

The Scotshill Trust

**Annual Report and Financial Statements
for the year ended 5 April 2023**

Charity Commission Reference Number 1113071

**Castlegarth
Scott Lane
Wetherby
LS22 6LH**

The Scotshill Trust
Year ended 5 April 2023

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The Scotshill Trust
Trustees' Report
for the year ended 5 April 2023

Legal and administrative information

Charity number:	1113071
Trustees:	Jeremy John Burton (principal trustee) Deborah Maureen Hazan Mark Timothy Burton
Independent Examiner:	Martin Knaggs
Accountants:	Armstrong Watson LLP Third Floor 10 South Parade Leeds LS1 5QS
Bankers:	Bank of Scotland plc 33 Old Broad Street London BX2 1LB
Investment managers:	Rathbone Investment Management 1 Curzon Street London W1J 5FB
Principal address:	Castlegarth Scott Lane Wetherby LS22 6LH
Solicitors:	Wrigleys Solicitors LLP 19 Cookridge Street Leeds LS2 3AG

The Trustees present their report together with the financial statements of the charity for the year ended 5 April 2023. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011, the Charities (Accounting and Reports) Regulations 2008 and the Statement of Recommended Practice "Accounting and Reporting by Charities" (Charities SORP (FRS102)).

Structure, governance and management

The trust is managed by the trustees and policy decisions are determined by consensus. The capital fund is invested in a portfolio of equity based quoted investments. Investments are managed by the investment manager on a discretionary basis with the objective of obtaining an acceptable level of income with a reasonable prospect of medium-term capital growth.

Appropriate policies are determined to achieve a balanced investment strategy taking account of the investment risks to which the portfolio is exposed. The principal trustee is responsible for the day to day management of the trust.

The Scotshill Trust

Trustees' Report (continued) for the year ended 5 April 2023

Structure, governance and management (continued)

Trustees are appointed based on recommendations from the family of the settlor and current trustees. The induction process for newly appointed trustees comprises a series of meetings with the trustees.

Risk Management

The charity trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established systems and procedures to manage those risks.

The trustees hold regular meetings to consider the performance of the investment portfolio and the recommendations of the investment managers.

History and constitution

The trust is an unincorporated trust constituted under a trust deed dated 17 February 2006. The trust was established by an initial settlement of £1,000 from Amanda Claire Burton.

The trust does not fund raise and seeks to continue the philanthropic intentions of the donor through the careful stewardship of the existing resources.

The trust is registered with the Charity Commission under number 1113071.

Amanda Claire Burton settled funds upon the trustees for such charitable institutions, objects or purposes, as the trustees shall in their absolute discretion think fit.

The trustees have chosen an accounting reference date of 5 April to coincide with the tax year and to facilitate the efficient repayment of income tax suffered.

Objectives and activities

Donations are made at the discretion of the trustees and grants are normally made for the following objects:

- the advance of education of all members of the public in the arts, in particular the education of those that are disadvantaged by reason of poverty, disability, ill health, youth or age and those attending performing arts colleges;
- to educate the public in matters pertaining to animal welfare in general and the prevention of cruelty and suffering among animals;
- the advancement of education and relief of poverty for those who are disadvantaged by reason of youth, age, ill health, disability, financial hardship or other disadvantage;
- to promote for the benefit of the public the conservation, protection and improvement of the physical and natural environment;
- the advancement of health for the saving of lives;
- such other charitable purposes for the benefit of the community

Donations to individuals will not be considered. Appeals should be in writing only to the trust managers. At present appeals will not be considered from charities not previously supported. Unsuccessful appeals will not necessarily be acknowledged.

Donations are paid out of income, but the trustees may, if they feel it necessary, pay donations out of capital.

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Trustees' Report (continued) for the year ended 5 April 2023

Public benefit statement

The trustees of The Scotshill Trust confirm that they have complied with their duty under section 17 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit.

Financial activities and affairs

Income from charity's listed investment portfolio investments for the year under review amounted to £34,244 (2022: £29,334), an increase of 16.7% as compared with the previous year. During the year the charity received a gift aid donation amounting to £850,000 from a private donor.

