ADDISON-SMITH/EWART CHARITABLE TRUST

Scottish Charity No: SC006493

REPORT AND FINANCIAL STATEMENTS
YEAR TO 31 OCTOBER 2025

ADDISON-SMITH/EWART CHARITABLE TRUST

GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31 OCTOBER 2025

The Trustees present their annual report and financial statements for the charity for the year ended 31st October 2025. 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) (second edition issued October 2019 and effective 1 January 2019).

Objectives and activities

Objectives of Trust: The net income arising is payable to Scottish Veterans Residences (formerly The Scottish Naval, Military & Air Force Veterans Residences). However, in the event of any change in this organisation then the Trustees are given discretionary powers under Clause Four of the Deed as to the disposal of the income and capital, but they may only dispose of it for charitable purposes. There having been no change in the Veterans' Residences the Trustees continue to pay them the net income arising.

Report on activities The Trust's public benefit has been discharged by making a donation in accordance with its objectives to an organisation directly involved in the provision of charitable services.

At the close of this account Scottish Veterans Residences is due to be paid the net income for the year and will therefore receive the sum of £16,488.06 (2024 £18,608.08).

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 engaged Brewin Dolphin Securities Ltd as investment managers.

The Trustees investment policy is geared towards income generation whilst preserving, as far as possible, the capital of the Trust.

In the year to 31st October 2025 investments values have increased by 5.81%. This is mainly due to unrealised gains of approximately £53,600.00, at the account date as a result of higher market prices, were noted at the account date.

Income from investments (excluding bank interest) increased by 0.89% due to changes in the portfolio on the current and previous years.

ADDISON-SMITH/EWART CHARITABLE TRUST

GENERAL INFORMATION AND REPORT OF THE TRUSTEES FOR YEAR TO 31 OCTOBER 2025

Financial review:

Financial review	The investments of the Trust have a market value of £646,769.97 (2024 £611,244.01) and there are net current assets of £3,537.00 (2024 net current liabilities £5,208.57) giving total funds of £650,306.97 (2024 £606,035.04).
	The Trust received income of £20,898.06 (2024 £20,819.68) during the financial year and £16,488.06 (2024 £18,608.08) is payable to the stated beneficiary.
Reserves policy	There are no income reserves. Net income is distributed to the stated beneficiary.
	The restricted funds are represented, principally, by a portfolio of investments. These are managed on a discretionary basis by the investment managers.
	As the Trust does not provide direct charitable services, the Trustees believe that normal expenditure can be met either from income generated or from capital growth in their portfolio, supplemented from time to time by donations from third parties.
	As the assets of the Trust are held in a ready realisable form, funds to meet extraordinary expenditure can be raised quickly. As a result 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 our 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 and management

Founding document:-	Trust Deed dated 12 October 1971
Appointment of Trustees	Power to appoint new Trustees has vested solely with the existing Trustees since the death of the Settlor on 13 March 1972.
Decision making	All Trustees are actively involved in the decision making process.

ADDISON-SMITH/EWART CHARITABLE TRUST

GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31 OCTOBER 2025

Related parties	The partners in Turcan Connell are the directors of Turcan Connell (Trustees) Limited. Turcan Connell (Trustees) Limited does not make any charge for being a Trustee. During the year Turcan Connell were paid £7,124.40 (including VAT) (2024 £2,899.20) for the provision of legal, administrative and accounting services to the Trust, of which £1,200.00 (2024 £1,200.00) remains outstanding at the year end. Administration fees have increased during the year due to an increase in unsolicited donation requests and discussions with the investment managers regarding the investment policy.
Employees	The Trust has no employees (2024 None). The Trustees have engaged Turcan Connell to undertake the administration of the Trust, remuneration for which is recorded in the financial statements.
Management	The sole corporate Trustee is active in the management of the Trust.

Reference and administrative Details

A Scottish Charity:-	SC006493	
Address:-	Turcan Connell Princes Exchange 1 Earl Grey Street Edinburgh EH3 9EE	
Trustees	Turcan Connell (Trustees) Limited	
Advisers:-	Solicitors Turcan Connell 1 Earl Grey Street Princes Exchange Edinburgh EH3 9EE	Independent examiner Paul Hutchison ACA Azets Audit Services Quay 2 139 Fountainbridge Edinburgh EH3 9QG
	Investment advisers RBC Brewin Dolphin Ltd Atria One 144 Morrison Street Edinburgh EH3 8BR	

ADDISON-SMITH/EWART CHARITABLE TRUST

GENERAL INFORMATION AND REPORT OF
THE TRUSTEES FOR YEAR TO 31 OCTOBER 2025

Statement of Trustees' responsibilities in respect of the financial statements:-

The Trustees are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

The Charities and Trustee Investment (Scotland) Act 2005 and The Charities Accounts (Scotland) Regulations 2006 (as amended) require 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 its results for that period.

