THE IAIN PAUL FUND

Scottish Charity No : SC025605

Report of the Trustees and Financial Statements
For the year 31st March 2026

THE IAIN PAUL FUND
GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31ST MARCH 2026

The Trustees present their annual report and financial statements for the charity for the year ended 31st March 2026. The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the financial statements and comply with the Charity's Trust Deed, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard 102 applicable in the UK and Republic of Ireland (FRS 102) (effective 1st January 2019) subject to the reporting exemptions available under Section 1A of that standard.

Objectives and Activities

Objectives of Trust and Grant Making Policy

The whole of the Trust Fund is to be held for the benefit of the Scottish National Gallery of Modern Art, Belford Road, Edinburgh and to be used to assist with the purchase from time to time, as appropriate opportunities arise, of modern Scottish paintings, drawings and sculptures for the Scottish National Gallery of Modern Art. The Trustees are empowered to use the fund for the purposes of increasing the representation of modern Scottish work in the Gallery in their absolute discretion, from time to time, to fulfil these objectives.

The Trustees do not engage directly in charitable activities or projects. The principal activity is grant making.

Aims

To continue supporting the Scottish National Gallery of Modern Art, where possible, as noted in the Objectives of the Trust.

Report on the Activities of the Trust

The Trustees agreed to a donation of £30,200.00 during the period of the account which will be paid within the 2027 account (2025 £22,542.56).

Achievements and Performance

Investment Policy and Performance

In accordance with the Trust Deed, the Trustees have power to invest in such stocks, shares investments and property in the United Kingdom or abroad as they in their sole discretion think fit. The Trustees have engaged Seven Investment Managers LLP as investment managers.

The Trustees' investment policy is geared towards a balanced return between capital growth and income. In the year to 31st March 2026, capital values have decreased by 2.87% with dividend income decreasing by 49.22%.

The small decrease is due to net sales of £24,000 during the year to raise funds to assist with the donation commited to be paid.

The dividend income decrease is due to the changes in the portfolio during the year.

Financial Review

Financial Report

The Trust's ability to make meaningful donations is reliant on income and investment returns from its investment portfolio.

The investments of the Trust have a market value of £349,437.48 (2025 £359,753.48) and there are net current assets of £1,713.79 (2025 £5,062.49). Total funds therefore amounted to £351,151.27 (2025 £364,815.97), all of which were unrestricted. During this account, the Trust received income of £7,780.84 (2025 £15,793.23) and one donation of £30,200.00 was agreed during the period of the account which will be paid within the 2027 account (2025 £22,542.56). No other future commitments were paid or new pledges were agreed.

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GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31ST MARCH 2026

Financial Review

Reserves Policy

It is the policy of the Trustees to distribute the income and or the capital of the Trust, as described in the section above headed Objectives of Trust.

The unrestricted fund is represented primarily by a portfolio of investments. These are managed on a discretionary basis by the investment managers. The Trustees have power to draw upon the fund in furtherance of the Trust's objectives whilst retaining sufficient funds to meet any commitments they may undertake.

As the assets of the Trust are held in a ready realisable form the Trustees do not therefore consider it necessary to maintain specific reserves.

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 their exposure to the major risks.

As the Trust relies on its investment returns in order to make its donations, the principal risk faced by the Trust lies in the performance of its investments.

The Trustees have mitigated this by retaining investment managers to advise them and by having a diversified portfolio.

Going Concern

The Trustees have no material uncertainties as to the Trust's ability to continue as a going concern.

Structure, Governance & Management

Founding Document

Will by Robert John Paul dated 3rd December 1991 and registered on 24th October 1995

Appointment of New Trustees

The Trustees in office have the power to appoint new Trustees. The induction process for any newly appointed Trustees comprises a pack including a brief history of the Trust, copy of the founding document, guidance on the duties and responsibilities of charity trustees, a copy of the most recent Annual Report & Accounts and any other relevant documentation. When appointing new Trustees consideration is given to ensuring that there is the breadth of expertise required for the efficient management of the Trust.

