At 31 March 2025	<u>1</u>	<u>16,932</u>	<u>5,527</u>	<u>22,460</u>
Depreciation and impairment				
At 1 April 2024	<u>-</u>	<u>16,932</u>	<u>5,527</u>	<u>22,459</u>
At 31 March 2025	<u>-</u>	<u>16,932</u>	<u>5,527</u>	<u>22,459</u>
Carrying amount				
At 31 March 2025	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>
At 31 March 2024	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>

13 Fixed asset investments

	Listed investments	Unlisted investments	Total
	£	£	£
Cost or valuation			
At 1 April 2024	<u>3,218</u>	<u>1</u>	<u>3,219</u>
Valuation changes	<u>138</u>	<u>-</u>	<u>138</u>
At 31 March 2025	<u>3,356</u>	<u>1</u>	<u>3,357</u>
Carrying amount			
At 31 March 2025	<u>3,356</u>	<u>1</u>	<u>3,357</u>
At 31 March 2024	<u>3,218</u>	<u>1</u>	<u>3,219</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2025

14	Stocks		
		2025	2024
		£	£
	Finished goods and goods for resale	<u>6,000</u>	<u>6,000</u>
15	Debtors		
		2025	2024
		£	£
	Amounts falling due within one year:		
	Amounts owed by related regimental trusts and organisations	30	30
	Other debtors	-	30
		<u>30</u>	<u>60</u>
16	Creditors: amounts falling due within one year		
		2025	2024
		£	£
	Loans from related regimental trusts	10,000	10,000
	Trade creditors	2,509	2,509
	Amounts owed to related regimental trusts	31,154	31,154
	Other creditors	1,310	1,310
	Accruals and deferred income	5,701	5,701
		<u>50,674</u>	<u>50,674</u>

17 Related party transactions

The charity owed £31,154 to the London Scottish Headquarters Trust at the balance sheet date (2024: £31,154).

The Charity received a grant of £5,448 from The London Scottish Regiment Ogilby Trust during the previous year.

The Charity was owed £273,329 by London Scottish Volunteer Enterprises Ltd., a company it owned jointly with London Scottish Headquarters Trust. A full provision had been made against this balance since the Company was liquidated during the year.

The Charity received a loan of £10,000 from The London Scottish 1990 Fund, a related trust, during 2021. This remains outstanding the the current year end.

THE LONDON SCOTTISH REGIMENTAL TRUST

England & Wales - Charity number 1032157

Accounts

Charity registration number 1032157

The London Scottish Regimental Trust

Annual Report and Unaudited Financial Statements

For the year ended 31 March 2024

Gilberts
CHARTERED ACCOUNTANTS

The London Scottish Regimental Trust

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The London Scottish Regimental Trust

Legal and Administrative Information

Trustees	Major B.D. Welsh (Chair) Mr S.M. Bachelor Lieutenant Colonel D.L. Carter Mr M.J. Felstead Mr J.F. Hudson Mr S.M. Kempster Mr S.D. Lovelock Mr A.J.B. Miller Mr A. Nathan (Appointed 13 April 2023) Mr M.V. Ormiston Mr A.A. Rawlins Lieutenant Colonel N. Storey
Charity number	1032157
Principal address	London Scottish House 95 Horseferry Road London SW1P 2DX
Independent examiner	Gilberts Chartered Accountants Pendragon House 65 London Road St Albans Hertfordshire AL1 1UJ
Bankers	Royal Bank of Scotland Holt's Farnborough Branch Lawrie House Victoria Road Farnborough GU14 7NR National Westminster Bank PLC Westminster Branch PO Box 3038 57 Victoria Street London SW1H 0HN

The London Scottish Regimental Trust

Trustees' Report

For the year ended 31 March 2024

The Trustees present their annual report and financial statements for the year ended 31 March 2024.

Status

The Trust is registered with the Charity Commission for England and Wales, charity number 1032157.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the Trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Trust should undertake.

The objectives of the charity as set out in the governing documents are:

1. In or towards promoting the military efficiency of the Existing Unit or any related New Unit of Units from time to time formed and of Designated Persons in such ways as the Administrative Trustees from time to time see fit.
2. In making grants to any museum or library of the London Scottish.
3. In relieving either generally or individually any person or person who is or are serving or has served in the Existing Unit or who are Designated Person or Persons or who is or are former members of any of the Former Units or who was or were Designated or Attached Person or persons and the dependants of such person or person and who are in conditions of need, hardship or distress of such person or persons the Administrative Trustees may pay for such items, services or facilities for such person or persons or any persons who are serving or have served in Her Majesty's Armed Forces.
4. In relieving in like manner any person or persons who has at any time been employed by the Charity or employed as an Adult Instructor or instructor of any London Scottish Cadet Unit and who is or are in conditions of need, hardship or distress.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives for the year. The Trustees believe that by assisting with the training and efficiency of the Reserve Army and thereby the defence of the realm they are generating public benefit.

Structure, governance and management

The Charity was formed by the merging of several smaller regimental trusts under a Scheme approved by the Charity Commission Scheme dated 16th July 1973 as varied or affected by an order of the Commissioners dated 9th July 1975 and by an administrative scheme approved by the Charity Commission on the 9th August 1993 as amended under Section 280 of the Charities Act 2011 dated 28th October 2021 which are the governing documents of the Charity.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Major B.D. Welsh (Chair)

Mr S.M. Bachelor

Lieutenant Colonel D.L. Carter

Major M.P. Durrant VR

(Resigned 13 April 2023)

Mr M.J. Felstead

Mr J.F. Hudson

Mr S.M. Kempster

Mr S.D. Lovelock

Mr A.J.B. Miller

Air Vice Marshal R.T.I. Munro CBE TD VR DL

(Tenure expired 30 April 2023)

Mr A. Nathan

(Appointed 13 April 2023)

Mr M.V. Ormiston

Mr A.A. Rawlins

Lieutenant Colonel N. Storey

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2024

The governing documents provide that there shall be 3 ex officio Trustees:

- The Regimental Colonel
- The Chairman of the London Scottish Regimental Association
- The Officer Commanding the serving unit "A" London Scottish Company the London Regiment
-

and up to 11 co-opted Trustees who are required to be:

- a serving member of the Existing Unit who is on the active list
- a serving member of the Territorial Army, or;
- a former member of one of the Former Units or the Existing Unit.

At the date of signing the financial statements the post of Regimental Colonel was vacant and the Office Commanding the serving unit had not been registered as a trustee.

The Trustees have the power to co-opt additional Trustees if a vacancy arises.

Achievements and performance

Historically the Trust managed the affairs of the regiment and was provided with funds for this purpose by other Regimental charities who worked together as a team to ensure the efficient operation for the Regimental structure.

The lease of the premises ran out in March 2018 and the London Scottish Headquarters Trust Trustees were unable to agree terms with the Reserve Forces and Cadets Association to renew the lease. This resulted in the relocation of the serving unit, "A" (London Scottish) Company the London Regiment, to other military accommodation with the consequent loss of income and contribution to the running costs of the premises.

The Headquarters Trustees embarked on an ambitious scheme to convert the premises into a Hub for Scots people in London. The plan would have involved quite extensive alterations to the building and relied heavily on raising substantial sums of capital either by loan or philanthropy. Feasibility studies and plans were commissioned as well as a fundraising initiative and advice from various consultants.

Other regimental funds were used to finance the plan.

At the same time, a trading company London Scottish Volunteer Enterprises Limited (LSVE) was created in the joint ownership of the Trust and The London Scottish Headquarters Trust (LSHQT) to exploit the premises from events and other commercial activities.

The timing was not propitious and it became apparent that fundraising had failed and the trading company did not succeed in raising funds sufficient to cover the overheads of the premises. In fact, the company has suffered significant losses and has since been liquidated.

Future of the Trust

The future of the Trust is in some doubt.

Following the liquidation of London Scottish Volunteer Enterprises Ltd, a new company London SH Ltd has been formed to manage the Headquarters' building. The aim of the company is to give financial support to the Trusts from achieved profit.

In cooperation with the Trustees of all the Regimental Trusts, the Trustees are examining all possibilities including the sale or redevelopment of the premises by London Scottish Headquarters Trust and realisation of assets by London Scottish Regimental Trust. The Trustees draw some comfort from the Heritage Assets held by the Trust but not currently shown in the balance sheet. These were valued at £1,063,740 in February 2020.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2024

Financial review

Unrestricted income for the year amounted to £42,950 (2023: £153,063). This consisted partially of grants from other regimental charities.

