FRIENDS OF ST MARGARETS SCIO

Annual Report & Financial Statements

For the year ended

28 February 2026

OSCR
Scottish Charity Regulator
www.oscr.org.uk

Registered SCIO
SC049734

MESSAGE FROM THE CHAIR

It gives me much pleasure to introduce our annual report and accounts for 2025/26, which I hope you will find of interest.

As in previous years, I wish to thank all the trustees for their work, deliberations, and support over the past year and especially to our secretary, Heather and our treasurer, David, whose time, and dedication we all greatly appreciate.

Roger Paterson
Chair

CONTENTS

The trustees present their report and financial statements together with the independent examiner's report for the year ended 28 February 2026.

OBJECTIVES & ACTIVITIES

The charity's purpose is to advance health by receiving and raising funds to promote and aid the welfare of:

- patients treated at St Margarets Hospital;
- patients treated at St Margarets Health Centre;
- patients treated in the community of Auchterarder and District; and
- the community of Auchterarder and District.

In furtherance of these objectives, the charity's principal activities during the year were to provide grants to support St Margarets Hospital, St Margarets Health Centre and local organisations that meet the above criteria.

ACHIEVEMENTS & PERFORMANCE

The past year has found FOSM approving multiple grant requests for various organisations, as well as continuing to support St. Margaret's Hospital and Health Centre. As always there is a theme of health and welfare promotion attached to the grants we have made. This has been made possible through prudent investments, fundraising, and donations.

For the hospital, we have funded provision of a drinks water fountain in the Outpatient area, and some groundworks improving access to the Outpatients – along with ongoing maintenance of the garden circle. Additionally, for the Health Centre we have funded an Asthma diagnostic device and high back chairs for the waiting area.

In the community, we have supported the Auchterarder Scouts, Rotary Youth Programme awards, provision of a new shed for the Auchterarder Men's Shed group and initial works towards community development of the Kincardine Fields.

FINANCIAL REVIEW

The charity's principal sources of income continue to be donations, investment income, and occasional legacies, whilst expenditure is focused on supporting the community of Auchterarder through grant funding. The following is a summary of income and expenditure for the year:

	2026	2025
	£	£
Income	**37,255**	36,005
Expenditure	**(35,777)**	(31,980)
Net gains/(losses) on investments	**108,536**	65,712
Net movement in funds	**110,014**	69,737
Total funds as at 01 March 2025	**1,010,591**	940,854
Total funds as at 28 February 2026	**1,120,605**	1,010,591

Investment policy

The trustees' policy is to continue to seek a balanced return between capital growth and income through active long-term management of the investment portfolio.

Principal risks

The charity is reliant on investment income towards the cost of its grant-making programme. The principal risks facing the trustees are thus a sudden significant downward movement in the valuation of its investments and/or a significant reduction in investment income.

The trustees consider that their investment manager's longer-term investment strategy allied to a diversity of holdings mitigates, as far as reasonably possible, against the risks involved. Even if such movements were to occur, it is unlikely there would be any immediate impact on the charity's grant giving programme.

Reserves policy

The trustees consider the average of the last three years' expenditure is an appropriate level of reserves to hold to meet applications for grant funding and the running costs of the charity without having to realise investments. Reserves at the year end, which are broadly in line with the target level, were:

	2026	2025
	£	£
Total funds as at 28 February 2026	**1,120,605**	1,010,591
Less: Investments	**1,031,316**	927,533
Free reserves as at 28 February 2026	**89,289**	83,058

FUTURE PLANS

We are well-placed to continue providing financial support to enable further improvements in the health and welfare of our hospital, health centre, and local community.

STRUCTURE GOVERNANCE AND MANAGEMENT

Governing document

The charity is a Scottish Charitable Incorporated Organisation (SCIO) that was registered on 15 November 2019 and is governed by its constitution last updated in September 2021. It is the successor charity to the Friends of St Margarets, which was an unincorporated association (Charity No SC014809), established in 1985.

Appointment of trustees

Trustees are appointed at the Annual General Meeting of the charity. In addition, the Board of Trustees may appoint other trustees at any time, subject to there being a minimum of six and a maximum of thirteen trustees, comprising:

- one practicing or retired general practitioner;
- one member of the nursing staff with clinical responsibility for beds in St Margarets Hospital;
- one member of staff from St Margarets Health Centre; and
- at least three, but no more than ten, members of the community of Auchterarder and District defined as the area bounded by the settlements at Greenloaning, Muthill, Forgandenny and Glendevon. The interpretation of the limits of these boundaries will be at the discretion of the trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity name	Friends of St Margarets SCIO	
Charity number	SC049734	
Principal address	St Margarets Hospital St Margarets Drive Western Road Auchterarder PH3 1JH	
Current trustees	Dr Roger Paterson	Chair
	Heather Wilson	Secretary
	David Brash	Treasurer
	Ruth Burns	
	Carol Duncan	
	Ian Glen	
	Caroline Logue	
	Frank McGaffney	
	Mary McGraw	
	Grace McKenzie	
	Norman Morrison	
	Dr Fiona Price	
	John Yeaman	Co-opted 11/07/2025
Other trustees who served during the year	John Boyd	Resigned 11/07/2025
Bankers	Unity Trust Bank plc 4 Brindleyplace Birmingham B1 2JB	
Investment managers	Rathbone Investment Management Ltd George House 50 George Square Glasgow G2 1EH	
Independent examiner	Michael Brougham MCBI FCIE 3 Lyne Grove Crossford Dunfermline KY12 8YB	

