

THE KENNEDY CHARITABLE TRUST

Scottish Charity No SC023217

FINANCIAL STATEMENTS

For the Year to 5th April 2024

THE KENNEDY CHARITABLE TRUST

**GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 5TH APRIL 2024**

The Trustees present their annual report and financial statements for the charity for the year ended 5th April 2024. 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 Trust Deed, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland (FRS 102) (second edition issued October 2019 and effective 1 January 2019).

Objectives and activities

Objectives of Trust

The Trust Funds are held by the Trustees for such purposes as are recognised by the law of Scotland and by UK Tax law as exclusively charitable. They are to be applied for such one or more of those purposes as the Trustees in their sole discretion think fit.

The Trustees do not engage directly in charitable activities or projects. The main activity is grant-making.

By support of operational charities the Trustees aim is to provide public benefit by ensuring that the front line charitable activities of those organisations can be sustained.

Grant-making policy

As the Trust's objectives are broad the Trustees have opted for a policy of making donations to charitable organisations who provide direct charitable benefit and who they feel require most support, and who the Trustees believe can make significant front line impact as a result of that support.

Report on the activities
of the Trust

The Trust's public benefit is discharged by making donations in accordance with its objectives, aims and grantmaking policy, to organisations directly involved in the provision of charitable services.

The Trust does not engage in charitable activities directly.

The Trustees have supported a wide range of charitable causes in the year under review as permitted by the flexible diversity of objectives laid down in the Trust Deed. Donations were directed to organisations involved in the conservation, health, and citizenship and community development.

THE KENNEDY CHARITABLE TRUST

**GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 5TH APRIL 2024**

Achievements and performance

**Investment policy and
performance**

In accordance with the Trust Deed, the Trustees have power to invest in such stocks, shares, investments and property as they in their sole discretion think fit. The Trustees engage Cazenove Capital as investment managers.

The Trustees' investment policy is geared towards a balanced return between capital and income.

There are no constraints placed upon the investments which may be held in the portfolio.

At the close of the financial statements the portfolio had decreased in value by 17.26%. During the year there were partial disposals of the sole investment to meet donations.

The Trust holds only a single OEIC investment.

Gross dividend income decreased by 11.79%.

Financial review

Financial review

The Trust's ability to make meaningful donations is reliant on income and investment returns from its investment portfolio. The Trust occasionally receives voluntary donations which serve to enhance the Trust's grantmaking.

At the close of the account the sole investment of the Trust has a fair value of £542,545.00 (2023 £655,699.00) and there are net current assets of £59,445.66 (2023 £30,290.27) held by the Trustees, giving closing reserves of £601,990.66 (2023 £685,989.27).

During the year the Trust received investment income of £26,969.56 (2023 £29,706.64).

£132,500.00 (2023 £45,500.00) was applied in making donations to 5 (2023 4) organisations.

THE KENNEDY CHARITABLE TRUST

GENERAL INFORMATION AND REPORT OF THE TRUSTEES FOR YEAR TO 5TH APRIL 2024

Reserves policy

It is the policy of the Trustees to distribute the income of the Trust in the form of grants or donations. It is anticipated that, where possible, any surplus income at the close of the account would be so distributed in a following year.

As the Trust does not provide direct charitable services, the Trustees believe that normal expenditure can be met from income generated.

The funds of the Trust are wholly unrestricted and are represented by a single OEIC investment and cash balances. The new OEIC is managed on a discretionary basis by the investment managers. The Trustees have power to draw upon the investments in furtherance of the Trust's objectives whilst retaining sufficient funds to meet any commitments they may undertake.

As the assets of the Trust are held in a ready realisable form the Trustees do not therefore consider it necessary to maintain specific reserves.

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 Trust and are satisfied that systems are in place to mitigate our exposure to the major risks.

As the Trust relies on its investment returns in order to make its donations, the principal risk faced by the Trust lies in the performance of its investments.

The Trustees have mitigated this by retaining investment managers to advise them. The OEIC holding has a diversified asset base.

Going concern

The Trustees have no material uncertainties as to the Trust's ability to continue as a going concern.

Structure, governance and management

Founding Document

Deed of Trust, by William Michael Clifford Kennedy, dated 16th and 28th December 1994 and registered in the Books of Council and Session on 16th January 1995.