Unrestricted Income	2024	2023
	£	£
London Scottish Headquarters Trust	-	12,500
London Scottish 1990 Charity	-	-
London Scottish 1995 Charity	-	-
London Scottish Regiment Ogilby Trust	5,448	2,000
Other income	37,502	120,563
Total income	42,950	153,063

The results show that there was an overall loss in the year of £63,053 (2023 a surplus of £20,864) and investment losses of £60 (2023: £213).

The deficit on the fund as at 31st March 2024 is £31,071 (2023: a surplus of £31,982).

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



Major B.D. Welsh (Chair)
Trustee

10 October 2024

The London Scottish Regimental Trust

Statement of Trustees' Responsibilities

For the year ended 31 March 2024

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of the incoming resources and application of resources of the Trust for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The London Scottish Regimental Trust
Independent Examiner's Report
To the Trustees of The London Scottish Regimental Trust

I report to the Trustees on my examination of the financial statements of The London Scottish Regimental Trust (the Trust) for the year ended 31 March 2024.

Responsibilities and basis of report

As the Trustees of the Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I draw attention to the wording contained in the Trustees' Report and the going concern accounting policy at Note 2.2 which explain that a material uncertainty exists that may cast doubt on the Trust's ability to continue as a going concern.

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Gilberts Chartered Accountants

Pendragon House
65 London Road
St Albans
Hertfordshire
AL1 1LJ

Dated: 10 October 2024

The London Scottish Regimental Trust

Statement of Financial Activities Including Income and Expenditure Account

For the year ended 31 March 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from:			
Donations and legacies	3	16,092	36,806
Charitable activities	4	26,563	115,841
Investments	5	295	416
Total income		42,950	153,063
Expenditure on:			
Charitable activities	6	105,943	131,986
Net gains on investments	11	(60)	(213)
Net movement in funds		(63,053)	20,864
Fund balances at 1 April 2023		31,982	11,118
Fund balances at 31 March 2024		(31,071)	31,982

The statement of financial activities includes all gains and losses recognised in the year.

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 8 to 15 form part of these financial statements.

The London Scottish Regimental Trust

Balance Sheet

As at 31 March 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	12		1		1
Investments	13		3,219		3,279
			<u>3,220</u>		<u>3,280</u>
Current assets					
Stocks	14	6,000		12,000	
Debtors	15	60		30	
Cash at bank and in hand		10,323		59,825	
		<u>16,383</u>		<u>71,855</u>	
Creditors: amounts falling due within one year	16	<u>(50,674)</u>		<u>(43,153)</u>	
Net current (liabilities)/assets			<u>(34,291)</u>		<u>28,702</u>
Total assets less current liabilities			<u>(31,071)</u>		<u>31,982</u>
Income funds					
Unrestricted funds			<u>(31,071)</u>		<u>31,982</u>
			<u>(31,071)</u>		<u>31,982</u>

The notes on pages 8 to 15 form part of these financial statements.

The financial statements were approved by the Trustees on 10 October 2024



Major B.D. Welsh (Chair)
Trustee

The London Scottish Regimental Trust

Balance Sheet (Continued)

As at 31 March 2024

1 Critical accounting estimates and judgements

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

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

2 Accounting policies

Charity information

The London Scottish Regimental Trust is an unincorporated charitable trust registered with the Charity Commission in England and Wales, number 1032157. Its principal office is London Scottish House, 95 Horseferry Road, London, SW19 2DX.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Trust's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

The Trust has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

2.2 Going concern

The Trustees have assessed whether there are material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment in respect of a period of at least one year from the date of the approval of the Accounts.

As a result of the ending of income from the lease of the property and the failure of the trading company to generate significant income, the income of the Trust has substantially reduced. However, as described in the Trustees' Report, the trustees are continuing to explore ways of generating sufficient funds to enable it to continue in operation. The accounts are accordingly prepared on a Going Concern basis. However, because of the financial situation of the Charity, the Trustees consider that there is a material uncertainty regarding going concern.

2.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Trust.

The London Scottish Regimental Trust

Notes to the Financial Statements

For the year ended 31 March 2024

2 Accounting policies

(Continued)

2.4 Income

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

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

Legacies are recognised on receipt or otherwise if the Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

2.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	Not depreciated
Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

2.8 Impairment of fixed assets

At each reporting end date, the Trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2024

2 Accounting policies

(Continued)

2.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

2.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.11 Financial instruments

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

Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2024

2 Accounting policies **(Continued)**

2.12 Employee benefits

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

Termination benefits are recognised immediately as an expense when the Trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Donations and gifts	16,092	34,806
Grants received	-	2,000
	<u>16,092</u>	<u>36,806</u>

4 Charitable activities

	Sundry income	Sundry income
	2024	2023
	£	£
Sale of assets not held on balance sheet	-	95,450
Other income	26,563	20,391
	<u>26,563</u>	<u>115,841</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Income from listed investments	190	185
Interest receivable	105	231
	<u>295</u>	<u>416</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2024

6 Expenditure on charitable activities

	Grant Making	Charitable	Total	Grant Making	Charitable	Total
	2024	Activities	2024	2023	Activities	2023
	£	2024	£	£	2023	£
		£			£	
Direct costs						
Activities undertaken directly	-	44,906	44,906	-	33,319	33,319
Support costs	-	31,037	31,037	-	46,167	46,167
	-	75,943	75,943	-	79,486	79,486
Grant funding of activities (see note 7)	30,000	-	30,000	52,500	-	52,500
	30,000	75,943	105,943	52,500	79,486	131,986
Analysis by fund						
Unrestricted funds	30,000	75,943	105,943	52,500	79,486	131,986

7 Grants payable

	Grant Making	Grant Making
	2024	2024
	£	£
Grants to institutions:		
London Scottish Headquarters Trust	30,000	52,500

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

9 Employees

The average monthly number of employees during the year was:

2024	2023
Number	Number
1	1

There were no employees whose annual remuneration was more than £60,000.

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2024

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

11 Net gains on investments

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Revaluation of investments	<u>(60)</u>	<u>(213)</u>

12 Tangible fixed assets

	Freehold property	Fixtures and fittings	Computers	Total
	£	£	£	£
Cost				
At 1 April 2023	<u>1</u>	<u>16,932</u>	<u>5,527</u>	<u>22,460</u>
At 31 March 2024	<u>1</u>	<u>16,932</u>	<u>5,527</u>	<u>22,460</u>
Depreciation and impairment				
At 1 April 2023	<u>-</u>	<u>16,932</u>	<u>5,527</u>	<u>22,459</u>
At 31 March 2024	<u>-</u>	<u>16,932</u>	<u>5,527</u>	<u>22,459</u>
Carrying amount				
At 31 March 2024	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>
At 31 March 2023	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2024

13 Fixed asset investments

	Listed investments	Unlisted investments	Total
	£	£	£
Cost or valuation			
At 1 April 2023	3,278	1	3,279
Valuation changes	(60)	-	(60)
At 31 March 2024	<u>3,218</u>	<u>1</u>	<u>3,219</u>
Carrying amount			
At 31 March 2024	<u>3,218</u>	<u>1</u>	<u>3,219</u>
At 31 March 2023	<u>3,278</u>	<u>1</u>	<u>3,279</u>

14 Stocks

	2024	2023
	£	£
Finished goods and goods for resale	<u>6,000</u>	<u>12,000</u>

15 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Amounts owed by related regimental trusts and organisations	30	30
Other debtors	30	-
	<u>60</u>	<u>30</u>

16 Creditors: amounts falling due within one year

	2024	2023
	£	£
Loans from related regimental trusts	10,000	10,000
Trade creditors	2,509	2,509
Amounts owed to related regimental trusts	31,154	13,594
Other creditors	1,310	2,500
Accruals and deferred income	5,701	14,550
	<u>50,674</u>	<u>43,153</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2024

17 Related party transactions

The Charity received grants for £nil (2023: £12,500) from The London Scottish Headquarters Trust, a Charity with common trustees, during the year. The charity owed £31,154 to the London Scottish Headquarters Trust at the balance sheet date (2023: £13,594).

The Charity received a grant of £5,448 (2023: £2,000) from The London Scottish Regiment Ogilby Trust during the year.

