



Alexander Sloan

Accountants and Business Advisers

THE BAIRDWATSON CHARITABLE TRUST

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

Charity Registration No. SC038468 (Scotland)

THE BAIRDWATSON CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Nominations (Glasgow) Limited Robert Francis Kerr CA Marie Jo McGurl Jane Wylie-Roberts	(Appointed 25 October 2021)
Charity number (Scotland)	SC038468	
Principal address	Harper Macleod LLP The Ca'd'oro 45 Gordon Street Glasgow G1 3PE	
Independent examiner	Alexander Sloan Accountants and Business Advisers 180 St Vincent Street Glasgow G2 5SG	
Bankers	The Royal Bank of Scotland 36 St Andrew Square Edinburgh EH2 2AD	
Investment advisors	Rathbones George House 50 George Square Glasgow G2 1EH	
	St James's Place St James's Place House 1 Tetbury Road Cirencester Gloucestershire GL7 1FP	

THE BAIRDWATSON CHARITABLE TRUST

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THE BAIRDWATSON CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their report and financial statements for the year ended 31 March 2021.

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 "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)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

The purposes of the charity as set out in the Trust deed are:

- The relief of poverty
- The advancement of education
- The advancement of religion
- The advancement of health
- The advancement of citizenship or community development
- The advancement of the arts, heritage, culture or science
- The advancement of public participation in sport
- The provision of recreational facilities, or the organisation of recreational activities, with the object of improving the conditions of life for the persons for whom the facilities or activities are primarily intended
- The advancement of human rights, conflict resolution or racial harmony
- The promotion of equality and diversity
- The advancement of environmental protection or improvement
- The relief of those in need by reason of age, ill health, disability, financial hardship or other disadvantage

The Trust makes grants to registered charities and to other organisations for charitable work in Scotland and India.

The Trust deed specifies a particular interest in the communities of Ayr and Airdrie and their surrounding districts, and of Darjeeling and West Bengal in India.

The Trustees have discretion in grant making and are currently focusing on specific objectives as set out on the website - education or training for employment, re-training, supporting people into work, and vocational training, especially for young people. Their aims are to relieve poverty, improve the quality of life and maximise the development of individuals by enabling them to find paid work, or to assist them to move nearer to paid employment by means of training and education. The Trustees are particularly keen to support organisations which help their clients into sustainable, paid employment. To these ends, grants are made to charitable organisations and to organisations which undertake work or training intended to further the charitable objectives of the Trust. The Trustees may also make grants to individuals with the same aim in view, although no grants were made to individuals in the year.

THE BAIRDWATSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Achievements and performance

Review of Activities

The target set during 2020-2021 for grant making was £99,381. This figure included the figure of £80,000 allocated annually, with an additional £19,381 rolled over from 2019-2020. Awards made during the financial year were £97,879.

Applications for funding were invited on the website and the assessor engaged in promotion of the Trust through attending meetings, making contact with local voluntary service coordinating bodies and general publicity. The assessor has delegated responsibility to refuse applications which are not eligible according to the criteria set out on the website.

Grants were paid as follows:

Citizens Advice Bureau, Motherwell: A grant of £18,886 was paid to Motherwell Wishaw Citizens Advice Bureau in November 2020 for year one of a two year project designed to provide employability training, support and certificated training to enable young adults to seek work within the construction trade, a key employment area in North Lanarkshire.

Lanarkshire Enterprise Services Ltd, North Lanarkshire: A grant of £4,000 was awarded in February 2021 as part of year three of a four year project. It will fund three young people in three year apprenticeships. One apprentice started a year before the other two and therefore the project has been extended from the three years initially agreed.

Calder District Scout Council: A donation of £3,500 was awarded in May 2020 to help with their Adult Training Scheme that equips volunteers with a wide range of transferable skills and areas of knowledge. Whilst the training did not have a strong link to employability the Trustees took into consideration Mr Bairdwatson's close connection to the Scouts during life and agreed to a one off donation.

Street League: A grant of £10,416 was awarded in November 2020 for one year to aid a project designed to deliver a combined sport and employability programme helping disadvantaged young people aged 16 – 24 to achieve a sustained outcome of work, education or training.

Princes Trust: A grant of £15,000 was awarded in November 2020 for a one year project designed to deliver online courses with young people in South Ayrshire during COVID, focussing on mental health, wellbeing and employability.

