

EDINA TRUST
REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2021

Scottish Charity No: SC033562

EDINA TRUST

CONTENTS

	Page
Legal and administrative information	1
Report of the Trustees	2
Independent auditors report to the trustees of the Edina Trust	11
Statement of financial activities	15
Balance sheet	16
Statement of cash flows	17
Notes forming part of the financial statements	18

EDINA TRUST

LEGAL AND ADMINISTRATION INFORMATION

Scottish charity number: SC033562

Trustees

[REDACTED] [REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

Key Management Personnel

Board of Trustees

Secretary

[REDACTED]
[REDACTED]

Principal Office

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

Bankers

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

Solicitors

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

Auditors

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

EDINA TRUST

REPORT OF THE TRUSTEES

For the year to 31 March 2021

The Trustees present their thirteenth report along with the financial statements of the charity for the year to 31 March 2021. The financial statements have been prepared in accordance with the accounting policies set out on pages 18 to 20 and comply with the charity's Trust deed and applicable law.

OBJECTIVES AND ACTIVITIES

The objects of the charity are for any charitable purpose, excepting specifically the advancement of religion, but more particularly for purposes beneficial to the community including:

1. To promote and further in any way education in the community, community projects, support for families and social matters.
2. By giving grants or making payments or funding in whatever way, whether of a capital or income nature, to beneficiaries either as individuals, families, groups or bodies for furtherance of any of the Trust Purposes.
3. To purchase equipment or give grants for the purchase of equipment and for the provision of facilities, including buildings, which in the sole opinion of the Trustees can promote any of the Trust Purposes.

The Trust was established by endowments from [REDACTED]. He has requested that the charity take as its primary public benefit focus enhancing the teaching of science at primary school level across the UK. As a rule of thumb, the Trustees have agreed that grants awarded for other types of charity activity, such as community projects, should not exceed 40% of the total grants awarded each year. The Trustees are aware that support for state schools in Scotland must be restricted to areas which the Local Authority itself has no statutory obligation to fund.

GRANT MAKING POLICY

The Trustees plan to continue to support primarily the same broad areas of science education at primary level, which have been developing since 2002. At least 60% of charitable expenditure is to be spent on funding science education activities. The Trustees plan to maintain the charity's primary science support through a three-year funding scheme to enable it to offer support to new geographic areas once existing schemes complete their three-year cycle.

The Trust provides grants for a range of different types of activities, such as:

1. Grants for UK school science projects,
2. Grants to science centre providers, including for outreach work and school travel subsidies,
3. Grants for science festivals,
4. Grants to support community projects.

From time to time the Trustees have explored providing grants for specific community projects where there is a clear public benefit. The Trust's experience is that while such small grants can provide public benefit, it is hard for this charity to develop sustainable long-term community projects. A small number of grants are given to existing charities, for example Oxfam, to support community projects outside the UK.

Applications for novel funding activities must be considered and approved by all Trustees. The Chair of Trustees is authorised to approve some applications which fall into the categories listed above, up to certain defined limits which are re-confirmed annually.

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

For the year to 31 March 2021

The Trust advertises its activities through a website, which also provides resources for teachers: www.edinatrust.org.uk. The Trust also has a Twitter account as a way of promoting its grant programmes and its aim to enhance primary science learning and teaching in the UK: www.twitter.com/edinatrust.

ACHIEVEMENTS AND PERFORMANCE

Below, we report on achievements and performance over the last year. The Trust reports on its activities under four funding strands.

A. Science – UK

The Trust works to support science education at primary school level across the UK. It does this by giving grants to enhance the experience of learning science for primary aged school children. The aim is to make science more interactive and valued by pupils.

A1 Science Grant Schemes (SGSs)

Providing small science grants, of up to £600, for state primary schools, and £420 for maintained nurseries, in selected geographic areas.

SGSs are administered by **school year**, therefore the Trust's 2020-21 **financial year** spanned the final third of the 2019-20 SGSs and the first two thirds of the 2020-21 SGSs.

