

The Trades House of Glasgow
Report and Consolidated Financial Statements
Year ended 30 September 2022
Scottish Charity No:SC040548

THE TRADES HOUSE OF GLASGOW
YEAR ENDED 30 SEPTEMBER 2022
Contents Page

	Page
Trustees	3-6
Administrative information	7
Trustees Report	8-12
Independent Auditors Report	13-15
Consolidated Statement of Financial Activities	16-17
Statement of Financial Activities	18-19
Consolidated Balance Sheet	20
Balance Sheet	21
Consolidated Statement of Cash Flows and Statement of Cash Flows	22
Notes to the accounts	23-39

THE TRADES HOUSE OF GLASGOW YEAR ENDED 30 SEPTEMBER 2022

THE PLATFORM

The individual trustees holding office on the Platform as at 6 December 2023 were:

Bruce Reidford, Deacon Convener
Richard Paterson, Collector
Alistair J Dorward, Late Collector
Ruth Maltman, Late Convener
Hamish Brodie, Ex Convener
Ken Dalglish, Ex Convener
Alasdair Beaton, Collector Nominate

TRUSTEES

The trustees of Trades House in office during the period 1 October 2021 to 6 December 2023 were:

HAMMERMEN

Dr Gordon Masterton (retired 14 October 2021) (reappointed 24 January 2022)
Professor Bruce Wood
Andrew Young (retired October 2023)
David Westmore
Nina Baker
Dr Martin Cullen (appointed 14 October 2020) (resigned 24 January 2022)
Colin Botfield (retired 14 October 2020)
Raymond Lyon (appointed 13 October 2021)
Mick O'Connor (appointed October 2022)
David Cumming (appointed 11 October 2023)

TAILORS

Timothy J Purdon (retired 13 October 2021) (reappointed February 2023)
Kenneth Gibb (retired 14 October 2020)
Alex Paterson (retired 13 October 2021)
Ken Kennedy (retired 11 October 2023)
Gordon Mather (resigned 14 December 2021)
Janet Hansen (retired 13 October 2021)
John Kelly (appointed 14 October 2020) (resigned October 2021)
David Watson (appointed 14 December 2021) (retired 11 October 2023)
WR Michael Burton (appointed 13 October 2021)
Elaine Cleland (appointed 13 October 2021)
Robert Copland (appointed October 2023)
Caroline Hutchison (appointed September 2022)
Rosemarie McNally (appointed 11 October 2023)

CORDINERS

Dr. Beverly Bergman
Professor Ewan MacDonald (retired October 2023)
Alistair Dorward (retired October 2022) (reappointed May 2023)
Iain Lennox (retired 13 October 2021)
Dr. Adrian Pierotti (retired 14 October 2020) (resigned 9 May 2023)
Brian McAlinden
Liam Entwistle (appointed 14 October 2020)
David McClements (appointed 13 October 2021)
Colin Miller (appointed October 2022)
Alison Cuplan (appointed 11 October 2023)

THE TRADES HOUSE OF GLASGOW YEAR ENDED 30 SEPTEMBER 2022

MALTMEN

William J B Birse-Stewart (resigned February 2023)
Charles Mackintosh (retired 14 October 2020) (reappointed 26 May 2021)
Ian Macpherson (deceased 11 December 2020)
Roddy Young
David Moore
Darren Wilson (retired 13 October 2021)
Stuart White (appointed 14 October 2020) (resigned May 2022)
Alastair Allan (appointed May 2022) (resigned October 2022)
Richard Paterson (appointed 15 September 2021)
Maureen McKerrow (appointed 12 October 2022)
David Cochrane (appointed May 2023)

WEAVERS

Kenneth W. MacDonald (Supernumerary) (reappointed May 2022) (resigned October 2022)
Kenneth Dalgleish (resigned March 2023)
Breege Smyth (Supernumerary) (retired 13 October 2021)
Alex McCluskey (retired 14 October 2020)
Susanne McCormick (Supernumerary)
Mark Hamilton (appointed 14 October 2020)
Scott Gallagher (appointed 13 October 2021)
Chrissy Scott
Bruce Reidford (appointed 12 October 2022)
Colin Brown (Supernumerary) (appointed 12 October 2022)
Christopher McEvoy Barton (appointed 11 October 2023)

