

Charity number: 251499

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2019

THE LONDON SCOTTISH
HEADQUARTERS TRUST

MENZIES
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THE LONDON SCOTTISH HEADQUARTERS TRUST

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THE LONDON SCOTTISH HEADQUARTERS TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2019

Trustees

Brigadier A. Bruce of Crionaich OBE VR ADC DL
Major General R. T. I. Munro
Mr A. A. Rawlins
Lt C. R. Kurth
Mr W. D. Foot
Dr N. Gair

Charity registered number

251499

Principal office

The London Scottish Regimental Headquarters, 95 Horseferry Road, London, SW1P 2DX

Independent auditor

Menzies LLP, Ashcombe House, 5 The Crescent, Leatherhead, Surrey, KT22 8DY

Bankers

Royal Bank of Scotland, Holt's Farnborough Branch, Lawrie House, Victoria Road, Farnborough, GU14 7NR

Investment Advisers

Brewin Dolphin Limited, 12 Smithfield Street, London, EC1A 9BD

THE LONDON SCOTTISH HEADQUARTERS TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2019

The Trustees present their annual report together with the audited financial statements of the charity for the 1 April 2018 to 31 March 2019.

Objectives and Activities

a. Origins and Objectives

The Trust was created by Deed on 23rd August 1886 for the purposes set out in the following Clauses:-

Clause 2. 'To permit the Regiment of London Scottish Rifle Volunteers or any other Military body in the service of the Crown which from time to time may in the opinion of the Trustees represent or by its organisation and nationality be entitled to stand in the place of the said London Scottish Rifle Volunteers to occupy the said premises or any part or parts thereof for drill gymnastics and other regimental purposes for any term of years or from year to year at a rent to be from time to time agreed on between the said Regiment or body or any person or persons acting on its behalf and the Trustees with power for the Trustees with a view to such occupation to demise or agree to demise the said premises or any part or parts thereof to any persons acting on behalf of such Regiment or Body on any terms which the Trustees may from time to time think proper.'

Clause 3. 'In the event of the disbandment or dissolution of the said regiment or body as aforesaid then at the discretion of the Trustees in trust for The Highland Society of London. The Scottish Corporation and the Caledonian Asylum or either of them which failing for such other Scottish Charities in London or if there be none such for such Charities in Scotland as the Trustees with the approbation of the Secretary of State for Scotland and the Lord Advocate for the time being shall think fit provided always and it is hereby declared that it shall be lawful for the Trustees at their discretion to sell the said hereditaments or any part thereof or to exchange the said hereditaments or any part thereof for any other hereditaments and may upon any such exchange to give or receive money for equality of exchange and also to raise money on mortgage of the said premises.'

Under a court order dated 20 January 1986 it was confirmed that no event under Clause 3 had occurred up to the date of the order. The redevelopment scheme for 59 Buckingham Gate and 95 Horseferry Road was approved and the terms of a settlement between the Trustees and the Residual Charities were agreed concerning costs, the disposal of equality money receivable and the future income of the Trust.

A new scheme for the administration of the Trust was sealed by the Charity Commission on 9th August 1993.

The Charities under clause 3 are known as:-

The Highland Society of London
The Royal Scottish Corporation
The Royal Caledonian Schools Educational Trust

On 19 February 1992 the Trustees resolved that they were satisfied that A (London Scottish) Company, The London Regiment, reformed to six companies on 1 July 1999 and again reformed to four companies on 12th May 2006, represents and by its organisation and nationality is entitled to stand in the place of the London Scottish Rifle Volunteers as defined in the Indenture dated 23 August 1996.

b. Activities for achieving objectives

The Trustees administer the Charity in accordance with the objectives and other provisions of the Trust Deed.

Achievements and performance

A (London Scottish) Company occupied the RHQ building until April 2018 when the lease to the RFCA ended. The Army continued to lease space on a smaller demise for A (London Scottish) Company during this reporting period for office space and storage.

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TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 MARCH 2019

Trustees have continued to make the building available to the military for training and sporting activities, social occasions, and commemorative events. In addition, Trustees have increased availability to the local community and the wider public for social, cultural and educational purposes.

a. Investment policy and performance

The Trust continues to pursue its long term objectives of balancing security of income with capital growth with a medium risk profile.

b. Financial review

Income has increased by 116%. This is largely due to the increase in grants received from The London Scottish Regiment 1995 Charity. Expenditure has also increased significantly due to grants given to LSRT. Overall there was net income of £5k in the year.

a. Going concern

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

b. Financial risk management objectives and policies

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems are in place to manage those risks, including security, finance, succession planning and reputation maintenance.

c. Reserves policy

The Charity has total reserves of £15,270,218 of which £15,285,136 are Endowment Funds, but the unrestricted fund is overdrawn by £14,918. The Trustees consider however that sufficient income will arise to allow the Charity to cover known liabilities and expenditure.

