

The Grassmarket Mission
Report and Financial Statements
for the year ended
31 March 2023

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 2023**

Contents	Page
Report of the Trustees	2 - 8
Report of the Independent Examiner	9
Statement of Financial Activities	10
Balance Sheet	11
Statement of Cash Flows	12
Notes to the Accounts	13 - 19

**The Grassmarket Mission
Report of the Trustees
for the year ended 31 March 2023**

The Trustees present their annual report and financial statements for the year ended 31 March 2023. 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 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 grant paid in quarterly instalments. In 2022/23 the Trustees supported GCP with a grant of £35,000. The Trustees again decided that it was appropriate to continue to restrict the grant towards the salary costs of the GCP Chief Executive Officer.

During the period under review, the charitable sector continued to be affected by the aftermath of the coronavirus pandemic to which was added the economic pressures resulting from the war in Ukraine and the rapidly increasing rise in inflation leading to very significant rises in the cost of living, particularly in energy and food costs. Such cost increases affect those who are the most vulnerable and with the lowest incomes the most. The Trustees welcomed the sector's varied and imaginative responses to these pressures when the need for their services became even greater but meeting the cost of providing these services became more challenging. For GCP it was a year of adjustment and some significant development. The new Pavilion building at the Grassmarket site was completed and opened in June with the new Coffee Saints cafe. The building extension has allowed some reconfiguration of the Centre, providing much needed additional space for member's activities and the social enterprises. The members are enjoying being back in the Centre with a full programme of diverse activities and support, and the social enterprises are now fully back in operation and expanding where appropriate. The Trustees wish to highly commend the GCP CEO, staff, Board, volunteers and members for the innovative way they have approached these ongoing challenges. Towards the end of the year the CEO, Jonny Kinross, announced his departure after eight successful years, having led the organisation through a period of significant growth in the support, training and mentoring services for some of Edinburgh's most vulnerable citizens together with the substantial

**The Grassmarket Mission
Report of the Trustees
for the year ended 31 March 2023**

development of the social enterprises. The Trustees have recorded their appreciation of his work and take the opportunity to welcome the appointment in March of Helene van der Ploeg as the new CEO.

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 and wider community. Nonetheless, the Trustees do review the level of its contribution each year. Although the Trustees are aware that the ongoing economic consequences of the pandemic and the war in Ukraine will continue to put pressure on the Mission's resources, they are mindful that the rising level of inflation, particularly in energy and food costs, are most likely to lead to hardship for many vulnerable and isolated people. They have therefore decided to maintain their grant level to GCP at £35,000 for 2023/24. 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 continuing economic pressures make this unlikely in 2023/24 but it remains their intention for the future.

The Trustees reviewed the Mission website and agreed that it was in need of upgrading. It is planned that this will be undertaken in 2023/24. The Trustees wish to record their sincere gratitude to Fraser Lunn and Stephen Lunn (previous GM Chairman) for their considerable work in developing and maintaining the current website from its inception in 2011, all at no cost to the Trust. Such hidden, behind the scenes support is often unheralded but it proves to be an essential part of our sector's ability to undertake its work.

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 basis of generating future income from the investment portfolio was changed from 2021/22 from a strict reliance on dividends and income received to a total return basis where capital gains can be crystallised to augment dividend income. This aligns with a shift in investment thinking within the broader investment sector and ensures more predictable annual returns for grantees against a very challenging investment backdrop of rising inflation and slowing global economic growth as interest rates are increased. The Trustees monitor the performance of the portfolio very closely and set prudent annual grant awards. The Trust was also most grateful for the donations received from the Wilson Christie 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 10 shows a net deficit £8,600 (2022: £14,318) for the year before the movement in investment.

**The Grassmarket Mission
Report of the Trustees
for the year ended 31 March 2023**

There was an unrealised loss on revaluation of £50,931 (2022: gain of £66,854), and a realised gain on disposal of £217 (2022: £4,359) on investment assets over the year, resulting in an overall decrease in funds of £59,314 (2022: increase in funds of £56,895) in the year and total funds of £1,049,083 (2022: £1,108,397) carried forward. Unrestricted funds comprise £1,049,083 (2022: £1,108,397), being £1,020,759 (2022: £1,087,234) in the capital fund (representing the valuation of investments and cash held within the investment portfolio) and £28,324 (2022: £21,163) 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 quarterly support to GCP and creditors as they fall due. As at 31st March 2023, the Cash in Bank amounted to £34,464 and is considered adequate. The capital fund, representing the investments held, is used for generating income and capital growth that can be expended to support the objectives of the Charity. 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 current unsettled economic situation.

