

**The Grassmarket Mission**  
**Report and Financial Statements**  
**for the year ended**  
**31 March 2020**

**Charity No. SC 008062**

**WHITELAW WELLS**  
Chartered Accountants  
9 Ainslie Place  
Edinburgh  
EH3 6AT

**The Grassmarket Mission  
Report and Financial Statements  
for the year ended 31 March 2020**

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**The Grassmarket Mission  
Report of the Trustees  
for the year ended 31 March 2020**

The Trustees present their annual report and financial statements for the year ended 31 March 2020. 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 constitution, the Charities and Trustees 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 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 Trust's mission is to provide relief to people in the Grassmarket, Edinburgh, and elsewhere, who are vulnerable, homeless or in need because of poverty, loneliness, hunger, substance abuse, ill-health, or any other reason. The specific objectives of the Trust, as stated below, are outlined in its Variation of Deed of Trust which was adopted, with the approval of OSCR, on 26 August 2011.

- The relief of those in need
- The advancement of the Christian religion and the promotion of religious harmony on a non-denominational basis; and
- The advancement of citizenship and community development

These objectives are met by the way of providing grants and supporting local community projects including the Grassmarket Community Project.

**ACHIEVEMENTS AND PERFORMANCE**

The Trust (GM) and Edinburgh: Greyfriars Kirk (Church of Scotland) (GK) have been long term partners in outreach activity in Grassmarket, Edinburgh. In 2009, it was agreed that it would be in the best interests of both parties going forward to merge the outreach activity into a new and separate charity. To this end, the Grassmarket Community Project (GCP) was incorporated on 16th November 2009, and on 1st July 2010 the outreach activities were transferred from GM & GK. In February 2013, the Project moved from temporarily rented premises into refurbished Kirkhouse premises, now the Grassmarket Centre, owned by and leased from GK. In 2014, the Trustees donated £250,000 towards the new building works. The Trust has since continued to support GCP by means of an annual unrestricted grant paid in monthly instalments. In 2019/20 the Trustees supported GCP with a grant of £40,000, slightly reduced from the 2018/19 grants (£42,888 general and £5,000 special project). The Trustees also decided that it was now appropriate to restrict the grant towards the salary costs of the GCP Chief Executive Officer.

During the period under review, the Trustees were pleased that GCP continued to develop successfully their support for some of Edinburgh's most marginalised and vulnerable people, helping them avoid deep social exclusion and live healthier lives. During this time membership grew, the range of support activities widened and all was underpinned by the further development of GCP's social enterprises, which funded over two thirds of the Project's total costs. In addition, a group of GCP members, staff and volunteers undertook a visit to Zambia to assist with building a girls' school and bring running water to a village. The GM Trustees had contributed to this venture with a special project grant and were delighted that it had proved a very positive venture for all concerned.

Towards the end of the year, however, the coronavirus pandemic and resultant lockdown led to the suspension of all GCP's social enterprises and closure of its centre for an uncertain period of time, with most of the staff put on furlough. The Trustees wish to highly commend the GCP CEO, staff, Board, and volunteers for the innovative way they have approached the crisis. This involved reconfiguring their work to enable them to continue to provide support to vulnerable members through a meal delivery service, socially distanced home visits and telephone calls, an imaginative range of online activities and raising additional funds to help alleviate at least some of the loss of income. The financial implications of the pandemic are likely to be very severe for very many

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charities and the Trustees recognise the hard work being undertaken by GCP to plan for this uncertain future.

In the year under review, no grants were made to any organisation other than GCP.

## **PLANS FOR THE FUTURE**

### **Grant Making Policy**

In recent years, the GM's principal charitable activity has continued to be the support of GCP as the Trustees have seen this partnership as having provided the best possible way of achieving the aims of the Grassmarket Mission in the rapidly changing Grassmarket community. Nonetheless, the Trustees do review the level of its contribution each year. They have agreed that, where possible, expenditure within the financial year should not exceed income. However, in view of planned developments at GCP, the Trustees approved a grant of £42,888 for 2020/21 to be paid monthly and again to be restricted towards the salary costs of the GCP CEO. The Trustees accepted that it was appropriate to use a limited level of reserves to meet this cost if necessary. In addition, the Trustees had previously agreed, when finances permit, to award small grants to other local charities whose objectives align with those of the GM. The Trustees recognise, however, that the financial repercussions of the coronavirus pandemic make this unlikely in 2020/21 but it remains their intention for the future.

