

Charity registration number 251499

The London Scottish Headquarters Trust

Annual Report and Unaudited Financial Statements

For the year ended 31 March 2025

The London Scottish Headquarters Trust

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The London Scottish Headquarters Trust

Legal and Administrative Information

Trustees	Mr P.J. Layden TD KC (Chairman) Mr M.V. Ormiston Mr M.J. Felstead Major M.D. Randall Mr S.D. Lovelock The Earl Of Leicester T.E. Coke Mr K.H. Stoddart	(Appointed 4 July 2025) (Appointed 12 December 2024)
Charity number	251499	
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	

The London Scottish Headquarters 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.

The Trust is registered with the Charity Commission for England and Wales charity number 251499.

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 1886 Trust Deed provides that the objects of the charity are that they shall hold the premises at 59 Buckingham Gate:

1. To provide and maintain a place of reunion and meeting in pursuit of military, athletic, social and other purposes of recreation and improvement for such natives of Scotland resident in London and under such regulations and restrictions as may be specified and imposed from time to time by the Trustees.
2. To permit the Regiment of London Scottish Rifle Volunteers or any other military body in the service of the Crown which from time to time may in the opinion of the Trustees represent or by its organisation and nationality be entitled to stand in the place of the said London Scottish Rifle Volunteers to occupy the said premises or any part of part thereof for drill, gymnastics or other purpose for any term of years.
3. In the event of the disbandment of the said regiment or body as aforesaid then at the discretion of the Trustees to hold in trust for the Highland Society of London, the Corporation (now Scotsware) and the Caledonian Asylum (now the Royal Caledonian Education Trust) or for such bodies in existence at such a time..
4. The deed provided extensive powers for the Trustees to sell and replace the building with any equality money received to be held under the same trusts.

In 1985 the Trustees made an agreement to sell the premises at 59 Buckingham Gate and to purchase a site at 95 Horseferry Road to build a new Headquarters. Equality money was received to be held as capital of the endowment fund.

Legal title to the property of the Trust is held by The London Scottish Regiment Trustee Limited.

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

Structure, governance and management

The charity is established under a Trust Deed dated 23rd August 1886 as amended by Charity Commission Schemes for the administration of the Trust sealed by the Charity Commission on 7th February 1939 and 9th August 1993. In 1939 there was an MoD plan to quarter the London Scottish in a central drill hall. The 1939 Scheme accordingly permits the Trustees to apply any surplus income to the advancement of the military efficiency and benefit of the unit designated under Clause 2 of the 1886 Deed.

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

Mr P.J. Layden TD KC
Colonel C. Stagg OBE
Lady Rachel Johnstone-Burt
Mr M. V. Ormiston
Mr M.J. Felstead
Major M.D. Randall
Mr S.D. Lovelock
Mr K.H. Stoddart

Chairman
(Tenure expired 25 April 2024)
(Tenure expired 14 February 2025)

The London Scottish Headquarters Trust

Trustees' Report (Continued)

For the year ended 31 March 2025

The governing documents provide that there shall be 1 ex officio Trustee, being the Regimental Colonel, and up to 7 co-opted Trustees. The post of Regimental Colonel was discontinued by MOD with effect from 30th April 2023.

Accordingly, the post of Regimental Colonel is vacant.

Under the terms of the governing documents, the Trustees have power to co-opt new Trustees to fill vacancies within the number of Trustees required therein.

The Trustees meet regularly to discuss operational matters as required.

Public Benefit

The Trustees are confident that they have complied with their duty in Section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission for England and Wales. The Headquarters Trust provides a public benefit in that it supports the Army community and the Scottish community in London and abroad. Through its grants programme and access to London Scottish House, the Trust also enables other charities to maximise their public benefit, in support of the military family, public welfare, education and the promotion of Scottish culture and the arts.

Financial review

In 2016 the then Trustees embarked on an ambitious scheme to convert the premises into a Scottish Hub in London. The plan would have involved quite extensive alteration 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 professional advice from various consultants. HQ Trust funds, and the funds of the other Trusts, were used to finance these activities.

When the lease of the building by MoD expired in 2018, it was not renewed, and the considerable income was lost, the serving company being relocated to premises owned by MoD.

Concurrently with the capital expenditure, a trading company, London Scottish Volunteer Enterprises Limited ("LSVE") was set up in the joint ownership of the HQ and Regimental Trusts, to exploit the commercial value of the premises by hosting events etc.