Decision Making

The Trustees periodically ask the Scottish National Gallery of Modern Art if there are currently any pieces of modern Scottish painting, drawing or sculpture which the Trust could assist in acquiring.

When approached by the Scottish National Gallery of Modern Art to assist in the purchase of an appropriate piece the Trustees consider the request on its merits.

Related Parties

Turcan Connell provide legal and accounting services to the Trust for which fees are charged. In the year to 31st March 2026, those fees amounted to £5,110.20 (2025 £4,560.00) of which £440.00 (2025 £500.00) was outstanding at the year end.

Structure, Governance & Management

Employees

The Trust has no employees (2025 None). The Trustees have engaged Turcan Connell to undertake the administration of the trust remuneration for which is recorded in the financial statements.

Management

All Trustees are active in the management of the Trust.

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GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31ST MARCH 2026

Reference and Administrative Details

A Scottish Charity	SC025605	
Address	Turcan Connell Princes Exchange 1 Earl Grey Street Edinburgh EH3 9EE	
Trustees (Appointed by Deed/Assumption	Douglas Andrew Connell, Esq., WS Turcan Connell (Trustees) Ltd - per Appendix TC Trustees Limited - per Appendix	 resigned on 24th September 2025 assumed on 24th September 2025

Advisers

Solicitors
Turcan Connell
Princes Exchange
1 Earl Grey Street
Edinburgh
EH3 9EE

Investment Adviser
Seven Investment Managers LLP
Princes Exchange
1 Earl Grey Street
EDINBURGH
EH3 9EB

Independent Examiner
Kevin Cattanach CA
Whitelaw Wells
Chartered Accountants
9 Ainslie Place
Edinburgh
EH3 6AT

THE IAIN PAUL FUND
GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31ST MARCH 2026

Statement of Trustees' Responsibilities in Respect of the Accounts

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and with the Financial Reporting Standards applicable in the United Kingdom and Republic of Ireland.

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 Charity SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis, unless it is inappropriate to assume that the Trust will continue on that basis.

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 constitution. 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.

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

Financial statements preparation

The Trustees confirm that the financial statements for the year ended 31st March 2026 have been prepared so as to comply with current statutory requirements, the Charity SORP and the Trust's constitution.

Approved by the Trustees and authorised to be type-signed on their behalf on

12th October 2026	12th October 2026
……..	……..
Date	Date
Gavin Graham Robert McEwan	Peter Southern Littlefield
……..	……..
Director of TC Trustees Limited - the charity Trustee	Director of TC Trustees Limited - the charity Trustee
Gavin Graham Robert McEwan	Peter Southern Littlefield
……..	……..
Print name	Print name

THE IAIN PAUL FUND

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE IAIN PAUL FUND

I report on the financial statements for the year to 31st March 2026, which are set out on pages 7 to 11.

This report is made to the Trustees, as a body, in accordance with the terms of my engagement. My work has been undertaken to enable me to report my opinion as set out below and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the trustees, as a body, for my work or for this report.

Respective responsibilities of trustees and examiner

The charity's Trustees are responsible for the preparation of the financial statements in accordance with the terms of the Charities & Trustee Investment (Scotland) Act 2005 ("the Act") and the Charities Accounts (Scotland) Regulations 2006 (as amended) ("the Regulations"). 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 financial statements as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Regulations.

An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements and seeks explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

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

1) which gives me reasonable cause to believe that in any material respect the requirements :

   · to keep accounting records in accordance with Section 44 (1)(a) of the Act and Regulation 4 of the Regulations; and
   · to prepare financial statements which accord with the accounting records and comply with Regulation 8 of the Regulations.

   have not been met; or
2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Approved by the examiner and type-signed on their behalf on

12th October 2026 …….. Date


…….. by Examiner Kevin Cattanach

Kevin Cattanach CA
Whitelaw Wells
Chartered Accountants
9 Ainslie Place
Edinburgh
EH3 6AT