Table: 2020-21 Financial Year Data for SGSs, by Area

Education Area	Total Spent (£)	Numbers eligible for a grant	
		Schools	Nurseries
Wolverhampton	£21,720.00	85	60
North East Lincolnshire	£16,020.00	48	30
Blaenau Gwent	£3,600.00	26	26
Caerphilly	£11,220.00	75	68
Clackmannanshire	£5,220.00	19	18
Fermanagh & Omagh	£40,680.00	84	19
Hull	£21,215.00	71	65
Newry, Mourne and Down	£41,340.00	101	30
West Lothian	£56,760.00	74	59
Wakefield	£63,350.00	120	96
Bridgend	£24,060.00	54	48
Knowsley	£34,680.00	53	48
Neath Port Talbot	£25,320.00	56	55
Sandwell	£29,880.00	100	81
South Ayrshire	£21,290.00	43	39
Total	£416,355.00	1009	742

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

ACHIEVEMENTS AND PERFORMANCE (Continued)

A2 Science Resources for Schools (SRfS) and associated Sustain and Extend programme (SEP)

The Trust approved a one-off grant of £30,450 directly to SSERC (Scottish Schools Education Research Centre) to supply a science resource box to 87 primary schools attending the Primary Cluster CPD programme. Twelve schools taking part in the Year 2 extension programme (SEP) received a £350 equipment grant. The total disbursed under both programmes was £34,650.

A3 Science Providers

The Trust granted Edinburgh Science (ES) £77,500 in the 2020-21 financial year for the following:

- Free recorded Generation Science workshops for 60 schools in high FME areas across Scotland
- Support for 2021 Festival Family activities - both live events and a varied online programme
- Support for community outreach – including Busking Bikes equipped with science activity materials
- Training of science communicators for the Edinburgh Science Festival

Due to on-going pandemic restrictions Edinburgh Science 2021 activities were re-configured resulting in a hybrid approach of live exhibitions and events supported by a diverse and comprehensive online programme of workshops, live shows, panel discussions, and downloadable activities for all ages.

Only Techniquet (Cardiff) received a new grant in 2020-21 financial year as many existing beneficiaries had ring-fenced, unspent funds from 2019-20 financial year. The charity approved a number of amendments to its approved grants including: (i) ring-fencing grants, until science centres could re-open or (ii) re-directing funds towards outreach activities or the development of online alternatives.

The Trust also generated 18 Science Close-up kits boxes destined for selected UK primary schools.

A4 Bulb Project

In collaboration with the National Museum of Wales, the Trust extended the Museum's 'Spring Bulbs for Schools' Project to 100 primary schools in Belfast, Conwy, Derry/Londonderry, Dumfries & Galloway, East Ayrshire, Fife, Hull, Knowsley, Lancashire, Lincolnshire, North East Lincolnshire, North Lanarkshire, Northern Ireland, Oxfordshire, Renfrewshire, Rhondda Cynon Taf, Scottish Borders, Wakefield, West Dunbartonshire, West Lothian, and Wolverhampton. Returning schools number ~50% which shows that teachers value the project. The cost of this project during 2020-21 was £27,403.

B. Science – Overseas

Travel Grant

Edina reimburses travel costs for academics from the Englehardt Institute of Molecular Biology, Moscow attending conferences abroad. Conferences were cancelled due to the pandemic, so no payments made.

C. Community Support – UK

The Trust donated £48,625 to Peeple, an educational charity that supports parents and children in deprived areas to learn together, to reduce the risk of future educational under-achievement.

D. Community Support – Overseas

Oxfam 'Education in Malawi' project: £4,000 was donated to a project promoting safe education in Malawi.
CHIVA Africa: £3,500 was donated to fund the treatment and prevention of HIV in Africa.

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

ACHIEVEMENTS AND PERFORMANCE (Continued)

MONITORING & IMPACT ASSESSMENT

The success of the SGS and SRfS schemes are evaluated by (i) monitoring grant uptake, (ii) reviewing reports from local area consultants, (iii) by seeking teachers' views on primary science teaching and learning both pre- and post- grant, and (iv) by the production of final reports on SGS areas for local authorities, detailing the total funding disbursed and analysis of the funding's impact on the teaching of primary science in their primary schools and nurseries.

The success of the Bulb Project is evaluated through the amount and quality of the data provided by schools during each annual project and through school contributions to an internet blog.

All science providers which receive a grant provide a report on outcomes related to their use of the grant. Repeat grants are only provided to providers if a satisfactory report is received by the Trust for the earlier grant.

Staff and SGS consultants were unable to carry out the usual monitoring visits during this financial year due to the pandemic.

The Trust continued its scheme whereby 5% of schools which had received an SGS grant are requested to provide evidence that they spent their grant on the items for which it was approved. Typically, the schools audited in this way are randomly selected. Schools which fail to provide evidence by the deadline are followed up by the administrative staff and area consultants.