In preparing those financial statements, the Trustees are required to follow best practice and:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable accounting standards 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 above noted legislation also requires the Trustees to be responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the trust to enable them to ensure that the financial statements comply with the legislation. 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.

Financial Statements preparation

The Trustees confirm that the financial statements for the year ended 31st October 2025 have been prepared so as to comply with current statutory requirements, the Charity SORP and the Trust's own governing document.

Approved on behalf of the Trustees

Trustee	Trustee
Director Turcan Connell (Trustees) Limited	Director Turcan Connell (Trustees) Limited
JOHN CHRISTOPHER PHELPS SHELDON Full name	Alix Elizabeth Storrie Full name
06.07.2026 Date	06/7/26 Date

ADDISON-SMITH/EWART CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the financial statements of the Trust for the year ended 31st October 2025, which are set out on pages 7 to 12.

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 & Trustee Investment (Scotland) Act 2005 ("the Act") and the Charities Accounts (Scotland) Regulations 2006 (as amended) (" the Regulations"). The charity Trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) 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 Charities Accounts (Scotland) Regulations 2006 (as amended).

An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from 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 Charities and Trustee Investment (Scotland) Act 2005 and Regulation 4 of the 2006 Accounts Regulations (as amended); and
   - to prepare financial statements which accord with the accounting records and comply with Regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) have not been met; or

2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Paul Hutchison

Name: Paul Hutchison ACA
Azets Audit Services
Address: Quay 2
139 Fountainbridge
Edinburgh
EH3 9QG
Date: 07 July 2026

ADDISON-SMITH/EWART CHARITABLE TRUST

BALANCE SHEET AS AT 31 OCTOBER 2025

	Notes	2025 £	2024 £
Fixed assets			
Investments	5	646,769.97	611,244.01
Current assets			
Cash on deposit		22,764.06	15,991.51
		22,764.06	15,991.51
Less			
Current liabilities			
Amounts due in less than twelve months	2	(19,227.06)	(21,200.08)
Net current assets/ (liabilities)		3,537.00	(5,208.57)
Net assets		650,306.97	606,035.44
Funds of the charity			
Permanent endowment fund (restricted)		650,306.97	606,035.44
Total charity funds		650,306.97	606,035.44

The Notes on pages 9 to 12 form part of these accounts.

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

Trustee

Director Turcan Connell (Trustees) Limited

John Christopher Phelps Sheldon Full name

05/07/26 Date

Trustee

Director Turcan Connell (Trustees) Limited

Alix Elizabeth Storrie Full name

6/7/26 Date

ADDISON-SMITH/EWART CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR TO 31 OCTOBER 2025

	Note	2025 Total £	2024 Total £
Income and endowments from			
Investments	4	20,898.06	20,819.68
Total income		20,898.06	20,819.68
Expenditure on:			
Raising funds			
Investment management charges	6	(5,307.74)	(5,137.53)
Charitable activities			
Donations		(16,488.06)	(18,608.08)
Support and governance costs	7	(8,815.20)	(4,423.20)
Total expenditure		(30,611.00)	(28,168.81)
		(9,712.94)	(7,349.13)
Net gains on investments		53,984.47	60,519.32
Net movement in funds		44,271.53	53,170.19
Reconciliation of funds			
Total funds brought forward		606,035.44	552,865.25
Total funds carried forward		650,306.97	606,035.44

The Notes on pages 9 to 12 form part of these accounts.

All funds are restricted.

All of the above results are derived from continuing activities.

ADDISON-SMITH/EWART CHARITABLE TRUST

Notes To The Accounts
For the year to 31st October 2025

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 : 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 United Kingdom and Republic of Ireland (FRS 102) (second edition issued October 2019 and effective 1 January 2019) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), 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 charity has taken advantage of the provisions in the SORP not to prepare a Statement of Cash Flows. The financial statements are prepared in sterling which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest whole pence.

