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The Incorporation of Bakers of Edinburgh Charitable Trust

Trustees' Report and Financial Statements

Registered charity number: SC047164

For the year ended 31 March 2026

The Incorporation of Bakers of Edinburgh Charitable Trust

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Legal and administrative information

Charity Name	The Incorporation of Bakers of Edinburgh Charitable Trust
Registered Charity Number	SC047164
Trustees	Wendy Barrie Elizabeth Mary Drummond Patricia Jones Susan Masterton Douglas Scott Donald Wilson Lynne Halfpenny (Appointed 27 March 2026)
Registered Address	14 Ainslie Place Edinburgh EH3 6AS
Independent Examiner	Findlay Paul, CA MHA 6 St Colme Street Edinburgh EH3 6AD
Investment Advisors	Brewin Dolphin 144 Morrison Street Edinburgh EH2 2DH
Bankers	Bank of Scotland Plc PO Box 17235 Edinburgh EH11 1YH

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The Incorporation of Bakers of Edinburgh Charitable Trust

Trustee's Report
For the year ended 31 March 2026

Structure

The Incorporation of Bakers of Edinburgh Charitable Trust is a charity registered in Scotland that was established by a deed of trust in 2017.

Governance

The Trustees meet two to four times per year and have responsibility for the approval of strategy, annual objectives, capital and revenue budgets, changes to professional advisers and grant distribution. They also have responsibility for approval of policies such as investment, grant making, risk assessment and the size of the reserves of the Trust. The Trustees constitute key management personnel.

Appointment, Induction, and Training of Trustees

Trustees may be recruited to serve under the terms of the Deed of Trust. Trustees are selected to provide a breadth of skills, experience, and influence across the main areas of activity of the Trust, namely the catering and baking sector, fundraising, events, grant making and financial management together with associated areas such as legal, information technology and human resources.

Trustees are responsible for the management of risks faced by the Trust. Risks are identified, assessed and controls established on an ongoing basis. In addition, a formal in-depth review of the risk management processes of the Trust is undertaken every three years.

The key controls of the Trust include:

- Formal structure and agendas for Trustee meetings
- Business planning and budgeting
- Formal written policies including authorisation and approval procedures
- Annual review of investment performance and existing policy

Any risks to which the Trust is exposed are discussed at meetings and the Trustees believe that they have taken measures that are appropriate to minimise those risks.

The Trustees are involved in setting and reviewing the grant making criteria, and associated systems, with the objective of providing a transparent system that meets the Trust's objectives and that of its donors.

Objectives

The objectives of the Trust are:

1. The advancement of education through encouraging the training of bakers by supporting a wide range of education and training opportunities in baking through ourselves and other organisations who share similar aims and values and encouraging baking and the teaching of baking;

2. The advancement of the arts, heritage, culture or science through supporting the dissemination to the public of information and discussion on baking and baking standards within the context of local food culture; and promoting an understanding and appreciation of locally produced bread and of the history of the baking trade particularly in Edinburgh and beyond.

The Trustees shall hold the Trust Fund for such purposes only as are within the meaning of charitable purposes in terms of the Charities and Trustee investment (Scotland) Act 2005.

The Incorporation of Bakers of Edinburgh Charitable Trust

Trustee's Report (continued)
For the year ended 31 March 2026

Activities of the Trust

There were 7 (2025: 5) grant applications received by the Trust in the year. Applications are usually subject to discussion at Trustees' meetings and selected accordingly to agreed criteria which match the objectives of the Trust. Recipients of Grants are required to report back to the Trust on the use of their grant.

Results for the year

The results for the year are set out in the statement of financial activities on page 6 and show net expenditure before investments gains for the year of £190 (2025: £2,495). After taking account of gains on investments of £32,907 (2025: 4,216), the net income for the year was £32,717 (2025: £1,721). At 31 March 2026, total funds stood at £379,306 (2025: £346,589) made up of an endowment fund of £378,845 (2025: £347,983 and unrestricted funds of £461 (2025: ((£1,394)). These unrestricted funds represent the free reserves of the Trust.

Investments, Policy, and Performance

The Trust's portfolio continues to be managed by Brewin Dolphin who have reported fully on the possible impact of continuing widespread economic pressures and how this is influencing the stock market. This may have an effect, as yet unquantifiable, on the amount of grant money which the Trustees distribute in the next financial year. The Trustees are confident that they have chosen the right portfolio structure and level of risk for the Trust's assets.

The aim is that the portfolio will generate an income, which will provide an income stream for grants during the year. The management fees for the portfolio will be paid out of the portfolio. Brewin Dolphin will cash in investments or pay out monies from income received to the Trust bank account in order for the Trustees to make grants.

The value of the portfolio, which constitutes the main part of the Trust's assets stood at £379,589 at 31 March 2026 (2025: £348,674).

Future Activities

It is the intention of the Trustees to use the income generated from the investments during 2025/26 in order to award grants and hold a small reserve as detailed below.