In spite of the expenditure of almost all the capital investments of most of the London Scottish Trusts, and the activities of LSVE, the fundraising effort failed, LSVE suffering considerable losses in the process. There was insufficient money to cover the overheads of maintaining the building.

In 2020 the Trustees borrowed £1.2 million from Hoare Bank to reimburse those who had bought into a failed bond issue and for financing the alterations required for the purpose of the Hub project.

By 2021 it was apparent that the Trust was running out of money and was facing insolvency. Accordingly, in October of that year, most of the then trustees resigned and new appointments were made.

The new Trustees set to work. They set up a new commercial company, London SH Limited, in 2022, to manage the premises - solely on behalf of the HQ Trust. LSVE went into liquidation in June 2022. A benefactor has made an interest-free loan of £1.2 million to the HQ Trust to enable them to pay back the loan from Messrs Hoare and Co, and the commercial exploitation of the premises enables the Trust to cover its costs on a day to day basis. The benefactor has also agreed to make up any deficiency in the running budget at the end of the financial year.

Accordingly, while the position remains delicate, the Trustees are of the view that the Trust remains viable.

The London Scottish Headquarters Trust

Trustees' Report (Continued)

For the year ended 31 March 2025

Results

Unrestricted income for the year amounts to £71,828 (2024: £113,211).

Unrestricted income	2025	2024
	£	£
London Scottish Regimental Trust	-	30,000
Donations from organisations	-	34,335
Donations from individuals	58,395	18,000
Other income	13,533	30,876
Total income	71,928	113,211

The results show that there was an overall deficit in the year of £81,491 (2024: deficit of £42,222).

The balances on the funds at 31st March 2025 are as follows:

Total funds	2025	2024
	£	£
Endowment and restricted funds	15,356,856	15,356,856
Unrestricted fund (deficit)	(2,534,723)	(2,453,232)
Total funds	12,822,133	12,903,624

The deficit of Unrestricted Funds indicates that an equivalent amount of the Endowment Fund has been expended.

Plans for future periods

The Trustees remain concerned about the position of the Trust and the impact of events during the year and earlier. They have taken action to reduce costs and generate income and will be considering what can be done to rectify the position, particularly of the Endowment Fund and the possibility of recovering funds. Legal advice has been taken.

Risk management

The Trustees are acutely aware of the risks to which the Trust has been exposed since the termination of the lease of the premises in March 2018 at which point there was a significant loss of income and a very substantial increase in the burden of cost relating to the building.

The Trustees, through London SH Ltd, have taken measures which enable the building to operate as a going concern on a day to day basis. They are in discussion with the trustees of the other Regimental Trusts to secure funding to enable the Headquarters Trust to meet some upcoming capital commitments. The Headquarters Trust Trustees have designated the Scots Guards as the unit standing in place of the London Scottish Rifle Volunteers for the purposes of Clause 2 of the 1886 Trust Deed. The Trustees are, together with the other Regimental Trusts, investigating and developing closer links with the Scots Guards across a range of activities. The Scots Guards are considering what use they could make of parts of London Scottish House. The Trustees have negotiated a loan from the Scots Guards Charity to enable them to meet some urgent capital requirements. They have kept the Charity Commission fully informed of these developments.

Accordingly, while there remain concerns about the future viability of the Trust, the Trustees have at present reason to believe that the charity will be able to continue into the foreseeable future.

The London Scottish Headquarters Trust

Trustees' Report (Continued)

For the year ended 31 March 2025

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



Mr P.J. Layden TD KC (Chairman)

Trustee

Date: 02/12/2025



The London Scottish Headquarters Trust

Independent Examiner's Report

To the Trustees of The London Scottish Headquarters Trust

I report to the Trustees on my examination of the financial statements of The London Scottish Headquarters 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 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 1LJ

Dated:

The London Scottish Headquarters Trust

Statement of Financial Activities

For the year ended 31 March 2025

	Notes	Unrestricted funds 2025 £	Endowment funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Endowment funds 2024 £	Total 2024 £
<u>Income and endowments from:</u>							
Donations and legacies	3	58,395	-	58,395	82,335	-	82,335
Investments	4	13,415	-	13,415	30,876	-	30,876
Other income	5	118	-	118	-	-	-
Total income		71,928	-	71,928	113,211	-	113,211
<u>Expenditure on:</u>							
Raising funds	6	-	-	-	52	-	52
Charitable activities	7	153,419	-	153,419	155,872	-	155,872
Other		-	-	-	-	52	52
Total expenditure		153,419	-	153,419	155,924	52	155,976
Net gains/(losses) on investments	10	-	-	-	-	543	543
Net movement in funds		(81,491)	-	(81,491)	(42,713)	491	(42,222)
Fund balances at 1 April 2024		(2,453,232)	15,356,856	12,903,624	(2,410,519)	15,356,365	12,945,846
Fund balances at 31 March 2025		(2,534,723)	15,356,856	12,822,133	(2,453,232)	15,356,856	12,903,624

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 16 form part of these financial statements.