Path (Scotland): A grant of £10,000 was awarded in February 2021 for year one of a three year project designed to support people from BAME backgrounds who are unemployed or under-employed in South Ayrshire and Airdrie. The project provides 1 – 1 support in person or online for people of BAME backgrounds in relation to improving employment opportunities, building confidence and challenging barriers.

Community Gift Exchange SCIO: A grant of £10,000 was awarded in February 2021 for year one of a three year project designed to engage young people to maintain their bikes in the bike workshop and develop the transferable employability skills expected by typical employers. The organisation is relatively new and works with local community at Ayr's North Beach to renovate furniture, beach huts, bike sales and hire.

The Leprosy Mission Scotland: A grant of £16,077 was awarded in March 2021 for a one year project designed to provide employment opportunities for young people by providing key training materials and board and lodgings for 60 students in India who are affected by leprosy either through having the disease or through having family members with it.

Hansel Alliance: A grant of £10,000 was awarded in March 2021 for year one of a two year project designed to help 16 – 24 year olds with disabilities to secure skills and work based qualifications in the area of horticulture/ground maintenance and to develop broad based employability and core skills and progress to employment.

THE BAIRDWATSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Financial review

Review of results

Per the Statement of Financial Activities on page 8, the Trust reported a net surplus of £421,007 (2020: £358,931 net expenditure) after unrealised gains of £511,994 (2020: £314,822 unrealised losses).

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Reserves Policy

The Trustees agreed that grants should be made from income and exceptionally from capital where projects meet the aims of the Trust, whilst ensuring sufficient reserves are maintained. At close of the Accounts the Trustees considered that they had access to adequate liquid resources for the purposes of investment and grant making to appropriate recipients.

Investment policy and performance

The Trustees retain Rathbones and St James's Place Wealth Management as their investment advisers. Both Rathbones and St James's Place report to the Trustees quarterly on the performance of the Trust's investments and meet with the Trustees at each Trustee meeting. The portfolio is managed to achieve a balance between income generation and capital growth.

Risk Management

The Trustees have reviewed the risks to which the Trust is exposed and are satisfied that there are no major risks to the Trust, and that procedures to monitor and manage risk are in place. The Trustees consider the key risks to be in operational matters and compliance. The Trustees employ an experienced assessor and engage the services of professional firms to mitigate these risks.

Future Developments

The Trustees' plans for the future include:

- A grants programme of £81,502 in 2021/2022, and further review of the funds available.
- Increasing publicity for the work of the Trust and more support for potential applicants
- Continuing to be proactive in North Lanarkshire and South Ayrshire to stimulate more applications
- Continuing relationship with SAVE UK to explore further potential projects in West Bengal
- Providing continuing education and training for Trustees by various means including inviting speakers to meetings and circulating information papers

THE BAIRDWATSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Structure, governance and management

Constitution

The Baird Watson Charitable Trust was established by a trust deed dated 3 May 2007, 23 June 2007 and 3 July 2007. The purposes set out in the trust deed are widely expressed, but the Trustees have given priority to the geographical areas specified in the deed, viz. Ayr, Airdrie and their surrounding districts, and West Bengal, especially Darjeeling, in India. They have also concentrated grant making on employment related areas.

The Trust is a charity registered with the Office of the Scottish Charity Regulator, SC038468. The Trust was initially established by a grant from Mrs Philomena Baird Watson who was one of the original Trustees until her death and, while having wide charitable aims, seeks to follow the interests and concerns of Neil Baird Watson, her late husband and Managing Director of the former Caldervale Engineering Services Ltd., Airdrie. The Trustees assumed a new Trustee, Jane Wylie-Roberts, by Deed of Assumption dated 25 October 2021.

The Trustees were selected for their skills, knowledge and experience. All of the Trustees are familiar with the interests of the late Neil Baird Watson, and have been made aware of the guidance available for trustees and the requirements and responsibilities of trustees as set out by OSCR (Office of the Scottish Charity Regulator), the Statement of Recommended Practice and in charity regulations.

The deed specifies the number of Trustees to be not less than 3 or more than seven. There are currently four Trustees. The Trustees met 3 times in the year to 31 March 2021 for the purposes of making and reviewing grants and general business. At these meetings, the Trustees reviewed their strategy, risks and investments, grant payments and reports from grant holders. The day to day administration of the Trust was carried out by Harper Macleod LLP. The assessment and monitoring of grants was done by a self-employed assessor, Linda Anderson. The assessor acts as the point of contact for all grant related enquiries, produces information and recommendations for the Trustees, and holds a contract from the Trust for a maximum of 20 hours per month. Linda Anderson was paid a total of £2,410 in fees and expenses.