Reserves Policy

The Statement of Recommended Practice: Accounting and Reporting by charities defines "reserves" as that part of a charity's income funds that is freely available. This definition normally excludes restricted funds as well as both permanent and expendable endowment funds. The Trustees define "free reserves" as the balance available in the unrestricted fund. The Trustees have assessed the requirement for free reserves of the Trust considering the likely future income and expenditure streams. As the Trust has no long-term commitments beyond its grant making, the agreed objective is to retain sufficient free reserves to meet its obligations and to ensure financial stability. As a minimum the Trust will hold a small value of reserves estimated at around £1,000 to cover the ongoing costs of generating funds, governance, and support costs.

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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 Scotland 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 method and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the reports and financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue its activities.

The Trustees are responsible for keeping proper accounting records that 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 requirements of the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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.

Approved on 13 July 2026 and signed on behalf of the Trustees by:

Wendy Barrie
Chair of Trustees

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The Incorporation of Bakers of Edinburgh Charitable Trust

Independent Examiner's Report to the Trustees on the Unaudited Financial statements

I report on the financial statements for the year ended 31 March 2026 set out on pages 6 to 12.

Respective responsibilities of trustees and independent examiner

The charity's trustees are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts 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 statement

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations (as amended). An examination includes a review of the accounting records kept by the Trust 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 2005 Act 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 2006 Accounts Regulations (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.

Findlay Paul

July 22, 2026

Findlay Paul, CA
Independent Examiner
MHA
6 St Colme Street
Edinburgh
EH3 6AD

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The Incorporation of Bakers of Edinburgh Charitable Trust

Statement of Financial Activities
For the year ended 31 March 2026

	Notes	Unrestricted Fund £	Endowment Fund £	Total 2026 £	Total 2025 £
Income from:					
Investments	2	10,104	-	10,104	9,924
Grants received	3	5,000	-	5,000	-
Total income		15,104	-	15,104	9,924
Expenditure on:					
Raising funds	4	-	(2,861)	(2,861)	(2,746)
Charitable activities	5	(12,433)	-	(12,433)	(9,673)
Total expenditure		(12,433)	(2,861)	(15,294)	(12,419)
Net (expenditure)/income before gains and losses on investments		2,671	(2,861)	(190)	(2,495)
Net gains on investments	7	-	32,907	32,907	4,216
Net income		2,671	30,046	32,717	1,721
Transfers between funds		(816)	816	-	-
Net movement in funds		1,855	30,862	32,717	1,721
Funds at 1 April 2025	11	(1,394)	347,983	346,589	344,868
Funds at 31 March 2026	11	461	378,845	379,306	346,589

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The Incorporation of Bakers of Edinburgh Charitable Trust

Balance Sheet
As at 31 March 2026

	Notes	2026 £	2025 £
Fixed assets			
Investments	7	379,589	348,674
Current assets			
Debtors	8	373	353
Cash at bank		10,438	5,151
		10,811	5,504
Creditors: falling due within one year	9	(11,094)	(6,589)
Net current (liabilities)		(283)	(1,085)
Total assets less current liabilities		379,306	347,589
Creditors: amounts falling due in more than one year	10	-	(1,000)
Net assets		379,306	346,589
The funds of the charity:			
Unrestricted funds	11,12	461	(1,394)
Expendable endowment fund	11,12	378,845	347,983
		379,306	346,589

These financial statements were approved and authorised for issue by the Trustees on 13 July 2026 and signed on their behalf by:

Wendy Barrie
Chair of Trustees

The Incorporation of Bakers of Edinburgh Charitable Trust

Notes to the Financial Statements
For the year ended 31 March 2026

1. **Accounting policies**

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied unless otherwise stated.

Basis of accounting
The financial statements are prepared on a going concern basis under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to the financial statements. The financial statements are presented in sterling which is the functional currency of the Trust and rounded to the nearest £.

The financial statements have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended), 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 UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and UK Generally Accepted Accounting Practice.

The Incorporation of Bakers of Edinburgh Charitable Trust meets the definition of a public benefit entity under FRS 102.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. Trustees have considered the financial position and future performance of the charity and will continue to ensure grant awards are given only where there is sufficient income available to do so. Trustees are satisfied these efforts are sufficient and therefore continue to adopt the going concern basis of accounting in preparing the financial statements.

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

Donations, legacies and similar income resources are included in the period in which they are receivable, which is when the Trust is entitled to the resource.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Trust. This is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividends have been declared and notification has been received of the dividend due.

Expenditure recognition
Expenditure is recognised as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Expenditure on raising funds include costs associated with generating income for the Trust through its investment portfolio. Expenditure on charitable activities includes costs incurred in delivery of the Trust's objectives. It includes both the direct costs of grant making and those costs of an indirect nature necessary to support them.

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1. **Accounting policies (continued)**

Expenditure (continued)
Donations payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer, this is accrued once the recipient has been notified of the award. This notification gives the recipient a reasonable expectation that they will receive the grant.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Trust and include the independent examination fees and costs linked to the strategic management of the Trust.