Investment policy and performance

As reported last year, in 2020/21 the Trustees undertook a full review of their investment policy in consultation with their Investment Managers. A decision was made to move from an income only to a total return approach where some of the capital gain achieved from more asset diversification would be used to supplement the lower level of dividend income generated. This would lead to a different way of managing the charity's finances and the Trustees agreed that the annual withdrawal level had to be carefully assessed and that an initial cautious approach was appropriate. This new policy was introduced from 1 April 2021. During the period under review, appointed Trustees continued to maintain close contact with the Investment Managers, with a formal review with the Board taking place in the autumn. The Investment Managers provided quarterly valuations, supported by detailed reports of the Mission's investment portfolio. They also measured 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.

Environmental, Social and Governance Considerations

Although not prescribed in the Trust Deed, the Trustees operate an ethical investment policy. As part of the overall review of their investment approach the Trustees approved a revised Ethical, Social and Governance Policy on 1 November 2020 as follows:

The investments will be managed under an ethical investment policy, which is reviewed by the Trustees on a regular basis. This policy, which is published in the Annual Report each year, sets out constraints on investments. The latest Annual Report may be accessed through the Grassmarket Mission website. The restrictions result in the exclusion of companies with more than 15% of turnover derived from the following activities and as at the date of this Statement these activities are as follows: -

1. Alcohol production or sales.
2. Gambling.
3. Armaments production and sales.
4. Tobacco production.
5. The extraction of thermal coal.
6. The extraction of tar sands or oil shale; and
7. The production of oil or gas by fracking.

**The Grassmarket Mission
Report of the Trustees
for the year ended 31 March 2023**

The Trustees also consider seriously other unethical practices by companies, including environmental considerations other than Climate Change, employment practices and participation in modern slavery.

The Trustees expect companies to operate to high standards of corporate governance, including executive remuneration policies, and to consider the interests of all their stakeholders. This includes treating all shareholders fairly and playing a constructive part in the societies and nations in which each company operates. The fund managers appointed by the Trustees are expected to consider these issues for each company and to act accordingly, including voting at company general meetings, and to report to the Trustees on their actions in this regard.

The Trustees compare asset investment opportunities on a global basis but apply appropriate standards of behaviour and governance irrespective of the country in which a business operates. The Trustees recognise that funds and specialist vehicles may be more cost-efficient mechanisms to gain exposure to these opportunities than direct investment in securities. In this event, direct control on ESG matters is lost but care is taken to minimise the risk of inappropriate underlying assets being included.

In addition, the Trustees hold the firm view that companies which take ESG considerations seriously are likely to be well managed in other respects and therefore should be more rewarding and sustainable investments than companies which disregard such matters.

During the year, the Trustees reviewed the ESG policy with a minor amendment of the inclusion of an Energy Exchange Traded Future on a short-term basis. The Trustees will continue to review the ESG policy on an annual basis.

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.

As well as the aftermath of the coronavirus pandemic, the war in Ukraine together with the rise in inflation has led to a climate of economic uncertainty. The Trustees believe that the mitigations already in place continue to enable the Trust to be in as reasonable a financial position as is possible in the 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.

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 26th August 2011. A short amendment to the 2011 Deed relating to the conduct of meetings was approved on 27 April 2021, lodged with OSCR and registered in the Books of Council and Session on 15 July 2022 together with the 2011 Deed of Variation.

**The Grassmarket Mission
Report of the Trustees
for the year ended 31 March 2023**

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, Treasurer and Minute Secretary appointed from within the Trustee Board.

Recruitment and appointment of Trustees

Trustees had 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 in 2020 after press advertising and a more formal recruitment procedure was regarded as very successful and Trustees are likely to 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 7.

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:

Douglas Armstrong is a Trustee/director of the following charities:

Community Renewal Trust
Grassmarket Community Project (GCP)
MHScot

Elaine Crichton is a Trustee of the following charities:

Greyfriars Charteris Centre SCIO
The Church of Scotland Investors Trust
Agnes Hunter Trust SCIO
Break the Silence

**The Grassmarket Mission
Report of the Trustees
for the year ended 31 March 2023**

REFERENCE AND ADMINISTRATIVE INFORMATION

Scottish Charity Number: SC008062

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

Trustees:

Jane Paterson	Chair
Dr Richard Adams	
Douglas Armstrong	
Elaine Crichton	Treasurer
Mairi Day	
Helen Heatlie	Minute Secretary

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

Solicitors
Gillespie Macandrew LLP
5 Atholl Crescent
Edinburgh EH3 8EJ

**The Grassmarket Mission
Report of the Trustees
for the year ended 31 March 2023**

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
Chair**

Date: 27 September 2023

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

I report on the financial statements for the year ended 31 March 2023 set out on pages 10 to 19.