The London Scottish Headquarters Trust

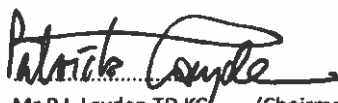
Balance Sheet

As at 31 March 2025

		2025		2024	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12	15,053,594		15,026,889	
Investments	13		1		1
		<u>15,053,595</u>		<u>15,026,890</u>	
Current assets					
Debtors	14	39,936		31,154	
Cash at bank and in hand		70,832		221,560	
		<u>110,768</u>		<u>252,714</u>	
Creditors: amounts falling due within one year	16	<u>(942,230)</u>		<u>(975,980)</u>	
Net current liabilities			<u>(831,462)</u>		<u>(723,266)</u>
Total assets less current liabilities		<u>14,222,133</u>		<u>14,303,624</u>	
Creditors: amounts falling due after more than one year			<u>(1,400,000)</u>		<u>(1,400,000)</u>
Net assets		<u><u>12,822,133</u></u>		<u><u>12,903,624</u></u>	
Capital funds					
Endowment funds - general	17	15,356,856		15,356,856	
Income funds					
Unrestricted funds		<u>(2,534,723)</u>		<u>(2,453,232)</u>	
		<u><u>12,822,133</u></u>		<u><u>12,903,624</u></u>	

The notes on pages 8 to 16 form part of these financial statements.

The financial statements were approved by the Trustees on 02/12/2025


Mr P.J. Layden TD KC (Chairman)
Trustee

The London Scottish Headquarters Trust

Notes to the Financial Statements

For the year ended 31 March 2025

1 Accounting policies

Charity information

The London Scottish Headquarters Trust is an unincorporated charitable trust registered with the Charity Commission in England and Wales, number 251499. Its principal office is London Scottish House, 95 Horseferry Road, London, SW1P 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 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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 modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

These financial statements are prepared on the going concern basis. The Trustees have a reasonable expectation that the Trust will continue in operational existence for the foreseeable future, however, the Trustees are aware of certain material uncertainties which may cause doubt on the Trust's ability to continue as a going concern.

The Trustees are concerned that the Trust will have insufficient liquid funds to continue to meet its objects. The Trustees are working towards a plan that would allow the Trust to continue in operation, however it is not certain at this time that the plan will be successful.

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 or grantors 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.

The London Scottish Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

1 Accounting policies

(Continued)

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.

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 land and buildings	No depreciation charged
Fixtures and fittings	10% - 33% 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.

The freehold property became a Grade II listed building in December 2021.

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 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 Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

1 Accounting policies

(Continued)

1.10 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.

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 Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

3 Income from donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	58,395	52,335
Grants receivable	-	30,000
	<u>58,395</u>	<u>82,335</u>

4 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Rental income	12,000	30,000
Interest receivable	1,415	876
	<u>13,415</u>	<u>30,876</u>

5 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Other income	118	-
	<u>118</u>	<u>-</u>

6 Expenditure on raising funds

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Investment management	-	52
	<u>-</u>	<u>52</u>

The London Scottish Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

7 Expenditure on charitable activities

	Charitable activities 2025 £	Charitable activities 2024 £
Direct costs		
Depreciation and impairment	9,502	28,373
Share of support and governance costs (see note)		
Support	143,917	127,499
	<u>153,419</u>	<u>155,872</u>
Analysis by fund		
Unrestricted funds	<u>153,419</u>	<u>155,872</u>

8 Net movement in funds

	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	<u>9,502</u>	<u>28,372</u>

9 Trustees

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

10 Gains and losses on investments

	Endowment funds 2025 £	Endowment funds 2024 £
Gains/(losses) arising on:		
Sale of investments	<u>-</u>	<u>543</u>

11 Taxation

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

The London Scottish Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

12 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 April 2024	15,000,000	236,264	15,236,264
Additions	-	36,206	36,206
At 31 March 2025	15,000,000	272,470	15,272,470
Depreciation and impairment			
At 1 April 2024	-	209,374	209,374
Depreciation charged in the year	-	9,502	9,502
At 31 March 2025	-	218,876	218,876
Carrying amount			
At 31 March 2025	15,000,000	53,594	15,053,594
At 31 March 2024	15,000,000	26,889	15,026,889

The investment property rented to another group entity has been accounted for using the cost model. The carrying value of this investment property included within tangible fixed assets is £15,000,000 (2024 - £15,000,000).