FINANCIAL REVIEW

The results of the year are detailed in the Statement of Financial Activities on page 15. There was a surplus on income/(expenditure) for the year of £509,106 (2020: (£1,231,336) deficit) after investment gains of £1,184,037 (2020 loss: £523,665). At the end of the 2021 financial year, the Trust's reserves amounted to £8,091,735 (2020: £7,582,629).

RESERVES POLICY

It continues to be the case that the Trust has little prospect of receiving additional donations. The Trustees have confirmed they do not intend to start to fundraise, either from corporate donors or the general public. In April 2020, the renewed Board of Trustees re-confirmed their 2016 decision to make plans to spend out the charity's reserves over about 10 years, to ensure there is an orderly winding down of the Trust's activities and commitments in or around 2027. At the end of the 2020-21 financial year, the charity's reserves stood at £8.1M (2020: £7.6M). Financial forecasts based on the 2021-22 projected **grant expenditure** (£764K) suggest that reserve levels will fall to about £3.7M by the end of 2026-27 FY. The Trustees are looking to increase grant expenditure to ~£900K per annum to accelerate the erosion of reserves to the planned ~£1.5M in or around 2027.

Any deterioration in investment returns and interest rates on cash deposits could accelerate the decline in the reserves above the level currently anticipated. In 2021-22 the Trustees are expecting **total** projected expenditure to be around £923K (compared to actual total expenditure of £817K in 20-21).

The reserves policy will be reviewed by the Trustees on at least an annual basis, and income and expenditure patterns are being monitored very regularly.

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

INVESTMENT POWERS AND POLICY

The Trust has appointed an independent financial adviser who makes recommendation to the Trustees on a regular basis.

In September 2016, the Trustees made the decision to spend out the Trust's reserves over a ten-year period. Therefore, regular reviews of the balance of the assets held between (i) managed investments and (ii) diversified cash deposits managed through brokers Tradition UK Ltd. are undertaken. The current investment assets are invested in a pooled Newton charity fund and the Trust takes the dividends from these investments to assist cash flow management.

- The primary reason for investment is to generate funds to further the charitable objectives of the Edina Trust.
- The objective is to manage an orderly erosion of the value of the reserves and to maintain investment assets as appropriate and at the Trustees' discretion, in relation to the Trustees' decision to erode the capital of the charity by 2027.
- All major asset classes may be considered including UK and overseas equities, Bonds - (Treasuries and Corporate) and cash - providing they help meet the stated investment objectives.
- Alternative Investments such as Property and hedge funds may only be used if they reduce overall risk through diversification.
- All investment should be consistent with the guidance provided by the Charities and Trustee Investment (Scotland) Act 2005, the Charity Commission and OSCR.
- The Edina Trust endeavours to act as a responsible investor; it has selected the pooled Newton charity fund to invest in and from time to time checks the balance of stocks held to ensure the fund remains in line with the Charity's ethical values.

The Trustees, with the aid of the Trust's independent financial adviser, keep the performance of the current investment manager, [REDACTED], under regular review.

STRUCTURE GOVERNANCE AND MANAGEMENT

Constitution and Objects

The Trust, which is a recognised charity in Scotland, is constituted under a Trust deed dated 9 October 2002 and a supplementary Trust deed dated 30 March 2012. The management of the Trust is the responsibility of the Trustees who are elected under the terms of the Trust deed. The Trust was established through endowments from [REDACTED], the founder Trustee. The Trust does not actively fund raise and seeks to continue the charitable work desired by the donor through the careful stewardship of its existing resources.

Organisation

The Trustees who served during the year and to date are shown on page 1 and in the table below:

Trustee	Appointed
[REDACTED]	October 2002
[REDACTED]	October 2002
[REDACTED]	April 2018
[REDACTED]	July 2019

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

Organisation (continued)

Trustees are selected based on personal competence and professional skills which can benefit the Trust. New Trustees are inducted into the workings of the Trust at briefing sessions held by the Chair, and all Trustees are provided with literature to make them fully aware of their legal responsibilities.

Due to the commitments of the Trustees it is usually only possible to guarantee two physical meetings per annum. Both the Spring and Autumn Meeting of the Trustees was held via Zoom in April and September 2021 respectively due to the COVID-19 social distancing requirements. Similarly, the Trustees will meet via Zoom in the autumn through choice, despite the easing of restrictions. Extensive paperwork is prepared for the Trustees in advance of their spring and autumn meetings. Governance is addressed in depth at the spring meeting and the Statutory accounts are agreed at the autumn meeting; new grant proposals are considered at both meetings. This ensures the Trustees are able to review past performance effectively and agree strategy and future areas of activity. Trustees are kept in touch by email and personal contact coordinated by the Trust Secretary. Since April 2020, the Trustees have received monthly updates on the performance and recovery of the trust's main investment vehicle, and on the uptake of grants by schools despite school closures. The day-to-day management of the Trust is delegated via the Chair to the Trust Secretary and her team of two administrators and a part-time accountant. In addition, local self-employed consultants with relevant teaching experience are recruited to help promote and support the area school grant schemes.