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: 27 September 2023

The Grassmarket Mission
Statement of Financial Activities
For the year ended 31 March 2023

	Note	Total Funds 2023 £	Total Funds 2022 £
Income and endowments from:			
Donations and legacies	2	4,125	4,052
Investments	3	31,483	25,789
		-----	-----
Total income		35,608	29,841
		-----	-----
Expenditure on:			
Raising funds		7,620	7,741
Charitable activities		36,588	36,418
		-----	-----
Total expenditure	4	44,208	44,159
		-----	-----
Net (expenditure) before gains		(8,600)	(14,318)
Net (losses)/gains on investment assets	5	(50,714)	71,213
		-----	-----
Net expenditure and net movement in funds		(59,314)	56,895
Reconciliation of funds:			
Funds brought forward		1,108,397	1,051,502
		-----	-----
Funds carried forward		1,049,083	1,108,397
		=====	=====

All income and expenditure 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 13 to 19 form part of these financial statements.

**The Grassmarket Mission
Balance Sheet
As at 31 March 2023**

	Notes	2023	2022
		£	£
Fixed assets			
Investment assets	6	1,020,759	1,087,234
		_____	_____
		1,020,759	1,087,234
		_____	_____
Current assets			
Debtors	7	5,641	1,992
Cash at bank		34,463	21,715
		_____	_____
		40,104	23,707
		_____	_____
Creditors			
Amounts falling due within one year	8	(11,780)	(2,544)
		_____	_____
Net current assets			
		28,324	21,163
		_____	_____
Total assets			
		1,049,083	1,108,397
		=====	=====
Funds			
<i>Unrestricted funds:</i>			
Capital fund	9	1,020,759	1,087,234
Operating fund		28,324	21,163
		_____	_____
Total funds			
		1,049,083	1,108,397
		=====	=====

The accounts on pages 10 to 19 were approved by the Trustees on 27 September 2023 and are signed on their behalf by

Jane Paterson
Jane Paterson
Chair

The notes on pages 13 to 19 form part of these financial statements.

**The Grassmarket Mission
Statement of Cash Flows
As at 31 March 2023**

	2023	2022
	£	£
Cash flows from operating activities:		
Net cash used by operating activities	(34,496)	(39,582)
	<hr/>	<hr/>
Cash flows from investing activities:		
Dividends and interest from investments	31,483	25,789
Proceeds from sale of investments	173,168	65,999
Purchase of investments	(158,623)	(56,356)
	<hr/>	<hr/>
Net cash provided by investing activities	46,028	35,432
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	11,532	(4,150)
Cash and cash equivalents at the beginning of the year	24,371	28,521
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	35,903	24,371
	<hr/>	<hr/>
RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITES		
Net (expenditure)/income for the year (as per the Statement of Financial Activities)	(59,314)	56,895
Adjustments for:		
Losses/(gains) on investments	50,714	(71,213)
Dividends and interest from investments	(31,483)	(25,789)
(Increase)/ decrease in debtors	(3,649)	477
Increase in creditors	9,236	48
	<hr/>	<hr/>
Net cash used by operating activities	(34,496)	(39,582)
	<hr/>	<hr/>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Instant access bank deposits	34,463	21,715
Cash held within investment portfolio	1,440	2,656
	<hr/>	<hr/>
Total cash and cash equivalents	35,903	24,371
	<hr/>	<hr/>

The Grassmarket Mission
Notes to the accounts
for the year ended 31 March 2023

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 covers 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 2023 (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.

Critical Judgements and Estimates

In preparing the financial statements Trustees make estimates and assumptions which affect reported results, financial position and disclosure of contingencies. Use of available information and application of judgement are inherent in the formation of the estimates, together with past experience and expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates. However, in the opinion of the Trustees there are no critical judgements which need to be brought to the attention of the reader for a proper understanding of the accounts other than as noted above.

	2023	2022
	£	£
2. Donations and legacies		
The Wilson Christie Fund	3,000	3,000
Other donations and fund raising	1,125	1,052
	4,125	4,052
	4,125	4,052
 3. Investment income		
Income from listed investments	31,483	25,789
	31,483	25,789
	31,483	25,789

The Grassmarket Mission
Notes to the accounts
for the year ended 31 March 2023 (cont.)