Structure, governance and management

a. Constitution

The governing document is the Trust Deed dated 23 August 1886, Schemes dated 7 February 1939 and 9 August 1993 and an order of the High Court dated 20 January 1986.

When a need arises the power of appointing new Trustees vests with the Trustees at that time.

b. Method of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

THE LONDON SCOTTISH HEADQUARTERS TRUST

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 MARCH 2019

Plans for future periods

a. Future developments

There are no immediate plans to alter the way in which the income is expended or transferred. The Trustees are seeking ways in which to simplify the management of the Trust and thereby reduce administrative expenditure.

With the end of a 30 year lease, the building is in need of a thorough refurbishment, and also needs some adjustment of layout to give the building more contemporary utility. To this end Trustees are planning for an internal refurbishment of the building when funds allow. A fundraising appeal is being launched and consultations have begun with local authorities.

Trustees are also reviewing the existing 1993 Scheme which defined the Trusts charitable objectives and governance structures. After 26 years there is likely to be some requirement to update or refine elements of the Scheme while adhering to the principles of the original 1886 governing Indenture.

Public Benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives for the year. The Trustees believe that by assisting the training and efficiency of the Reserve Army and thereby to the defence of the realm they are generating public benefit.

Trustees' responsibilities statement

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

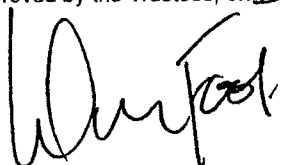
The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing 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;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees, on 29/1/2020 and signed on their behalf by:

Mr W. D. Foot
Trustee



INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE LONDON
SCOTTISH HEADQUARTERS TRUST

Opinion

We have audited the financial statements of The London Scottish Headquarters Trust (the 'charity') for the year ended 31 March 2019 set out on pages 8 to 18. 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2019 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other Information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE LONDON
SCOTTISH HEADQUARTERS TRUST

material misstatement of the other information. 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 required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 financial statements which 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.

Auditors' responsibilities for the audit of the financial statements

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 Auditors' 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

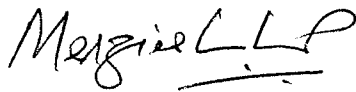
THE LONDON SCOTTISH HEADQUARTERS TRUST

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE LONDON SCOTTISH HEADQUARTERS TRUST

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 Auditors' 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 its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Menzies LLP

Chartered Accountants
Statutory Auditor

Ashcombe House
5 The Crescent
Leatherhead
Surrey

KT22 8DY

Date: 30/1/2020.

Menzies LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE LONDON SCOTTISH HEADQUARTERS TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2019

	Note	Endowment funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Income and endowments from:					
Donations and legacies	2	-	601,203	601,203	-
Investments	3	-	7,596	7,596	7,715
Rental income		-	23,938	23,938	285,048
Total income and endowments		-	632,737	632,737	292,763
Expenditure on:					
Raising funds	4	-	108,139	108,139	2,687
Charitable activities		-	525,177	525,177	369,900
Total expenditure	10	-	633,316	633,316	372,587
Net income/ (expenditure) before investment gains		-	(579)	(579)	(79,824)
Net gains on investments	14	5,491	-	5,491	3,114
Net income / (expenditure) before transfers		5,491	(579)	4,912	(76,710)
Transfers between Funds	17	500,000	(500,000)	-	-
Net income / (expenditure) before other recognised gains and losses		505,491	(500,579)	4,912	(76,710)
Net movement in funds		505,491	(500,579)	4,912	(76,710)
Reconciliation of funds:					
Total funds brought forward		14,779,645	485,661	15,265,306	15,342,016
Total funds carried forward		15,285,136	(14,918)	15,270,218	15,265,306

The notes on pages 10 to 18 form part of these financial statements.

