

THE FAIRTHORN FOUNDATION

Scottish Charity No: SC050065

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2026

THE FAIRTHORN FOUNDATION
GENERAL INFORMATION AND REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 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) (second edition issued October 2019 and effective 1 January 2019).

Objectives and activities

Objectives of Trust

The Trustees shall hold the Trust Fund, and the income of the Trust Fund to pay and apply the same to or for the benefit of or in furtherance of such purposes, objects or institutions charitable in law and in such proportions as the Trustees shall from time to time in their absolute discretion think fit.

The Trustees do not engage directly in charitable activities or projects.

By support of other charities the Trustees' aim is to provide public benefit by ensuring that the front line charitable activities of those organisations can be sustained.

The principal activity is grant making.

Grant-making policy

The Trustees will adopt a policy of making donations to those organisations or individuals they feel require most support and whose purposes fall within the spectrum of the Trust Deed.

As the Foundation's objectives are broad the Trustees have opted for a policy of making donations to charitable organisations operating in their preferred area(s) of benefit who they feel require most support, and who the Trustees believe can make significant front line impact as a result of that support.

Report on the activities of the Trust

Four donations totalling £40,000.00 were made in the year (2025 Four donations £72,000.00).

Future Plans

Since the close of the account the Trustees have received applications from a number of potential beneficiaries. The Trustees do not consider unsolicited applications, however, any applications that are received will be compiled and considered if the Trustees are unable to identify any suitable causes to support.

In the current accounting period the Trustees are actively considering donations and intend to make some when a suitable cause is found.

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 Foundation currently holds only a single investment.

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

Investment policy and performance

The Trustees of the Foundation have decided to maintain an investment trading account and not to delegate decision making on investment matters to an external investment manager. After careful consideration and deliberations, the Trustees agreed that it was in the best interests of the Foundation to do this as one of the Trustees (Peter Cooke) has considerable expertise and experience in investment management and the fees and charges of a discretionary managed portfolio could be saved and used towards the Foundation's grant-giving activities.

The Trustees have appointed the Trustee Peter Cooke ("the Delegated Trustee") to manage the Foundation's assets in line with this policy. The Delegated Trustee holds the Trading Accounts as nominee/in trust for the Trustees of the Foundation.

The primary investment objective is to invest in a diversified portfolio of assets/stocks to benefit from capital growth and income from those investments over the long term.

THE FAIRTHORN FOUNDATION
GENERAL INFORMATION AND REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2026

Investment policy and performance

In the period to 31st March 2026 the capital value of the investment increased by 18.33%. The increase is despite realisations to meet donations although this has been offset by unrealised gains in the portfolio at the year end.

There are no constraints as to the investments comprising the portfolio at any time.

Financial review

Financial review

The sole investment of the Foundation has a fair value of £802,900.74 (2025 £678,502.71) and there are net current assets of £24,762.494 (2025 £17,332.74)

The total assets of the Foundation are therefore £827,663.23 (2025 £695,835.05), all of which is unrestricted.

The Foundation received investment income of £3,359.11 (2025 £3,475.84) during the financial year.

Reserves policy

It is the policy of the Trustees to distribute the income of the Foundation in the form of grants or donations. It is anticipated that any surplus income at the close of the account would be so distributed in a following year.

As the Foundation does not provide direct charitable services, the Trustees believe that normal expenditure can be met from income generated.

The funds of the Foundation are wholly unrestricted and are represented by a single investment and cash balances. The investment is administered by the Delegated Trustee as referred to above. The Trustees have power to draw upon the investment in furtherance of the Foundation's objectives whilst retaining sufficient funds to meet any commitments they may undertake.

The assets of the Foundation are held in a ready realisable form and the Trustees do not therefore consider it necessary to maintain specific cash 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 Foundation and are satisfied that systems are in place to mitigate their exposure to the major risks.

As the Foundation relies on its investment returns in order to make its donations, the principal risk faced by the Foundation lies in the performance of its investment. There is underlying diversification within the sole investment.

