

**Goodnews Health Scotland
Charitable Trust**

REPORT AND ACCOUNTS

For the year ended 30 November 2024

**Caledonian Exchange
19A Canning Street
EDINBURGH
EH3 8HE**

Scottish Charity No SC037486

Goodnews Health Scotland Charitable Trust

Report and Accounts

For the year ended 30 November 2024

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Goodnews Health Scotland Charitable Trust

Trustees' Report

For the year ended 30 November 2024

Introduction

The Trustees present their report and the financial statements of the Charity for the year ended 30 November 2024. The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the Accounts and comply with the Charity's Trust Deed, the Charities 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 (FRS102) effective 1 January 2019.

Objectives, Activities and Grant-Making Policy

The objectives of the Trust are the relief of those in need by reason of age, ill-health, disability, financial hardship or other disadvantage (including relief given by the provision of accommodation or care) through the payment of the whole or such part of the free income and the whole or such part of the capital of the Trust Estate as the Trustees may from time to time consider desirable for such charitable purposes or to such charitable institutions, societies, foundations or funds as the Trustees in their sole discretion select. In so far as any such income is not so utilised in any one year, it may at the Trustees' discretion either be retained by them and expended in the following year or years for the Trust's purposes or added to the capital of the trust funds.

Achievements and Performance

During the period of these Accounts the Trustees made or committed grants and other charitable donations to fifteen organisations amounting in total to £87,500 (2023 fourteen organisations totalling £63,248). Further details are contained in Note 5 to the Accounts.

Financial Review

The financial position of the Trust is as shown in the accompanying Accounts which show that this year expenditure has exceeded income by £68,616 due to donations made in the year (2023: expenditure exceeded income by £41,096).

Investment income for the year was £31,518 (2023 - £34,396).

Realised gains on sales of shares were £5,536 and there were unrealised gains of £91,634 (during the previous year there were realised losses of £3,482 and unrealised losses of £30,882). There was a deficit on the General Funds of £58,403 (2023 – deficit of £30,897) reflecting the level of donations in the year and a surplus of £86,957 (2023 – deficit of £44,563) on the Capital (designated) Fund reflecting the investment gains and losses.

The total value of the trust funds held as at 30 November 2024 amounted to £972,056 (2023 - £943,502). The Trustees are satisfied that adequate funds were available at the Balance Sheet date to continue to fulfil the charitable objectives of the Trust.

Investment policy and performance

The Trust's investments are included in the designated Capital Fund.

The investment objective of the Trustees is to achieve an above average income yield together with growth of income over the long term. To implement that objective, Rathbones manage the

investment portfolio on behalf of the Trustees. The value of the portfolio increased from £920,520 to £936,989 as a result of market conditions during the period.

Risk Management

The principal risk faced by the trust lies in the performance of investments.

The Trustees consider variability of investment returns on the capital (designated) fund to constitute the charity's major financial risk. This is mitigated by retaining expert investment managers and having a diversified investment portfolio. The trustees have directed the investment managers to manage the funds with a balance between income and capital growth and a medium/high risk classification. The Trustees are aware of risks associated with grant-making and give careful consideration to all applications.

Reserves Policy

The Trustees have chosen to designate the capital funds held by the Trust, being the original capital of the Trust, adjusted annually for income, grants and fees related to capital and for investment gains and losses, to preserve the income generating capacity of the Trust; they have power to apply the capital and the general funds towards the charitable purposes to such an extent as they may from time to time think fit. Income is expended at the Trustees' discretion after reserving sufficient funds to cover one year's support costs.

The Trust's reserves at 30 November 2024 were £972,056 (2023: £943,502). The Trustees are satisfied that this level of reserves is adequate to allow the Trust to continue to meet its objectives on an annual basis.

Future Plans

The Trustees look forward to continuing to provide grants in a similar way to the way in which they have done in previous years.

Structure, Governance and Management

The Charity was established by Deed of Trust granted by [REDACTED] dated 2 August 2006 and registered in the Books of Council and Session on 16 November 2006.

The Trustees who served during the period of these Accounts are noted on Page 3. In appointing Trustees, the Board seeks to maintain a balance of relevant skills and experience. New trustees receive copies of the Trust Deed, Minutes and Accounts and OSCR's Guidance. Appointments are not limited in time.

The Trustees, who have wide investment powers, meet annually to review the financial position of the Trust and make decisions on the application of income for charitable purposes [REDACTED] [REDACTED] as Secretary and Treasurer of the Trust, administers the charity on a day to day basis. Rathbone manage the investment portfolio on behalf of the Trustees.

Details of Transactions with Related Parties

[REDACTED], as one of the Trustees, is a partner in the firm of Lindsays LLP, Solicitors, to whom a fee is paid for secretarial and administrative support provided by him to the Trust. The Trustees have entered into the appropriate written agreement with Lindsays LLP with regard to these services in compliance with the terms of S.67 of the Charities and Trustee Investment (Scotland) Act 2005.