APPROVAL

This report, which has been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005, was approved by the trustees on 24 July 2026 and signed on their behalf by:

Roger Paterson

Roger Paterson
Chair

Independent examiner's report to the trustees of Friends of St Margarets SCIO

I report on the accounts of the charity for the year ended 28 February 2026, which are set out on pages 8 to 14.

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 ("the 2005 Act") and the Charities Accounts (Scotland) Regulations 2006 (as amended) ("the 2006 Regulations"). The trustees consider that the audit requirement of Regulation (10)(1)(a)-(c) of the 2006 Regulations does not apply.

It is my responsibility to examine the accounts under section (44)(1)(c) of the 2005 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 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 view given by the accounts.

Independent examiner's statement

In connection with my examination, no matter came 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 Regulations, and
   - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Regulations

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

Michael Brougham

Michael Brougham, MCBI FCIE
3 Lyne Grove
Crossford
Dunfermline
KY12 8YB
27 July 2026

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 28 FEBRUARY 2026

	Note	2026	2025
Income from:		**£**	£
Donations		**9,485**	1,630
Funeral collections		**1,103**	4,492
Fund raising		**509**	723
Investments		**26,158**	29,160
		37,255	36,005
Expenditure on:			
Grants	4	**26,699**	22,899
Bank charges		**72**	83
Fund Raising		**20**	-
Governance costs		**400**	200
Health Centre		**-**	740
Insurance		**260**	312
Investment management fees		**7,701**	7,095
Live active		**581**	566
Sundry expenses		**44**	85
		35,777	31,980
Net income/(expenditure) before gains/(losses) on investments		**1,478**	4,025
Net gains on investments		**108,536**	65,712
Net income/(expenditure)		**110,014**	69,737
Reconciliation of funds			
Total funds as at 01 March 2025		**1,010,591**	940,854
Total funds as at 28 February 2026		**1,120,605**	1,010,591

All funds are unrestricted.

All income and expenditure derive from continuing activities.

The above statement includes all gains and losses recognised during the year.

The Notes on pages 11 to 14 form an integral part of these accounts.

STATEMENT OF FINANCIAL POSITION

AS AT 28 FEBRUARY 2026

	Note	2026	2025
Fixed assets:		**£**	£
Investments	5	**1,031,316**	927,533
Current assets:			
Investments	6	**1,707**	1,489
Cash at bank and in hand	7	**94,739**	83,333
		96,446	84,822
Liabilities:			
Creditors (due within one year)	8	**7,157**	1,764
Net current assets		**89,289**	83,058
Net assets		**1,120,605**	1,010,591
Funds of the charity:			
Unrestricted funds		**1,120,605**	1,010,591

All funds are unrestricted.

The Notes on pages 11 to 14 form an integral part of these accounts.

These accounts, which have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005, were approved by the trustees on 24 July 2026 and signed on their behalf by:

Roger Paterson *David Brash*

Roger Paterson
Chair

David Brash
Treasurer

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 28 FEBRUARY 2026

	Note	**2026**	2025
Cash flows from operating activities		**£**	£
Net income/(expenditure) as per the Statement of Financial Activities		**110,014**	69,737
Adjustments for:			
Investment managers' fees	5	**7,701**	7,095
(Gains)/losses on investments	5	**(108,536)**	(65,712)
Investment income	6	**(26,158)**	(29,160)
(Increase)/decrease in debtors	7	**-**	200
Increase/(decrease) in creditors	9	**5,393**	(23,572)
		(11,586)	(41,412)
Cash flows from investing activities			
Purchase of investments	5	**(2,948)**	(5,919)
Investment income	6	**26,158**	29,160
(Increase)/decrease in income held by investment manager	6	**(218)**	14,092
		22,992	37,333
Net increase/(decrease) in cash		**11,406**	(4,079)
Total cash as at 01 March 2025		**83,333**	87,412
Total cash as at 28 February 2026		**94,739**	83,333

All funds are unrestricted.

The Notes on pages 11 to 14 form an integral part of these accounts.

1. Basis of preparation

1.1. These accounts (financial statements) have been prepared under the historic cost convention, with items recognised at cost or transaction value, unless otherwise stated in the relevant note(s), in accordance with:

(a) The Charities and Trustee Investment (Scotland) Act 2005

(b) The Charities Accounts (Scotland) Regulations 2006 (as amended)

(c) The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (January 2022)

(d) Charities SORP (FRS 102) Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (second edition - October 2019)

1.2. There have been no changes to the basis of preparation or to the previous year's accounts.

1.3. In preparing the accounts, the trustees were not required to make any judgements that would have a material effect on the numbers reported.

