

Charity registration number SC014450 (Scotland)

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022**

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees



Charity number (Scotland)

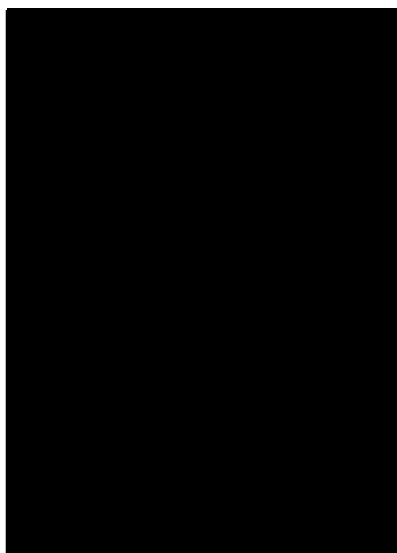
SC014450

Principal address



Independent examiner

Secretary and Treasurer



DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN (KNOWN AS THE DOUGLAS HAY TRUST) CONTENTS

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DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN (KNOWN AS THE DOUGLAS HAY TRUST) TRUSTEES' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2022

The trustees present their annual report and financial statements for the year ended 31 October 2022.

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 constitution, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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 charity's objects are to expend the Trust Fund, whether income or capital:

- 1 By making annual donations or special grants to any Society or Association devoting itself to the care of physically handicapped children; and
2. By making grants to individual physically handicapped children of 18 years and younger; all as the Trustees in their sole discretion may decide.

The principal policy of the Trust is to aid individual children who have no other source of aid in areas where the state does not assist them. The Trust gives funds for equipment, clothing and bedding, and as a lesser priority contributes to educational computers and holidays.

Achievements and performance

The Trust made grants amounting to £13,568 (2021: £14,785) during the year.

The charity's website has been reinstated at <https://douglasshaytrust.org.uk/>

Financial review

The investments of the Trust have a market value of £1,088,288 (2021: £1,191,413) and there are net current assets of £98,558 (2021: £87,173). The Trust received income of £34,830 (2021: £31,915) during the financial year and £13,568 (2021: £14,785) was applied in making awards.

Reserves policy

It is the policy of the charity to maintain reserves at a level which will enable the charity to generate sufficient investment income to cover the payment of grants and the administration and support costs of the charity.

At 31 October 2022 total funds amounted to £1,186,846 (2021: £1,278,586). Investment income remains the main source of income for the Fund and the level of reserves held within the Fund's investment portfolio is considered necessary for the generation of a sufficient level of income to funds its operations.

Structure, governance and management

The Trust was established by a Deed of Trust dated 8 March 1949 and registered in the Books of Council and Session on 13 May 1949. The registered name is the Douglas Hay Trust for Crippled Children.

The charity's affairs are managed by the Secretary and Treasurer under instruction from the Trustees. In January 2022, [REDACTED] retired as Secretary and Treasurer and the position is now filled by [REDACTED]

[REDACTED] were:

New trustees are appointed by the existing trustees. New trustees will receive suitable training from continuing trustees and the secretaries and treasurers and will be given a copy of OSCR Guidance for Charity Trustees.

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

None of the trustees receive any remuneration or benefit from the charity.

On 4 January 2023 a Scottish Charitable Incorporated Organisation (SCIO) was established: Douglas Hay Trust (SC052223). The SCIO has the same charitable purposes and objectives as Douglas Hay Trust for Crippled Children (SC014450). In the course of the year ended 31 October 2023 the activities, assets and liabilities of Douglas Hay Trust for Crippled Children will be transferred to the SCIO. When this process is complete, Douglas Hay Trust for Crippled Children will be dissolved.

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

A large black rectangular box redacting the signature of the trustee.

8 March 2023

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
INDEPENDENT EXAMINER'S REPORT**

TO THE TRUSTEES OF DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN

I report on the financial statements of the charity for the year ended 31 October 2022, which are set out on pages 4 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investments (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 2006 Accounts Regulations does not apply. It is my responsibility to examine the financial statements as required under section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

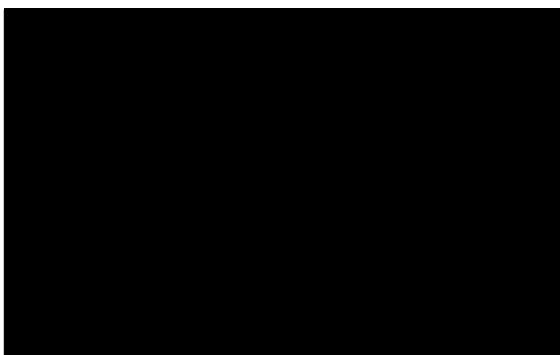
Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeks 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 I do not express an audit opinion on the view given by the financial statements.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.