Related Parties and Co-Operation with Other Organisations

The Trust Secretary and her team working on Edina Trust's charitable projects are located within a building owned by the Kirkhouse Trust SCIO (SC 047432). A legal agreement signed by the two sets of Trustees in 2015 and entitled: "Shared Use Agreement relating to Assets of the Kirkhouse Trust and Edina Trust" governs the relationship between the two charities. For ease of administration, all staff who work on Edina Trust projects are employed by the Kirkhouse Trust and their employment costs are fully reimbursed by Edina Trust. [REDACTED] is a Trustee of both charities.

Key Management Personnel Remuneration

The Trustees consider the Board of Trustees as comprising the key management personnel of the charity. The Chair of Trustees supervises the day-to-day work of the Trust Secretary and her team of two administrators and the part-time accountant. All trustees give of their time freely and no trustee remuneration was paid in the year. Details of trustee expenses and related party transactions are disclosed in note 5 of the accounts.

Trustees are required to disclose all relevant interests. The Trust maintains a Register of Interests which Trustees are asked to review and update annually as necessary. It is trust policy that Trustees withdraw from decisions if a conflict of interest arises.

RISK MANAGEMENT

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust and are satisfied that systems are in place to mitigate exposure to major risks. A Risk Management Action Plan is reviewed and approved by the Trustees annually at their spring meeting.

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

RISK MANAGEMENT (continued)

The Trustees highlight the following as the most significant risks currently facing the charity: -

- Reduction in income and value of investments and reserves.
 - Edina's main investment vehicle, the Newton Charity Fund, saw a significant reduction in value during the economic downturn caused by the Coronavirus pandemic. The Trustees judge this risk remains high as the financial markets remain volatile following the pandemic. This is mitigated by the appointment of an Independent Financial Adviser who reviews investment performance regularly and advises the Trustees.

- Loss of key personnel.
 - Operational activities are managed by a Trust Secretary who has two direct reports. There are strategies in place to ensure: (i) new staff are carefully inducted into their roles, and (ii) more than one member of staff is trained to carry out essential tasks. Loss of any staff member in so small an organisation would inevitably lead to a period of disruption.
 - Loss of Trustees would also cause significant difficulties for the Trust. The Board of Trustees has been renewed within the last two years and now stands at four, whereas the requirement laid down in the Trust Deed is for a minimum of three. The Charity plans to appoint a further Trustee, based in Scotland, over the next twelve months. However, this action is dependent on COVID 19 regulations and risk issues making it possible to provide a new recruit with an adequate induction process and an opportunity to meet some, if not all, of the Trustees.

- Charitable activities securing public benefit.
 - The Trust's Science Grant Schemes aim to enable state schools and other science providers to enhance their teaching of science, mainly at primary level. The schemes have now been in place for several years and feedback indicates they are well regarded by teachers and local authority education staff. The involvement of local consultants with relevant teaching experience ensures that grants are spent appropriately by beneficiaries.

- Cybersecurity.
 - This is viewed as a continuing risk. The Trust's IT Officer ensures software is kept up to date. Staff training on Cybersecurity started in 2019 and is refreshed on a quarterly basis.

PLANS FOR THE FUTURE

From the 2017-18 FY, the aim is to reduce the reserves gradually so that, by 2027, the remaining capital is sufficient to cover the costs of winding up the Trust. The expenditure over the last three years and the projected spend for 2021-22 FY is shown below:

Total Edina Charitable Spending				
2017-18FY	2018-19FY	2019-20FY	2020-21FY	2021-22FY
Actual	Actual	Actual	Actual	<i>Projected</i>
£689,366	£750,707	£763,545	£672,216	£764,441

The Trustees remain committed to assisting science education in the UK mainly by providing small grants to primary schools and grants to a selection of science education providers. The Budget for 2021-22FY includes the following provision for primary schools and nurseries:

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

PLANS FOR THE FUTURE (continued)