Appointment of new Trustee:

The power to appoint new Trustees is reserved to the Trustees in office. There must be a minimum of three Trustees at all times. Unless otherwise determined the effective quorum for Trustee meetings is two Trustees.

Decision making

All operating decisions are considered by the Trustees in office, who are also the key management personnel.

Employees

The Trust has no employees (2023 None).

Management

All Trustees are active in the management of the Trust.

Related party transactions

The Trustee [REDACTED] is an employee of Cazenove Capital. During the year, Cazenove Capital was paid the sum of £1,400.97 (2023 £1,715.15) for the provision of investment services and advice to the Trustees, of which £300.00 remained outstanding at the year end (2023 £400.00).

THE KENNEDY CHARITABLE TRUST

**GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 5TH APRIL 2024**

Reference and Administrative Information

A Scottish Charity No: SC023217

Address 43 Ann Street
Edinburgh
EH4 1PL

Trustees (appointed by
deed/assumption)



Advisers:-

Solicitors

Turcan Connell
Princes Exchange
1 Earl Grey Street
Edinburgh
EH3 9EE

Investment advisers

Cazenove Capital
18 Charlotte Square
Edinburgh
EH2 4DF

Independent examiner



Whitelaw Wells
Chartered Accountants
9 Ainslie Place
Edinburgh
EH3 6AT

THE KENNEDY CHARITABLE TRUST

**GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 5TH APRIL 2024**

**Statement of Trustees'
responsibilities in respect
of the financial statements**

The Trustees are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

The Charities and Trustee Investment (Scotland) Act 2005 and The Charities Accounts (Scotland) Regulations 2006 (as amended) require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of its results for that period.

In preparing those financial statements, the Trustees are required to follow best practice and:

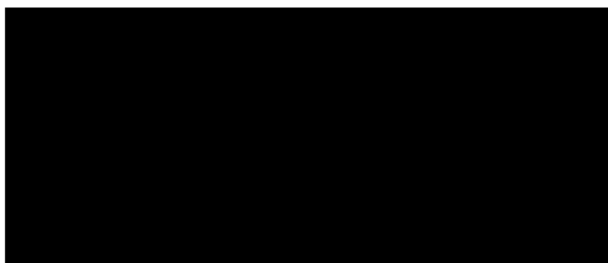
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis, unless it is inappropriate to assume that the Trust will continue on that basis.

The above noted legislation also requires the Trustees to be responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust to enable them to ensure that the financial statements comply with the legislation. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Financial statements preparation

The Trustees confirm that the financial statements for the year ended 5th April 2024 have been prepared so as to comply with current statutory requirements, the Charity SORP and the Trust's own governing document.

Approved on behalf of the Trustees



26/12/2024
Date

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE KENNEDY CHARITABLE TRUST**

I report on the financial statements of the Trust for the year ended 5th April 2024 which are set out on pages 8 to 14.

This report is made to the Trustees, as a body, in accordance with the terms of my engagement. My work has been undertaken to enable me to report my opinion as set out below 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 Trustees, as a body, for my work or for this report.

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 & Trustee Investment (Scotland) Act 2005 ("the Act") and the Charities Accounts (Scotland) Regulations 2006 (as amended) ("the Regulations"). The charity Trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the 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 report

My examination is carried out in accordance with Regulation 11 of the 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 you as 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 the course of my examination, no matter has come to my attention :

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

Chartered Accountants
9 Ainslie Place
Edinburgh
EH3 6AT

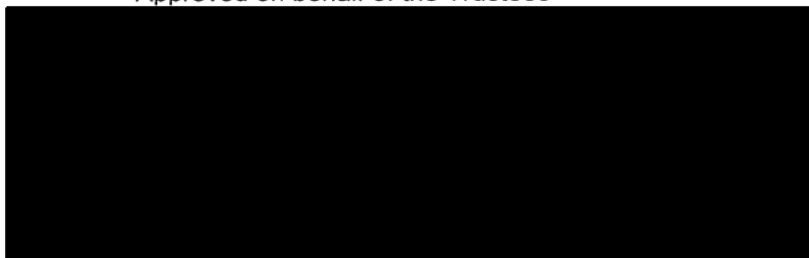
Date:

THE KENNEDY CHARITABLE TRUST
BALANCE SHEET AS AT 5TH APRIL 2024

	<u>Notes</u>	<u>2024</u>	<u>2023</u>
<u>Fixed assets</u>			
Investments	6	£ 542,545.00	£ 655,699.00
<u>Current assets</u>			
Cash on deposit		61,065.66	32,010.27
Total current assets		<u>£ 61,065.66</u>	<u>£ 32,010.27</u>
<u>Less:</u>			
<u>Current liabilities</u>			
Creditors: amounts falling due within twelve months	2	(1,620.00)	(1,720.00)
Total liabilities		<u>(1,620.00)</u>	<u>(1,720.00)</u>
Net current assets		59,445.66	30,290.27
Net assets		<u>£ 601,990.66</u>	<u>£ 685,989.27</u>
<u>Funds of the charity</u>			
Unrestricted funds		601,990.66	685,989.27
Total charity funds		<u>£ 601,990.66</u>	<u>£ 685,989.27</u>

The Notes on pages 10 to 14 form part of these accounts.

Approved on behalf of the Trustees



THE KENNEDY CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5th APRIL 2024

	<u>Note</u>	<u>2024</u> <u>Total</u>	<u>2023</u> <u>Total</u>
<u>Income and endowments from:</u>			
Investments	7	26,969.56	29,706.64
Total		<u>£ 26,969.56</u>	<u>£ 29,706.64</u>
<u>Expenditure on:</u>			
<u>Raising funds</u>			
Investment management charges	3	(1,400.97)	(1,715.15)
<u>Charitable activities</u>			
Donations	8	(132,500.00)	(45,500.00)
Support and governance costs	4	(1,927.20)	(2,755.20)
Total		<u>£(135,828.17)</u>	<u>£(49,970.35)</u>
		(108,858.61)	(20,263.71)
Net (losses)/gains on investments	6	24,860.00	(57,155.00)
Net income and net movement in funds		<u>(83,998.61)</u>	<u>(77,418.71)</u>
Balance as at 6th April 2023		685,989.27	763,407.98
Balance as at 5th April 2024		<u><u>£ 601,990.66</u></u>	<u><u>£ 685,989.27</u></u>

All funds are unrestricted in both the current and previous years.
The Notes on pages 10 to 14 form part of these accounts.

THE KENNEDY CHARITABLE TRUST

Notes To The Financial Statements

1 Accounting Policies

a) Financial statements preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the : Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) (second edition issued October 2019 and effective 1 January 2019) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005, and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The Trust constitutes a public benefit entity as defined by FRS102.

The financial statements have been prepared on a going concern basis. The Trustees have assessed the Trust's ability to continue as a going concern and have reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

b) Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date. The statement of financial activities includes the net gains or losses arising on revaluation and disposals throughout the year.

Fair value revaluation of the portfolio at the account date is done at either mid market price or bid price depending on the nature of the investment.

c) Realised gains and losses

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

d) Income

Investment income is included in the financial statements in the year in which it becomes entitled to it, it can be reliably determined and there is probability of receipt.

Donations are included in the financial statements together with associated gift aid, where applicable, when the Trustees have been advised of the donation with notification of both amount and intended settlement date.

e) Expenditure

Expenditure is included in the financial statement on an accruals basis and recognised in full as soon as a constructive obligation exists, the sums payable can be reliably measured and there is probability of payment.

f) Cost of raising funds

Investment management charges are included on an accruals basis and recognised in full as soon as a constructive obligation exists.

THE KENNEDY CHARITABLE TRUST

Notes To The Financial Statements

g) Support and governance costs

Support costs are the costs associated with the direct management of the charity.

Governance costs are the costs of compliance with the statutory and regulatory requirements of the charity.

Fees charged by Turcan Connell for legal and accounting services are included in the financial statements as follows:

Support (legal and administrative costs) - 40%

Governance (accountancy costs) - 60%

These are recorded in the Statement of Financial Activities as appropriate.

Independent examination fees are recorded in support and governance costs in the Statement of Financial Activities.

All other governance and support costs are recorded in the Statement of Financial Activities as appropriate.

As the charity does not provide services directly but by way of grants to other organisations, support and governance costs are not allocated against individual grants or donations.

h) Grants

Grants payable are payments to third parties in furtherance of the charitable objects of the Trust.