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 (open market value) at the balance sheet date. The Statement of Financial Activities includes the net gains or losses arising on revaluation and disposals throughout the year.

Fair value revaluation of the portfolio at the account date is done at either mid market price or bid price depending on the nature of the investment.

c) Investment 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 sales 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 the Trust becomes entitled to it, it can be reliably determined and there is probability of receipt.

e) Expenditure

Expenditure is included in the financial statements 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.

Notes To The Accounts
For the year to 31st October 2025

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
Support costs are the costs associated with the direct management of the charity.

Governance costs are the costs of compliance with the statutory and regulatory requirements of the charity.

Fees charged by Turcan Connell for legal and accounting services are included in the accounts as follows:
Support (Legal and Administrative Costs) - 50%
Governance (Accountancy Costs) - 50%
These are recorded in support and governance costs in the Statement of Financial Activities.

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

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

Support and governance 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 in 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) Cash balances
Cash includes cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

2 Current Liabilities

	2025	2024
	£	£
Turcan Connell, administration fee	1,200.00	1,200.00
Azets Audit Services, examination fee	1,539.00	1,392.00
Scottish Veterans Residences - income balance as at 31 October	16,488.06	18,608.08
	19,227.06	21,200.08

Notes To The Accounts
For the year to 31st October 2025

3 Trustees expenses

The partners in Turcan Connell are the directors of Turcan Connell (Trustees) Limited.
Turcan Connell (Trustees) Limited does not make any charge for being a Trustee.

During the year Turcan Connell were paid £7,124.40 (including VAT) (2024 £2,899.20) for the provision of legal, administrative and accounting services to the Trust.

No fees are paid to the Trustees. The Trustees act gratuitously. The Trust has no employees (2024 None).

4 Investment income

	2025	2024
	£	£
Dividends and interest	20,628.50	20,447.11
Bank interest	269.56	372.57
	20,898.06	20,819.68

5 Investments

		2025	2024
		£	£
Fair value as at 1st November 2024		611,244.01	381,070.36
Add Purchases		68,308.76	179,570.15
Deduct :- Sales		(86,767.27)	(9,915.82)
		592,785.50	550,724.69
Net realised gains/ (losses)	408.48		(959.22)
Unrealised gains	53,575.99	53,984.47	61,478.54
Fair value as at 31st October 2025		646,769.97	611,244.01

Held Thus

	£	%
UK Bonds	154,554.75	23.90
UK Equities	84,068.67	13.00
North American Equities	178,096.74	27.54
European Equities	28,622.26	4.43
Japanese Equities	16,978.50	2.62
Developed Asia (ex Jpn) Equities	32,964.02	5.10
Global Equities	25,385.51	3.92
Absolute Return	41,793.98	6.46
Property	18,657.43	2.88
Commodities	39,930.81	6.17
Other Investments	25,717.30	3.98
	646,769.97	100.00

Notes To The Accounts
For the year to 31st October 2025

5) All investments are listed on a recognised stock exchange and are held within the UK.

The main risk to the Trust from financial instruments lies in the volatility of the markets.

The Trust's investments are mainly traded in markets with good liquidity and high trading volumes. The Trust has no material investment holdings in markets subject to exchange controls or trading restrictions.

The Trust manages these investment risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchanges.

Investments represent the total amount of assets measured at fair value that are recognised though net income/expenditure.

6 Cost of raising funds	2025 £	2024 £
Investment management charges	5,307.74	5,137.53

7 Support and governance costs	2025 £	2024 £
Support costs		
Legal & administration fees	3,562.20	1,449.60
Other Costs	4.80	-
	3,567.00	1,449.60
Governance costs		
Accountancy	3,562.20	1,449.60
Independent examination	1,686.00	1,524.00
	8,815.20	4,423.20

TURCAN CONNELL (TRUSTEES) LIMITED

DIRECTORS REPORT EXTRACT

Directors and their interests

The Directors who held office during the year ended 31st July 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
Donald Frank Glendinning Macleod
Lindsey Ann Ogilvie
Graeme Gass
Peter James Murrin
Alistair Rushworth
Kenneth George Macdonald
Richard Douglas-Home
Michael Anthony Kane
Murray Duncan Soutar
Alice Shirley Warne
Jennifer Younger
Simran Kaur Panersar-Saggu
Sarah Victoria Jackson Appointed 1st April 2025