Edina Grant Scheme	Areas covered	Total Budget
Three-year SGSs	Scotland: West Lothian and South Ayrshire. England: Knowsley, Sandwell and Blackpool. Wales: Neath Port Talbot and Bridgend. Northern Ireland: Fermanagh & Omagh, and Newry, Mourne & Down.	£475,348
Spring Bulb for Schools Project in partnership with National Museum of Wales.	The autumn 2020 project will include 100 primary schools. These schools are located in Scotland (29), England (41), Northern Ireland (25) and Wales (5). There are also approx. 74 schools taking part in the Welsh Spring Bulbs for Schools project managed by National Museum of Wales.	£30,444
SRfS and SEP scheme in conjunction with SSERC Primary Cluster Programme	The budget includes funding for a cohort of up to 100 schools in SSERC's on-going PCP training programme, and up to a further 100 in the Year 2 extension programme.	£60,450
Investigations Using Measuring Lenses	Edina will provide a further 18 Science Close Up mini-kits to primary schools, and plan to develop a further mini-kit for nursery age pupils.	£590

Despite pandemic related school closures from March 2020 onwards, demand for grants remained high and the Trust is confident this will continue in the new school year.

Once again, there are no plans to actively expand the Overseas Community Funding strand in the coming year, but existing or equivalent projects may continue to be supported. The Trustees will consider continuing to support CHIVA Africa for its support of HIV prevention and treatment in 2021-22FY.

The UK Community Funding Strand may be developed further, subject to further investigation of potential beneficiaries, and Trustee approval.

The Trust's activities are implemented by the equivalent of three full time staff. There are plans to increase staffing from 2.95 FTE to 3.25 FTE to ensure there is sufficient capacity to fulfil the Trust's plans to increase spending. From March 2020, due to the COVID 19 pandemic, the staff team have worked from home. No staff have been furloughed.

EDINA TRUST

REPORT OF THE TRUSTEES (Continued)

TRUSTEES' RESPONSIBILITIES STATEMENT

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

The law applicable to charities in Scotland 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 and of the incoming resources and application of resources of the Trust for that period. 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 2019 (FRS 102);
- 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 operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Trust 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's Trust deed. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees and signed on their behalf by:



Chair of Trustees

20 September 2021

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE EDINA TRUST

Opinion

We have audited the financial statements of Edina Trust (the 'charity') for the year ended 31 March 2021 which comprise the statement of financial activities, the balance sheet, the statement of cashflows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; an
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**INDEPENDENT AUDITORS' REPORT
TO THE TRUSTEES OF THE EDINA TRUST (continued)**

Other information

The other information comprises the information included in the report of the trustees', other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the report of the trustees. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are requested to report by exceptions

We have nothing to report in respect of the following matters in relation to which the Charities Accounts (Scotland) Regulations 2006 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE EDINA TRUST (continued)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures to respond to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we consider the following:

- The nature of the industry, control environment and business performance of the charity
- The results of our enquires with management and the Trustees about their own identification and assessment of the risks of irregularities
- The matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we consider the opportunities and incentives that may exist within the charity for fraud. In common with all audits under ISAs (UK), we perform specific procedures to respond to the risk of management override and inappropriate income recognition.

We also obtain an understanding of the legal and regulatory environment in which the charity operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements and those which may be fundamental to the charity's ability to operate. The key laws and regulations we considered in this context included the Statement of Recommended Practice: Accounting for Charities FRS 102 (2019), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006.

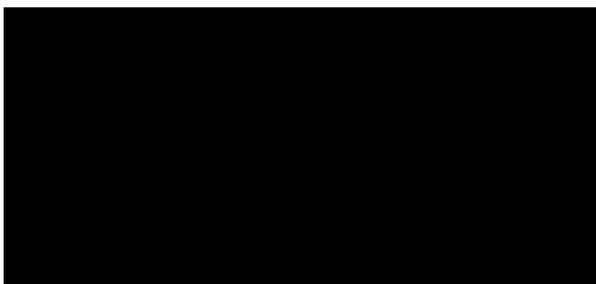
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

**INDEPENDENT AUDITORS' REPORT
TO THE TRUSTEES OF THE EDINA TRUST (continued)**

Use of the report

This report is made solely to the charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