Fixed asset investments
Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The main form of financial risk faced by the Trust is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between 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 investment gains and losses are combined in the Statement of Financial Activities.

Debtors
Debtors are measured at their recoverable amount and included when reasonable certainty exists over their receipt.

Cash at bank
Cash at bank includes cash and highly liquid short term investment with a maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors
Creditors are recognised when the Trust 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 reliably.

Funds structure
The Trust has a single expendable endowment fund. The Trust provides for the Trustees to invest the capital in perpetuity, the income from which is wholly unrestricted. Unrestricted funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objectives.

The Incorporation of Bakers of Edinburgh Charitable Trust

Notes to the Financial statements (Continued)
For the year ended 31 March 2026

2. **Investment income**	Unrestricted 2026 £	Unrestricted 2025 £
Dividends	10,104	9,924

3. **Grants received**	Unrestricted 2026 £	Unrestricted 2025 £
Ian Fleming Trust	5,000	-

4. **Cost of raising funds**	Endowment 2026 £	Endowment 2025 £
Investment managers fees	2,861	2,746

5. **Cost of charitable activities**	Unrestricted 2026 £	Unrestricted 2025 £
Event expenses	291	-
Grants awarded:		
Doughlicious Bread Club	-	805
Garvald	-	2,600
Incorporation of Bakers of the City of Edinburgh	350	350
JeJu Bakes	-	1,500
Sarah Morbey	-	2,000
Marie Louis Cochrane	672	-
Dunbar Community Trust	300	-
Sarah Moreby of Coldwells	800	-
Fittie Bakery	3,000	-
Alastair Begg of Loom Bakery	2,500	-
Scottish Bread Championships	2,000	-
	9,622	7,255
Support costs:		
Website costs	120	120
Governance costs: independent examiner's fee	2,400	2,298
	12,433	9,673

6. **Trustees' remuneration**

No trustee received any remuneration during the year (2025: £Nil). Two trustees were reimbursed a total of £291 for event expenses in relation to the Bread Championships. (205: £Nil)

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Notes to the Financial statements (Continued)
For the year ended 31 March 2026

7. Investments

	2026	2025
	£	£
Market value at 1 April	346,377	345,337
Acquisitions at cost	46,251	55,373
Disposal proceeds	(46,602)	(58,549)
Net gains/(losses)on revaluation	32,907	4,216
Market value at 31 March	378,933	346,377
Cash held by brokers – capital account	656	2,297
Market value at 31 March 2026	379,589	348,674
Historical cost at 31 March 2026	341,837	331,565

8. Debtors

	2026	2025
	£	£
Accrued dividend income	373	353

9. Creditors: amounts falling due within one year

	2026	2025
	£	£
Accruals	3,144	2,989
Grants payable	7,950	3,600
	11,094	6,589

10. Creditors: amounts falling due in more than one year

	2026	2025
	£	£
Grants payable	-	1,000

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Notes to the Financial statements (Continued)
For the year ended 31 March 2026

11. Movement in funds

2025/26	At 1 April 2025 £	Income £	Expenditure £	Gains on investments £	Transfers £	At 31 March 2026 £
Unrestricted fund:	(1,394)	15,104	(12,433)	-	(816)	461
Endowment fund:	347,983	-	(2,861)	32,907	816	378,845
Total Funds	346,589	15,104	(15,294)	32,907	-	379,306

2024/25	At 1 April 2024 £	Income £	Expenditure £	Gains on investments £	Transfers £	At 31 March 2025 £
Unrestricted fund:	(1,718)	9,924	(9,673)	-	73	(1,394)
Endowment fund:	346,586	-	(2,746)	4,216	(73)	347,983
Total Funds	344,868	9,924	(12,419)	4,216	-	346,589

Transfers between funds represent income reinvested in the portfolio less funds withdrawn and transferred to cash at bank.

12. Analysis of net assets between funds

	Unrestricted Fund £	Endowment Fund £	Total 2026 £	Unrestricted Fund £	Endowment Fund £	Total 2025 £
Investments	-	385,589	385,589	-	348,674	348,674
Net current (liabilities)/assets	(5,539)	(744)	(6,283)	(394)	(691)	(1,085)
Long term creditors	-	-	-	(1,000)	-	(1,000)
Net assets	(5,539)	384,845	379,306	(1,394)	347,983	346,589

13. Related parties

During the year, the Trust awarded £2,000 to the Scottish Bread Championship, an event co-managed by Trustee, Wendy Barrie, and the Chair of Scotland Bread. Wendy recused herself from taking part in decisions surrounding the award of this funding.

The Trust also awarded £350 to The Incorporation of Bakers of the City of Edinburgh. Trustees Patricia Jones and Lynne Halfpenny, Deacon of the Incorporation of Bakers of the City of Edinburgh, both recused themselves from taking part in decisions surrounding the award of this funding.