Going concern

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

Structure, governance & management

Founding document

Trust Deed by Peter Noel David Cooke and Morven Isobel Mackillop Cooke dated 20th January 2020

Appointment of new Trustees

The appointment of new Trustees is reserved to the Trustees in office.

Decision making

All Trustees are actively involved in the decision making process. Requests for funding are reviewed and agreed by the Trustees.

Related parties

There are no related parties

Employees

The Foundation has no employees. (2025 Nil) The Trustees have engaged Turcan Connell to undertake the administration of the Foundation, remuneration for which is recorded in the financial statements.

Management

All Trustees are active in the management of the Foundation.

THE FAIRTHORN FOUNDATION
GENERAL INFORMATION AND REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2026

Reference and administrative details

Scottish Charity No SC050065

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

Trustees (appointed by deed/assumption) Peter Noel David Cooke
Morven Isobel Mackillop Cooke

<u>Advisers</u>	<u>Solicitors</u>	<u>Independent Examiner</u>
	Turcan Connell	Kevin Cattnach CA
	Princes Exchange	Whitelaw Wells
	1 Earl Grey Street	Chartered Accountants
	Edinburgh	9 Ainslie Place
	EH3 9EE	Edinburgh, EH3 6AT

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 Foundation 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 March 2026 have been prepared so as to comply with current statutory requirements, the Charity SORP and the charity's own governing document.

Approved by the Trustees and typesigned signed on their behalf on

30th September 2026
..... Date

Peter Cooke
..... Trustee

Peter Cooke
..... Print Name

FAIRTHORN FOUNDATION
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the financial statements of the trust for the year ended 31st March 2026 which are set out on pages 6 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 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 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 financial statements.

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.

Examiner

Date

Name: Kevin Cattnach CA
Whitelaw Wells
Chartered Accountants
Address: 9 Ainslie Place
Edinburgh, EH3 6AT

THE FAIRTHORN FOUNDATION
BALANCE SHEET AS AT 31ST MARCH 2026

	<u>Notes</u>	<u>2026</u> £	<u>2025</u> £
<u>Fixed assets</u>			
Investments	3	802,900.74	678,502.71
		<u>802,900.74</u>	<u>678,502.71</u>
<u>Current assets</u>			
Cash on deposit		1,394.14	8,243.34
Cash in hands of agents		24,688.35	10,409.00
		<u>26,082.49</u>	<u>18,652.34</u>
<u>Liabilities</u>			
<u>Creditors</u>			
Amounts falling due within one year	2	(1,320.00)	(1,320.00)
		<u>24,762.49</u>	<u>17,332.34</u>
<u>Net current assets</u>			
Total assets less current liabilities		<u>827,663.23</u>	<u>695,835.05</u>
<u>Net assets</u>			
		<u>827,663.23</u>	<u>695,835.05</u>
<u>Funds of the charity</u>			
Unrestricted funds		<u>827,663.23</u>	<u>695,835.05</u>
Total charity funds		<u>827,663.23</u>	<u>695,835.05</u>

The notes on pages 8 to 11 form part of these accounts.

Approved by the Trustees and typesigned on their behalf on

30th September 2026

..... Date

Peter Cooke

..... Trustee

Peter Cooke

..... Print Name

THE FAIRTHORN FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2026

	<u>Note</u>	<u>2026</u> £	<u>2025</u> £
<u>Income and endowments from:</u>			
Investments	4	3,359.11	3,475.84
<u>Total</u>		<u>3,359.11</u>	<u>3,475.84</u>
<u>Expenditure on:</u>			
<u>Charitable activities</u>			
Grants and Donations	5	(40,000.00)	(72,000.00)
Support and governance costs	7	(5,940.00)	(4,860.00)
<u>Total</u>		<u>(45,940.00)</u>	<u>(76,860.00)</u>
		(42,580.89)	(73,384.16)
Net gains on investment	3	174,409.07	34,440.74
<u>Net (expenditure)/ income and net movement on funds</u>		<u>131,828.18</u>	<u>(38,943.42)</u>
<u>Total funds brought forward</u>		<u>695,835.05</u>	<u>734,778.47</u>
<u>Total funds carried forward</u>		<u><u>827,663.23</u></u>	<u><u>695,835.05</u></u>

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

The notes on pages 8 to 11 form part of these accounts.