4. Expenditure

	Charitable activities £	Raising funds £	Total 2023 £	Total 2022 £
Donation to GCP	35,000	-	35,000	35,000
Investment management fees	-	7,620	7,620	7,741
Insurance	122	-	122	130
Sundry expenses	36	-	36	46
<i>Governance costs:</i>				
Independent Examiner's fees	1,200	-	1,200	1,044
Professional fees	230	-	230	198
	<hr/>	<hr/>	<hr/>	<hr/>
Total resources expended	36,588	7,620	44,208	44,159
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

	2023 £	2022 £
5. Net gains on investment assets		
Net realised gains on disposal	217	4,359
Net unrealised (losses)/gains on revaluation	(50,931)	66,854
	<hr/>	<hr/>
	(50,714)	71,213
	<hr/> <hr/>	<hr/> <hr/>

The Grassmarket Mission
Notes to the accounts
for the year ended 31 March 2023 (cont.)

6. Fixed asset investments	2023	2022
	£	£
UK listed investments		
Market value at 1 April 2022	1,084,578	1,023,008
Acquisitions at cost	158,623	56,356
Disposal proceeds	(173,168)	(65,999)
Net gains on disposal	217	4,359
Net (losses)/gains on revaluation	(50,931)	66,854
	<hr/>	<hr/>
Market value at 31 March 2023	1,019,319	1,084,578
Cash held within the investment portfolio	1,440	2,656
	<hr/>	<hr/>
	1,020,759	1,087,234
	<hr/> <hr/>	<hr/> <hr/>
Historical cost of investments	861,633	765,562
	<hr/> <hr/>	<hr/> <hr/>

The portfolio consists of:

	£
Equity and investment trusts	921,329
Bonds and fixed interest securities	97,990
Cash held within the investment portfolio	1,440
	<hr/>
	1,020,759
	<hr/> <hr/>

All investments are carried at their fair value. Investments are all traded in quoted public markets. 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 2023 (cont.)

7. Debtors	2023	2022
	£	£
Accrued income	5,116	1,692
Other debtors	525	300
	<hr/>	<hr/>
	5,641	1,992
	<hr/> <hr/>	<hr/> <hr/>

8. Creditors	2023	2022
	£	£
Amounts due within one year: -		
Accruals	3,030	2,544
Donations payable	8,750	-
	<hr/>	<hr/>
	11,780	2,544
	<hr/> <hr/>	<hr/> <hr/>

9. Movement of funds

	At	Movement		Gains /		At
	01.04.22	Income	Expenditure	Transfers	On Invest	31.03.23
	£	£	£	£	-ments	£
					£	
Designated funds						
Capital fund	1,087,234	-	-	(15,761)	(50,714)	1,020,759
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	1,087,234	-	-	(15,761)	(50,714)	1,020,759
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Operating fund	21,163	35,608	(44,208)	15,761	-	28,324
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total funds	1,108,397	35,608	(44,208)	-	(50,714)	1,049,083
	<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 2023 (cont.)

9. Movement of funds (cont.)

	At 01.04.21 £	Movement in resources		Transfers £	Gains / Losses On Invest -ments £	At 31.03.22 £
		Income £	Expenditure £			
Designated funds						
Capital fund	1,034,200	-	-	(18,179)	71,213	1,087,234
	1,034,200	-	-	(18,179)	71,213	1,087,234
Operating fund	17,302	29,841	(44,159)	18,179	-	21,163
Total funds	1,051,502	29,841	(44,159)	-	71,213	1,108,397

10. Analysis of net assets between funds

	Capital Fund £	Operating Fund £	Total Funds £
Fixed asset investments	1,020,759	-	1,020,759
Debtors	-	5,641	5,641
Cash at bank	-	34,463	34,463
Creditors	-	(11,780)	(11,780)
Net assets at 31 March 2023	1,020,759	28,324	1,049,083

	Capital Fund £	Operating Fund £	Total Funds £
Fixed asset investments	1,087,234	-	1,087,234
Debtors	-	1,992	1,992
Cash at bank	-	21,715	21,715
Creditors	-	(2,544)	(2,544)
Net assets at 31 March 2022	1,087,234	21,163	1,108,397

The Grassmarket Mission
Notes to the accounts
for the year ended 31 March 2023 (cont.)

11. Related Party Transactions

During the year one Trustee was reimbursed £36 (2022 – one Trustee was reimbursed £46) for expenses incurred on behalf of the Trust.

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

Douglas Armstrong

During the year a donation of £35,000 (2022: £35,000) was paid to GCP as a contribution towards the CEO's salary. At the year end £8,750 (2022: £Nil) remained outstanding.