The Charity was owed £273,329 by London Scottish Volunteer Enterprises Ltd., a company it owned jointly with London Scottish Headquarters Trust. A full provision had been made against this balance since the Company was liquidated during the year.

The Charity received a loan of £10,000 from The London Scottish 1990 Fund, a related trust, during 2021. This remains outstanding the the current year end.

THE LONDON SCOTTISH REGIMENTAL TRUST

England & Wales - Charity number 1032157

Accounts

The London Scottish Regimental Trust

Annual Report and Unaudited Financial Statements

For the year ended 31 March 2023

The London Scottish Regimental Trust

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The London Scottish Regimental Trust

Legal and Administrative Information

Trustees

Major B.D. Welsh (Chair)
Mr S.M. Bachelor (Appointed 16 February 2023)
Lieutenant Colonel D.L. Carter
Mr M.J. Felstead
Mr J.F. Hudson
Mr S.M. Kempster
Mr S.D. Lovelock
Mr A.J.B. Miller
Mr A. Nathan (Appointed 13 April 2023)
Mr M.V. Ormiston
Mr A.A. Rawlins
Lieutenant Colonel N. Storey

Charity number

1032157

Principal address

London Scottish House
95 Horseferry Road
London
SW1P 2DX

Independent examiner

Gilberts Chartered Accountants
Pendragon House
65 London Road
St Albans
Hertfordshire
AL1 1LJ

Bankers

Royal Bank of Scotland
Holt's Farnborough Branch
Lawrie House
Victoria Road
Farnborough
GU14 7NR

National Westminster Bank PLC
Westminster Branch
PO Box 3038
57 Victoria Street
London
SW1H 0HN

The London Scottish Regimental Trust

Trustees' Report

For the year ended 31 March 2023

The Trustees present their annual report and financial statements for the year ended 31 March 2023.

Status

The Trust is registered with the Charity Commission for England and Wales, charity number 1032157.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the Trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Trust should undertake.

The objectives of the charity as set out in the governing documents are:

1. In or towards promoting the military efficiency of the Existing Unit or any related New Unit of Units from time to time formed and of Designated Persons in such ways as the Administrative Trustees from time to time see fit.
2. In making grants to any museum or library of the London Scottish.
3. In relieving either generally or individually any person or person who is or are serving or has served in the Existing Unit or who are Designated Person or Persons or who is or are former members of any of the Former Units or who was or were Designated or Attached Person or persons and the dependants of such person or person and who are in conditions of need, hardship or distress of such person or persons the Administrative Trustees may pay for such items, services or facilities for such person or persons or any persons who are serving or have served in Her Majesty's Armed Forces.
4. In relieving in like manner any person or persons who has at any time been employed by the Charity or employed as an Adult Instructor or instructor of any London Scottish Cadet Unit and who is or are in conditions of need, hardship or distress.

In furtherance of the objects but not otherwise the Trustees may exercise inter alia the following powers:

- To maintain a Regimental Museum and Library;
- To maintain existing and future Regimental Memorials;
- To sponsor and organise reunions for members of the Regiment; and
- To publish and print magazines, journals and books.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives for the year. The Trustees believe that by assisting with the training and efficiency of the Reserve Army and thereby the defence of the realm they are generating public benefit.

Structure, governance and management

The Charity was formed by the merging of several smaller regimental trusts under a Scheme approved by the Charity Commission Scheme dated 16th July 1973 as varied or affected by an order of the Commissioners dated 9th July 1975 and by an administrative scheme approved by the Charity Commission on the 9th August 1993 as amended under Section 280 of the Charities Act 2011 dated 28th October 2021 which are the governing documents of the Charity.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2023

The Trustees who served during the year and up to the date of signature of the financial statements were:

Major B.D. Welsh (Chair)	
Mr S.M. Bachelor	(Appointed 16 February 2023)
Lieutenant Colonel D.L. Carter	
Major M.P. Durrant VR	(Resigned 13 April 2023)
Mr M.J. Felstead	
Mr J.F. Hudson	
Mr S.M. Kempster	
Mr S.D. Lovelock	
Mr A.J.B. Miller	
Air Vice Marshal R.T.I. Munro CBE TD VR DL	(Tenure expired 30 April 2023)
Mr A. Nathan	(Appointed 13 April 2023)
Mr M.V. Ormiston	
Mr A.A. Rawlins	
Lieutenant Colonel N. Storey	
Lieutenant Colonel G.M.H. Strickland	(Resigned 15 December 2022)

The governing documents provide that there shall be 3 ex officio Trustees:

- The Regimental Colonel
- The Chairman of the London Scottish Regimental Association
- The Officer Commanding the serving unit "A" London Scottish Company the London Regiment
-

and up to 11 co-opted Trustees who are required to be:

- a serving member of the Existing Unit who is on the active list
- a serving member of the Territorial Army, or;
- a former member of one of the Former Units or the Existing Unit.

At the date of signing the financial statements the post of Regimental Colonel was vacant and the Office Commanding the serving unit had not been registered as a trustee.

The Trustees have the power to co-opt additional Trustees if a vacancy arises.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2023

Achievements and performance

Historically the Trust managed the affairs of the regiment and was provided with funds for this purpose by other Regimental charities who worked together as a team to ensure the efficient operation for the Regimental structure.

The lease of the premises ran out in March 2018 and the London Scottish Headquarters Trust Trustees were unable to agree terms with the Reserve Forces and Cadets Association to renew the lease. This resulted in the relocation of the serving unit, "A" (London Scottish) Company the London Regiment, to other military accommodation with the consequent loss of income and contribution to the running costs of the premises.

The Headquarters Trustees embarked on an ambitious scheme to convert the premises into a Hub for Scots people in London. The plan would have involved quite extensive alterations to the building and relied heavily on raising substantial sums of capital either by loan or philanthropy. Feasibility studies and plans were commissioned as well as a fundraising initiative and advice from various consultants.

Other regimental funds were used to finance the plan.

At the same time, a trading company London Scottish Volunteer Enterprises Limited (LSVE) was created in the joint ownership of the Trust and The London Scottish Headquarters Trust (LSHQT) to exploit the premises from events and other commercial activities.

The timing was not propitious and it became apparent that fundraising had failed and the trading company did not succeed in raising funds sufficient to cover the overheads of the premises. In fact, the company has suffered significant losses and has since been liquidated.

Future of the Trust

The future of the Trust is in some doubt.

Following the liquidation of London Scottish Volunteer Enterprises Ltd, a new company London SH Ltd has been formed to manage the Headquarters' building. The company is jointly owned by London Scottish Headquarters Trust and London Scottish Regimental Trust.

In cooperation with the Trustees of all the Regimental Trusts, the Trustees are examining all possibilities including the sale or redevelopment of the premises by London Scottish Headquarters Trust and realisation of assets by London Scottish Regimental Trust. The Trustees draw some comfort from the Heritage Assets held by the Trust but not currently shown in the balance sheet. These were valued at £1,063,740 in February 2020.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2023

Financial review

Unrestricted income for the year amounted to £153,063 (2022 £56,651). This consisted partially of grants from other regimental charities.

Unrestricted Income	2023	2022
	£	£
London Scottish Headquarters Trust	12,500	36,305
London Scottish 1990 Charity	-	-
London Scottish 1995 Charity	-	-
London Scottish Regiment Ogilby Trust	2,000	-
Other income	120,563	17,986
Total income	153,063	56,651

The results show that there was an overall surplus in the year of £20,864 (2022 £96) and investment losses of £213 (2022 gains of £237).

The balance on the fund as at 31st March 2023 is £31,982 (2022 £11,118).

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

Trustee

15 December 2023

The London Scottish Regimental Trust

Statement of Trustees' Responsibilities

For the year ended 31 March 2023

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of the incoming resources and application of resources of the Trust for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



The London Scottish Regimental Trust

Independent Examiner's Report

To the Trustees of The London Scottish Regimental Trust

I report to the Trustees on my examination of the financial statements of The London Scottish Regimental Trust (the Trust) for the year ended 31 March 2023.

Responsibilities and basis of report

As the Trustees of the Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I draw attention to the wording contained in the Trustees' Report and the going concern accounting policy at Note 2.2 which explain that a material uncertainty exists that may cast doubt on the Trust's ability to continue as a going concern.