Legal services were provided by Harper Macleod LLP. Some of the partners of Harper Macleod LLP are also directors of Nominations (Glasgow) Limited, which is one of the Trustees. Invoices totalling £17,694 (2020: £18,168) were paid by the Trust to Harper Macleod LLP for work carried out in the year.

The Trustees

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

Nominations (Glasgow) Limited

Robert Francis Kerr CA

John Ramsay

(Resigned 3 September 2021)

Marie Jo McGurl

Jane Wylie-Roberts

(Appointed 25 October 2021)

THE BAIRDWATSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Method of Appointment or Election of Trustees

The number of Trustees shall not be less than three or more than seven. Should the number of Trustees fall below three the Trustees shall forthwith assume such additional Trustee or Trustees as shall be necessary to restore to not less than the minimum requirement. New Trustees shall be assumed in accordance with the provisions of Section 21 and Schedule B of the Trusts (Scotland) Act 1921 and any statutory modification or re-enactment thereof in force for the time being.

Refusals

Potential applicants are encouraged to contact the assessor and discuss proposals before completing an application form. This ensures that very few formal applications reach the stage of being rejected by the assessor for not meeting the criteria as set out by the BairdWatson Charitable Trust.

A focus of the assessor's role throughout the year was raising awareness of the Trust and the work that it does.

A total of 28 enquires were made throughout the year which did not fit the specified criteria and no application was made.

16 full applications were received, with 6 being successful and 10 applications being refused on a variety of grounds.

Taxation

The Trust is a charity and is recognised as such by HM Revenue and Customs for taxation purposes. Accordingly, there is no direct liability to taxation on its income.

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

Jacqueline Leslie

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Jacqueline Leslie
Nominations (Glasgow) Limited

Trustee 23/12/2021

Dated:

THE BAIRDWATSON CHARITABLE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland 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 of the charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP FRS102;
- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the trust deed. 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.

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

THE BAIRDWATSON CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BAIRDWATSON CHARITABLE TRUST

I report on the financial statements of the charity for the year ended 31 March 2021, which are set out on pages 8 to 17.

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 Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. 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

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 the 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.

In connection with my examination, no other matter except that referred to in the previous paragraph 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.

Kevin G Booth

Kevin G Booth
Alexander Sloan
Accountants and Business Advisers
180 St Vincent Street
Glasgow
G2 5SG

23/12/2021

Dated:

THE BAIRDWATSON CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income and endowments from:</u>			
Investments	3	40,712	63,618
Other income	4	-	1,039
Total income		<u>40,712</u>	<u>64,657</u>
<u>Expenditure on:</u>			
Raising funds	5	8,223	7,691
Cost of charitable activities	6	123,476	101,075
Total expenditure		<u>131,699</u>	<u>108,766</u>
Net gains/(losses) on investments	11	511,994	(314,822)
Net movement in funds		421,007	(358,931)
Fund balances at 1 April 2020		2,224,964	2,583,895
Fund balances at 31 March 2021		<u><u>2,645,971</u></u>	<u><u>2,224,964</u></u>

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 10 to 17 form an integral part of these financial statements.

THE BAIRDWATSON CHARITABLE TRUST

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	12		2,657,809		2,207,557
Current assets					
Debtors	14	52		18,938	
Cash at bank and in hand		-		11,304	
		<u>52</u>		<u>30,242</u>	
Creditors: amounts falling due within one year	15	(11,890)		(12,835)	
Net current (liabilities)/assets			(11,838)		17,407
Total assets less current liabilities			<u>2,645,971</u>		<u>2,224,964</u>
Income funds					
Unrestricted funds			2,645,971		2,224,964
			<u>2,645,971</u>		<u>2,224,964</u>

23/12/2021

The financial statements were approved by the Trustees on

Jacqueline Leslie
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Jacqueline Leslie
Nominations (Glasgow) Limited
Trustee

The notes on pages 10 to 17 form an integral part of these financial statements.

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity information

The BairdWatson Charitable Trust is a Scottish registered charity. The principal address is Harper Macleod LLP, The Ca'd'oro, 45 Gordon Street, Glasgow, G1 3PE.