## **FINANCIAL REVIEW**

### **Principal Funding Sources**

The main source of funds was in dividends and interest received from the Trust's managed portfolio of stock market investments. The Trust was also grateful for the donations received from the John Wilson Robert Christie Bequest Fund and private individuals.

### **Financial Statements**

The financial statements comprise the Statement of Financial Activities, the Balance Sheet, and related Notes.

The statement of financial activities on page 9 shows a net deficit £6,689 (2019: £10,349) for the year.

There was an unrealised loss on revaluation of £92,774 (2019: gain of £27,203), and a realised loss on disposal of £26,621 (2019: gain of £6,247) on investment assets over the year, resulting in an overall decrease in funds of £126,084 (2019: increase of £23,101) in the year and total funds of £890,250 (2019: £1,016,334) carried forward. Unrestricted funds comprise £890,250 (2019: £1,016,334), being £869,684 (2019: £997,214) in the capital fund (representing the valuation of investments and cash held within the investment portfolio) and £20,566 (2019: £19,120) in the operating fund, representing the free reserves of the charity.

### **Reserves Policy**

The Trustees consider that maintaining a minimum cash reserve equal to three months of regular expenditure is desirable for the ongoing work of the Charity to cover the payment of the monthly support to GCP and creditors as they fall due. As at 31st March 2020, the Cash in Bank amounted to £19,674 and is considered adequate.

The capital fund, representing the investments held, is used for generating income that can be expended to support the objectives of the Charity. If required, however, the Trustees have the authority to sell investments and transfer the proceeds to the operating fund.

The Trustees will continue to keep the reserves policy under careful review, particularly in light of the financial repercussions of the coronavirus pandemic.

**The Grassmarket Mission  
Report of the Trustees  
for the year ended 31 March 2020**

**Investment policy and performance**

The aim of the Mission's Investment Policy is to provide a balance between income and growth from a diversified portfolio of investments. The Investment Managers provide quarterly valuations, supported by detailed reports of the Mission's investment portfolio. They also measure the performance against the FTSE all share index and other indices, as well as providing the percentage movement in the stocks from the previous valuation. A formal review meeting, between appointed Trustees and the Investment Managers, takes place on at least one occasion during the year. Additionally, an Investment Manager may be called on to attend any of the GM Board meetings, to answer any questions or issues raised by the Trustees. The Trust Deed does not prescribe an ethical policy for investment however the Trustees have agreed that no direct investment in shares or debt of companies that obtain more than 10% of their turnover in military or armaments, the production and sale of alcohol, gambling or tobacco. Additionally, there is to be no involvement in companies that derive income from payday loans. These restrictions do not apply to collective investments.

During the year, a full review was undertaken with the Investment Managers and an updated client service agreement approved.

**Risk Management**

The Trustees consider the risks to which the Charity is exposed each year and continually review their systems to ensure that the Trust is compliant with current regulations and to mitigate exposure to major risks. The principal risk relates to the management and performance of the investment portfolio. This is mitigated by the appointment of professional Investment Managers, Brewin Dolphin, an agreed investment policy, the investment experience within the Trustee Board and their regular monitoring of the performance of the Investment Managers.

The coronavirus pandemic has caused some turmoil in financial markets and the future level of dividends is still uncertain at the time of this report. Although the risk of a global pandemic had not been specifically assessed, the Trustees believe that the mitigations already in place will enable the Trust to be in as reasonable a financial position as is possible in such unprecedented circumstances.

The risk in being unable to meet the regular monthly payments to GCP is mitigated by holding sufficient cash in both the capital and operating funds, and the authority the Trustees have to sell investments.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing Document**

The Grassmarket Mission was originally set up by a Deed of Trust in 1890 and is registered as a Scottish Charity SC008062. Considering the changed operational reality after 120 years in the Grassmarket area of Edinburgh, a Scheme of Reorganisation was adopted, with the approval of OSCR on 26<sup>th</sup> August 2011.

**Organisational structure**

The Trust is managed by a Board of at least five Trustees which meets four times each year, but additional meetings may be called and held if deemed necessary. The Trust currently operates with a Chair, Honorary Secretary and Honorary Treasurer appointed from within the Trustee Board.