BAKERS

Anita Brown (retired 14 October 2020)
Bruce Reidford (resigned September 2022)
Elizabeth Reidford (retired 13 October 2021)
Scott Anderson (resigned October 2022) (reappointed February 2023) (retired October 2023)
Silvia Ciferri (resigned February 2023)
Jason Ross (appointed 14 October 2020)
Anne Dobson (appointed 13 October 2021)
Lisa Ross (appointed 12 October 2022)
Tony Barr (appointed 11 October 2023)

SKINNERS

David R Bird
Elspeth Talbot (retired October 2022)
Rev Thomas L Pollock (retired 14 October 2020) (reappointed February 2023)
Hugh Gilmour
Kim Wight (appointed 14 October 2020) (retired 11 October 2023)
Dr Warren Bowden (resigned February 2023)
Jamie Mason (appointed 11 October 2023)

WRIGHTS

Graeme McDonald (retired 14 October 2020)
Richie Miller (retired 14 October 2020)
Shirin Parsno (retired 13 October 2021)
Gillian Christiansen (retired 11 October 2023) (appointed November 2023)
Tony Barr (appointed 14 October 2020) (retired October 2022)
Don McKillop (appointed 14 October 2020)
Stephen Osborne (appointed 13 October 2021)
Jacqui Sayer Noble (appointed 12 October 2022) (resigned November 2023)
Judy Tayler-Smith (appointed 11 October 2023)

THE TRADES HOUSE OF GLASGOW YEAR ENDED 30 SEPTEMBER 2022

COOPERS

Tom McNally (resigned December 2022)
Keith Brown (retired 13 October 2021)
Alasdair Ronald (retired 14 October 2020)
Sheonagh Beaton (retired October 2022)
John MacLeod (resigned July 2023)
Graeme Kidd
Graeme Monteith (appointed 14 October 2020)
Ian Luder (appointed October 2022)
Gavin Queen (Supernumerary) (appointed August 2023)
Alasdair Beaton (appointed 11 October 2023)

FLESHERS

John Kerr (resigned March 2023)
Col Hugo Grant (retired 13 October 2021) (reappointed March 2023) (retired 11 October 2023)
Gavin Queen (resigned August 2022)
Graeme Lyall
Sheila Scott (appointed 13 October 2021)
Jimmy Johnston (appointed 12 October 2022)
Ruth Maltman (appointed May 2023)
Iris Gibson (appointed August 2022) (resigned October 2022)
Jan McClean (appointed 11 October 2023)

MASONS

Gordon Weetch (retired 13 October 2021)
John Brown
David Taylor
N. Grant Macleod
Craig Bryce (appointed 13 October 2021) (retired 2022)
Alex McNamee (appointed 12 October 2022)

GARDENERS

Nick T Parry (appointed 14 October 2020) (retired October 2022) (reappointed 11 October 2023)
Pauline Bell (retired 14 October 2020)
William G H Peebles (retired 13 October 2021)
Lorne Scott (retired 11 October 2023)
Paul Carnan
Janet Pierotti (appointed 13 October 2021)
Stephen Docherty (appointed 12 October 2023)

BARBERS

Dr Mary Warnock (retired 14 October 2020)
Dave King (retired 13 October 2021) (reappointed February 2023)
Neil MacEwen (resigned August 2022)
Aileen White (Supernumerary) (retired 11 October 2023)
Professor David Hamblen (appointed 14 October 2020)
Dr Iain Findlay (appointed 13 October 2021) (retired October 2022)
William Fisher (appointed 12 October 2022)
Hamish Brodie (appointed May 2023)
David Gaffney (appointed 11 October 2023)