1.1 Accounting convention

The financial statements have been prepared in accordance 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 (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

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 certain financial instruments 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. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements. The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

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.

Cash donations are recognised on receipt. Other donations are recognised once the charity 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.

Legacies are recognised on receipt or otherwise if the charity 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.

Investment income

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 when the shareholder's right to receive payment is established, measured at the fair value receivable. Generally this is upon notification by the investment adviser once the dividend has been declared.

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Other income

Other income represents income that cannot be reported under the other analysis headings provided within the Statement of Financial Activities and is recognised when the charity is entitled to the income, it is probable that it will be received and the amount can be measured reliably by the charity.

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 or estimated reliably.

Liabilities are measured on recognition at historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date. The exception is that certain financial instruments must be adjusted to their present value; these include financial liabilities where settlement is deferred for more than 12 months after the reporting date.

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.

Investment Management costs

Expenditure on raising funds includes all expenditure incurred by a charity to raise funds for its charitable purposes. It includes the costs of all fundraising activities and events together with those costs incurred in seeking donations, grants and legacies and investment management costs.

Charitable activities

Expenditure on charitable activities includes all costs incurred by the charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities. The costs of charitable activities presented in the Statement of Financial Activities includes the costs of both direct service provision and the payments of grant awards if applicable.

Grant expenditure

Grants payable are made to third parties in the furtherance of the charitable objects. The award of a grant is recognised as a liability only when the criteria for a constructive obligation are met, payment is probable, it can be measured reliably and there are no conditions attaching to its payment that limit recognition.

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. Grant 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 charity.

Governance costs

Governance costs (which are included as a component of support costs in accordance with SORP) comprise all costs involving the public accountability of the charity and its compliance with regulations and good practice. These costs include those related to constitutional and statutory requirements, external scrutiny (audit or independent examination), strategic management, and other legal and professional fees.

VAT

The Trust is not registered for Value Added Tax and accordingly expenditure includes Value Added Tax where appropriate.

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

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.

1.8 Financial instruments

The charity 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 charity's balance sheet when the charity 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 charity's contractual obligations expire or are discharged or cancelled.

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

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.

3 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Income from listed investments	40,704	63,563
Interest receivable	8	55
	<u>40,712</u>	<u>63,618</u>

4 Other income

	Total	Unrestricted funds
	2021	2020
	£	£
Other income	-	1,039
	<u>-</u>	<u>1,039</u>

5 Raising funds

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Investment management	8,223	7,691
	<u>8,223</u>	<u>7,691</u>

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

6 Cost of charitable activities

	2021 £	2020 £
Project and activities costs	2,410	10,745
Running costs	18,715	18,693
Governance costs	4,472	4,230
	<u>25,597</u>	<u>33,668</u>
Grant funding of activities (see note 7)	97,879	67,407
	<u>123,476</u>	<u>101,075</u>

7 Grants payable

	2021 £	2020 £
Grants to institutions:		
Calder District Scout Council	3,500	-
CAB Motherwell & Wishaw	18,886	-
Save UK	-	10,502
Girvan Youth Trust	-	10,000
Street Leauge	10,416	-
Path (Scotland)	10,000	-
One Parent Families Scotland	-	11,500
CVO East Ayrshire	-	10,000
Lanarkshire Enterprise Services Ltd	4,000	6,000
The Princes Foundation	15,000	10,389
Right Track	-	9,016
Community Gift Exchange SCIO	10,000	-
The Leprosy Mission Scotland	16,077	-
Hansel Alliance	10,000	-
	<u>97,879</u>	<u>67,407</u>

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year except for certain amounts disclosed at note 17.

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	-	-

10 Net income/(expenditure)

Net income/(expenditure) for the year is stated after charging:

	2021 £	2020 £
Independent examination fees	4,472	4,230

11 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Revaluation of investments	438,654	(308,701)
Gain/(loss) on sale of investments	73,340	(6,121)
	<u>511,994</u>	<u>(314,822)</u>

12 Fixed asset investments

	Listed investments £	Cash in portfolio	Total £
Fair value (Market value)			
At 1 April 2020	2,203,749	3,808	2,207,557
Additions	310,860	-	310,860
Valuation changes	511,994	-	511,994
Cash movements	-	8,195	8,195
Disposals	(380,797)	-	(380,797)
At 31 March 2021	<u>2,645,806</u>	<u>12,003</u>	<u>2,657,809</u>
Carrying amount			
At 31 March 2021	<u>2,645,806</u>	<u>12,003</u>	<u>2,657,809</u>
At 31 March 2020	<u>2,203,749</u>	<u>3,808</u>	<u>2,207,557</u>