**The Grassmarket Mission  
Report of the Trustees  
for the year ended 31 March 2020**

**Recruitment and appointment of Trustees**

Trustees have previously been appointed by invitation from existing Trustees, seeking to balance relevant professional skills and knowledge and experience of the Mission's areas of interest. However, the appointment of two Trustees, Douglas Armstrong and Dr Richard Adams, in 2020 was made after press advertising and a more formal recruitment procedure. The Trustees regarded this procedure as very successful and will continue this approach in future. New Trustees are provided with information on the background to the Trust and its current operation. The Treasurer also provides opportunities for Trustees to attend seminars on Charity Law and Investment and other relevant topics.

Trustees are now appointed for an initial period of 3 years after which a Trustee can be re-elected but subject to a maximum tenure of nine years. The names of the Trustees and other reference and administrative information concerning the Trust are set out on page 6.

At the end of the year Dr Stephen Lunn, a long standing Trustee and Chairman to 1 January, retired as a Trustee. The Board would like to note their appreciation of his considerable dedication and commitment the Grassmarket Mission.

**Related Party Transactions**

The Charity is one of a larger group of organisations that undertake activities within the Grassmarket area of Edinburgh.

The Trustees noted below are also Trustees or directors in the following organisations:

Rev Dr Richard E Frazer is a Trustee/director of the following charities:

Edinburgh: Greyfriars Kirk (Church of Scotland)

Greyfriars Outreach Limited

Greyfriars Outreach (Enterprises) Limited

Grassmarket Community Project (GCP)

Greyfriars foundation

Greyfriars Charteris Centre SCIO

The Michael Chibbett Charitable Trust

William Brotherstone's Grassmarket Charitable Trust

The Police Clothing Fund

The Incorporated Councils of the Church of Scotland – *resigned 2019*

Dr Stephen Lunn is a Trustee of Edinburgh: Greyfriars Kirk (Church of Scotland)

Jane Paterson is a Trustee of the John and Alice Watson Charitable Trust.

Elaine Crichton is a Trustee of the following charities:

Greyfriars Outreach (Enterprises) Ltd – *resigned December 2019*

Greyfriars Charteris Centre SCIO

The Church of Scotland Investors Trust

Miss Agnes H Hunter Trust

**The Grassmarket Mission  
Report of the Trustees  
for the year ended 31 March 2020**

**REFERENCE AND ADMINISTRATIVE INFORMATION**

**Scottish Charity Number:** SC008062

**Principal Address:**

c/o Whitelaw Wells  
9 Ainslie Place  
Edinburgh EH3 6AT

**Trustees:**

Jane Paterson	Chair (from 1 January 2020)
Dr Stephen Lunn	Chairman (to 31 December 2019) – <i>retired 31 March 2020</i>
Dr Richard Adams	<i>appointed 21 April 2020</i>
Douglas Armstrong	<i>appointed 7 April 2020</i>
Elaine Crichton	Hon Treasurer
Mairi Day	Hon Secretary (to 31 March 2020)
Rev Dr Richard E Frazer	
Helen Heatlie	

**Independent Examiner:**

Louise Presslie CA  
Whitelaw Wells  
9 Ainslie Place  
Edinburgh EH3 6AT

**Bankers:**

Co-operative Bank PLC  
PO Box 250  
Skelmersdale WN8 6WT

**Investment Managers:**

Brewin Dolphin  
Sixth Floor, Atria One  
144 Morrison Street  
Edinburgh EH3 8EX

**the Grassmarket Mission  
Report of the Trustees  
for the year ended 31 March 2020**

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

The Trustees are responsible for preparing a Trustees' annual report and financial statements in accordance with the 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 Trust at the end of the year and of the profit or loss for the year then ended. 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 Charities 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 Trust 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 Association and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the Associations constitution. They are also responsible for safeguarding the assets of the Association 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 Trust and financial information included on the Trust's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Trustees and signed on their behalf,

*Jane Paterson*

**Jane Paterson  
Chairman**

**Date: 8 September 2020**

**Report of the Independent Examiner  
To the Trustees of the Grassmarket Mission**

I report on the financial statements for the year ended 31 March 2020 set out on pages 9 to 18.

**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 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 is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). 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 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 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 (as amended), and
  - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations (as amended)

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.