BONNETMAKERS & DYERS

Robert Linton
Mariella MacLeod (retired 13 October 2021) (appointed October 2022) (resigned November 2023)
Dianne Chapman
Norman MacLean (Supernumerary) (retired)
Ewen Mackie (resigned March 2023)
Mandy Wilson (appointed 13 October 2021) (resigned March 2023)
Sheena Crichton (appointed October 2022)
Margaret Donald (Supernumerary) (appointed October 2023)

**THE TRADES HOUSE OF GLASGOW
YEAR ENDED 30 SEPTEMBER 2022**

Chief Executive and Clerk: John Gilchrist CA MBA.
Trades House of Glasgow,
Trades Hall,
85 Glassford Street,
Glasgow G1 1UH
Tel: 0141 553 1605
Email: john.gilchrist@tradeshouse.org.uk
www.tradeshouse.org.uk

**ADMINISTRATIVE INFORMATION
YEAR ENDED 30 SEPTEMBER 2022**

BANKERS:

Bank of Scotland
PO Box 1000
BX21LB

AUDITORS:

RSM UK Audit LLP
Third Floor
2 Semple Street
Edinburgh
EH3 8BL

INVESTMENT ADVISERS:

Evelyn Partners
177 Bothwell Street
Glasgow
G2 7ER

LEGAL ADVISERS:

Bannatyne Kirkwood France & Co
16 Royal Exchange Square
Glasgow
G1 3AG

REGISTERED ADDRESS:

Trades Hall
85 Glassford Street
Glasgow
G1 1UH
Telephone 0141 553 1605

TRUSTEES REPORT YEAR ENDED 30 SEPTEMBER 2022

The Trustees hereby submit their report and the audited financial statements for the year ended 30 September 2022.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Documents

The Trades House of Glasgow was first constituted in 1605 under the arbitration award referred to as the Letter of Guildry, thereafter operated under an Act of Scots Parliament of 1672, and is now regulated by the Glasgow Trades House Order Confirmation Act 1920. The other governing documents are:-

- Declaration of the Trades House of Glasgow 2009
- Deeds of Appointment of 2010 and 2013 in respect of the constituent charity funds managed by Trades House of Glasgow
- The Rules and Bye Laws of the Trades House of Glasgow 23rd May 2018.

Trades House of Glasgow is a registered charity body with the Office of the Scottish Charity Register (OSCR) under number SC040548.

Organisational Structure

The House comprises 64 representatives elected by the 14 ancient Incorporated Trades of Glasgow who each year choose a Deacon Convener and Collector.

The 64 representatives are elected by each Incorporation in September each year and they become independent House Trustees at the first House meeting on the following October. All Trustees are provided with copies of the Rules and Bye Laws and a formal training programme explaining the duties and responsibilities of charity Trustees is provided.

The Platform Committee of the House, comprising the Deacon Convener and Collector plus up to six other officers, provide general direction and supervision of the House's activities. The Chief Executive and Clerk to the House is its principal paid official, who provides strategic and operational advice and support to the Platform. He is also responsible for the daily management of administration, hall operations, commercial activities and, updating rules and regulations which are relevant to the working of the Trades House. The Collector of the House, acting through the Chief Executive and Clerk, is responsible for preparing the Accounts for each financial year. The House meets six times a year and the Platform Committee normally meet every month.

Trades House of Glasgow apply the seven principles set down in the Charity Governance Code throughout its governance procedures and structure.

The governance structure of Trades House of Glasgow has the following main committees:-

- Platform
- Hall Committee
- Finance Committee
- Investment Committee
- Charities Committee
- Education Committee
- Governance Committee
- Audit Committee

Trades House of Glasgow manages 20 restricted Charitable Funds which are detailed in these accounts.