Charitable donations amounting to £940,000 (2022: £335,000) were made in the year in accordance with the objectives of the charity. Trust management expenditure amounted to £11,245 (2022: £12,370).

Overall net expenditure amounted to £66,178 (2022: £18,036).

Losses realised on the sale of investments amounted to £30,127 (2022: £24,976 gain) and unrealised losses attributable to the change in the market value of investments amounted to £161,735 (2022: £67,608 gain).

The overall net decrease in funds for the year is £258,040 resulting in total funds of £1,575,193 to carry forward at 5 April 2023.

During the year under review, the charity purchased investments at a cost of £202,763 and received proceeds of £212,002 from the sale of investments.

The market value of the charity's investments at 5 April 2023 amounted to £1,473,816 (2022: £1,674,917). After taking into account the net realisations during the year this represents a loss of 9.9%.

The investments of the trust are administered by portfolio managers on a discretionary basis. Environmental and ethical considerations are given on an individual basis when changes to the investments are discussed with the managers.

The trustees receive no remuneration and charge no expenses whilst acting in their capacity as trustee or otherwise.

Reserves policy

Reserves at 5 April 2023 amount to £1,575,193 and are held for the generation of income for the furtherance of the charity's objectives.

The trustees aim to maintain the existing reserves and make charitable donations in line with available resources.

Plans for the future

The trust will continue to support charitable organisations in accordance with the objectives of the trusts.

Trustees' responsibility for the financial statements

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

The Scotshill Trust

Trustees' Report (continued) for the year ended 5 April 2023

Trustees' responsibility for the financial statements (continued)

The law applicable to charities in England & 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 period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- value assets and liabilities in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" (Charities SORP (FRS102));
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements;
- prepare 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 adequate accounting records which are sufficient to:

- show and explain the charity's transactions;
- disclose with reasonable accuracy at any time the financial position of the charity;
- enable them to ensure that any financial statements comply with the requirements of the Charities (Accounting and Reports) regulations 2008.

The trustees are also responsible for safeguarding the assets of the charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Compliance and statutory requirements

The Trustees' Report has been prepared in accordance with the provisions of the Charities (Accounts and Reports) Regulations 2008 and the Statement of Recommended Practice "Accounting and Reporting by Charities" (Charities SORP (FRS102)).

Trustees' Approval

The Trustees' Report was approved by the trustees and signed on their behalf by

Jeremy Burton
Trustee

Date: 22 January 2024

The Scotshill Trust

Independent Examiner's Report to the Trustees for the year ended 5 April 2023 Charity Commission Reference Number 1113071

I report to the trustees on my examination of the financial statements of the Scotshill Trust on pages 7 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act.
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act); and
- to state whether particular matters have come to my attention

Basis of independent examiner's statement

My examination was carried out in accordance with General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 have come across 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 accounts to be reached.

Martin Knaggs
Accounting Partner

Date: 22 January 2024

Armstrong Watson LLP
Third Floor
10 South Parade
Leeds LS1 5QS

The Scotshill Trust

Statement of Financial Activities
for the year ended 5 April 2023

		Unrestricted funds			
		Capital	Income	Total	Total
		2023	2023	2023	2022
	Note	£	£	£	£
Income and expenditure					
Income					
Income from investments	3	-	34,244	34,244	29,334
Deposit interest		-	823	823	-
Donations received		-	850,000	850,000	300,000
Total income		-	885,067	885,067	329,334
Expenditure					
Direct charitable expenditure					
Charitable donations	8	-	940,000	940,000	335,000
Administrative expenditure					
Accountancy		693	693	1,386	1,260
Independent examination		692	692	1,384	1,260
Investment management		8,475	-	8,475	9,850
Total expenditure		9,860	941,385	951,245	347,370
Net (expenditure)/income		(9,860)	(56,318)	(66,178)	(18,036)
Other recognised gains and losses					
Gains on charitable investment assets					
Realised gains on disposals		(30,127)	-	(30,127)	24,976
Unrealised gains on revaluation		(161,735)	-	(161,735)	67,608
Total other recognised gains		(191,862)	-	(191,862)	92,584
Net movement in funds		(201,722)	(56,318)	(258,040)	74,548
Reconciliation of funds					
Funds brought forward		1,785,046	48,187	1,833,233	1,758,685
Fund carried forward	10	1,583,324	(8,131)	1,575,193	1,833,233

The statement of financial activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been presented.