20 September 2021

EDINA TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 March 2021**

	Note	Unrestricted £	Restricted £	2021 Total £	2020 Total £
Income from:					
Investment Income:					
<i>Dividends receivable</i>		126,242	-	126,242	188,236
<i>Interest receivable</i>		16,216	-	16,216	22,029
Other income		369	-	369	404
Total income		<u>142,827</u>	<u>-</u>	<u>142,827</u>	<u>210,669</u>
Expenditure on:					
Raising funds					
<i>Investment management fees</i>		500	-	500	500
Charitable activities	2	<u>817,258</u>	<u>-</u>	<u>817,258</u>	<u>917,840</u>
Total expenditure		<u>817,758</u>	<u>-</u>	<u>817,758</u>	<u>918,340</u>
Net (expenditure) before gains and losses on investments		(674,931)	-	(674,931)	(707,671)
Net gains/(losses) on investments	6	<u>1,184,037</u>	<u>-</u>	<u>1,184,037</u>	<u>(523,665)</u>
Net income/(expenditure) and net movement in funds		509,106	-	509,106	(1,231,336)
Funds at 1 April 2020	9	<u>7,578,079</u>	<u>4,550</u>	<u>7,582,629</u>	<u>8,813,965</u>
Funds at 31 March 2021	9	<u>8,087,185</u>	<u>4,550</u>	<u>8,091,735</u>	<u>7,582,629</u>

The statement of financial activities includes all gains and losses recognised in the year.

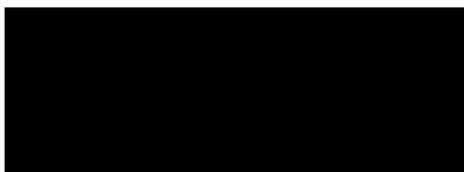
All income and expenditure is derived from continuing operations.

EDINA TRUST

BALANCE SHEET
as at 31 March 2021

	Note	2021 £	2020 £
Fixed Assets			
Investments	6	<u>6,514,732</u>	<u>5,630,695</u>
Current Assets			
Debtors	7	32,916	45,825
Cash at bank		<u>1,591,864</u>	<u>1,970,228</u>
		1,624,780	2,016,053
Liabilities: creditors falling due within one year	8	<u>(47,777)</u>	<u>(64,119)</u>
Net current assets		<u>1,577,003</u>	<u>1,951,934</u>
Total assets less current liabilities		<u>8,091,735</u>	<u>7,582,629</u>
Funds			
Unrestricted		8,087,185	7,578,079
Restricted		<u>4,550</u>	<u>4,550</u>
Total Funds	9,10	<u>8,091,735</u>	<u>7,582,629</u>

These accounts were approved and authorised for issue by the Trustees on 20 September 2021.



Chair of Trustees



Trustee

EDINA TRUST

RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES
for the year ended 31 March 2021

	2021 £	2020 £
<i>Net income/(expenditure) for the year (as per the SOFA)</i>	509,106	(1,231,336)
Adjustments for:		
Net (gains)/losses on investments	(1,184,037)	523,665
Investment income	(142,458)	(210,265)
Decrease in debtors	12,909	2,892
(Decrease)/inccese in creditors	<u>(16,342)</u>	<u>3,281</u>
<i>Net cash used in operating activities</i>	<u>(820,822)</u>	<u>(911,763)</u>

STATEMENT OF CASH FLOWS
for the year ended 31 March 2021

	2021 £	2020 £
Cash flows from operating activities:		
<i>Net cash used in operating activities</i>	<u>(820,822)</u>	<u>(911,763)</u>
Cash flows from investing activities:		
Investment income	142,458	210,265
Proceeds from sale of investments	<u>300,000</u>	<u>600,000</u>
<i>Net cash flow provided by investing activities</i>	<u>442,458</u>	<u>810,265</u>
<i>Change in cash and cash equivalents in the year</i>	(378,364)	(101,498)
Cash and cash equivalents at the beginning of the year	<u>1,970,228</u>	<u>2,071,726</u>
Cash and cash equivalents at the end of the year	<u>1,591,864</u>	<u>1,970,228</u>

EDINA TRUST

NOTES FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 31 March 2021

1. Principal accounting policies

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment assets. The financial statements are presented in sterling which is the functional currency of the Trust and are rounded to the nearest £.

The financial statements have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and UK Generally Accepted Accounting Practice.

The financial statements have been prepared on a going concern basis. Trustees have considered the impact of the COVID-19 pandemic on the financial position and future performance of the Trust. They regularly monitor the funding streams and evaluate the projected expenditure and the free reserves which are available and have concluded that there is a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future.

Edina Trust meets the definition of a public benefit entity under FRS 102.

Income

Income is recognised when the Trust has entitlement to the funds, when it is probable that the income will be received and the amount can be measured reliably.