*Louise Presslie*

Louise Presslie  
Chartered Accountant  
Whitelaw Wells  
Chartered Accountants  
9 Ainslie Place  
Edinburgh EH3 6AT

Date: **8 September 2020**

**The Grassmarket Mission**  
**Statement of Financial Activities**  
**For the year ended 31 March 2020**

	<b>Note</b>	<b>Total Funds 2020 £</b>	<b>Total Funds 2019 £</b>
<b>Income and endowments from:</b>			
Donations and legacies	2	4,825	7,262
Investments	3	37,811	39,922
		<hr/>	<hr/>
<b>Total income</b>		42,636	47,184
		<hr/>	<hr/>
<b>Expenditure on:</b>			
Raising funds		7,670	8,539
Charitable activities		41,655	48,994
		<hr/>	<hr/>
<b>Total expenditure</b>	4	49,325	57,533
		<hr/>	<hr/>
<b>Net (expenditure) before gains and losses on investments</b>		(6,689)	(10,349)
<b>Net (loss)/gains on investment assets</b>	5	(119,395)	33,450
		<hr/>	<hr/>
<b>Net (expenditure)/income and net movement in funds</b>		(126,084)	23,101
<b>Reconciliation of funds:</b>			
<b>Funds brought forward</b>		1,016,334	993,233
		<hr/>	<hr/>
<b>Funds carried forward</b>		890,250	1,016,334
		<hr/> <hr/>	<hr/> <hr/>

All incoming resources and resources expended are derived from continuing activities and are unrestricted in both the current and previous year. The Trust has not recognised gains or losses other than those included in the Statement of Financial Activities above.

The notes on pages 12 to 18 form part of these financial statements.

**The Grassmarket Mission  
Balance Sheet  
As at 31 March 2020**

	Notes	2020	2019
		£	£
<b>Fixed assets</b>			
Investment assets	6	869,684	997,214
		<hr/>	<hr/>
		869,684	997,214
		<hr/>	<hr/>
<b>Current assets</b>			
Debtors	7	3,447	3,665
Cash at bank		19,674	18,446
		<hr/>	<hr/>
		23,121	22,111
<b>Creditors</b>			
Amounts falling due within one year	8	(2,555)	(2,991)
		<hr/>	<hr/>
<b>Net current assets</b>		20,566	19,120
		<hr/>	<hr/>
<b>Total assets</b>		890,250	1,016,334
		<hr/> <hr/>	<hr/> <hr/>
<b>Funds</b>			
<i>Unrestricted funds:</i>	9		
Capital fund		869,684	997,214
Operating fund		20,566	19,120
		<hr/>	<hr/>
<b>Total funds</b>		890,250	1,016,334
		<hr/> <hr/>	<hr/> <hr/>

The accounts on pages 9 to 18 were approved by the Trustees on 8 September 2020 and are signed on their behalf by

*Elaine Crichton*  
**Elaine Crichton**  
**Honorary Treasurer**

The notes on pages 12 to 18 form part of these financial statements.

**The Grassmarket Mission  
Statement of Cash Flows  
As at 31 March 2020**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities:</b>		
Net cash used by operating activities	(44,720)	(51,096)
	<hr/>	<hr/>
<b>Cash flows from investing activities:</b>		
Dividends and interest from investments	37,811	39,922
Proceeds from sale of investments	209,652	173,144
Purchase of investments	(207,567)	(155,469)
	<hr/>	<hr/>
<b>Net cash provided by investing activities</b>	<b>39,896</b>	<b>57,597</b>
	<hr/>	<hr/>
<b>Change in cash and cash equivalents in the year</b>	<b>(4,822)</b>	<b>6,501</b>
Cash and cash equivalents at the beginning of the year	31,557	25,056
	<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the year</b>	<b>26,735</b>	<b>31,557</b>
	<hr/>	<hr/>
<b>RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net (expenditure)/income for the year (as per the Statement of Financial Activities)</b>	<b>(126,084)</b>	<b>23,101</b>
<b>Adjustments for:</b>		
Losses/(gains) on investments	119,395	(33,450)
Dividends and interest from investments	(37,811)	(39,922)
(Increase)/decrease in debtors	219	(786)
(Decrease) in creditors	(439)	(39)
	<hr/>	<hr/>
Net cash used by operating activities	(44,720)	(51,096)
	<hr/>	<hr/>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Instant access bank deposits	19,674	18,446
Cash held within investment portfolio	7,061	13,111
	<hr/>	<hr/>
Total cash and cash equivalents	26,735	31,557
	<hr/>	<hr/>

**The Grassmarket Mission**  
**Notes to the accounts**  
**for the year ended 31 March 2020**

## **1. Accounting Policies**

### ***Basis of accounting***

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to the accounts. The accounts have been prepared in accordance with the Charities and Trustees Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) 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).