THE LONDON SCOTTISH HEADQUARTERS TRUST

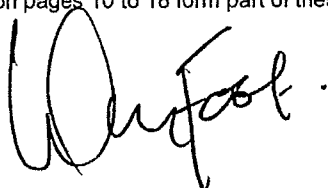
BALANCE SHEET AS AT 31 MARCH 2019

	Note	£	2019 £	£	2018 £
Fixed assets					
Tangible assets	13		15,078,523		15,000,000
Investments	14		263,642		260,016
			<u>15,342,165</u>		<u>15,260,016</u>
Current assets					
Debtors	15	135,320		-	
Cash at bank and in hand		11,339		12,790	
		<u>146,659</u>		<u>12,790</u>	
Creditors: amounts falling due within one year	16	(218,606)		(7,500)	
Net current (liabilities)/assets			<u>(71,947)</u>		<u>5,290</u>
Net assets			<u>15,270,218</u>		<u>15,265,306</u>
Charity Funds					
Endowment funds	17		15,285,136		14,779,645
Unrestricted funds	17		(14,918)		485,661
Total funds			<u>15,270,218</u>		<u>15,265,306</u>

The financial statements were approved by the Trustees on 29/1/2020 and signed on their behalf, by:

Mr W. D. Foot

The notes on pages 10 to 18 form part of these financial statements.



THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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 notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

The London Scottish Headquarters Trust constitutes a public benefit entity as defined by FRS 102.

1.2 Income

All income from rent, and investments is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

1.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the charity's operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.4 Tangible fixed assets and depreciation

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1. Accounting policies (continued)

All fixed assets are initially recorded at cost. Under FRS102 transition provision, on first adoption, property can be carried forward using a fair value (market valuation) as deemed cost at the transition date. In 2016 the Charity elected to take this option for all of its freehold property. An independent professional valuation was obtained which was used to establish the fair value of the property at the date of transition. The property continues to be measured at deemed cost in subsequent periods.

No depreciation has been charged on the freehold property as it is deemed to have a higher residual value.

Fixtures and fittings	-	15% straight line
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1.5 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities.

1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

1.7 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.8 Cash at Bank and in hand

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.

1.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.10 Financial Instruments

The charity 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.11 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

2. Income from donations and legacies

	Endowment funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Grants	-	601,203	601,203	-

3. Investment income

	Endowment funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Investment income	-	7,596	7,596	7,715
Total 2018	-	7,715	7,715	

4. Costs of raising funds

	Endowment funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Marketing consultancy	-	106,273	106,273	-

5. Analysis of grants

	Grants to Institutions 2019 £	Total 2019 £	Total 2018 £
Grants to London Scottish Regimental Trust	300,000	300,000	-

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

6. Analysis of expenditure on charitable activities

	Endowment funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Property management costs	-	218,727	218,727	-
Grants paid	-	300,000	300,000	363,000
	-	518,727	518,727	363,000
<i>Total 2018</i>	-	363,000	363,000	

7. Direct costs

	Property management £	Total 2019 £	Total 2018 £
Dilapidation consultancy costs	111,503	111,503	-
Depreciation	2,162	2,162	-
	113,665	113,665	-

8. Support costs

	Property management £	Total 2019 £	Total 2018 £
Consultancy	70,722	70,722	-
Repairs and maintenance	28,526	28,526	-
General expenses	5,814	5,814	-
	105,062	105,062	-

9. Governance costs

	Endowment funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Auditors' remuneration	-	4,500	4,500	5,100
Auditors' non audit costs	-	1,950	1,950	1,800
	-	6,450	6,450	6,900

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

10. Analysis of Expenditure by expenditure type

	Other costs 2019 £	Total 2019 £	Total 2018 £
Expenditure on raising voluntary income	106,273	106,273	-
Expenditure on investment management	1,866	1,866	2,687
Costs of raising funds	108,139	108,139	2,687
Direct costs	218,727	218,727	-
Grants	300,000	300,000	363,000
Charitable activities	518,727	518,727	363,000
Expenditure on governance	6,450	6,450	6,900
	633,316	633,316	372,587
<i>Total 2018</i>	<i>372,587</i>	<i>372,587</i>	

11. Net Income/(expenditure)

This is stated after charging:

	2019 £	2018 £
Depreciation of tangible fixed assets:		
- owned by the charity	2,162	-
Auditors' remuneration - audit	4,500	5,100
Auditors' remuneration - other services	1,950	1,800

During the year, no Trustees received any remuneration (2018 - £NIL).

During the year, no Trustees received any benefits in kind (2018 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2018 - £NIL).

12. Employees

There were no employees during the year.