See note 7 on page 12 for the note of historical cost income and expenditure.

The notes on pages 10 to 13 form part of these financial statements.

The Scotshill Trust

Balance Sheet as at 5 April 2023

		Unrestricted funds			
		Capital fund	Income fund	Total	Total
		2023	2023	2023	2022
	Note	£	£	£	£
Charitable fixed assets					
Investments	4	1,473,816	-	1,473,816	1,674,917
Current assets					
Debtors	5	-	50,000	50,000	-
Cash held by investment adviser		7,481	2,589	10,070	88,699
Cash at bank		105,442	(59,335)	46,107	74,545
		112,923	(6,746)	106,177	163,244
Creditors: Amounts falling due within one year					
	6	3,415	1,385	4,800	4,928
Net current assets					
		109,508	(8,131)	101,377	158,316
Total assets less current liabilities					
		1,583,324	(8,131)	1,575,193	1,833,233
Funds					
	10	1,583,324	(8,131)	1,575,193	1,833,233

The notes on pages 10 to 13 form part of these financial statements.

The financial statements were approved by the trustees and signed on their behalf by:

Jeremy Burton
Trustee

Date: 22 January 2024

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**Statement of Cash Flows
for the year ended
5 April 2023**

	Note	2023 £	2022 £
Cash flows from operating activities	9	(151,373)	2,862
Cash flows from investing activities			
Dividends and interest from investments		35,067	29,334
Proceeds from sale of investments		212,002	524,292
Purchase of investments		(202,763)	(451,475)
Net cash provided by investing activities		44,306	102,151
Change in cash and cash equivalents in the year		(107,067)	105,013
Cash and cash equivalents at the start of the year		163,244	58,231
Cash and cash equivalents at the end of the year		<u>56,177</u>	<u>163,244</u>
Represented by:			
Cash held by investment adviser		10,070	88,699
Cash at bank		46,107	74,545
		<u>56,177</u>	<u>163,244</u>

The Scotshill Trust

Notes to the financial statements for the year ended 5 April 2023

1. Accounting policies

Charity information

The Scotshill Trust is a charity which is registered with the Charity Commission for England and Wales under the registered number 1113071. The principal address is Castlegarth, Scott Lane, Wetherby, LS22 6LH.

1.1 Basis of accounting

The financial statements are prepared in accordance with FRS102 and The Charities SORP (FRS102) and are in compliance with the Charities (Accounts and Reports) Regulations 2008 issued under the Charities Act 2011. The financial statements are prepared under the historical cost convention, modified to include investments at fair value. 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 £.

1.2 Going concern

There are no material uncertainties about the charity's ability to continue as a going concern for a period of at least 12 months from the date of approval of the accounts. The charity has adequate reserves to meet its liabilities as they fall due.

1.3 Income

Donations are accounted for when the charity becomes unconditionally entitled to the income. Investment income is stated gross of tax deducted and is accounted for as and when received by the charity. All other income is accounted for in the financial statements on an accruals basis.

1.4 Direct charitable expenditure

Direct charitable expenditure is included in the financial statements as and when paid by the charity.

1.5 Other expenditure

Other expenditure is included in the financial statements on an accruals basis.

1.6 Taxation

The charity is exempt from income and capital gains tax to the extent that income and gains are applied for charitable purposes. The charity is able to recover income tax deducted at source from investment income. The charity is unable to recover value added tax on its expenditure and accordingly expenses are shown gross of value added tax.

1.7 Investments

Investments are stated in the balance sheet at their open market value.

Both realised and unrealised gains and losses on investments are included in other recognised gains and losses on the Statement of Financial Activities.

Realised gains and losses on investments are calculated as the difference between disposal proceeds and carrying value at the date of disposal.

Carrying value is the sum of market value brought forward at the beginning of the accounting period and the cost of subsequent acquisitions.

