

Charity number: 1127796

THE JOHN SCOTT CHARITABLE TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

THE JOHN SCOTT CHARITABLE TRUST

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THE JOHN SCOTT CHARITABLE TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2022**

Trustees Andrew Wemyss, Chairman
 Andrew Scott
 Daniel Scott
 John Clavering
 Thomas Monteith

**Charity registered
number** 1127796

Principal office Torrie House
 Newmills
 Dunfermline
 KY12 8HH

Accountants Rycroft Glenton
 Chartered Accountants
 32 Portland Terrace
 Newcastle upon Tyne
 NE2 1QP

Bankers C Hoare & Co
 37 Fleet Street
 London
 EC4P 4DQ

Solicitors Monteith Solicitors
 Park Farm
 Naim
 IV12 5RZ

THE JOHN SCOTT CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their annual report together with the financial statements of the Charity for the year 1 April 2021 to 31 March 2022.

Objectives and activities

● Policies and objectives

The objects of the Trust are:

- a) The advancement of the education of, and the relief of poverty among, young people (being principally but not exclusively those under 25) and in particular, but without restriction, the support of youth clubs and similar bodies promoting the recreation and the personal, social and economic development of disadvantaged young people in London and in and around Greenock and Wemyss by the provision of grants, goods and services; and
- b) The relief of suffering and alleviation of hardship caused by injury, illness or poverty among present or former members of Her Majesty's Armed Forces and their families.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

● Grant-making policies

Grants are made by the Charitable Trust on application in writing. Success of the application is subject to the Trustees' decision to support and is dependent on its merit within the objects of the Trust.

Achievements and performance

● Review of activities

During the year the Trust has made grants to twenty seven organisations totalling £183,000 (2021 : £103,000 - eighteen organisations), each providing substantial benefit to diverse members of the public. These are detailed at note 6 to the financial statements.

Investment management fees were incurred in the year in the sum of £68,389 (2021: £57,284). Support costs of £9,805 (2021: £11,586) were incurred in the year.

The charitable trust reports a deficit of £122,602 (2021: surplus of £1,182,253) on activities before gains on the value of its investments of £457,282 (2021: gains on investments of £1,643,482).

● Investment policy and performance

The Trustees have instructed the investment managers to invest in a balanced portfolio for maximum income and conservative growth. In accordance with this policy the Trust's investments provided income of £132,342. Due to the improved stock market conditions from the initial effects of the coronavirus pandemic, stock market conditions have significantly improved resulting in realised gains on the sale of investments of £19,931 and unrealised gains as at 31 March 2022 of £437,351.

THE JOHN SCOTT CHARITABLE TRUST

Financial review

- **Going concern**

Having made appropriate enquiries, the Trustees are satisfied that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

The Trustees have considered going concern in light of the events surrounding the coronavirus pandemic. The operational aspects of the Trust do not change and the pandemic will have little or no adverse impact on the Charity's current financial position other than the possibility of the provision of financial support to those who may have suffered from the pandemic. In adopting a total return policy on its funds the Trustees will have some flexibility in making grants to suit the financial conditions prevailing at the time grant applications are being considered.

- **Reserves policy**

The Trustees intend to provide grant assistance to the level of the Trust's income in each year. For this reason, they do not intend to build a reserve beyond the funds under management, which provides sufficient funds for current needs.

Structure, governance and management

- **Constitution**

The John Scott Charitable Trust is an English registered charity, number 1127796, and is constituted under a Declaration of Trust on 22 December 2008.

- **Methods of appointment or election of Trustees**

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Declaration of Trust dated 22 December 2008.

Mr Andrew Wemyss (who is also a Trustee) has the right to appoint and remove Trustees. Thereafter, Trustees will be appointed by resolution of the Trustees.

- **Organisational structure and decision-making policies**

The Trustees must hold at least one meeting each year and such other meetings as may be expedient. A meeting is quorate if there be two Trustees present, one of which is Mr Andrew Wemyss. Meetings may take place by suitable electronic means.

Resolutions are determined by simple majority, with the chairman of the meeting having the second or casting vote; each Trustee has one vote on each resolution.

The Trust contact is Mrs Pamela Hyder at the Principal Office address. She manages the day-to-day business of the Trust.

- **Policies adopted for the induction and training of Trustees**

Mr Andrew Wemyss appoints Trustees following consultation with them as to their suitability and following agreement that they are aware of their duties as Trustees and specifically the objects of the Trust.

THE JOHN SCOTT CHARITABLE TRUST

Structure, governance and management (continued)

• Financial risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity, and are satisfied that systems and procedures are in place to mitigate the charity's exposure to all significant risks. The principal risk of loss of value of the invested funds is mitigated by providing the investment managers full discretionary management of the funds.