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Gilberts Chartered Accountants

Pendragon House
65 London Road
St Albans
Hertfordshire
AL1 1LJ

Dated: 15 December 2023

The London Scottish Regimental Trust

Statement of Financial Activities Including Income and Expenditure Account

For the year ended 31 March 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
<u>Income and endowments from:</u>			
Donations and legacies	3	36,806	38,665
Charitable activities	4	115,841	17,570
Investments	5	416	166
Other income	6	-	250
		<hr/>	<hr/>
Total income		153,063	56,651
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	7	131,986	56,792
		<hr/>	<hr/>
Net gains on investments	12	(213)	237
		<hr/>	<hr/>
Net movement in funds		20,864	96
		<hr/>	<hr/>
Fund balances at 1 April 2022		11,118	11,022
		<hr/>	<hr/>
Fund balances at 31 March 2023		31,982	11,118
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year.

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 9 to 16 form part of these financial statements.

The London Scottish Regimental Trust

Balance Sheet

As at 31 March 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	13		1		1
Investments	14		3,279		3,492
			<u>3,280</u>		<u>3,493</u>
Current assets					
Stocks	15	12,000		20,000	
Debtors	16	30		6,603	
Cash at bank and in hand		59,825		38,025	
		<u>71,855</u>		<u>64,628</u>	
Creditors: amounts falling due within one year	17	(43,153)		(57,003)	
Net current assets			<u>28,702</u>		<u>7,625</u>
Total assets less current liabilities			<u><u>31,982</u></u>		<u><u>11,118</u></u>
Income funds					
Unrestricted funds			<u>31,982</u>		<u>11,118</u>
			<u><u>31,982</u></u>		<u><u>11,118</u></u>

The notes on pages 9 to 16 form part of these financial statements.

The financial statements were approved by the Trustees on 15 December 2023

Trustee

The London Scottish Regimental Trust

Balance Sheet (Continued)

As at 31 March 2023

1 Critical accounting estimates and judgements

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

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

2 Accounting policies

Charity information

The London Scottish Regimental Trust is an unincorporated charitable trust registered with the Charity Commission in England and Wales, number 1032157. Its principal office is London Scottish House, 95 Horseferry Road, London, SW19 2DX.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Trust's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

The Trust has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

2.2 Going concern

The Trustees have assessed whether there are material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment in respect of a period of at least one year from the date of the approval of the Accounts.

As a result of the ending of income from the lease of the property and the failure of the trading company to generate significant income, the income of the Trust has substantially reduced. However, as described in the Trustees' Report, the trustees are continuing to explore ways of generating sufficient funds to enable it to continue in operation. The accounts are accordingly prepared on a Going Concern basis. However, because of the financial situation of the Charity, the Trustees consider that there is a material uncertainty regarding going concern.

2.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Trust.

The London Scottish Regimental Trust

Notes to the Financial Statements

For the year ended 31 March 2023

2 Accounting policies

(Continued)

2.4 Income

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

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

Legacies are recognised on receipt or otherwise if the Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

2.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	Not depreciated
Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

2.8 Impairment of fixed assets

At each reporting end date, the Trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

The London Scottish Regimental Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2023

2 Accounting policies

(Continued)

2.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

2.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.11 Financial instruments

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

Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2023

2 Accounting policies **(Continued)**

2.12 Employee benefits

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

Termination benefits are recognised immediately as an expense when the Trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	34,806	502
Grants received	2,000	38,163
	36,806	38,665

4 Charitable activities

	Sundry income	Sundry income
	2023	2022
	£	£
Sale of assets not held on balance sheet	95,450	-
Other income	20,391	17,570
	115,841	17,570

5 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Income from listed investments	185	166
Interest receivable	231	-
	416	166

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2023

6 Other income

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Net gain on disposal of tangible fixed assets	-	250

7 Expenditure on charitable activities

	Grant Making 2023 £	Charitable Activities 2023 £	Total 2023 £	Charitable Activities 2022 £
Direct costs				
Activities undertaken directly	-	33,319	33,319	17,348
Support costs	-	46,167	46,167	39,444
	-	79,486	79,486	56,792
Grant funding of activities (see note 8)	52,500	-	52,500	-
	52,500	79,486	131,986	56,792
Analysis by fund				
Unrestricted funds	52,500	79,486	131,986	56,792

8 Grants payable

	Grant Making 2023 £
Grants to institutions:	
London Scottish Headquarters Trust	52,500

9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2023

10 Employees

The average monthly number of employees during the year was:

2023	2022
Number	Number
1	1
<u>1</u>	<u>1</u>

There were no employees whose annual remuneration was more than £60,000.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

12 Net gains on investments

	Unrestricted	Unrestricted
	funds	funds
	2023	2022
	£	£
Revaluation of investments	(213)	237
	<u>(213)</u>	<u>237</u>

13 Tangible fixed assets

	Freehold	Fixtures and	Computers	Total
	property	fittings		
	£	£	£	£
Cost				
At 1 April 2022	1	16,932	5,527	22,460
	<u>1</u>	<u>16,932</u>	<u>5,527</u>	<u>22,460</u>
At 31 March 2023	1	16,932	5,527	22,460
	<u>1</u>	<u>16,932</u>	<u>5,527</u>	<u>22,460</u>
Depreciation and impairment				
At 1 April 2022	-	16,932	5,527	22,459
	<u>-</u>	<u>16,932</u>	<u>5,527</u>	<u>22,459</u>
At 31 March 2023	-	16,932	5,527	22,459
	<u>-</u>	<u>16,932</u>	<u>5,527</u>	<u>22,459</u>
Carrying amount				
At 31 March 2023	1	-	-	1
	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>
At 31 March 2022	1	-	-	1
	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2023

14 Fixed asset investments

	Listed investments £	Unlisted investments £	Total £
Cost or valuation			
At 1 April 2022	3,491	1	3,492
Valuation changes	(213)	-	(213)
	<u>3,278</u>	<u>1</u>	<u>3,279</u>
At 31 March 2023	3,278	1	3,279
	<u>3,278</u>	<u>1</u>	<u>3,279</u>
Carrying amount			
At 31 March 2023	3,278	1	3,279
	<u>3,491</u>	<u>1</u>	<u>3,492</u>
At 31 March 2022	3,491	1	3,492
	<u>3,491</u>	<u>1</u>	<u>3,492</u>

15 Stocks

	2023 £	2022 £
Finished goods and goods for resale	12,000	20,000
	<u>12,000</u>	<u>20,000</u>

16 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	-	865
Amounts owed by related regimental trusts and organisations	30	5,738
	<u>30</u>	<u>6,603</u>
	<u>30</u>	<u>6,603</u>

17 Creditors: amounts falling due within one year

	2023 £	2022 £
Loans from related regimental trusts	10,000	10,000
Trade creditors	2,509	2,447
Amounts owed to related regimental trusts	13,594	16,612
Other creditors	2,500	17,000
Accruals and deferred income	14,550	10,944
	<u>43,153</u>	<u>57,003</u>
	<u>43,153</u>	<u>57,003</u>

The London Scottish Regimental Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2023

18 Related party transactions

The Charity received grants for £12,500 (2022: £36,305) from The London Scottish Headquarters Trust, a Charity with common trustees, during the year. The charity owed £13,594 to the London Scottish Headquarters Trust at the balance sheet date (2022: it was owed £5,978 by the London Scottish Headquarters Trust).

The Charity received a grant of £2,000 (2022: £nil) from The London Scottish Regiment Ogilby Trust during the year.

The Charity incurred management fees in respect of staff salaries of £nil (2022: £16,611) to London Scottish Volunteer Enterprises Limited, a company which it owned jointly with London Scottish Headquarters Trust. The Charity was owed £273,329 by this company at the prior year end and a full provision had been made against this balance. The Company was liquidated during the year and consequently this balance, together with the provision, has been written off.

The Charity received a loan of £10,000 from The London Scottish 1990 Fund, a related trust, during 2021. This remains outstanding the the current year end.