2. Trustees' remuneration

None of the trustees receive any remuneration or claim any expenses in connection with the performance of their duties.

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**Notes to the financial statements (continued)
for the year ended 5 April 2023**

3. Income from investments

Investment income arose from the following sources:

	2023	2022
	£	£
United Kingdom		
Equities	1,805	1,690
Unit trusts	9,980	7,624
Unit trust interest	5,344	4,341
Fixed interest	668	-
Other income	4,666	5,631
Overseas		
Equities	9,600	5,216
Fixed interest	2,181	4,832
	<u>34,244</u>	<u>29,334</u>

4. Investments

	2023	2022
	£	£
Market value brought forward	1,674,917	1,655,150
Additions at cost	202,763	451,475
Revaluation to carrying value	(161,735)	67,608
Disposal at carrying value	(242,129)	(499,316)
Market value carried forward	<u>1,473,816</u>	<u>1,674,917</u>
Historical cost	<u>1,248,665</u>	<u>1,400,315</u>

All investments are listed on a recognised stock exchange and are held within the following categories:

	2023	2022
	£	£
United Kingdom Based Organisations		
Companies	276,173	337,236
Collectives	811,808	928,177
	<u>1,087,981</u>	<u>1,265,413</u>
Overseas		
Companies and collectives	385,835	409,504
	<u>1,473,816</u>	<u>1,674,917</u>

Investments are held in nominee accounts on behalf of the trustees but in all other respects are considered to be directly held investments.

5. Debtors

	2023	2022
	£	£
HMRC – gift aid recoverable	<u>50,000</u>	<u>-</u>

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**Notes to the financial statements (continued)
for the year ended 5 April 2023**

6. Creditors		2023	2022
		£	£
Investment management fees		2,030	2,408
Accountancy and independent examination fees		2,770	2,520
		<u>4,800</u>	<u>4,928</u>
7. Note on historical cost income and expenditure		2023	2022
		£	£
Net expenditure for the year		(66,178)	(18,036)
Realised losses on investments calculated using cost		<u>(142,410)</u>	<u>141,917</u>
Historical cost income and expenditure		(208,588)	123,881
Difference between the historical cost gains arising from the realisation of investments and the actual gain calculated using carrying values		112,283	(116,941)
Unrealised gains on revaluation of investments		(161,735)	67,608
Movement in funds on Statement of Financial Activities		<u>(258,040)</u>	<u>74,548</u>
8. Direct charitable institutional grants		2023	2022
	No.	No.	
	Grants	Grants	
			£
Conservation	1	-	5,000
Overseas	5	6	335,000
Social and welfare	3	4	600,000
	<u>9</u>	<u>10</u>	<u>940,000</u>
			<u>335,000</u>

Recipients of the donations analysed by sector are shown below.

	£	£
Social and welfare		
Crisis UK	200,000	
Save the Children	200,000	
Trussell Trust	<u>200,000</u>	
		600,000
Overseas		
Disasters and Emergency Committee – Earthquake (2 Grants)	100,000	
Médecins Sans Frontiers	200,000	
New Israel Fund	20,000	
World Vision UK	<u>15,000</u>	
		335,000
Conservation		
Woodmeadows Trust	<u>5,000</u>	
		5,000
		<u>940,000</u>

The Scotshill Trust

**Notes to the financial statements (continued)
for the year ended 5 April 2023**

9. Reconciliation of total recognised gains and losses to net cash flow from operating activities

	2023	2022
	£	£
Total recognised gains/(losses) for the year	(258,040)	74,548
Adjustments for:		
Dividends and interest from investments	(35,067)	(29,334)
Realised (gains)/losses on investments	30,127	(24,976)
Unrealised (gains)/losses on investments	161,735	(67,608)
(Increase)/decrease in debtors	(50,000)	50,000
Increase/(decrease) in creditors	(128)	232
Net cash flow from operating activities	<u>(151,373)</u>	<u>2,862</u>

10. Funds

The capital fund comprises investment assets held for the generation of income. The income fund comprises assets to fund charitable donations.

The trustees are free to use both the income and capital funds in accordance with the objectives of the charity.

11. Related Parties

There were no transactions with related parties during the year.