THE IAIN PAUL FUND

BALANCE SHEET AS AT 31ST MARCH 2026

	Notes	2026 £	2025 £
Fixed Assets			
Investments	5	349,437.48	359,753.48
Current Assets			
Cash at bank		33,176.13	6,390.77
Debtors	2	22.66	16.72
Total Current Assets		33,198.79	6,407.49
Less:			
Liabilities			
Creditors: amounts falling due within twelve months	3	(31,485.00)	(1,345.00)
Total Current Liabilities		(31,485.00)	(1,345.00)
Net Current Assets		1,713.79	5,062.49
Net Assets		351,151.27	364,815.97
The funds of the charity			
Unrestricted Funds		351,151.27	364,815.97
Total Charity Funds		351,151.27	364,815.97

Approved by the Trustees and authorised to be type-signed on their behalf on

12th October 2026
……..
Date

Gavin Graham Robert McEwan
……..
Director of TC Trustees
Limited - the charity Trustee

Gavin Graham Robert McEwan
……..
Print name

12th October 2026
……..
Date

Peter Southern Littlefield
……..
Director of TC Trustees
Limited - the charity Trustee

Peter Southern Littlefield
……..
Print name

THE IAIN PAUL FUND

Statement of Financial Activities for the year ended 31st March 2026

	Notes	2026 Total £	2025 Total £
Income and endowments from:			
Investments		7,780.84	15,793.23
Total	6	7,780.84	15,793.23
Expenditure on:			
Raising funds			
Investment Management Charges	7	(1,500.00)	(1,500.00)
Charitable activities			
Donations	4	(30,200.00)	(22,542.56)
Support and governance costs	8	(5,830.20)	(5,280.00)
Total		(37,530.20)	(29,322.56)
Net gains/(losses) on investments	5	16,084.66	(8,563.35)
Net (expenditure)/income		(13,664.70)	(22,092.68)
Other Recognised Gains/(Losses)			
Other gains/(losses)		-	-
Net Movement in Funds		(13,664.70)	(22,092.68)
Reconciliation of funds			
Total funds brought forward		364,815.97	386,908.65
Total funds carried forward		351,151.27	364,815.97

All funds were unrestricted in both the current and previous years.

THE IAIN PAUL FUND

Notes to the financial statements

1 Accounting Policies

a) Financial statements preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) (effective 1st January 2019) subject to the reporting exemptions available to Small Entities under Section 1A of that standard, the Charities and Trustee Investment (Scotland) Act 2005, and the Charities Accounts (Scotland) Regulations 2006 (as amended).

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

The financial statements have been prepared on a going concern basis. The Trustees have assessed the Trust's ability to continue as a going concern and have reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

b) Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date, which is deemed to be the same as market value. The statement of financial activities includes the net gains or losses arising on revaluation and disposals throughout the year.

c) Realised gains and losses

All gains or losses are taken to the statement of financial activities as they arise. Realised gains and losses are calculated as the difference between the sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised gains and losses are combined in the statement of financial activities.

d) Income

Investment income is included in the financial statements in the year in which it becomes entitled to it, it can be reliably determined and there is probability of receipt.

Donations are included in the financial statements together with associated gift aid, where applicable, when the Trustees have been advised of the donation with notification of both amount and intended settlement date.

e) Expenditure

Expenditure is included in the financial statement on an accruals basis and recognised in full as soon as a constructive obligation exists, the sums payable can be reliably measured and there is probability of payment.

f) Cost of raising funds

Investment management charges are included on an accruals basis and recognised in full as soon as a constructive obligation exists.

g) Support and governance costs

Fees charged by Turcan Connell for legal and accounting services are included in the financial statements as follows:
Governance (Accountancy Costs) - 35%
Support (Legal and Administrative Costs) - 65%
These costs are recorded in the Statement of Financial Activities as appropriate.

Independent Examination Fees are recorded in support and governance costs in the Statement of Financial Activities.

THE IAIN PAUL FUND

1 Accounting Policies

g) Support and governance costs

All other governance and support costs are recorded in the Statement of Financial Activities as appropriate.