Interest on funds held on deposit is included upon notification of the interest paid or payable by the Bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

Expenditure is recognised once there is a constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classed under headings that aggregate all cost relating to the category.

Expenditure on raising funds consists of costs arising in the generation of income for the Trust and therefore consists of investment management fees.

Charitable expenditure comprises those costs incurred by the Trust in the delivery of its activities and services. It includes both costs which can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Expenditure on grants is recorded once the Trust has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is the earlier.

EDINA TRUST

NOTES FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 31 March 2021

1. Principal accounting policies (continued)

Expenditure (continued)

Support costs are allocated between governance costs and other support costs. Governance costs comprise those costs involving the public accountability of the Trust and its compliance with regulations and good practice. They therefore include the costs of statutory audit, together with the costs of trustees' meetings. Other support costs relate to the administrative costs of running the Trust and are allocated to charitable activities accordingly.

Fixed asset investments

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

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Trust is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

Investments are included at market value at the year end. Gains and losses on disposals and revaluation of investments are charged or credited to Statement of Financial Activities.

Tangible fixed assets and depreciation

Tangible fixed assets costing more than £1,000 are capitalised and included at cost, including any incidental expenses of acquisition.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives as follows:

Computer equipment - over 3 years

Debtors

Debtors are measured at their recoverable amount and included when reasonable certainty exists over their receipt.

Cash at bank

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors

Creditors are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured reliably.

Financial instruments

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

EDINA TRUST

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
for the year ended 31 March 2021

1. Principal accounting policies (*continued*)

Fund accounting

Funds held by the Trust are either:

Unrestricted funds – these are funds that are available for use at the Trustees’ discretion in furtherance of the general objectives of the Trust.

Restricted funds – these are funds which are to be used in accordance with specific instructions imposed by the donor.

Employee benefits

The Trust contributions to employees’ individual pension plans. The amounts charged in the Statement of Financial Activities represent the contributions to the defined contribution scheme in respect of the accounting period.

2. Charitable activities	Basis of Allocation	UK Projects £	Overseas Projects £	2021 £	2020 £
2020/21					
Direct charitable expenditure					
Grants awarded (note 3)	Direct	664,716	7,500	672,216	763,545
Support costs (See below)		139,483	1,409	140,892	149,880
Governance costs (See below)		4,150	-	4,150	4,415
		<u>808,349</u>	<u>8,909</u>	<u>817,258</u>	<u>917,840</u>
Support costs:					
Staff costs (note 4)	Usage	127,670	1,289	128,959	132,553
Office expenses	Usage	11,547	117	11,664	13,468
Travel expenses	Usage	266	3	269	3,859
		<u>139,483</u>	<u>1,409</u>	<u>140,892</u>	<u>149,880</u>
Governance costs:					
Auditor’s remuneration – Audit		3,698	-	3,698	3,612
Trustee meeting expenses		452	-	452	803
		<u>4,150</u>	<u>-</u>	<u>4,150</u>	<u>4,415</u>

Expenditure on charitable activities was £817,258 (2020: £917,840) of which £817,258 (2020: £917,840) was unrestricted and £nil (2020: £nil) was restricted.

EDINA TRUST

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued)
for the year ended 31 March 2021

2. Charitable activities	Basis of Allocation	UK Projects £	Overseas Projects £	2020 £	2019 £
2019/20					
Direct charitable expenditure					
Grants awarded (note 3)	Direct	756,045	7,500	763,545	750,707
Support costs (See below)		148,381	1,499	149,880	144,017
Governance costs (See below)		4,415	-	4,415	4,275
		<u>908,841</u>	<u>8,999</u>	<u>917,840</u>	<u>898,999</u>
Support costs:					
Staff costs (note 4)	Usage	131,227	1,326	132,553	126,533
Office expenses	Usage	13,333	135	13,468	10,823
Travel expenses	Usage	3,821	38	3,859	6,661
		<u>148,381</u>	<u>1,499</u>	<u>149,880</u>	<u>144,017</u>
Governance costs:					
Auditor's remuneration – Audit		3,612	-	3,612	3,506
Trustee meeting expenses		803	-	803	769
		<u>4,415</u>	<u>-</u>	<u>4,415</u>	<u>4,275</u>

Expenditure on charitable activities was £917,840 (2019: £898,999) of which £917,840 (2019: £894,427) was unrestricted and £nil (2019: £4,572) was restricted.