Dated: 8 March 2023

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
STATEMENT OF FINANCIAL ACTIVITIES**

FOR THE YEAR ENDED 31 OCTOBER 2022

		Unrestricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
	Notes						
Income and endowments from:							
Investment income	3	34,698	-	34,698	31,915	-	31,915
Other income	4	132	-	132	-	-	-
Total income		34,830	-	34,830	31,915	-	31,915
Expenditure on:							
Raising funds	5	-	8,033	8,033	-	8,124	8,124
Charitable activities	6	23,332	-	23,332	24,238	-	24,238
Total expenditure		23,332	8,033	31,365	24,238	8,124	32,362
Net gains/(losses) on investments	11	-	(95,205)	(95,205)	-	205,363	205,363
Net incoming/(outgoing) resources before transfers		11,498	(103,238)	(91,740)	7,677	197,239	204,916
Gross transfers between funds		(63)	63	-	(56)	56	-
Net movement in funds		11,435	(103,175)	(91,740)	7,621	197,295	204,916
Fund balances at 1 November 2021		36,663	1,241,923	1,278,586	29,042	1,044,628	1,073,670
Fund balances at 31 October 2022		48,098	1,138,748	1,186,846	36,663	1,241,923	1,278,586

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

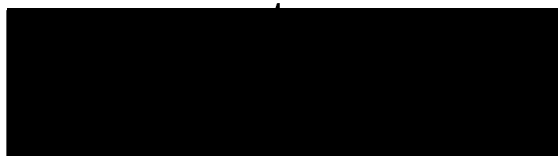
All income and expenditure derive from continuing activities.

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
BALANCE SHEET**

AS AT 31 OCTOBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments	12		1,088,288		1,191,413
Current assets					
Debtors	14	2,965		2,754	
Cash at bank and in hand		97,783		88,569	
			100,748		91,323
Creditors: amounts falling due within one year	15	(2,190)		(4,150)	
Net current assets			98,558		87,173
Total assets less current liabilities			1,186,846		1,278,586
Capital funds					
Expendable endowment	16		1,138,748		1,241,923
Income funds					
Unrestricted funds			48,098		36,663
			1,186,846		1,278,586

The financial statements were approved by the Trustees on 8 March 2023



**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022**

1 Accounting policies

Charity information

Douglas Hay Trust for Crippled Children is a charitable trust established by a Deed of Trust in 1949 and domiciled in Scotland. The registered address is [REDACTED]

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitution, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), 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 small 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, modified to include investments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The trustees therefore continue to adopt the going concern basis of accounting in preparing the financial statements.

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 charity has no restricted funds.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity. The charity's investments are treated as an expendable endowment as the trustees have the power to make payments out of capital.

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.

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis.

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

1 Accounting policies

(Continued)

1.6 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.

1.7 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.

1.8 Financial instruments

Financial instruments comprise financial assets and financial liabilities which are initially recognised at transaction value and subsequently measured at their settlement value with the exception of investments. Investments are measured initially at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales and proceeds and their opening carrying value or purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between fair value at the year end and their carrying value. Realised gains and losses are combined in the statement of financial activities.

Financial Instruments measured at fair value

Financial Instruments measured at fair value comprise listed investments. Fixed asset investments, on which the ongoing financial sustainability of the charity depends, are considered to carry a significant risk of material adjustment. The main risks lie in the combination of uncertain investment markets and volatility in yield.

1.9 Debtors

Debtors are recognised at the settlement amount due. Prepayments are valued at the prepaid amount.

1.10 Creditors and provisions

Creditors and provisions are recognised where a present obligation from a passed event will probably result in the transfer of funds to a third party and the amount to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

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.