Group Structure

Trades House of Glasgow is the parent of a group which comprises Trades House of Glasgow (Charity number SC040548) and a subsidiary company Trades House of Glasgow (Services) Limited (Company number SC 471792). The Trades House of Glasgow (Services) Limited has three Directors, J. Gilchrist, Chief Executive, Tom McNally (Resigned 16 December 2022), William Birse Stewart (Resigned 15 May 2023), Richard C. Paterson (Appointed 17 May 2023) and Bruce M. Reidford (Appointed 17 May 2023). The principal activity of the company is the provision of commercial events and functions within Trades Hall of Glasgow.

Responsibilities of the Trustees

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).

TRUSTEES REPORT YEAR ENDED 30 SEPTEMBER 2022

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 the preparation of these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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 Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. 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.

Risk Management

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties that the charity and its subsidiary face
- the establishment of policies, systems and procedures to mitigate those risks
- the implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.

This work has identified the following areas of risk:-

- The effect of high inflationary pressures is having an impact upon the operational costs of Trades House and Trades Hall. In addition, reduced demand due to the current cost of living crisis is having a significant impact upon the level of trading within Trades Hall. Detailed budgets and cash flow forecasts have been prepared for the three year period to September 2026 and these indicate that Trades House will have sufficient resource which will allow it to meet its liabilities and anticipated future charitable activities for the foreseeable future.
- Hall Operations – Within Trades Hall there are two lifts, a passenger lift and a goods lift. Both lifts are operating beyond their expected life cycle and will require replacement or refurbishment within the next three years. A regular maintenance programme is in place to address any potential breakdowns and therefore avoid periods of loss of operations which would limit access to the building by disabled guests with resultant loss of events income. A plan for replacements has been built into the financial forecasts.
- Trades Hall is a Class A listed historical building and is recognised as a unique historical building of great importance to the history of Glasgow. We have longer term plans to install a fire suppression system within Trades Hall to reduce the potential of fire damage. This investment is dependent upon external grant support and availability of internal cash flow. The main areas of risk within the kitchens have been addressed by the installation of fire suppression systems.
- Operational risk arising from fire, health and safety within Trades Hall. We have focused on these risks which are being managed through a programme of ensuring all compliance matters are in place and a regular maintenance programme is under way.
- Climate Change – As the effects of climate change increase the level of rainfall Trades Hall will have to address issues of possible increased water damage due to water ingress by considering means of removing excess water from roofs and drains more efficiently.

Objective and Activities

The objectives of Trades House are detailed in the Rules and Bye Laws as:-

- To convene the 14 Trade Incorporations of Glasgow in the spirit of Union is Strength and to promote awareness of the importance of the House and the Crafts in the history and culture of the City.
- To support organisations that work to improve the quality of life within the City of Glasgow and especially in respect of poverty, ill health or those with disabilities. Additionally, to provide individual support for those in ill health or in financial hardship.
- To support youth in the City through crafts, education and citizens awards and participation in sport.
- To raise funds to support the objectives.
- To support the City of Glasgow in ways that promote its history, heritage and cultural background.
- To sustain Trades Hall as the home of the House and the Crafts and one of Glasgow's historic buildings.
- To preserve our artefacts by the provision of a Museum and Library and to make such exhibits available to the public to view and consult for research purposes where appropriate.

TRUSTEES REPORT YEAR ENDED 30 SEPTEMBER 2022

The activities of the House focus delivery of these objectives by:-

- Raising income from its Funds and events which is then devoted to charitable objects centred upon Glasgow, whether for relieving individual distress or more general wider public charitable purposes.
- The benefits of the charitable awards made by Trades House are reflected in –
 - The support of organisations through the Commonweal Fund
 - The relief of families in poverty through the Relief Fund
 - The relief of children in poverty through the Drapers Fund
 - The support of children in Kinship care through the Kinship Care Initiative
 - The support of beneficiaries requiring financial support
- Management of various educational projects to support youth in the City through crafts, education and citizens awards.
- Trades House and the Deacon Convener, as Third Citizen of Glasgow, maintain a strong relationship with Glasgow City Council to help promote the history, heritage and culture of the city and promote awareness of the achievements of Trades House and the Crafts in the charitable and educational areas of the city.
- Trades Hall is promoted as a commercial venue which derives income from lets, events and commissions that is used to support and maintain the heritable property.
- Maintenance and investment in Trades Hall to ensure that the historical importance of the building will be ensured for future generations.
- Preservation of artefacts in the Craftsman's Museum in Trades Hall and research into the history of Trades House in the development of the culture and growth of Glasgow.