THE FAIRTHORN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2026

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 Foundation 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 Foundation's ability to continue as a going concern and have reasonable expectation that the Foundation 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. 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 Foundation becomes entitled to it, it can be reliably determined and there is probability of receipt.

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 generating funds

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

THE FAIRTHORN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2026

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 financial statements as follows:

Governance (accountancy costs) - 15%

Support (legal and administrative costs) - 85%

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 support and governance 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, support and governance costs are not allocated against individual grants or donations.

h) Grants

Grants payable are payments to third parties in furtherance of the charitable objects of the Foundation. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Foundation.

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

Provisions for grants are made when the intention to make a grant has been communicated to the recipient.

A provision for a multi-year award is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled conditions and the effect of the discounting is material. In the current economic climate the Trustees consider a discount rate of 2% to be appropriate.

As required by FRS 102 the Trustees are required to consider the effects of the time value of money on their multi-year commitments. Having done so, the Trustees are of the opinion that, in relation to the current commitments any adjustment is not material relative to the income of the Foundation and therefore no discounting has been applied.

i) VAT

The Foundation 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

Some investment assets are traded in foreign currencies. These 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 received in foreign currencies is held in an appropriate currency account but is recognised in the accounts on the date it is receivable and translated into sterling at the rate of exchange ruling at the date of transaction. Gains or losses on the subsequent conversion are included as other investment income or other support costs as necessary.

THE FAIRTHORN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2026

2 <u>Creditors</u>	<u>2026</u> £	<u>2025</u> £
Amounts falling due within one year		
Whitelaw Wells, Independent Examination fee	720.00	720.00
Turcan Connell, Legal Fees	600.00	600.00
	<u>1,320.00</u>	<u>1,320.00</u>

3 <u>Investments</u>	<u>2026</u> £	<u>2025</u> £
Fair value of investments at 01/04/2025	678,502.71	724,068.48
Disposals	(50,011.04)	(80,006.51)
Net realised gains/ (losses)	7,492.00	(1,088.23)
Net unrealised gains	<u>166,917.07</u>	<u>35,528.97</u>

<u>Fair value of investments at 31/03/2026</u>	<u>802,900.74</u>	<u>678,502.71</u>
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Held Thus:	£	%
Equities	802,900.74	100.00
	<u>802,900.74</u>	<u>100.00</u>

The Foundation's sole investment is listed on a recognised stock exchange and are investment assets held in the UK.

The Foundation manages its 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.

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

4 <u>Investment income</u>	<u>2026</u> £	<u>2025</u> £
Dividends and Interest	3,078.02	3,142.29
Bank Interest	281.09	333.55
	<u>3,359.11</u>	<u>3,475.84</u>

THE FAIRTHORN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2026

5 <u>Charitable activities</u>	<u>2026</u>	<u>2025</u>
<u>Grants and donations</u>	<u>£</u>	<u>£</u>
<u>Citizenship & Community Development</u>		
Scotland's Charity Air Ambulance (SCAA)	10,000.00	-
SuperTroop Scotland SCIO	10,000.00	-
Medecins sans Frontieres UK	10,000.00	-
The Fettes Foundation	10,000.00	-
Edinburgh Women's Aid Limited	-	10,000.00
Fet-Lor Youth Club	-	40,000.00
2nd Marlborough Scout Group	-	12,000.00
Disasters Emergency Committee	-	10,000.00
	40,000.00	72,000.00

6 Trustee expenses

No fees or expenses have been paid to the Trustees (2025 £Nil). All Trustees act gratuitously. The Foundation has no employees (2025 None).

7 <u>Support and governance costs</u>	<u>2026</u>	<u>2025</u>
<u>Support costs</u>	<u>£</u>	<u>£</u>
Management and Administration	4,437.00	3,519.00
	4,437.00	3,519.00
<u>Governance costs</u>		
Accountancy	783.00	621.00
Independent Examination	720.00	720.00
	1,503.00	
	5,940.00	4,860.00