In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Grants authorised to be paid in respect of the accounting year or future years are provided for in the financial statements.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient.

i) VAT

The Charity is not registered for VAT purposes and all VAT incurred is therefore irrecoverable. Where applied, VAT is included as part of the expense.

2 Current liabilities

Less than 12 months

Whitelaw Wells, independent examination fee	720.00	720.00
Turcan Connell, administration and accounting fees	600.00	600.00
Cazenove Capital, investment management fee	300.00	400.00

£	1,620.00	£	1,720.00
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3 Cost of raising funds

Investment management fees

	<u>2024</u>	<u>2023</u>
	<u>Total</u>	<u>Total</u>
	1,400.97	1,715.15
£	1,400.97	£ 1,715.15

THE KENNEDY CHARITABLE TRUSTNotes To The Financial Statements4 Support and governance costs

		<u>2024</u>	<u>2023</u>
		<u>Total</u>	<u>Total</u>
<u>Support costs</u>			
Turcan Connell, administration fees		482.88	718.08
Other support costs		240.00	240.00
		<hr/>	<hr/>
		£ 722.88	£ 958.08
<u>Governance costs</u>			
Whitelaw Wells, independent examination fees	720.00		720.00
Turcan Connell, accountancy fees	724.32		1,077.12
		<hr/>	<hr/>
		1,444.32	
		<hr/>	<hr/>
		£ 2,167.20	£ 2,755.20

5 Trustees remuneration and related party transactions

No Trustees received any expenses or remuneration during the year (2023 Nil). All Trustees act gratuitously.
The Trust has no employees (2023 Nil).

The Trustee [REDACTED] is an employee of Cazenove Capital Management Limited. Cazenove Capital Management Limited received investment management fees of £1,1400.97 (2023 £1,715.15) during the period of which £300.00 (2023 £400.00) was outstanding at the year end.

THE KENNEDY CHARITABLE TRUST

Notes To The Financial Statements

6 Investments

		<u>2024</u> <u>Total</u>	<u>2023</u> <u>Total</u>
Fair value of investments at 6th April 2023		£ 655,699.00	£ 740,754.00
		<u>£ 655,699.00</u>	<u>£ 740,754.00</u>
<u>Less</u>			
Proceeds of disposals of investments		(138,014.00)	(27,900.00)
		<u>£ 517,685.00</u>	<u>£ 712,854.00</u>
Realised (losses)	(2,880.00)		(1,495.00)
Net unrealised (losses)/gains	<u>27,740.00</u>	24,860.00	(55,660.00)
Fair value of investments at 5th April 2024		<u>£ 542,545.00</u>	<u>£ 655,699.00</u>
<u>Held Thus</u>			
Schroder Charity Multi Asset Fund S		<u>542,545.00</u>	

The investment is listed on a recognised stock exchange and within the UK.

The main risk to the Trust from financial instruments lies in the volatility of the markets.

The Trust's investment is mainly traded in markets with good liquidity and high trading volumes. The Trust has no investment holdings in markets subject to exchange controls or trading restrictions.

The Trust manages investment risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes.

7 Investment income

	<u>2024</u> <u>Total</u>	<u>2023</u> <u>Total</u>
Dividends & interest on investments	26,203.66	29,706.64
Deposit Interest	765.90	-
	<u>£ 26,969.56</u>	<u>£ 29,706.64</u>

THE KENNEDY CHARITABLE TRUSTNotes To The Financial Statements8 Charitable activitiesGrants and donations

	<u>2024</u>	<u>2023</u>
	<u>Total</u>	<u>Total</u>
<u>Citizenship and community development</u>		
Home Link Family Support	25,000.00	10,000.00
NSPCC	50,000.00	30,000.00
Children 1st	30,000.00	-
Salvation Army	500.00	-
	<hr/>	<hr/>
	105,500.00	40,000.00
<u>Arts, heritage, culture or science</u>		
National Galleries of Scotland	17,000.00	-
<u>Conservation</u>		
Plantlife	-	500.00
<u>Health</u>		
Charlie Waller Trust	10,000.00	5,000.00
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	<u>£ 132,500.00</u>	<u>£ 45,500.00</u>