Statement of Trustees' responsibilities

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 & 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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and 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 Declaration of Trust. 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.

Approved by order of the members of the board of Trustees on 9 November 2022 and signed on their behalf by:

Andrew Wemyss
(Chair of Trustees)



THE JOHN SCOTT CHARITABLE TRUST

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MARCH 2022**

Independent examiner's report to the Trustees of The John Scott Charitable Trust ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2022.

Responsibilities and basis of report

As the Trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed 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 the accounts in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (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 been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the 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 accounts do not accord with those records; or
3. the accounts 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 have no concerns and 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.

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Signed: *D Graham*

Dated: *9 November 2022*

D Graham FCA

Ryecroft Glenton
32 Portland Terrace
Newcastle
NE2 1QP

THE JOHN SCOTT CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022

	Note	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:				
Donations and legacies	3	6,250	6,250	1,250,000
Investments	4	132,342	132,342	104,123
Total income		138,592	138,592	1,354,123
Expenditure on:				
Raising funds	5	68,389	68,389	57,284
Charitable activities	7	192,805	192,805	114,586
Total expenditure		261,194	261,194	171,870
Net (expenditure)/income before net gains on investments		(122,602)	(122,602)	1,182,253
Net gains on investments		457,282	457,282	1,643,482
Net movement in funds		334,680	334,680	2,825,735
Reconciliation of funds:				
Total funds brought forward		11,320,437	11,320,437	8,494,702
Net movement in funds		334,680	334,680	2,825,735
Total funds carried forward		11,655,117	11,655,117	11,320,437

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

The notes on pages 8 to 17 form part of these financial statements.

THE JOHN SCOTT CHARITABLE TRUST

**BALANCE SHEET
AS AT 31 MARCH 2022**

	Note	2022 £	2021 £
Fixed assets			
Investments	11	11,449,151	10,985,307
		<u>11,449,151</u>	<u>10,985,307</u>
Current assets			
Debtors	12	2,862	254,252
Cash at bank and in hand		207,904	87,118
		<u>210,766</u>	<u>341,370</u>
Creditors: amounts falling due within one year	13	(4,800)	(6,240)
Net current assets		<u>205,966</u>	<u>335,130</u>
Total assets less current liabilities		<u>11,655,117</u>	<u>11,320,437</u>
Total net assets		<u><u>11,655,117</u></u>	<u><u>11,320,437</u></u>
Charity funds			
Unrestricted funds	14	11,655,117	11,320,437
Total funds		<u><u>11,655,117</u></u>	<u><u>11,320,437</u></u>

The financial statements were approved and authorised for issue by the Trustees on 09 November 2022 and signed on their behalf by:


Andrew Wemyss
Trustee

The notes on pages 8 to 17 form part of these financial statements.

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1. General information

The Charitable Trust is registered with the Charity Commission for England and Wales, number 1127796. Its principal administration address is Torrie House, Newmills, Dumfermline, KY12 8HH.

The Charitable Trust is a grant-making charity.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The John Scott Charitable Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

2.3 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 on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (continued)

2.4 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on Investments' in the Statement of financial activities.

Investments held as fixed assets are shown at cost less provision for impairment.

2.5 Financial instruments

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

2.6 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Unrestricted funds 2022 £	Total funds 2022 £
Donations (including gift aid)	6,250	6,250
	<hr/>	<hr/>
	Unrestricted funds 2021 £	Total funds 2021 £
Donations (including gift aid)	1,250,000	1,250,000
	<hr/>	<hr/>

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

4. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £
Income from listed investments	132,342	132,342

	Unrestricted funds 2021 £	Total funds 2021 £
Income from listed investments	104,123	104,123

5. Investment management costs

	Unrestricted funds 2022 £	Total funds 2022 £
Investment management fees	68,389	68,389

	Unrestricted funds 2021 £	Total funds 2021 £
Investment management fees	57,284	57,284

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

6. Analysis of grants

	Grants to Institutions 2022 £	Total funds 2022 £
Grants, Direct costs	<u>183,000</u>	<u>183,000</u>

	<i>Grants to Institutions 2021 £</i>	<i>Total funds 2021 £</i>
Grants, Direct costs	<u>103,000</u>	<u>103,000</u>

THE JOHN SCOTT CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

6. Analysis of grants (continued)

The Charity has made grants of £5,000 and above to the following institutions during the year:

	2022 £	2021 £
Name of institution		
Ocean Youth Trust	28,000	28,000
Scotland Bravest Manufacturing Company	30,000	10,000
SSAFA, Scottish Resource Centre	20,000	10,000
Link Living Limited	15,000	10,000
Clapton Common Boys Club	-	8,000
The Erskine Hospital	10,000	5,000
The Room Sixty Project Ayr	-	5,000
Fife Employment Access Trust	-	5,000
ABT The Soldiers Charity	-	5,000
Fife Young Carers	10,000	-
Scots Guard Charity	10,000	-
Royal Marines Charity	5,000	-
Bede House Association	5,000	-
Blesma, The Limbless Veterans Charity	5,000	-
Kinross-shire Youth Enterprise	5,000	-
London Youth	5,000	-
Helm Training	5,000	-
	<u>153,000</u>	<u>86,000</u>
Other grants below £5,000 to 14 institutions (2021 - 9 institutions)	30,000	17,000
	<u>183,000</u>	<u>103,000</u>

7. Analysis of expenditure on charitable activities**Summary by fund type**

	Unrestricted funds 2022 £	Total funds 2022 £
Direct costs - Grant making activities	<u>192,805</u>	<u>192,805</u>

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

7. Analysis of expenditure on charitable activities (continued)

Summary by fund type (continued)

	<i>Unrestricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Direct costs - Grant making activities	<u>114,586</u>	<u>114,586</u>

8. Analysis of expenditure by activities

	<i>Grant funding of activities 2022 £</i>	<i>Support costs 2022 £</i>	<i>Total funds 2022 £</i>
Grant making	<u>183,000</u>	<u>9,805</u>	<u>192,805</u>

	<i>Grant funding of activities 2021 £</i>	<i>Support costs 2021 £</i>	<i>Total funds 2021 £</i>
Grant making	<u>103,000</u>	<u>11,586</u>	<u>114,586</u>

Analysis of support costs

	<i>Grant making 2022 £</i>	<i>Total funds 2022 £</i>
Accountancy fee	1,800	1,800
Legal and professional fees	960	960
Independent examination fees	4,800	4,800
Sundry expenses	2,245	2,245
Total 2022	<u>9,805</u>	<u>9,805</u>

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

8. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

	Grant making 2021 £	Total funds 2021 £
Auditors fee	6,240	6,240
Accountancy fee	1,200	1,200
Legal and professional fees	3,156	3,156
Sundry expenses	990	990
<i>Total 2021</i>	<u>11,586</u>	<u>11,586</u>

9. Independent examiner's remuneration

	2022 £	2021 £
Fees payable to the Charity's independent examiner for the preparation and independent examination of the Charity's annual accounts	4,800	-
Fees payable to the Charity's independent examiner in respect of:		
The preparation and auditing of the Charity annual accounts	-	5,440
All other services not included above	-	800

THE JOHN SCOTT CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

10. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year, no Trustee have had expenses reimbursed (2021 - £NIL).

11. Fixed asset investments

	Listed investments £	Cash held for re- investment £	Total £
Cost or valuation			
At 1 April 2021	10,165,504	819,803	10,985,307
Additions	3,636,419	112,392	3,748,811
Disposals	(3,571,039)	(171,210)	(3,742,249)
Revaluations	457,282	-	457,282
	<hr/>	<hr/>	<hr/>
At 31 March 2022	10,688,166	760,985	11,449,151
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 March 2022	10,688,166	760,985	11,449,151
	<hr/>	<hr/>	<hr/>
At 31 March 2021	10,165,504	819,803	10,985,307
	<hr/>	<hr/>	<hr/>

12. Debtors

	2022 £	2021 £
Due within one year		
Other debtors	2,862	254,252
	<hr/>	<hr/>
	2,862	254,252
	<hr/>	<hr/>

13. Creditors: Amounts falling due within one year

	2022 £	2021 £
Accruals	4,800	6,240
	<hr/>	<hr/>

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

14. Statement of funds

Statement of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2022 £
Unrestricted funds					
General Funds	11,320,437	138,592	(261,194)	457,282	11,655,117

Statement of funds - prior year

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2021 £
Unrestricted funds					
General Funds	8,494,702	1,354,123	(171,870)	1,643,482	11,320,437

15. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Total funds 2022 £
Fixed asset investments	11,449,151	11,449,151
Current assets	210,766	210,766
Creditors due within one year	(4,800)	(4,800)
Total	11,655,117	11,655,117

THE JOHN SCOTT CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

15. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Fixed asset investments	10,985,307	10,985,307
Current assets	341,370	341,370
Creditors due within one year	(6,240)	(6,240)
Total	<u>11,320,437</u>	<u>11,320,437</u>

16. Related party transactions

During the year Andrew Wemyss, a Trustee, made a donation of £5,000 (2021: £1,000,000) to the Charitable Trust.

£960 (2021: £456) was also paid to Monteith Solicitors for professional fees. Thomas Monteith, a Trustee, is a partner of Monteith Solicitors.