The success of delivery of the above activities is measured through some key performance indicators which focus upon:-

- The number and value of charitable awards made during the year.
- The number and value of events held in Trades Hall during the year.

Strategy

The Trustees of Trades House have identified the purpose and strategy of Trades House as:-

To improve the lives of people in Greater Glasgow by tackling areas of significant charitable need, with a focus on social and civic wellbeing and education.

We will achieve this by:

- Convening and capitalizing on the skills, commitment and combined strength of our 14 Incorporated Trades, and the Glasgow-grown charities based at Trades Hall.
- Reaching out to attract and welcome new friends and supporters and extend our influence in ways that reflect life in today's changing world.
- Identifying where we can add most value, measuring our impact and sharing inspirational success stories that demonstrate the difference we make.
- Trades House playing a vital role in training and education through various events, grants and initiatives.
- Ensuring that Trades House grants and donations support is principally targeted at individuals in the most deprived areas of Greater Glasgow.

Achievements

The activities of Trades House and Trades Hall were still being impacted by the effects of Covid 19 with our annual programme of educational projects not returning to full activities as schools and colleges focused upon their own educational programmes.

The work of the various Charity committees within Trades House has returned to normal with increased demand arising from other charitable organisations or individuals who were faced with additional challenges during the post Covid period.

Charitable payments totalling £412,626 (2021: £397,760) were made to 565 individuals (2021: 440) and 79 organisations (2021: 49). Payments from the Drapers Fund totalling £95,466 (2021: £106,359) have assisted 204 (2021: 225) families with children to reduce the effects of distress caused by poverty. The Commonweal Fund has made grants of £135,648 (2021: £86,838) to 57 (2021: 35) organisations in the Glasgow area, with a focus upon assisting small charities achieve their objectives.

The Trades House Kinship Care Initiative is a fund designed to provide opportunities to children being supported by their extended family, to reach their full potential and become active citizens in Glasgow. During the year awards totalling £15,380 (2021: £20,044) were made to support kinship children at homework clubs, which are recognised as a good foundation for the future education and personal development of children in kinship care.

TRUSTEES REPORT YEAR ENDED 30 SEPTEMBER 2022

Future Plans

The Charities committee is continuing to focus awards upon the most deserving needs of society within Glasgow as the effects of increasing inflation is felt throughout society.

Going Concern

The Trustees have considered the impact of high inflationary pressures upon the cost base of Trades House and Trades Hall plus the effects of reduced demand upon the level of trading within Trades Hall.

On the basis of budgets, financial forecasts and cash flow projections the Trustees are satisfied that there are no material uncertainties and believe the going concern principle is appropriate to these financial statements.

Investment Policy

Funds which are not required for day to day working capital are invested by our Investment Managers who have a discretionary portfolio mandate over the investments. The Investment Committee lay down the benchmark for the Fund Managers who invest according to that benchmark and their performance is reviewed bi-annually by the committee. The Investment Committee is appointed by the House for a term of 3 years.

Related Parties

There are common dealings with the 14 Incorporations but these are all dealt with on an arm's length basis. Details of related party transactions are described in notes 20 and 21 to the accounts.

Financial Review

The consolidated results for the year to 30th September 2022 comprise the audited results of Trades House of Glasgow and Trades House of Glasgow (Services) Limited for the year ended September 2022.

The Consolidated results show unrestricted funds having a deficit for the year of £115,576 (2021 deficit £53,680). This comprises three parts –a deficit in House running costs of £29,079 (2021 deficit £3,843), a Hall trading loss of £108,547 (2021 Loss £59,855) and a surplus income from designated funds of £22,050 (2021 £10,018).