THE LONDON SCOTTISH REGIMENTAL TRUST

England & Wales - Charity number 1032157

Accounts

The London Scottish Regimental Trust

Annual Report and Unaudited Financial Statements

For the year ended 31 March 2022

The London Scottish Regimental Trust

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The London Scottish Regimental Trust

Legal and Administrative Information

Trustees	Major B.D. Welsh (Chair)	(Appointed 28 October 2021)
	Mr S.M. Bachelor	(Appointed 16 February 2023)
	Lieutenant Colonel D.L. Carter	
	Mr M.J. Felstead	(Appointed 28 October 2021)
	Mr J.F. Hudson	(Appointed 2 November 2021)
	Mr S.M. Kempster	(Appointed 28 October 2021)
	Mr S.D. Lovelock	(Appointed 2 November 2021)
	Mr A.J.B. Miller	(Appointed 2 November 2021)
	Mr A. Nathan	(Appointed 13 April 2023)
	Mr M.V. Ormiston	(Appointed 28 October 2021)
	Mr A.A. Rawlins	(Appointed 2 April 2021)
	Lieutenant Colonel N. Storey	(Appointed 2 November 2021)
Charity number	1032157	
Principal address	London Scottish House 95 Horseferry Road London SW1P 2DX	
Independent examiner	Gilberts Chartered Accountants Pendragon House 65 London Road St Albans Hertfordshire AL1 1UJ	
Bankers	Royal Bank of Scotland Holt's Farnborough Branch Lawrie House Victoria Road Farnborough GU14 7NR	
	National Westminster Bank PLC Westminster Branch PO Box 3038 57 Victoria Street London SW1H 0HN	

The London Scottish Regimental Trust

Trustees' Report

For the year ended 31 March 2022

The Trustees present their annual report and financial statements for the year ended 31 March 2022.

Status

The Trust is registered with the Charity Commission for England and Wales, charity number 1032157.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Trust should undertake.

The objectives of the charity as set out in the governing documents are:

1. In or towards promoting the military efficiency of the Existing Unit or any related New Unit of Units from time to time formed and of Designated Persons in such ways as the Administrative Trustees from time to time see fit.
2. In making grants to any museum or library of the London Scottish.
3. In relieving either generally or individually any person or person who is or are serving or has served in the Existing Unit or who are Designated Person or Persons or who is or are former members of any of the Former Units or who was or were Designated or Attached Person or persons and the dependants of such person or person and who are in conditions of need, hardship or distress of such person or persons the Administrative Trustees may pay for such items, services or facilities for such person or persons or any persons who are serving or have served in Her Majesty's Armed Forces.
4. In relieving in like manner any person or persons who has at any time been employed by the Charity or employed as an Adult Instructor or instructor of any London Scottish Cadet Unit and who is or are in conditions of need, hardship or distress.

In furtherance of the objects but not otherwise the Trustees may exercise inter alia the following powers:

- To maintain a Regimental Museum and Library;
- To maintain existing and future Regimental Memorials;
- To sponsor and organise reunions for members of the Regiment; and
- To publish and print magazines, journals and books.

The Trustees have referred to the guidance contained in the Charity Commissions' general guidance on public benefit when reviewing the Trust's aims and objectives for the year. The Trustees believe that by assisting with the training and efficiency of the Reserve Army and thereby the defence of the realm they are generating public benefit.

Structure, governance and management

The Charity was formed by the merging of several smaller regimental trusts under a Scheme approved by the Charity Commission Scheme dated 16th July 1973 as varied or affected by an order of the Commissioners dated 9th July 1975 and by an administrative scheme approved by the Charity Commission on the 9th August 1993 as amended under Section 280 of the Charities Act 2011 dated 28th October 2021 which are the governing documents of the Charity.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2022

The Trustees who served during the year and up to the date of signature of the financial statements were:

Air Vice Marshal R.T.I. Munro CBE TD VR DL	(Ex Officio Tenure Expired 30 April 2023)
Lieutenant Colonel D.L. Carter	
Major M.P. Durrant VR	(Resigned 6 April 2021, reappointed 28 October 2021 and resigned 13 April 2023)
Mr J.F. Hudson	(Appointed 2 November 2021)
Mr S.M. Kempster	(Resigned 7 April 2021 and reappointed 28 October 2021)
Mr S.D. Lovelock	(Appointed 2 November 2021)
Mr A.J.B. Miller	(Appointed 2 November 2021)
Mr M.V. Ormiston	(Appointed 28 October 2021)
Mr A.A. Rawlins	(Appointed 2 April 2021)
Lieutenant Colonel N. Storey	(Appointed 2 November 2021)
Major B.D. Welsh	(Appointed 28 October 2021)
Lieutenant Colonel G.M.H. Strickland	(Appointed 2 November 2021 and resigned 15 December 2022)
Mr M.J. Felstead	(Appointed 28 October 2021)
Lt Col. R.T. Kurth	(Resigned 28 October 2021)
Mrs S Mathewson	(Resigned 7 April 2021)
Brigadier A. Bruce of Crionaich OBE VR ADC DL	(Ex Officio Tenure Expired 1 April 2022)
Mr A. Nathan	(Appointed 13 April 2023)
Mr S.M. Bachelor	(Appointed 16 February 2023)
Mr A Tetley	(Resigned 27 October 2021)

The governing documents provide that there shall be 3 ex officio Trustees:

- The Regimental Colonel
- The Chairman of the London Scottish Regimental Association
- The Officer Commanding the serving unit "A" London Scottish Company the London Regiment (LSRA)

and up to 11 co-opted Trustees who are required to be:

- a serving member of the Existing Unit who is on the active list
- a serving member of the territorial Army, or;
- a former member of one of the Former Units or the Existing Unit

At the date of signing the financial statements the post of Regimental Colonel was vacant and the Officer Commanding the serving unit had not been registered as a Trustee.

The Trustees have the power to co-opt additional Trustees if a vacancy arises.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2022

Achievements and performance

Historically the Trust managed the affairs of the regiment and was provided with funds for this purpose by other Regimental charities who worked together as a team to ensure the efficient operation for the Regimental structure.

The lease of the premises ran out in March 2018 and the London Scottish Headquarters Trust Trustees were unable to agree terms with the Reserve Forces and Cadets Association to renew the lease. This resulted in the relocation of the serving unit, "A" (London Scottish) Company the London Regiment, to other military accommodation with the consequent loss of income and contribution to the running costs of the premises.

The Headquarters Trustees embarked on an ambitious scheme to convert the premises into a Hub for Scots people in London. The plan would have involved quite extensive alterations to the building and relied heavily on raising substantial sums of capital either by loan or philanthropy. Feasibility studies and plans were commissioned as well as a fundraising initiative and advice from various consultants.

Other regimental funds were used to finance the plan.

At the same time, a trading company London Scottish Volunteer Enterprises Limited (LSVE) was created in the joint ownership of the Trust and The London Scottish Headquarters Trust (LSHQT) to exploit the premises from events and other commercial activities.

The timing was not propitious and it became apparent that fundraising has failed and the trading company has not succeeded in raising funds sufficient to cover the overheads of the premises. In fact, the company has suffered significant losses and has since been liquidated.

Future of the Trust

The future of the Trust is in some doubt.

Following the liquidation of London Scottish Volunteer Enterprises Ltd, a new company London S H Ltd has been formed to manage the Headquarters' building. The company is jointly owned by London Scottish Headquarters Trust and London Scottish Regimental Trust.

In cooperation with the Trustees of all the Regimental Trusts, the Trustees are examining all possibilities including the sale or redevelopment of the premises by London Scottish Headquarters Trust and realisation of assets by London Scottish Regimental Trust. The Trustees draw some comfort from the Heritage Assets held by the Trust but not currently shown in the balance sheet. These were valued at £1,063,740 in February 2020.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2022

Financial review

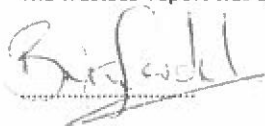
Unrestricted income for the year amounted to £56,651 (2021 £85,112). This consisted partially of grants from other regimental charities.

Unrestricted Income	2022	2021
	£	£
London Scottish Headquarters Trust	36,305	-
London Scottish 1990 Charity	-	-
London Scottish 1995 Charity	-	38,000
London Scottish Regiment Ogilby Trust	-	1,400
Other income	17,986	45,712
Total income	56,651	85,112

The results show that there was an overall surplus in the year of £96 (2021 deficit of £754) and investment gains of £237 (2021 gains of £612).

The balance on the fund as at 31st March 2022 is £11,118 (2021 £11,022).

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



Trustee

Date: 26th July 2023



The London Scottish Regimental Trust

Independent Examiner's Report

To the Trustees of The London Scottish Regimental Trust

I report to the Trustees on my examination of the financial statements of The London Scottish Regimental Trust (the Trust) for the year ended 31 March 2022.