Reference and Administrative Information

Scottish Charity Number: SC037486

Trustees

[REDACTED]

Secretary and Treasurer

[REDACTED]

Legal Advisers

Lindsays LLP
Caledonian Exchange
19A Canning Street
Edinburgh
EH3 8HE

Independent Examiner

[REDACTED]

Gibson McKerrell Burrows Limited
14 Rutland Square
Edinburgh
EH1 2BD

Investment Managers

Rathbones
George House
50 George Square
Glasgow
G2 1EH

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Report of the Trustees 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 Scotland, the Charities and Trustee Investment (Scotland) Act 2005, Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the Trustees are required to

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charity SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act

2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. 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 the Trustees on *28th March* 2025 and signed on their behalf by:



Goodnews Health Scotland Charitable Trust
Independent Examiner's Report to the Trustees
For the year to 30 November 2024

I report on the Accounts of the Charity for the year ended 30 November 2024 which are set out on pages 6 to 12.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (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 accounts 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 was 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 accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking 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 accounts.

Independent examiner's statement

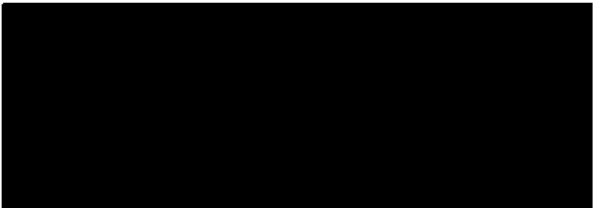
In the course of my examination, no matter has come to my attention:

(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 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
- to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts 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 accounts to be reached.



Gibson McKerrell Burrows Limited
14 Rutland Square
Edinburgh
EH1 2BD

31 MARCH 2025

Goodnews Health Scotland Charitable Trust

Statement of Financial Activities
including Income and Expenditure Account

For the year ended 30 November 2024

	Notes	General 2024 £	Designated 2024 £	Total funds 2024 £	2023 £
<u>Income from:</u>					
Investments	3	31,518	-	31,518	34,396
Total income		31,518	-	31,518	34,396
<u>Expenditure on:</u>					
Raising funds:					
Investment management costs	4	-	8,362	8,362	8,609
Charitable activities:					
Cost of grant making	5	89,921	1,851	91,772	66,883
Total expenditure		89,921	10,213	100,134	75,492
Net (expenditure)/income and net movement in funds before gains and (losses) on investments		(58,403)	(10,213)	(68,616)	(41,096)
<u>Other recognised gains and losses</u>					
Realised gains/(losses) on disposal of investments		-	5,536	5,536	(3,482)
Unrealised gains/(losses) on investments		-	91,634	91,634	(30,882)
		-	97,170	97,170	(34,364)
Net movement in funds		(58,403)	86,957	28,554	(75,460)
Transfer from capital		55,000	(55,000)	-	-
Total funds brought forward		31,362	912,140	943,502	1,018,962
Total funds carried forward		27,959	944,097	972,056	943,502

No trust activities were acquired or discontinued during either of the two years.
The Notes on Pages 8 to 12 form part of these Financial Statements.

Goodnews Health Scotland Charitable Trust

Notes to the Accounts

For year ended 30 November 2024

1. Principal Accounting Policies

(a) **Basis of preparation and assessment of going concern**

The accounts (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 to these accounts and in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (Second edition – October 2019), 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 Trustees consider there are no material uncertainties about the Trust's ability to continue as a going concern.

(b) **Financial reporting standard 102 – reduced disclosure exemptions**

The charity has taken advantage of the following disclosure exemptions in preparing these accounts, as permitted by the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102):

- the requirements of Section 7 Statement of Cash Flows

(c) **Funds Structure**

All of the Charity's funds are unrestricted; the Trustees have chosen to designate the capital funds of the charity to more clearly identify the income available for distribution. All of the Charity's funds are available to be used in furtherance of the charitable objects.

(d) **Income Recognition**

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.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

(e) **Expenditure recognition**

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. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to note (i) below.

Grants payable are payments made to third parties in the 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 and the notification gives the recipient a reasonable expectation that they will receive a grant. Grants awards that are subject to the recipient fulfilling 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.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

- (f) **Irrecoverable VAT**
Irrecoverable VAT is charged against the expenditure heading for which it was incurred.
- (g) **Costs of generating funds**
The costs of generating funds consist of investment management costs as shown in note 4.
- (h) **Charitable activities**
Costs of charitable activities include grants made, support and governance costs as shown in note 5.
- (i) **Support and governance costs**
Support costs have been allocated between charitable activities and costs of generating funds. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and an apportionment of overhead and support costs. Governance costs and support costs relating to charitable activities have been apportioned between funds based on an estimate by the Trustees. The allocation of support and governance costs is analysed in note 6.
- (j) **Fixed asset investments**
Investments are a form of basic financial instrument and are initially recognised 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 revaluation and disposals throughout the year. The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.
- (k) **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 proceeds and 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.
- (l) **Cash and Cash equivalents**
Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions, and other short-term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2. Trustees and Employees

The Trust has no employees and none of the Trustees received any remuneration, nor were any expenses reimbursed to any of them, during the current or previous year.