The restricted funds show a surplus for the year of £366,330 (2021 surplus £153,204).

There were losses due to revaluation of investments of £1,191,982 (2021: Gains £2,405,324), and gains upon sale of investments of £16,231 for the year (2021: Gains £139,723).

The above results reflect increased operating costs in both the House and the Hall. This is due to activities returning to normal levels and costs increasing due to inflationary pressures.

All Artefacts were revalued at current market value. Chains and Silverware were revalued by J. Forrest & Co. Limited, and all other artefacts, paintings, furniture, statues and other items, were revalued by Lyon & Turnbull, Auctioneers. A gain of £57,553 (2021: gain £75,202) arose upon the revaluation of Chains and Silverware. No changes arose upon the valuation of other artefacts.

Reserves Policy

The total value of the funds belonging to the Trades House and the Funds administered by the House as at 30 September 2022 are covered by the attached audited financial statements, and are as follows:

	2022	2021	2020
	£	£	£
Unrestricted	2,058,422	2,230,996	2,113,868
Designated	207,278	170,478	160,460
	<u>2,265,700</u>	<u>2,401,474</u>	<u>2,274,328</u>
Restricted	20,513,731	21,245,401	18,847,774
	<u>22,779,431</u>	<u>23,646,875</u>	<u>21,122,102</u>

Unrestricted Funds comprise certain Fixed Assets, plus investments, plus other net assets / (liabilities) and a part of the Trades Hall property, occupation of which is central to our activities. The remainder of the Trades Hall property asset is held within restricted funds.

Restricted Funds mainly comprise a substantial investment portfolio which generates the income necessary to award grants and beneficiary payments in fulfilment of the conditions under which we received these funds. Our policy is to safeguard these reserves while accepting that in appropriate circumstances we are mandated to expend the capital of certain of the charity funds to carry out the donors' wishes. Restricted Reserves also have a value

TRUSTEES REPORT YEAR ENDED 30 SEPTEMBER 2022

attributable to a share of Trades Hall and some related to other Fixed Assets.

Grant Making Policy

Grants payable are payments made to third parties in the furtherance of the objectives of the charity. Grant applications made to the charity are considered by the Charities Committee and various Committees that manage each Fund in accordance with the guidelines prescribed for each Fund.

Remuneration Policy for Key Management Personnel

The remuneration of the Chief Executive is reviewed annually by the Remuneration Committee. The remuneration reflects the nature of the charity and is benchmarked against charities of a similar size.

Services provided by Volunteers

Trades House of Glasgow relies upon services undertaken by Trustees or past Trustees on a voluntary basis. All House Committees have committee members who are current or past Trustees of the Trades House. Committees may meet on a monthly, bi-monthly, or quarterly basis, depending upon their purpose. Education projects run by Trades House have committees which include past and present Trustees of Trades House.

Each year, the Deacon Convener's Chain Gang, a committee made up of the Deacons/Visitor, of each Incorporated Craft, plus representatives of Associated Organisations, undertake several fundraising activities to raise funds for the Deacon Convener's fund which donates money raised to a chosen charitable cause.

The number of full time equivalent days contribution of time by Trustees or past Trustees for 2022 was 531 days (2021: 523 days).

The above excludes the personal time invested by the Deacon Convener, as Third Citizen of Glasgow, attending many civic events in Glasgow and functions throughout the country promoting Glasgow and Trades House.

Auditors

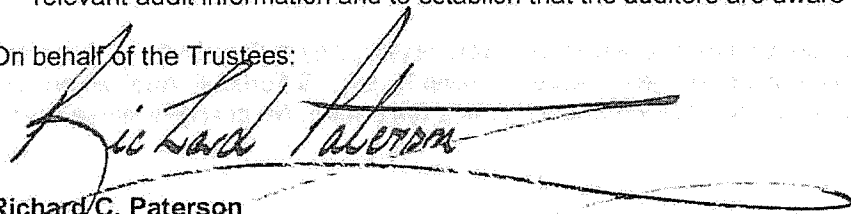
A resolution will be proposed at the Annual General Meeting that RSM UK Audit LLP be re-appointed as auditors.