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

13. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Assets under construction £	Total £
Cost				
At 1 April 2018	15,000,000	-	-	15,000,000
Additions	-	42,165	38,520	80,685
At 31 March 2019	15,000,000	42,165	38,520	15,080,685
Depreciation				
At 1 April 2018	-	-	-	-
Charge for the year	-	2,162	-	2,162
At 31 March 2019	-	2,162	-	2,162
Net book value				
At 31 March 2019	15,000,000	40,003	38,520	15,078,523
At 31 March 2018	15,000,000	-	-	15,000,000

14. Fixed asset investments

	Listed securities £	Unlisted securities £	Total £
Market value			
At 1 April 2018	260,016	-	260,016
Additions	-	1	1
Disposals	(1,866)	-	(1,866)
Revaluations	5,491	-	5,491
At 31 March 2019	263,641	1	263,642
Investments at market value comprise:			
	2019 £	2018 £	
Listed investments	263,641	260,016	
Unlisted investments	1	-	
Total market value	263,642	260,016	

All the fixed asset investments are held in the UK

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

15. Debtors

	2019 £	2018 £
Other debtors	125,320	-
Prepayments and accrued income	10,000	-
	<u>135,320</u>	<u>-</u>

16. Creditors: Amounts falling due within one year

	2019 £	2018 £
Other creditors	175,001	-
Accruals and deferred income	43,605	7,500
	<u>218,606</u>	<u>7,500</u>

17. Statement of funds

Statement of funds - current year

	Balance at 1 April 2018 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2019 £
Unrestricted funds						
Accumulated Income Fund	485,661	632,737	(633,316)	(500,000)	-	(14,918)
Endowment funds						
Endowment Fund 1	14,500,000	-	-	500,000	-	15,000,000
1986 Fund	279,645	-	-	-	5,491	285,136
	<u>14,779,645</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>5,491</u>	<u>15,285,136</u>
Total of funds	<u>15,265,306</u>	<u>632,737</u>	<u>(633,316)</u>	<u>-</u>	<u>5,491</u>	<u>15,270,218</u>

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

17. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2017 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2018 £
General funds						
Accumulated Income Fund	117,485	240,763	(371,437)	500,000	-	486,811
Premium Redemption Reserve	448,000	52,000	-	(500,000)	-	-
	<u>565,485</u>	<u>292,763</u>	<u>(371,437)</u>	<u>-</u>	<u>-</u>	<u>486,811</u>
Endowment funds						
Endowment Fund 1	14,500,000	-	-	-	-	14,500,000
1986 Fund	276,531	-	-	-	3,114	279,645
	<u>14,776,531</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,114</u>	<u>14,779,645</u>
Total of funds	<u>15,342,016</u>	<u>292,763</u>	<u>(371,437)</u>	<u>-</u>	<u>3,114</u>	<u>15,266,456</u>

Summary of funds - current year

	Balance at 1 April 2018 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2019 £
General funds	485,661	632,737	(633,316)	(500,000)	-	(14,918)
Endowment funds	14,779,645	-	-	500,000	5,491	15,285,136
	<u>15,265,306</u>	<u>632,737</u>	<u>(633,316)</u>	<u>-</u>	<u>5,491</u>	<u>15,270,218</u>

Summary of funds - prior year

	Balance at 1 April 2017 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2018 £
General funds	565,485	292,763	(371,437)	-	486,811
Endowment funds	14,776,531	-	-	3,114	14,779,645
	<u>15,342,016</u>	<u>292,763</u>	<u>(371,437)</u>	<u>3,114</u>	<u>15,266,456</u>

THE LONDON SCOTTISH HEADQUARTERS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

18. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Endowment funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	15,000,000	78,523	15,078,523
Fixed asset investments	263,641	1	263,642
Current assets	-	146,659	146,659
Creditors due within one year	(218,606)	-	(218,606)
	<u>15,285,136</u>	<u>(14,918)</u>	<u>15,270,218</u>

Analysis of net assets between funds - prior year

	Endowment funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	15,000,000	-	15,000,000
Fixed asset investments	260,016	-	260,016
Current assets	-	12,790	12,790
Creditors due within one year	(480,371)	472,871	(7,500)
	<u>14,779,645</u>	<u>485,661</u>	<u>15,265,306</u>

19. Related party transactions

The Charity gave grants of £300,000 (2018: £307,375) to The London Scottish Regimental Trust and received grants of £601,203 (2018: £Nil) from The London Scottish Regiment 1995 Charity, both Charities with common trustees.

The charity owed £175,000 (2018: £Nil) to The London Scottish Regiment 1995 Charity at the balance sheet date and was owed £119,320 by The London Scottish Regimental Trust.

20. 1986 Fund

The Fund represents the residue of the equality money received from the sale of 59 Buckingham Gate and the development of 95 Horseferry Road in accordance with the Court Order dated 20th January 1986.

The Trustees have power to expend the income from this Fund and the future income of the Trust from rents and investments, for the benefit of The Regiment.

21. APB Ethical Standards

In common with many other charities of our size and nature we use our auditors to assist with the preparation of the financial statements.