As the charity does not provide services directly but by way of grants to other organisations, governance and support costs are not allocated against individual grants or donations.

h) Grants

Grants authorised to be paid in respect of the accounting year or future years are provided for in the financial statements in the year on which they are authorised.

i) VAT

The Charity is not registered for VAT purposes and all VAT incurred is therefore irrecoverable. Where applied, VAT is included as part of the expense.

j) Foreign Exchange Policy

Some investment assets are held in foreign currencies and are translated into sterling at the rates of exchange ruling at the balance sheet date, with any gain or loss reflected within Unrealised Gains / (Losses) on Investments. Income in foreign currencies is translated into sterling at the rate of exchange ruling at the date of transaction.

2 Debtors

	2026	2025
	£	£
Bank interest	22.66	16.72
	22.66	16.72

3 Creditors

	2026	2025
	£	£
Turcan Connell fees	440.00	500.00
Investment management fees	125.00	125.00
Whitelaw Wells, independent examination fees	720.00	720.00
Commitment	30,200.00	-
	31,485.00	1,345.00

4 Charitable activities

	2026	2025
	£	£
Arts and heritage		
Grants and donations		
Scottish National Gallery of Modern Art	30,200.00	22,542.56

THE IAIN PAUL FUND

5 Investments

	£
Fair Value of Investments at 31.03.25	359,753.48
Purchases	7,603.73
Sales	(34,004.39)
	333,352.82
Realised gain on investments	2,634.73
Unrealised gain on investments	13,449.93
Fair Value of Investments at 31.03.26	349,437.48

Held Thus:	£	%
Mutual Funds	349,437.48	100
	349,437.48	100

All investments are listed on a recognised stock exchange and are investment assets held in the UK.

6 Investment income

	2026	2025
	£	£
Dividends	7,582.34	14,931.56
Bank Interest	198.50	861.67
	7,780.84	15,793.23

7 Cost of Generating Funds

	2026	2025
	£	£
Investment fees	1,500.00	1,500.00

8 Support and governance costs

	2026		2025
	£	£	£
Support Costs			
Turcan Connell fees	3,321.63		2,964.00
		3,321.63	
Governance			
Turcan Connell fees	1,788.57		1,596.00
Whitelaw Wells, Independent Examiner's fee	720.00		720.00
		2,508.57	
		5,830.20	5,280.00

9 Related party transactions

Turcan Connell provide legal and accounting services to the Trust for which fees are charged. In the year to 31st March 2026, those fees amounted to £5,110.20 (2025 £4,560.00) of which £440.00 (2025 £500.00) was outstanding at the year end.

10 Trustees' expenses

No fees or expenses have been paid to the Trustees (2025 Nil). All Trustees act gratuitously.

APPENDIX TO ACCOUNTS

TC TRUSTEES LIMITED

DIRECTORS REPORT EXTRACT FROM THE COMPANY ACCOUNTS TO 30TH SEPTEMBER 2025

Directors and their interests

The Directors who held office during the year ended 30th September 2025 were as follows :

Ian Robert Clark	Resigned 31st March 2025
Niall Stringer	
David Cameron Ogilvy	
Alexander Kenneth Garden	
Grierson Robert Dunlop	
Gillian Crandles	
Gavin Graham Robert McEwan	
Donald William Simpson	
Peter Southern Littlefield	
Tom Duguid	
Alix Elizabeth Storrie	
Jon Paul James Macaulay	
John Christopher Phelps Sheldon	
Louise Margaret Johnston	
Michael Anthony Kane	
Donald Frank Glendinning MacLeod	
Lindsey Ann Ogilvie	
Alistair Rushworth	
Graeme Gass	
Peter James Murrin	
Kenneth George Macdonald	
Richard Douglas-Home	
Murray Duncan Soutar	
Alice Shirley Warne	
Jennifer Younger	
Simran Kaur Panesar-Saggu	
Sarah Victoria Jackson	Appointed 1st April 2025