██████████, as one of the Trustees, is a partner in the firm of Lindsays LLP, Solicitors, to whom a fee is paid for secretarial and administrative support provided by him to the Trust. The Trustees have entered into the appropriate written agreement with Lindsays LLP with regard to these services in compliance with the terms of S.67 of the Charities and Trustees Investment (Scotland) Act 2005.

3. Voluntary income

	General 2024 £	Designated 2024 £	Total funds 2024 £	2023 £
Investment income				
Dividends	30,578	-	30,578	33,324
Interest on funds held by Lindsays and Rathbones	940	-	940	1,072
	-----	-----	-----	-----
	31,518	-	31,518	34,396
	=====	=====	=====	=====

4. Costs of raising funds

	General 2024 £	Designated 2024 £	Total funds 2024 £	2023 £
Investment managers fees	-	8,362	8,362	8,609
	=====	=====	=====	=====

5. Charitable activities

The charity did not undertake any charitable activity directly but met its charitable purposes through grantmaking. During the year grants and charitable donations were made by the Trustees to the following organisations:

	General 2024 £	Designated 2024 £	Total 2024 £	2023 £
Scheffelin Institute of Health	25,000	-	25,000	5,000
Medico Pastoral Association	10,000	-	10,000	4,500
A Rocha International	5,000	-	5,000	5,000
Aberdeenshire North Foodbank	5,000	-	5,000	5,000
Amaudo UK	5,000	-	5,000	5,000
FOSFKCT	5,000	-	5,000	5,000
Garioch Community Kitchen	5,000	-	5,000	5,000
Leprosy Mission	5,000	-	5,000	5,000
Marys Meals	5,000	-	5,000	5,000
The Atholl Baptist Centre Ltd	5,000	-	5,000	5,000
Aberdeen Samaritans	3,000	-	3,000	5,000
ASHA Foundation	3,000	-	3,000	-
Children's Orphanage Emmi Serto	3,000	-	3,000	3,000
Pitcaple Environmental Project	2,000	-	2,000	2,000
Friends of Inverurie Hospital	1,500	-	1,500	3,748
	-----	-----	-----	-----
Grant Making	87,500	-	87,500	63,248
Governance and support costs (Note 6)	2,421	1,851	4,272	3,635
	-----	-----	-----	-----
	89,921	1,851	91,772	66,883
	=====	=====	=====	=====

6. **Allocation of governance and support costs**

	General	Designated	Total funds	
	2024	2024	2024	2023
	£	£	£	£
Secretarial fees	1,404	936	2,340	1,800
Accounting fees	228	229	457	435
Independent Examination	687	686	1,373	1,305
Bank charges	102	-	102	95
	-----	-----	-----	-----
	2,421	1,851	4,272	3,635
	=====	=====	=====	=====

7. **Investments**

<u>Investments at market value</u>	2024	2023
	£	£
As at 1 December 2023	920,520	1,004,733
Additions in period	82,247	138,603
Disposal in period	(157,412)	(191,934)
Unrealised (losses)/gains during year	91,634	(30,882)
	-----	-----
As at 30 November 2024	936,989	920,520
	=====	=====

All investments were held in the UK and investments comprising more than 5% of the portfolio are shown below

2024/2023		Market Value	
Number		2024	2023
		£	£
47000/69000	Bankers Investment Trust	46,342	46,342
9850/10500	JP Morgan Growth & Income	58,214	50,505
6200/6600	Scottish Mortgage Investment Trust	58,454	47,824
15000/2500	Polar Capital Technology Trust	50,400	59,875
2250/18750	Murray International Trust	56,849	45,469
21,000	BNY Mellon Global Higher Inc	48,741	43,544
24,000	Sarasin Intl Equity Inc Fund	49,584	44,160
190	Veritas Global Equity	52,260	45,651
9,100	Scottish American Inv Co	46,865	45,591
7500/0	Natixis Intl Funds	55,772	-

8. **Debtors**

	2024	2023
	£	£
Accrued investment income	2,613	3,176
	=====	=====

9. **Creditors**

	2024	2023
	£	£
Grants payable	-	10,500
Accruals	4,170	3,540
	-----	-----
	4,170	14,040
	=====	=====

Analysis of charitable funds

Analysis of Fund Movements 2024	Balance b/f	Income	Expenditure	Gains and losses	Transfers	Fund c/f
	£	£	£	£	£	£
General	31,362	31,518	(89,921)	-	55,000	27,959
Designated	912,140	-	(10,213)	97,170	(55,000)	944,097
	943,502	31,518	(100,134)	97,170	-	972,056
	=====	=====	=====	=====	=====	=====

Analysis of Fund Movements 2023	Balance b/f	Income	Expenditure	Gains and losses	Transfers	Fund c/f
	£	£	£	£	£	£
General	17,259	34,396	(65,293)	-	45,000	31,362
Designated	1,001,703	-	(10,199)	(34,364)	(45,000)	912,140
	1,018,962	34,396	(75,492)	(34,364)	-	943,502
	=====	=====	=====	=====	=====	=====