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

3 Investment income

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Income from listed investments	34,688	31,910
Interest receivable	10	5
	<u>34,698</u>	<u>31,915</u>

4 Other income

	Unrestricted funds	Total
	2022	2021
	£	£
Other income	132	-
	<u>132</u>	<u>-</u>

5 Raising funds

	Endowment funds general	Endowment funds general
	2022	2021
	£	£
Investment management	8,033	8,124
	<u>8,033</u>	<u>8,124</u>

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

6 Charitable activities

	Grants payable 2022 £	Grants payable 2021 £
Grant funding of activities (see note 7)	13,568	14,785
Share of support costs (see note 8)	8,224	7,953
Share of governance costs (see note 8)	1,540	1,500
	<u>23,332</u>	<u>24,238</u>

7 Grants payable

	Grants payable 2022 £	Grants payable 2021 £
Riding for the Disabled	-	2,300
Grants to individuals	13,568	12,485
	<u>13,568</u>	<u>14,785</u>

During the year, grants were made to sponsoring bodies for the benefit of 22 (2021: 20) individuals.

8 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Secretary and Treasurer	6,676	-	6,676	7,953	-	7,953
Website	1,548	-	1,548	-	-	-
Independent examination fees	-	1,500	1,500	-	1,500	1,500
Legal and professional	-	40	40	-	-	-
	<u>8,224</u>	<u>1,540</u>	<u>9,764</u>	<u>7,953</u>	<u>1,500</u>	<u>9,453</u>
Analysed between Charitable activities	<u>8,224</u>	<u>1,540</u>	<u>9,764</u>	<u>7,953</u>	<u>1,500</u>	<u>9,453</u>

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

9 Trustees

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

10 Employees

There were no employees (2021: none).

11 Net gains/(losses) on investments

	Endowment funds general 2022 £	Endowment funds general 2021 £
Revaluation of investments	(108,982)	178,451
Gain/(loss) on sale of investments	13,777	26,912
	<u>(95,205)</u>	<u>205,363</u>

12 Fixed asset investments

	Listed investments £	Cash in portfolio	Total £
Cost or valuation			
At 1 November 2021	1,178,975	12,438	1,191,413
Additions	308,472	-	308,472
Valuation changes	(108,982)	-	(108,982)
Disposals	(300,020)	(2,595)	(302,615)
	<u>1,078,445</u>	<u>9,843</u>	<u>1,088,288</u>
Carrying amount			
At 31 October 2022	<u>1,078,445</u>	<u>9,843</u>	<u>1,088,288</u>
At 31 October 2021	<u>1,178,975</u>	<u>12,438</u>	<u>1,191,413</u>

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE ACCOUNTS**

FOR THE YEAR ENDED 31 OCTOBER 2022

13	Financial instruments	2022	2021
		£	£
	Carrying amount of financial assets		
	Instruments measured at fair value through profit or loss	1,078,445	1,178,975
		<u><u> </u></u>	<u><u> </u></u>
14	Debtors	2022	2021
		£	£
	Amounts falling due within one year:		
	Other debtors	2,965	2,754
		<u><u> </u></u>	<u><u> </u></u>
15	Creditors: amounts falling due within one year	2022	2021
		£	£
	Accruals and deferred income	2,190	4,150
		<u><u> </u></u>	<u><u> </u></u>

**DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022**

16 Endowment funds

The Endowment fund represent assets which in the opinion of the Trustees form the core assets through which the charity's activities are funded. Income arising on the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund. The fund has been classified as an expendable endowment as the Trustees have the power to make payments out of capital in furtherance of the charitable objectives.

	Balance at 1 November 2020	Resources expended	Transfers	Revaluations gains and losses	Balance at 1 November 2021	Resources expended	Transfers	Revaluations gains and losses	Balance at 31 October 2022
	£	£	£	£	£	£	£	£	£
Expendable endowments									
Endowment fund	1,044,628	(8,124)	56	205,363	1,241,923	(8,033)	63	(95,205)	1,138,748
	<u>1,044,628</u>	<u>(8,124)</u>	<u>56</u>	<u>205,363</u>	<u>1,241,923</u>	<u>(8,033)</u>	<u>63</u>	<u>(95,205)</u>	<u>1,138,748</u>

DOUGLAS HAY TRUST FOR CRIPPLED CHILDREN
(KNOWN AS THE DOUGLAS HAY TRUST)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2022

17 Analysis of net assets between funds

	Unrestricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
Fund balances at 31 October 2022 are represented by:						
Investments	-	1,088,288	1,088,288	-	1,191,413	1,191,413
Current assets/(liabilities)	48,098	50,460	98,558	36,663	50,510	87,173
	<u>48,098</u>	<u>1,138,748</u>	<u>1,186,846</u>	<u>36,663</u>	<u>1,241,923</u>	<u>1,278,586</u>