The London Scottish Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

13 Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 1 April 2024 & 31 March 2025	1
Carrying amount	
At 31 March 2025	1
At 31 March 2024	1

14 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Amounts owed by fellow group undertakings	39,936	31,154

15 Loans and overdrafts

	2025 £	2024 £
Bank loan - secured	1,200,000	1,200,000
Loans from related regimental trusts	912,950	912,950
Other long term loans	200,000	200,000
	<u>2,312,950</u>	<u>2,312,950</u>
Payable within one year	912,950	912,950
Payable after one year	<u>1,400,000</u>	<u>1,400,000</u>

The bank loan is secured by a fixed charge over the freehold property (95 Horseferry Road, London, SW1P 2DX). It is repayable in full before July 2025 and carries a fixed interest rate of 5.5% pa.

The loan for £200,000 was made by The Scots Guards Charity in March 2024. It will be repayable with interest on 6 months' written request, but this notice cannot be served within a year of its grant.

The London Scottish Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

16 Creditors: amounts falling due within one year

	2025	2024
	£	£
Loans from related regimental trusts	912,950	912,950
Trade creditors	19,636	32,694
Amounts owed to related regimental entities	-	20,485
Other creditors	-	1
Accruals and deferred income	9,644	9,850
	<u>942,230</u>	<u>975,980</u>

17 Endowment funds

Endowment funds represent assets which must be held for the ultimate benefit of the capital beneficiaries by the Trust. Income arising on the endowment funds can be used in accordance with the objects of the Trust and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

	At 1 April 2024	Resources expended	Gains and losses	At 31 March 2025
	£	£	£	£
Permanent endowments				
Freehold Fund	<u>15,356,856</u>	<u>-</u>	<u>-</u>	<u>15,356,856</u>
Previous year:				
	At 1 April 2023	Resources expended	Gains and losses	At 31 March 2024
	£	£	£	£
Permanent endowments				
Freehold Fund	<u>15,356,365</u>	<u>(52)</u>	<u>543</u>	<u>15,356,856</u>

The Freehold Fund represents the carrying value of The London Scottish Regimental Trust Headquarters and funds subsequently received for dilapidations.

The 1986 Fund represents the residue of the equality money received from the sale of 59 Buckingham Gate and the development of 95 Horseferry Road in accordance with the Court Order dated 20th January 1986 and is to be held as part of and on the same terms as the Endowment Fund. The Trustees have power to expend the income from this Fund and the future income of the Trust from rents and investments for the benefit of The Regiment.

The London Scottish Headquarters Trust

Notes to the Financial Statements (Continued)

For the year ended 31 March 2025

18 Analysis of net assets between funds

	Unrestricted funds 2025 £	Endowment funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Endowment funds 2024 £	Total 2024 £
Fund balances at 31 March 2025 are represented by:						
Tangible assets	53,594	15,000,000	15,053,594	26,889	15,000,000	15,026,889
Investments	1	-	1	1	-	1
Current assets/(liabilities)	(837,578)	6,116	(831,462)	(729,382)	6,116	(723,266)
	(783,983)	15,006,116	14,222,133	(702,492)	15,006,116	14,303,624
Long term liabilities	-	(1,400,000)	(1,400,000)	-	(1,400,000)	(1,400,000)
	(783,983)	13,606,116	12,822,133	(702,492)	13,606,116	12,903,624
Interfund loan	(1,750,740)	1,750,740	-	(1,750,740)	1,750,740	-
	(2,534,723)	15,356,856	12,822,133	(2,453,232)	15,356,856	12,903,624

19 Related party transactions

Transactions with related parties

Last year, the Charity received a grant of £30,000 in the year from The London Scottish Regimental Trust, a charity with common trustees. No grant was received in the current year.

The Charity was owed £31,154 by The London Scottish Regimental Trust at the balance sheet date (2024: £31,154).

The Charity had long term loans outstanding of £816,850 (2024: £816,850) to the London Scottish Regiment 1995 Charity and £96,100 (2024: £96,100) to the London Scottish 1990 Fund at the balance sheet date.

London SH Ltd was formed to manage the property in April 2022. The Charity charged rent of £12,000 to London SH Ltd in the year (2024: £30,000). At the year end, the Charity was owed £8,783 by London SH Ltd (2024: £20,485 was due to London SH Ltd).