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

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The Trustees going concern assessment includes the expected impact of COVID-19 to the company for a period of at least 12 months from the date of signing of these financial statements.

### ***Income recognition***

Donations are included when receivable, provided any conditions for use of the funds have been met. Donated services and facilities are included at the value to the Charity where this can be quantified. Investment income is included when receivable.

### ***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.

Expenditure is recognised on an accrual's basis. All expenses including support costs and governance cost are allocated or apportioned to the applicable expenditure headings. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of expenditure to which it relates:

- Raising funds comprise the costs associated with attracting donations.
- Charitable expenditure comprise those costs incurred by the Trust in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

### **Allocation of Support costs**

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include governance costs which support the Trust's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 4.

### ***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 market value at the balance sheet date. 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 the investors to investment risk, and changes in sentiment concerning equities and within particular sectors and sub sectors.

**The Grassmarket Mission**  
**Notes to the accounts**  
**for the year ended 31 March 2020 (cont.)**

**1. Accounting Policies (cont.)**

**Taxation**

The Trust is a recognised charitable body and is exempt from corporation tax on its charitable activities. It is not registered for VAT and expenditure includes VAT where appropriate.

**Funds**

The *unrestricted operating fund* can be used in accordance with any of the charitable objects at the discretion of the Trustees.

*Designated funds* are set aside by the Trustees out of unrestricted general funds for specific future purposes or projects.

The *capital fund* corresponds to the valuation of fixed asset investments.

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>2. Donations and legacies</b>		
The Hope Trust	-	3,500
The John Wilson Robert Christie Bequest Fund	3,000	3,000
Other donations and fund raising	1,825	762
	4,825	7,262
	4,825	7,262
 <b>3. Investment income</b>		
Income from listed investments	37,811	39,922
	37,811	39,922
	37,811	39,922

**The Grassmarket Mission**  
**Notes to the accounts**  
**for the year ended 31 March 2020 (cont.)**

**4. Expenditure**

	<b>Charitable activities</b>	<b>Raising funds</b>	<b>Total 2020</b>	<b>Total 2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Donation to GCP – General	40,000	-	40,000	42,888
Donation to GCP – Zambia School Project	-	-	-	5,000
Investment management fees	-	7,670	7,670	8,539
Insurance	256	-	256	235
Marketing expenses	50	-	50	129
Rates	-	-	-	(268)
Sundry expenses	129	-	129	50
<i>Governance costs:</i>				
Independent Examiner’s fees	990	-	990	960
Trustee recruitment	230	-	230	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total resources expended	41,655	7,670	49,325	57,533
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>5. Net (losses)/gains on investment assets</b>		
Net realised (losses)/gains on disposal	(26,621)	6,247
Net unrealised (losses)/gains on revaluation	(92,774)	27,203
	<hr/>	<hr/>
	(119,395)	33,450
	<hr/> <hr/>	<hr/> <hr/>

**The Grassmarket Mission**  
**Notes to the accounts**  
**for the year ended 31 March 2020 (cont.)**

<b>6. Fixed asset investments</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
UK listed investments		
Market value at 1 April 2019	984,103	968,328
Acquisitions at cost	207,567	155,469
Disposal proceeds	(209,652)	(173,144)
Net (losses)/gains on disposal	(26,621)	6,247
Net (losses)/gains on revaluation	(92,774)	27,203
	<hr/>	<hr/>
Market value at 31 March 2020	862,623	984,103
Cash held within the investment portfolio	7,061	13,111
	<hr/>	<hr/>
	869,684	997,214
	<hr/> <hr/>	<hr/> <hr/>
Historical cost of investments	838,935	810,183
	<hr/> <hr/>	<hr/> <hr/>

**The portfolio consists of:**

	<b>£</b>
Equity and investment trusts	776,503
Bonds and fixed interest securities	86,120
Cash held within the investment portfolio	7,061
	<hr/>
	869,684
	<hr/> <hr/>

All investments are carried at their fair value. Investments are all traded in quoted public markets, primarily the London Stock Exchange. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

The significance of the financial instruments to the ongoing financial sustainability of the charity is considered in the financial review and investment policy in the Trustees Annual Report.