1.4. The charity meets the definition of a public benefit entity as defined by FRS 102.

1.5. The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

2. Accounting policies

2.1. Fund accounting

(a) Unrestricted funds are those that can be expended at the discretion of the trustees in the furtherance of the objects of the charity.

(b) Restricted funds are those that may only be used for specific purposes. Restrictions arise when specified by the donor, or when funds are raised for specific purposes.

Currently, all the charity's funds are unrestricted.

2.2. Income

Income is recognised and included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to the income; receipt is probable; and the monetary value can be measured with sufficient reliability. The specific bases used are as follows:

(a) Donations are recognised on receipt.

(b) Investment income is recognised when received by the charity's investment managers.

(c) Income, which is subject to conditions that the charity has yet to fulfil, or which is specifically for use in a future accounting period, is treated as deferred income.

2.3. Expenditure and liabilities

Liabilities are recognised when it is probable that there is a legal or constructive obligation committing the charity to pay out resources and the monetary value can be measured with sufficient reliability.

(a) Expenditure is recognised on the accruals basis.

(b) Grants are recognised where all conditions of the funding have been met by the recipient.

2.4. Investment assets

(a) Fixed asset investments are stock exchange securities professionally managed by the charity's investment managers with a view to capital growth and/or income generation in line with the charity's investment policy. These investments are shown at fair value, being the mid-market price on the last day of the financial year. Any realised or unrealised gains and losses are recognised in the Statement of Financial Activities.

(b) Current asset investments are dividends, interest payments, or other cash distributions, arising from fixed asset investments, received by the charity's investment managers pending reinvestment or payment to the charity.

2.5. Debtors

(a) Debtors are recognised at the settlement amount due.

(b) Prepayments are valued at the amount prepaid.

2.6. Cash and cash equivalents

(a) Cash held by the investment manager as part of the investment portfolio is included under fixed asset investments.

(b) Cash held by the investment manager from investment income pending reinvestment or payment to the charity is included under current asset investments.

(c) Cash held by the trustees includes cash in hand and bank balances repayable on demand.

2.7. Creditors

(a) Creditors are recognised where the charity 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 or estimated reliably. Creditors are normally recognised at their settlement amount, usually the invoice amount.

(b) Accrued charges are valued at their settlement amount.

2.8. Financial instruments

(a) 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, except for fixed asset investments, which are measured at fair value.

2.9. Taxation

(a) The charity is not liable to corporation tax or capital gains tax on its charitable activities.

(b) The charity is not registered for VAT, thus all costs are shown inclusive of VAT charged.

3. Transactions with trustees and related parties

(a) No remuneration was paid to the trustees during the year, or in the previous year.

(b) No expenses were reimbursed to the trustees during the year, or in the previous year.

(c) The charity's insurance policy includes trustee indemnity insurance cover for all its trustees.

(d) There were no transactions with related parties during the year or in the previous year.

4. Grants payable

	2026	2025
Community grants:	**£**	£
Aberuthven Village Hall Trust	**-**	8,500
Auchterarder Community Bus Group	**-**	10,000
Auchterarder Community Sports and Recreation	**-**	5,135
Auchterarder Men's Shed	**2,500**	
Auchterarder Rotary	**1,850**	
Auchterarder Scout Group	**2,509**	-
Kincardine fields project	**5,750**	
Sandy Gunn Memorial Fund	**-**	10,000
Strathallan Community	**2,497**	
	15,106	33,635
St Margarets Health Centre	**6,066**	-
St Margarets Hospital	**6,340**	1,764
	27,512	35,399
Previous undrawn grant offers withdrawn	**(813)**	(12,500)
	26,699	22,899

5. Fixed asset investments

	2026	2025
Market Value	**£**	£
As at 01 March 2025	**927,533**	862,997
Additions (Income)	**2,948**	5,919
Investment management fees	**(7,701)**	(7,095)
Gains/(Losses) on revaluation	**108,536**	65,712
As at 28 February 2026	**1,031,316**	927,533
Investment Type		
Listed investments	**964,824**	803,364
Cash	**66,492**	124,169
	1,031,316	927,533
Original cost		
As at 28 February 2026	**783,037**	793,966

6. Current asset investments

Income held by investment managers	**2026**	2025
	£	£
As at 01 March 2025	**1,489**	15,581
Income received	**24,606**	27,356
Income invested	**(2,948)**	(5,919)
Income paid to the charity's bank account	**(21,440)**	(35,529)
As at 28 February 2026	**1,707**	1,489

7. Cash at bank and in hand

	2026	2025
	£	£
Bank Deposit A/c	**88,355**	41,804
Bank Current A/c	**6,384**	40,853
Cash	**-**	676
	94,739	83,333

8. Creditors

	2026	2025
	£	£
Grant commitments (Note 9)	**7,157**	1,764
Other creditors	**-**	-
	7,157	1,764

9. Grant commitments

	2026	2025
	£	£
As at 01 March 2025	**1,764**	25,336
Approved during the year, less withdrawn	**26,699**	22,899
Paid during the year	**(21,306)**	(46,471)
As at 28 February 2026	**7,157**	1,764