Responsibilities and basis of report

As the Trustees of the Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I draw attention to the wording contained in the Trustees' Report and the going concern accounting policy at Note 1.2 which explain that a material uncertainty exists that may cast doubt on the Trust's ability to continue as a going concern.

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Gilberts Chartered Accountants

Pendragon House
65 London Road
St Albans
Hertfordshire
AL1 1UJ

Dated: 26/07/23

The London Scottish Regimental Trust

Statement of Financial Activities Including Income and Expenditure Account

For the year ended 31 March 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income and endowments from:</u>			
Donations and legacies	3	38,665	73,365
Charitable activities	4	17,570	11,601
Investments	5	166	146
Other income	6	250	-
Total income		56,651	85,112
<u>Expenditure on:</u>			
Charitable activities	7	56,792	85,866
Net gains on investments	10	237	612
Net movement in funds		96	(142)
Fund balances at 1 April 2021		11,022	11,164
Fund balances at 31 March 2022		11,118	11,022

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

The London Scottish Regimental Trust

Balance Sheet

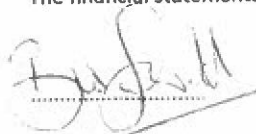
As at 31 March 2022

		2022		2021	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12		1		1,669
Investments	13		3,492		3,255
			<u>3,493</u>		<u>4,924</u>
Current assets					
Stocks	14	20,000		20,000	
Debtors	15	6,603		23,034	
Cash at bank and in hand		38,025		19,904	
		<u>64,628</u>		<u>62,938</u>	
Creditors: amounts falling due within one year	16	(57,003)		(56,840)	
Net current assets			<u>7,625</u>		<u>6,098</u>
Total assets less current liabilities			<u>11,118</u>		<u>11,022</u>
Income funds					
Unrestricted funds			<u>11,118</u>		<u>11,022</u>
			<u>11,118</u>		<u>11,022</u>

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

The financial statements were approved by the Trustees on

26TH JULY 2023



Trustee

The London Scottish Regimental Trust

Notes to the Financial Statements

For the year ended 31 March 2022

1 Accounting policies

Charity information

The London Scottish Regimental Trust is an unincorporated charitable trust registered with the Charity Commission in England and Wales, number 1032157. Its principal office is London Scottish House, 95 Horseferry Road, London, SW19 2DX.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Trust's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

The Trust has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The Trustees have assessed whether there are material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment in respect of a period of at least one year from the date of the approval of the Accounts.

As a result of the ending of income from the lease of the property and the failure of the trading company to generate significant income, the income of the Trust has substantially reduced. However, as described in the Trustees' Report, the trustees are continuing to explore ways of generating sufficient funds to enable it to continue in operation. The accounts are accordingly prepared on a Going Concern basis. However, because of the financial situation of the Charity, the Trustees consider that there is a material uncertainty regarding going concern.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Trust.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

The London Scottish Regimental Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies (Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	Not depreciated
Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the Trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

The London Scottish Regimental Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies

(Continued)

1.11 Financial instruments

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

Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.12 Employee benefits

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

Termination benefits are recognised immediately as an expense when the Trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

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

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

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2022

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	502	502
Grants received	38,163	72,863
	<u>38,665</u>	<u>73,365</u>

4 Charitable activities

	Sundry income 2022	Sundry income 2021	Functions income 2021	Gazette income 2021	Total 2021
	£	£	£	£	£
Sales within charitable activities	17,570	10,453	99	1,049	11,601
	<u>17,570</u>	<u>10,453</u>	<u>99</u>	<u>1,049</u>	<u>11,601</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Income from listed investments	166	143
Interest receivable	-	3
	<u>166</u>	<u>146</u>

6 Other income

	Unrestricted funds	Total
	2022	2021
	£	£
Net gain on disposal of tangible fixed assets	250	-
	<u>250</u>	<u>-</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2022

7 Charitable activities

	Charitable activities 2022 £	Charitable activities 2021 £
Activities undertaken directly	17,348	19,294
Support costs	39,444	66,572
	<u>56,792</u>	<u>85,866</u>
	<u>56,792</u>	<u>85,866</u>

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	1	-
	<u>1</u>	<u>-</u>

There were no employees whose annual remuneration was more than £60,000.

10 Net gains on investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Revaluation of investments	237	612
	<u>237</u>	<u>612</u>

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2022

12 Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Computers £	Total £
Cost				
At 1 April 2021	1	16,932	7,002	23,935
Disposals	-	-	(1,475)	(1,475)
At 31 March 2022	<u>1</u>	<u>16,932</u>	<u>5,527</u>	<u>22,460</u>
Depreciation and impairment				
At 1 April 2021	-	16,932	5,334	22,266
Depreciation charged in the year	-	-	1,668	1,668
Eliminated in respect of disposals	-	-	(1,475)	(1,475)
At 31 March 2022	<u>-</u>	<u>16,932</u>	<u>5,527</u>	<u>22,459</u>
Carrying amount				
At 31 March 2022	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>
At 31 March 2021	<u>1</u>	<u>-</u>	<u>1,668</u>	<u>1,669</u>

13 Fixed asset investments

	Listed investments £	Unlisted investments £	Total £
Cost or valuation			
At 1 April 2021	3,254	1	3,255
Valuation changes	237	-	237
At 31 March 2022	<u>3,491</u>	<u>1</u>	<u>3,492</u>
Carrying amount			
At 31 March 2022	<u>3,491</u>	<u>1</u>	<u>3,492</u>
At 31 March 2021	<u>3,254</u>	<u>1</u>	<u>3,255</u>

14 Stocks

	2022 £	2021 £
Finished goods and goods for resale	<u>20,000</u>	<u>20,000</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2022

15 Debtors	2022	2021
Amounts falling due within one year:	£	£
Trade debtors	865	7
Amounts owed by related regimental trusts	5,738	23,027
	<u>6,603</u>	<u>23,034</u>
	<u><u>6,603</u></u>	<u><u>23,034</u></u>
16 Creditors: amounts falling due within one year	2022	2021
	£	£
Loans from related regimental trusts	10,000	10,000
Other taxation and social security	-	12,654
Trade creditors	2,447	22,206
Amounts owed to related regimental trusts	16,612	-
Other creditors	17,000	5,959
Accruals and deferred income	10,944	6,021
	<u>57,003</u>	<u>56,840</u>
	<u><u>57,003</u></u>	<u><u>56,840</u></u>

17 Events after the reporting date

In June 2022, London Scottish Volunteer Enterprises Limited, a company which is 50% owned by the Charity, was placed in Voluntary Liquidation. In April 2022 a new trading company was established London SH Limited to assume responsibility for managing the premises, the new company is owned 50% by the charity.

18 Related party transactions

The Charity received grants for £36,305 (2021: £nil) from The London Scottish Headquarters Trust, a Charity with common trustees, during the year. The charity was owed £5,978 by the London Scottish Headquarters Trust at the balance sheet date (2021: £23,027).

The Charity received grants of £nil (2021: £38,000) from The London Scottish Regiment 1995 Charity during the year.

The Charity incurred management fees in respect of staff salaries of £16,611 (2021: £70,560) to London Scottish Volunteer Enterprises Limited, a company which it owned jointly with London Scottish Headquarters Trust, these fees remained outstanding at the year end but were subsequently settled in full. The Charity was owed £273,329 (2021: £286,396) by this company at the balance sheet date. A full provision has been made against this balance as it is expected to be irrecoverable.

The Charity received a loan of £10,000 from The London Scottish 1990 Fund, a related trust, during the previous year.