The main form of financial risk faced by the Trust is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of the investors to investment risk, and changes in sentiment concerning equities and within particular sectors and sub sectors, particularly as the Trust is reliant on the dividend yield in part to finance its work.

The Trust has managed the investment risks by retaining an expert advisor and operating an investment policy that provides a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchange. The Trust does not make use of derivatives and other similar complex financial instruments.

**The Grassmarket Mission**  
**Notes to the accounts**  
for the year ended 31 March 2020 (cont.)

<b>7. Debtors</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Accrued income	3,155	3,198
Other debtors	292	467
	<hr/>	<hr/>
	3,447	3,665
	<hr/> <hr/>	<hr/> <hr/>

<b>8. Creditors</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Amounts due within one year: -		
Accruals	2,555	2,991
	<hr/>	<hr/>
	2,555	2,991
	<hr/> <hr/>	<hr/> <hr/>

**9. Movement of funds**

	<b>At</b>	<b>Movement</b>		<b>Gains /</b>		<b>At</b>
	<b>01.04.19</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfers</b>	<b>On Invest</b>	<b>31.03.20</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>-ments</b>	<b>£</b>
					<b>£</b>	
<b>Designated funds</b>						
Capital fund	997,214	-	-	(8,135)	(119,395)	869,684
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	997,214	-	-	(8,135)	(119,395)	869,684
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Operating fund	19,120	42,636	(49,325)	8,135	-	20,566
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total funds</b>	1,016,334	42,636	(49,325)	-	(119,395)	890,250
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**Notes on funds**

The capital fund represents the valuation of long term investments held to produce annual income.

**The Grassmarket Mission**  
**Notes to the accounts**  
for the year ended 31 March 2020 (cont.)

**9. Movement of funds (cont.)**

	At 01.04.18 £	Movement in resources		Transfers	Gains / Losses On Invest -ments	At 31.03.19 £
	£	Income £	Expenditure £	£	£	£
<b>Designated funds</b>						
Capital fund	972,372	-	-	(8,608)	33,450	997,214
	-----	-----	-----	-----	-----	-----
	972,372	-	-	(8,608)	33,450	997,214
	-----	-----	-----	-----	-----	-----
Operating fund	20,861	47,184	(57,533)	8,608	-	19,120
	-----	-----	-----	-----	-----	-----
<b>Total funds</b>	993,233	47,184	(57,533)	-	33,450	1,016,334
	=====	=====	=====	=====	=====	=====

**10. Analysis of net assets between funds**

	Capital Fund £	Operating Fund £	Total Funds £
Fixed asset investments	869,684	-	869,684
Debtors	-	3,447	3,447
Cash at bank	-	19,674	19,674
Creditors	-	(2,555)	(2,555)
	-----	-----	-----
<b>Net assets at 31 March 2020</b>	869,684	20,566	890,250
	=====	=====	=====

	Capital Fund £	Operating Fund £	Total Funds £
Fixed asset investments	997,214	-	997,214
Debtors	-	3,665	3,665
Cash at bank	-	18,446	18,446
Creditors	-	(2,991)	(2,991)
	-----	-----	-----
<b>Net assets at 31 March 2019</b>	997,214	19,120	1,016,334
	=====	=====	=====

**The Grassmarket Mission**  
**Notes to the accounts**  
**for the year ended 31 March 2020 (cont.)**

**11. Related Party Transactions**

During the year three trustees were reimbursed £410 (2019 – one Trustee was reimbursed £129) for expenses incurred on behalf of the Trust.

Trustees donated £nil (2019: £Nil) to the Trust in the year.

The following Trustee is also director of Grassmarket Community Project (GCP)

Rev Dr Richard E Frazer

During the year a donation of £40,000 (2019: £42,888) was paid to GCP to cover on going costs and a further £Nil (2019: £5,000) was donated to GCP towards the Zambia School Project.