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

13 Financial instruments	2021	2020
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	2,657,809	2,207,557
	<u> </u>	<u> </u>
14 Debtors	2021	2020
	£	£
Amounts falling due within one year:		
Other debtors	-	18,886
Prepayments and accrued income	52	52
	<u> </u>	<u> </u>
	<u> </u>	<u> </u>
	52	18,938
	<u> </u>	<u> </u>
15 Creditors: amounts falling due within one year	2021	2020
	£	£
Other creditors	11,890	12,835
	<u> </u>	<u> </u>
16 Commitments		

During the year to 31 March 2021, the Trust awarded a grant of £4,000 to Lanarkshire Enterprise Services Ltd towards the third year of project 'Edvise'. A payment of £5,008 will be awarded in the year 2021-22 towards the fourth year of the project subject to the employment status of the participants.

During the year to 31 March 2021, the Trust awarded a grant of £18,886 to Citizens Advice Bureau Motherwell and Wishaw towards the first year of their project. A grant of £19,237 will be awarded in the year 2021-22 towards the second year of the project which will be paid in 2021/22.

During the year to 31 March 2021, the Trust awarded a grant of £10,000 to Path towards the first year of their project. Payments of £10,000 will be awarded in year 2021-22 and 2022-23 towards the second and third years of the project subject to the evaluation report submitted at the end of the first year.

During the year to 31 March 2021, the Trust awarded a grant of £10,000 to Hansel Alliance towards the first year of their project. A payment of £10,000 will be awarded in the year 2021-22 towards the second year of the project.

During the year to 31 March 2021, the Trust awarded a grant of £10,000 to Community Gift Exchange towards the first year of their project. A payment of £10,000 will be awarded in the year 2021-22 towards the second year of the project. A payment of £10,000 will be awarded in the year 2022-23 towards the third and final year of the project.

17 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

THE BAIRDWATSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

17 Related party transactions

(Continued)

The Trust employs the services of Harper Macleod LLP. Some of the partners of this firm are also directors of Nominations (Glasgow) Limited, one of the charity Trustees. The firm has charged £17,694 (2020: £18,168) in respect of professional services provided to the Trust during the year, of which £4,172 (2020: £4,536) was outstanding at the year end.

No emoluments or reimbursement of expenses were paid to Trustees in the current year (2020: £nil of expenses were reimbursed).

The following pages do not form part of the statutory accounts

THE BAIRDWATSON CHARITABLE TRUST

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	2021		2020	
	£	£	£	£
<u>Investment income</u>				
Dividends	40,704		63,563	
Other interest receivable	8		55	
	<hr/>		<hr/>	
		40,712		63,618
<u>Other income</u>				
UF Other income	-		1,039	
	<hr/>		<hr/>	
		-		1,039
Total income		<hr/>		<hr/>
		40,712		64,657
Total expenditure		(131,699)		(108,766)
Net gains/(losses) on investments		511,994		(314,822)
		<hr/>		<hr/>
Net surplus/(deficit) for the year		421,007		(358,931)
		<hr/> <hr/>		<hr/> <hr/>

THE BAIRDWATSON CHARITABLE TRUST

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	£	£
Raising funds		
Investment management costs	8,223	7,691
	<hr/>	<hr/>
Total raising funds expenditure	8,223	7,691
	<hr/> <hr/>	<hr/> <hr/>
<u>Charitable activities</u>		
<u>Grants payable</u>		
Grants to institutions	97,879	67,407
	<hr/>	<hr/>
	97,879	67,407
<u>Projects and activities</u>		
Administration of donations	2,410	10,745
	<hr/>	<hr/>
	2,410	10,745
<u>Running costs</u>		
Computer, website and IT costs	1,021	525
Administration	17,694	18,168
	<hr/>	<hr/>
	18,715	18,693
<u>Governance costs</u>		
Independent examination fees	4,472	4,230
	<hr/>	<hr/>
	4,472	4,230
Total charitable activities expenditure	25,597	33,668
	<hr/> <hr/>	<hr/> <hr/>
Total expenditure	131,699	108,766
	<hr/> <hr/>	<hr/> <hr/>