THE LONDON SCOTTISH REGIMENTAL TRUST

England & Wales - Charity number 1032157

Accounts

Charity registration number 1032157

The London Scottish Regimental Trust
Annual Report and Unaudited Financial Statements
For the year ended 31 March 2021

Gilberts
CHARTERED ACCOUNTANTS

The London Scottish Regimental Trust

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Independent examiner's report	6
Statement of financial activities	7
Balance sheet	8
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The London Scottish Regimental Trust

Legal and Administrative Information

Trustees	Lieutenant Colonel D.L. Carter Mr J.F. Hudson Mr S.M. Kempster Mr S.D. Lovelock Mr A.J.B. Miller Mr M.V. Ormiston Mr A.A. Rawlins Lieutenant Colonel N. Storey Major B.D. Welsh Mr M.J. Felstead Mr A Nathan Mr S.M. Bachelor	(Appointed 2 November 2021) (Appointed 28 October 2021) (Appointed 2 November 2021) (Appointed 2 November 2021) (Appointed 28 October 2021) (Appointed 2 April 2021) (Appointed 2 November 2021) (Appointed 28 October 2021) (Appointed 28 October 2021) (Appointed 13 April 2023) (Appointed 16 February 2023)
Charity number	1032157	
Principal address	London Scottish House 95 Horseferry Road London SW19 2DX	
Independent examiner	Gilberts Chartered Accountants Pendragon House 65 London Road St Albans Hertfordshire AL1 1LJ	
Bankers	Royal Bank of Scotland Holt's Farnborough Branch Lawrie House Victoria Road Farnborough GU14 7NR National Westminster Bank PLC Westminster Branch PO Box 3038 57 Victoria Street London SW1H 0HN	

The London Scottish Regimental Trust

Trustees' Report

For the year ended 31 March 2021

The trustees present their annual report and financial statements for the year ended 31 March 2021.

Status

The Trust is registered with the Charity Commission for England and Wales, charity number 1032157.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

The objectives of the charity as set out in the governing documents are:

1. In or towards promoting the military efficiency of the Existing Unit or any related New Unit of Units from time to time formed and of Designated Persons in such ways as the Administrative Trustees from time to time see fit.
2. In making grants to any museum or library of the London Scottish.
3. In relieving either generally or individually any person or person who is or are serving or has served in the Existing Unit or who are Designated Person of persons or who is or are former members of any of the Former Units or who was or were Designated or Attached person or persons and the dependants of such person or person and who are in conditions of need, hardship or distress of such person or persons the Administrative Trustees may pay for such items, services or facilities for such person or persons or any persons who are serving or have served in Her Majesty's Armed Forces.
4. In relieving in like manner any person or persons who has at any time been employed by the Charity or employed as an Adult Instructor or instructor of any London Scottish Cadet Unit and who is or are in conditions of need, hardship or distress.

In furtherance of the objects but not otherwise the Trustees may exercise inter alia the following powers:

- To maintain a Regimental Museum and Library;
- To maintain existing and future Regimental memorials;
- To sponsor and organise reunions for members of the Regiment; and
- To publish and print magazines, journals and books.

The Trustees have referred to the guidance contained in the Charity Commissions' general guidance on public benefit when reviewing the Trust's aims and objectives for the year. The Trustees believe that by assisting with the training and efficiency of the Reserve Army and thereby the defence of the realm they are generating public benefit.

Structure, governance and management

The Charity was formed by the merging of several smaller regimental trusts under a Scheme approved by the Charity Commission Scheme dated 16th July 1973 as varied or affected by an order of the Commissioners dated 9th July 1975 and by an administrative scheme approved by the Charity Commission on the 9th August 1993 as amended under Section 280 of the Charities Act 2011 dated 28th October 2021 which are the governing documents of the Charity.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2021

The trustees who served during the year and up to the date of signature of the financial statements were:

Air Vice Marshal R.T.I. Munro CBE TD VR DL	(Appointed 11 July 2020 and resigned 30 April 2023)
Lieutenant Colonel D.L. Carter	
Major M.P. Durrant VR	(Appointed 12 March 2021 and resigned 6 April 2021)
Major M.P. Durrant VR	(Appointed 28 October 2021 and resigned 13 April 2023)
Mr J.F. Hudson	(Appointed 2 November 2021)
Mr S.M. Kempster	(Appointed 16 April 2020 and resigned 7 April 2021)
Mr S.M. Kempster	(Appointed 28 October 2021)
Mr S.D. Lovelock	(Appointed 2 November 2021)
Mr A.J.B. Miller	(Appointed 2 November 2021)
Mr M.V. Ormiston	(Appointed 28 October 2021)
Mr A.A. Rawlins	(Appointed 2 April 2021)
Lieutenant Colonel N. Storey	(Appointed 2 November 2021)
Major B.D. Welsh	(Appointed 28 October 2021)
Lieutenant Colonel G.M.H. Strickland	(Appointed 2 November 2021 and resigned 15 December 2022)
Mr M.J. Felstead	(Appointed 28 October 2021)
Lt Col R.T. Kurth	(Resigned 28 October 2021)
Mrs S. Mathewson	(Resigned 7 April 2021)
Brigadier A. Bruce of Crionaich OBE VR ADC DL (ex officio)	(Resigned 1 April 2021)
Mr A Nathan	(Appointed 13 April 2023)
Mr S.M. Bachelor	(Appointed 16 February 2023)
Mr A. Tetley	(Resigned 27 October 2021)

The governing documents provide that there shall be 3 ex officio trustees:

- The Regimental Colonel
- The Chairman of the London Scottish Regimental Association
- The officer commanding the serving unit "A" London Scottish Company the London Regiment (LSRA)

and up to 11 co-opted trustees who are required to be:

- a serving member of the Existing Unit who is on the active list
- a serving member of the territorial Army, or;
- a former member of one of the Former Units or the Existing Unit.

At the accounting date, the office commanding the serving unit was not registered as a trustee.

The London Scottish Regimental Colonel appointment by the Army ended on the 30th April 2023. The ex-officio trustee position of Regimental Colonel has lapsed.

The Trustees have the power to co-opt additional trustees if a vacancy arises.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2021

Achievements and performance

Historically the Trust managed the affairs of the regiment and was provided with funds for this purpose by other Regimental charities who worked together as a team to ensure the efficient operation for the Regimental structure.

The lease of the premises ran out in March 2018 and the London Scottish Headquarters Trust Trustees were unable to agree terms with the Reserve Forces and Cadets Association to renew the lease. This resulted in the relocation of the serving unit, "A" (London Scottish) Company the London Regiment, to other military accommodation with the consequent loss of income and contribution to the running costs of the premises.

The Headquarters Trustees embarked on an ambitious scheme to convert the premises into a Hub for Scots people in London. The plan would have involved quite extensive alterations to the building and relied heavily on raising substantial sums of capital either by loan or philanthropy. Feasibility studies and plans were commissioned as well as a fundraising initiative and advice from various consultants.

Other regimental funds were used to finance the development of the plan.

At the same time, a trading company London Scottish Volunteer Enterprises Limited (LSVE) was created in the joint ownership of the Trust and The London Scottish Headquarters Trust (LSHQT) to exploit the premises from events and other commercial activities.

The timing was not propitious and it is now apparent that fundraising has failed and the trading company has not succeeded in raising funds sufficient to cover the overheads of the premises. In fact, the company has suffered significant losses and has since been liquidated.

Future of the Trust

The future of the Trust is in some doubt. A new Independent Examiner has been appointed and an external solvency review commissioned to make a report which is awaited at the date the accounts are signed.

Following the liquidation of London Scottish Volunteer Enterprises Ltd, a new company London S H Ltd has been formed to manage the Headquarters' building. The company is jointly owned by London Scottish Headquarters Trust and London Scottish Regimental Trust.

In cooperation with the Trustees of all the Regimental Trusts, the Trustees are examining all possibilities including the sale or redevelopment of the premises by London Scottish Headquarters Trust and realisation of assets by London Scottish Regimental Trust. The Trustees draw some comfort from the Heritage Assets held by the Trust but not currently shown in the balance sheet. These were valued at £1,063,740 in February 2020.

The London Scottish Regimental Trust

Trustees' Report (Continued)

For the year ended 31 March 2021

Financial review

Unrestricted income for the year amounted to £85,112 (2020 £488,479). This consisted partially of grants from other regimental charities.

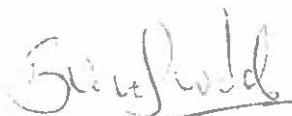
Unrestricted Income	2021	2020
	£	£
London Scottish Headquarters Trust	-	430,000
London Scottish 1990 Charity	-	-
London Scottish 1995 Charity	38,000	27,000
London Scottish Regiment Ogilby Trust	1,400	-
Other income	45,712	31,479
Total income	85,112	488,479

The results show that there was an overall deficit in the year of £754 (2020 deficit of £177,633) and investment gains of £612 (2020 losses of £759).

