CHALLENGER CHILDREN'S FUND

REPORT AND ACCOUNTS

Year ended 31 March 2026

Registered Charity No: SC037375

CHALLENGER CHILDREN'S FUND

ADMINISTRATIVE DETAILS

Charity Registration No.	SC037375
Address	27 Dreghorn Loan Edinburgh EH13 0DF
Trustees	Mrs Maggie Killin Mrs Caroline Loudon Dr David William Holton Mrs Fiona Cockburn (treasurer) Mrs Fiona Watt Mr Ian Morrison
Advisers	
Investment Advisor	Rathbones 10 George Street Edinburgh EH2 2PF
Independent Examiner	R L H Crawford BA CA CTA Jeffrey Crawford & Co Independent Examiner 25 Castle Terrace Edinburgh EH1 2ER
Bankers	Bank of Scotland 75 George Street Edinburgh EH2 3EW

CHALLENGER CHILDREN'S FUND
GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31 MARCH 2026

GOVERNANCE

Founding Document	The Fund was constituted by a Deed of Trust dated 11 January 1978.
Organisational Structure	The day to day running of the Fund is undertaken by the Trustees.
Induction and Training for New Trustees	New Trustees are appointed by the existing Trustees. Their duties will be explained in full and they will also be given a copy of OSCR Guidance for Charity Trustees. There were no changes to the trustees during the year.
Risk Management	The Trustees have assessed the major risks to which the Fund is exposed, in particular those related to the operations and finances of the Fund and are satisfied that systems are in place to mitigate exposure to the major risks.

OBJECTIVES AND ACTIVITIES

Objectives of Fund and Grant making policy	The objectives of the Fund are to perpetuate the memory of the work done for physically disabled children who were formerly cared for at Challenger Lodge by way of grants for any or all of the following purposes: 1. For aids to and the maintenance, clothing, education, outfit in life or otherwise for the general benefit and well-being of any disabled person resident in Scotland under the age of eighteen. 2. For the continuation, after such child reaches the age of eighteen, of the benefit of any grants given under purpose 1 above. 3. For payments to a parent or the parents or the guardian or guardians of a disabled person mentioned above to assist the aforementioned in the care of a disabled person.

PRINCIPAL POLICIES TO ACHIEVE OBJECTIVES

Policies	It is the intention of the Trustees to continue to make grants on an ongoing basis. The principal policy of the Fund is to aid individual physically disabled children, under the age of eighteen and resident in Scotland, who have no other source of aid in areas where the state does not assist them. If there are insufficient applications which meet this quality threshold any surplus funds may be added to reserves to increase future earnings.

ACHIEVEMENTS AND PERFORMANCE

Main activities	The Fund made 88 (2025: 69) grants totalling £59,343 (2025: £45,697) during the year.
Investment Policy	In accordance with the Trust Deed, the Trustees have power to invest in such stocks, shares, investments and property in the United Kingdom as they see fit. The Trustees were advised by Rathbones on investment matters on the basis that the primary investment objective is for a balance between income and capital growth subject to a medium degree of risk.

FINANCIAL REVIEW

Financial review	The investments of the Fund have a market value of £138,760 (2025: £170,830) and there are cash balances of £16,581 (2025: £17,999). The Fund receipts totalled £59,668 (2025: £64,389) during the financial year and £59,343 (2025: £45,697) was applied in making grants.
Plans for the future	The Fund will continue to make grants in the future out of general reserves and income.

CHALLENGER CHILDREN'S FUND
GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31 MARCH 2026

<u>Reserves Policy</u>

The reserves of the Fund amount to £155,341 (2025: £188,829), before making any allowance for fees or other expenses which may be payable after 31 March 2026. The reserves policy of the Trustees is to prioritise the payment of grants to support disabled children. The Fund does not receive help from the government and therefore the Trustees recognize that this policy will in the future lead to funds running out.

The Fund is an unrestricted fund represented by a portfolio of investments and cash.

Approved by the Trustees on 9th July 2026 and signed on their behalf by

Fiona H. Cockburn

Mrs Fiona Cockburn
Trustee

CHALLENGER CHILDREN'S FUND

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the accounts of the Challenger Children's Fund for the year ended 31 March 2026 which are set out on pages 5 to 7.

Respective responsibilities of Trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity trustees consider that the audit requirement of Regulation 10(1) (d) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations.
An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

Independent examiner's statement

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

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

    - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and

    - to prepare accounts which accord with the accounting records and comply with Regulation 9 of the 2006 Accounts 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 accounts to be reached.

RLH Crawford.

R L H Crawford BA CA CTA
Member of the Institute of Chartered Accountants of Scotland
Jeffrey Crawford & Co
25 Castle Terrace
Edinburgh
EH1 2ER

: 13 July **2026**

CHALLENGER CHILDREN'S FUND
RECEIPTS AND PAYMENTS ACCOUNT
THE TRUSTEES FOR YEAR TO 31 MARCH 2026

	Notes	Unrestricted Funds 2026 £	Unrestricted Funds 2025 £
Receipts			
Investment Income		4,687	6,617
Interest received		43	152
Legacy Income		8,518	-
Donation		-	5,000
Grant Refunds		500	412
		13,748	12,181
Proceeds of Sales of Investments		45,920	52,208
Total Receipts		59,668	64,389
Payments			
Investment management costs		435	501
Payments relating directly to charitable activities:			
Grants made		59,343	45,697
Postages, stationery, telephone, etc		-	80
Governance costs:			
Independent examiner's fee		1,308	1,248
		61,086	47,526
Purchase cost of investments		-	11,078
Total Payments		61,086	58,604
Net Receipts (Payments) and Surplus (Deficit) for the year		(1,418)	5,785

CHALLENGER CHILDREN'S FUND
STATEMENT OF BALANCES
AS AT 31 MARCH 2026

	Notes	2026 £	2025 £
Cash and Bank Balances			
At start of the year		17,999	12,214
Surplus (Deficit) shown on the Receipts and Payments Account		(1,418)	5,785
Cash and Bank balances at end of year		**16,581**	**17,999**
Investments			
Market value at the start of the year		170,830	214,796
Purchases at cost		-	11,078
Sale proceeds		(45,920)	(52,208)
		124,910	173,666
Unrealised gains and (losses)		13,850	(2,836)
Market value at the end of the year	4	**138,760**	**170,830**
Total Unrestricted Fund	2	**155,341**	**188,829**
Liabilities			
Investment manager fee		95	117
Independent examiner fee		1,368	1,308
		1,463	1,425

Approved by the Trustees on 9th JULY 2026 and authorised to be signed on their behalf by

Fiona H. Cockburn

Mrs Fiona Cockburn
Trustee

Ian S. Morrison

Mr Ian Morrison
Trustee

CHALLENGER CHILDREN'S FUND
NOTES TO THE ACCOUNTS

1. Accounting Basis

The Accounts for the year to 31 March 2026 have been prepared on a Receipts and Payments Basis.

2. Unrestricted Fund

The objective of the Unrestricted Fund is by way of grants to perpetuate the memory of the work done for physically disabled children who were formerly cared for at Challenger Lodge.

3. Trustees' remuneration

Trustees expenses of £0 (2025: £0) were paid during the year to 31 March 2026.

4. Investments

	2026	2025
At market value:	£	£
UK listed equity holdings	46,703	56,781
UK Fixed Interest	14,365	21,188
Overseas equities	77,692	92,861
	138,760	**170,830**