Disclosure of information to Auditors

As far as the Platform Committee are aware, at the time the report is approved:

- there is no relevant information of which the House's auditors are unaware,
- the Platform Committee have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of the information.

On behalf of the Trustees:


Richard C. Paterson
Collector

Date:

6th Dec '23

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE TRADES HOUSE OF GLASGOW

Opinion

We have audited the financial statements of Trades House of Glasgow (the 'charity') and its subsidiary (the 'group') for the year ended 30th September 2022 which comprise the Consolidated Statement of Financial Activities, Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group and charity's affairs as at 30th September 2022; and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

We have been appointed auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report to you in accordance with regulations made under that Act.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group or charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE TRADES HOUSE OF GLASGOW

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and their environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept by the charity, or returns adequate for our audit have not been received from branches not visited by us; or
- the charity's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities set out on pages 7 and 8 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities are instances of non-compliance with laws and regulations. The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team:

- obtained an understanding of the nature of the sector, including the legal and regulatory framework that the charity operates in and how the charity are complying with the legal and regulatory framework;

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE TRADES HOUSE OF GLASGOW

- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are FRS 102, Charities SORP (FRS 102), Charities Accounts (Scotland) Regulations 2006 and the Charities and Trustee Investment (Scotland) Act 2005. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing the financial statements including the Trustees' Report, remaining alert to new or unusual transactions which may not be in accordance with the governing documents.

The audit engagement team identified the risk of management override of controls and income recognition as the areas where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures performed in relation to management override of internal controls included but were not limited to testing manual journal entries and other adjustments and evaluating the business rationale in relation to significant, unusual transactions and transactions entered into outside the normal course of business. Audit procedures performed in relation to income included but were not limited to agreeing income recognised back to source documentation to ensure income was appropriately recognised, in the correct period, at the correct value.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made exclusively to the charity's trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity, its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

RSM UK Audit LLP

RSM UK Audit LLP
Statutory Auditor
Third Floor
2 Semple Street
Edinburgh EH3 8BL

Date 11/12/23

THE TRADES HOUSE OF GLASGOW
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 30 SEPTEMBER 2022

	Notes	Unrestricted Funds	Restricted Funds	Total Funds Year to September 2022	Total Funds Year to September 2021
		£	£	£	£
Income and Endowments from:					
Donations and Legacies		21,164	84,780	105,944	68,898
New Charitable Fund	16a	-	265,970	265,970	-
Trades Hall Trading	4a	272,559	-	272,559	192,974
Fundraising Activities		40,097	7,427	47,524	75,925
Matriculation Fees and Other Income	2	21,578	-	21,578	64,824
Investment Income	3	31,138	803,761	834,899	792,580
Total Income		386,536	1,161,938	1,548,474	1,195,201
Expenditure on:					
Trades Hall Trading	4b	381,106	22,618	403,724	275,448
Raising Funds		25,275	172	25,447	26,847
Investment Management Costs		2,890	44,195	47,085	45,497
Total Raising Funds		409,271	66,985	476,256	347,792
Charitable Activities:					
Grants Individuals	5a	7,221	247,827	255,048	254,555
Institutions	5b	-	157,578	157,578	143,205
Support Costs	6	85,620	323,218	408,838	350,125
		92,841	728,623	821,464	747,885
Total Expenditure		502,112	795,608	1,297,720	1,095,677
		(115,576)	366,330	250,754	99,524
Net Gains/(Losses) on Revaluation of Investments	11	(97,146)	(1,094,836)	(1,191,982)	2,405,324
Net Gains/(Losses) on Realisation of Investments		4,644	11,587	16,231	139,723
Net Income/(Expenditure)		(208,078)	(716,919)	(924,997)	2,644,571
Other Recognised Gains/(Losses)					
Gain on Revaluation of Artefacts	10	57,553	-	57,553	75,202
(Loss) on Revaluation of Property	10	-	-	-	(195,000)
Transfer from Refurbishment Fund to Designated Funds	24	14,751	(14,751)	-	-
Net movement in Funds		(135,774)	(731,670)	(867,444)	2,524,773
Reconciliation of Funds:					
Total Funds brought forward		2,401,474	21,245,401	23,646,875	21,122,102
Balance carried forward at 30 September 2022		2,265,700	20,513,731	22,779,431	23,646,875