However, in cooperation with the Trustees of all the Regimental Trusts, they are examining all possibilities including the sale of the premises by LSHQT and realisation of assets by LSRT. The Trustees are also considering pooling their resources with the 1990 and 1995 Trusts with a view to saving administration costs. The Trustees draw some comfort from the Heritage Assets held by the Trust but not currently shown in the balance sheet. These were valued at £1,063,740 in February 2020.

The balance on the fund as at 31st March 2021 is £11,022 (2020 £11,164).

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



Trustee

1 June 2023

The London Scottish Regimental Trust

Statement of Trustees' Responsibilities

For the year ended 31 March 2021

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



The London Scottish Regimental Trust

Independent Examiner's Report

To the Trustees of The London Scottish Regimental Trust

I report to the trustees on my examination of the financial statements of The London Scottish Regimental Trust (the charity) for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I draw attention to the wording contained in the Trustees' Report and the going concern accounting policy at Note 1.2 which explain that a material uncertainty exists that may cast doubt on the Trust's ability to continue as a going concern.

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Gilberts

Gilberts Chartered Accountants

Pendragon House
65 London Road
St Albans
Hertfordshire
AL1 1LJ

Dated: 1 June 2023

The London Scottish Regimental Trust

Statement of Financial Activities Including Income and Expenditure Account

For the year ended 31 March 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
Income from:			
Donations and legacies	3	73,365	476,153
Charitable activities	4	11,601	10,247
Investments	5	146	79
		<hr/>	<hr/>
Total income		85,112	486,479
		<hr/>	<hr/>
Expenditure on:			
Charitable activities	6	85,866	664,112
		<hr/>	<hr/>
Net gains/(losses) on investments	10	612	(759)
		<hr/>	<hr/>
Net movement in funds		(142)	(178,392)
		<hr/>	<hr/>
Fund balances at 1 April 2020		11,164	189,556
		<hr/>	<hr/>
Fund balances at 31 March 2021		11,022	11,164
		<hr/>	<hr/>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The London Scottish Regimental Trust

Balance Sheet

As at 31 March 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	12		1,669		7,334
Investments	13		3,255		2,643
			<u>4,924</u>		<u>9,977</u>
Current assets					
Stocks	14	20,000		30,000	
Debtors	15	23,034		280,609	
Cash at bank and in hand		19,904		7,726	
		<u>62,938</u>		<u>318,335</u>	
Creditors: amounts falling due within one year	17	<u>(56,840)</u>		<u>(317,148)</u>	
Net current assets			<u>6,098</u>		<u>1,187</u>
Total assets less current liabilities			<u><u>11,022</u></u>		<u><u>11,164</u></u>
Income funds					
Unrestricted funds			<u>11,022</u>		<u>11,164</u>
			<u><u>11,022</u></u>		<u><u>11,164</u></u>

The financial statements were approved by the Trustees on 1 June 2023


Trustee

The London Scottish Regimental Trust

Notes to the Financial Statements

For the year ended 31 March 2021

1 Accounting policies

Charity information

The London Scottish Regimental Trust is an unincorporated charitable trust registered with the Charity Commission in England and Wales, number 1032157. The registered office is Regimental Headquarters, 95 Horseferry Road, London, SW19 2DX.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The Trustees have assessed whether there are material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment in respect of a period of at least one year from the date of the approval of the Accounts.

As a result of the ending of income from the lease of the property and the failure of the trading company to generate significant income, the income of the Trust has substantially reduced. However, as described in the Trustees' Report, the trustees are continuing to explore ways of generating sufficient funds to enable it to continue in operation. The accounts are accordingly prepared on a Going Concern basis. However, because of the financial situation of the Charity, the Trustees consider that there is a material uncertainty regarding going concern.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

1 Accounting policies **(Continued)**

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	Not depreciated
Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

1 Accounting policies **(Continued)**

1.11 Financial instruments

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

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.12 Employee benefits

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

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

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

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

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	502	528
Grants received	72,863	475,625
	<u>73,365</u>	<u>476,153</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

4 Charitable activities

	Sundry Income	Functions income	Gazette Income	Total	Sundry income	Functions income	Gazette Income	Total
	2021	2021	2021	2021	2020	2020	2020	2020
	£	£	£	£	£	£	£	£
Sales within charitable activities	10,453	99	1,049	11,601	1,457	4,642	4,148	10,247

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Income from listed investments	143	-
Interest receivable	3	79
	<u>146</u>	<u>79</u>

6 Charitable activities

	Charitable activities 2021 £	Grants 2020 £	Charitable activities 2020 £	Total 2020 £
Activities undertaken directly	19,294	-	48,006	48,006
Support costs	66,572	-	237,937	237,937
	<u>85,866</u>	-	285,943	285,943
Grant funding of activities (see note 7)	-	13,006	-	13,006
Share of support costs (see note)	-	365,163	-	365,163
	<u>85,866</u>	<u>378,169</u>	<u>285,943</u>	<u>664,112</u>

7 Grants payable

	Grants 2020 £
Grants to institutions:	
Other	<u>13,006</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

9 Employees

The average monthly number of employees during the year was:

	2021	2020
	Number	Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

10 Net gains/(losses) on investments

	Unrestricted	Unrestricted
	funds	funds
	2021	2020
	£	£
Revaluation of investments	612	(759)

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

12 Tangible fixed assets

	Freehold	Fixtures and	Computers	Total
	property	fittings		
	£	£	£	£
Cost				
At 1 April 2020	1	16,932	7,002	23,935
At 31 March 2021	1	16,932	7,002	23,935
Depreciation and impairment				
At 1 April 2020	-	12,999	3,602	16,601
Depreciation charged in the year	-	3,933	1,732	5,665
At 31 March 2021	-	16,932	5,334	22,266
Carrying amount				
At 31 March 2021	1	-	1,668	1,669
At 31 March 2020	1	3,933	3,400	7,334

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

13 Fixed asset investments

	Listed investments	Unlisted investments	Total
	£	£	£
Cost or valuation			
At 1 April 2020	2,642	1	2,643
Valuation changes	612	-	612
At 31 March 2021	<u>3,254</u>	<u>1</u>	<u>3,255</u>
Carrying amount			
At 31 March 2021	<u>3,254</u>	<u>1</u>	<u>3,255</u>
At 31 March 2020	<u>2,642</u>	<u>1</u>	<u>2,643</u>

14 Stocks

	2021	2020
	£	£
Finished goods and goods for resale	<u>20,000</u>	<u>30,000</u>

15 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	7	842
Amounts owed by fellow group undertakings	23,027	275,147
Other debtors	-	4,620
	<u>23,034</u>	<u>280,609</u>

16 Loans and overdrafts

	2021	2020
	£	£
Loans from fellow group undertakings	<u>10,000</u>	<u>-</u>
Payable within one year	<u>10,000</u>	<u>-</u>

The London Scottish Regimental Trust
Notes to the Financial Statements (Continued)
For the year ended 31 March 2021

17 Creditors: amounts falling due within one year

	2021	2020
	£	£
Borrowings	10,000	-
Other taxation and social security	12,654	27,637
Trade creditors	22,206	9,551
Other creditors	5,959	270,929
Accruals and deferred income	6,021	9,031
	<u>56,840</u>	<u>317,148</u>

18 Events after the reporting date

In June 2022, London Scottish Volunteer Enterprises Limited, a company which is 50% owned by the Charity, was placed in Voluntary Liquidation.

19 Related party transactions

The Charity received grants for £nil (2020: £430,000) from The London Scottish Headquarters Trust, a Charity with common trustees, during the year. The charity was owed £23,027 by the London Scottish Headquarters Trust at the balance sheet date (2020: £279,234 less accrued costs of £275,147, net position owed to The London Scottish Regimental Trust of £4,087). Expenses of £47,686 were reallocated to The London Scottish Headquarters Trust in 2020. (2021: £nil).

The Charity received grants of £38,000 (2020: £nil) from The London Scottish Regiment 1995 Charity during the year.

The Charity paid management fees in respect of staff salaries of £70,560 (2020: £130,000) to London Scottish Volunteer Enterprises Limited, a company which it owned jointly with London Scottish Headquarters Trust. Expenses of £43,776 were reallocated to London Scottish Volunteer Enterprises Limited in 2021 (2020: £414,131). The Charity was owed £356,537 (2020: £401,313) by this company at the balance sheet date in respect of these costs. A full provision has been made against this balance as it is expected to be irrecoverable.

The Charity received a loan of £10,000 from The London Scottish 1990 Fund, a related trust, during the year.