3. Grants awarded	2021 £	2020 £
UK Projects:		
UK School projects	457,643	493,850
Edinburgh Science Festival	77,500	76,000
Other UK grants	129,573	186,195
Overseas Projects:		
Other overseas projects	<u>7,500</u>	<u>7,500</u>
	<u>672,216</u>	<u>763,545</u>

EDINA TRUST

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued) for the year ended 31 March 2021

4. Staff costs	2021 £	2020 £
Salaries	114,733	115,512
Social security	7,284	8,011
Pension	5,995	5,372
	<u>128,012</u>	<u>128,895</u>
Other staff costs	947	3,658
	<u>128,959</u>	<u>132,553</u>

No employees received emoluments of greater than £60,000 in the current or prior year. The average number of employees during the year was 4 (2020: 4).

5. **Trustees remuneration**

Trustees are not remunerated. No trustees received any reimbursement of travel expenses which were incurred on behalf of the trust (2020: 3 trustees reimbursed £803).

6. Investments	2021 £	2020 £
Market value at 1 April 2020	5,630,695	6,754,360
Disposal proceeds	(300,000)	(600,000)
Net gains/(losses) on revaluation	<u>1,184,037</u>	<u>(523,665)</u>
Market value at 31 March 2021	<u>6,514,732</u>	<u>5,630,695</u>
Historic cost at 31 March 2021	<u>4,342,556</u>	<u>4,547,054</u>

Investments whose market value exceeds 5% of the total are therefore considered to be material and are as follows:

BNY Mellon Growth and Income Fund for Charities	<u>6,514,732</u>	<u>5,630,695</u>
-------------------------------------------------	------------------	------------------

7. **Debtors**

	2021 £	2020 £
Accrued income	32,772	45,825
Prepayments	<u>144</u>	<u>-</u>
	<u>32,916</u>	<u>45,825</u>

EDINA TRUST

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued)
for the year ended 31 March 2021**

8. Creditors

	2021 £	2020 £
Other creditors	40,161	59,057
Accruals	<u>7,616</u>	<u>5,062</u>
	<u><u>47,777,</u></u>	<u><u>64,119</u></u>

9. Funds analysis

	Unrestricted Fund £	Restricted Fund £	Total Funds £
2020/21			
Balance at 1 April 2020	7,578,079	4,550	7,582,629
Income	142,827	-	142,827
Expenditure	(817,758)	-	(817,758)
Gains on investments	<u>1,184,037</u>	-	<u>1,184,037</u>
Balance at 31 March 2021	<u><u>8,087,185</u></u>	<u><u>4,550</u></u>	<u><u>8,091,735</u></u>
2019/20			
Balance at 1 April 2019	8,809,415	4,550	8,813,965
Income	210,669	-	210,669
Expenditure	(918,340)	-	(918,340)
Gains on investments	<u>(523,665)</u>	-	<u>(523,665)</u>
Balance at 31 March 2020	<u><u>7,578,079</u></u>	<u><u>4,550</u></u>	<u><u>7,582,629</u></u>

The restricted fund has been set up to fund students and employees of the Microarray Unit, Engelhardt Institute of Molecular Biology, Moscow to travel outside of Russia for science based activities such as conferences or training opportunities.

EDINA TRUST

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued) for the year ended 31 March 2021

10. Analysis of net assets between funds

	Unrestricted Fund £	Restricted Fund £	Total Funds £
Fixed assets	6,514,732	-	6,514,732
Net current assets	<u>1,572,453</u>	<u>4,550</u>	<u>1,577,003</u>
Total net assets at 31 March 2021	<u>8,087,185</u>	<u>4,550</u>	<u>8,091,735</u>
Fixed assets	5,630,695	-	5,630,695
Net current assets	<u>1,947,384</u>	<u>4,550</u>	<u>1,951,934</u>
Total net assets at 31 March 2020	<u>7,578,079</u>	<u>4,550</u>	<u>7,582,629</u>

11. Analysis of changes in net funds

	At 1 April £	Cashflows £	At 31 March £
2020/21			
Borrowings	-	-	-
Cash and cash equivalents	<u>1,970,228</u>	<u>(378,364)</u>	<u>1,591,864</u>
Total net funds	<u>1,970,228</u>	<u>(378,364)</u>	<u>1,591,864</u>

12. Related party transactions

The Trust was recharged expenses including staff costs and office costs of £112,281 (2020: £107,751) by the Kirkhouse Trust, a charity in which [REDACTED] is also a trustee. Included within creditors are amounts owed to the Kirkhouse Trust of £26,131 (2020: £55,045).