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended were derived from continuing activities. The notes on pages 23 to 39 form part of these financial statements.

THE TRADES HOUSE OF GLASGOW
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 30 SEPTEMBER 2022

**Details of comparative figures
for 2021**

	Notes	Unrestricted Funds	Restricted Funds	Total Funds Year to September 2021
		£	£	£
Income and Endowments from:				
Donations and Legacies		14,654	54,244	68,898
Trades Hall Trading	4a	192,974	-	192,974
Fundraising Activities		56,689	19,236	75,925
Matriculation Fees and Other Income	2	29,916	34,908	64,824
Investment Income	3	28,898	763,682	792,580
Total Income		323,131	872,070	1,195,201
Expenditure on:				
Trades Hall Trading	4b	252,829	22,619	275,448
Raising Funds		26,431	416	26,847
Investment Management Costs		2,771	42,726	45,497
Total Raising Funds		282,031	65,761	347,792
Charitable Activities:				
Grants Individuals	5a	100	254,455	254,555
Institutions	5b	27,323	115,882	143,205
Support Costs	6	67,357	282,768	350,125
		94,780	653,105	747,885
Total Expenditure		376,811	718,866	1,095,677
		(53,680)	153,204	99,524
Net Gains/(Losses) on Revaluation of Investments	11	186,672	2,218,652	2,405,324
Net Gains/(Losses) on Realisation of Investments		(1,098)	140,821	139,723
Net (Expenditure)/Income		131,894	2,512,677	2,644,571
Other Recognised Gains/(Losses)				
Gain on Revaluation of Artefacts	10	75,202	-	75,202
(Loss) on Revaluation of Property		(79,950)	(115,050)	(195,000)
Net movement in Funds		127,146	2,397,627	2,524,773
Reconciliation of Funds:				
Total Funds brought forward		2,274,328	18,847,774	21,122,102
Balance carried forward at 30 September 2021		2,401,474	21,245,401	23,646,875

THE TRADES HOUSE OF GLASGOW
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 30 SEPTEMBER 2022

	Notes	Unrestricted Funds	Restricted Funds	Total Funds Year to September 2022	Total Funds Year to September 2021
		£	£	£	£
Income and Endowments from:					
Donations and Legacies		21,164	84,780	105,944	68,898
New Charitable Fund	16a	-	265,970	265,970	
Trades Hall Trading	4a	112,126	-	112,126	99,457
Fundraising Activities		40,097	7,427	47,524	75,925
Matriculation Fees and Other Income	2	31,610	-	31,610	107,203
Investment Income	3	31,138	803,761	834,899	792,580
Total Income		236,135	1,161,938	1,398,073	1,144,063
Expenditure on:					
Trades Hall Trading	4b	227,392	22,618	250,010	165,477
Raising Funds		25,275	172	25,447	26,847
Investment Management Costs		2,890	44,195	47,085	45,497
Total Raising Funds		255,557	66,985	322,542	237,821
Charitable Activities:					
Grants Individuals	5a	7,221	247,827	255,048	254,555
Institutions	5b	-	157,578	157,578	143,205
Support Costs	6	90,888	323,218	414,106	359,875
		98,109	728,623	826,732	757,635
Total Expenditure		353,666	795,608	1,149,274	995,456
		(117,531)	366,330	248,799	148,607
Net Gains/(Losses) on Revaluation of Investments	11	(97,146)	(1,094,836)	(1,191,982)	2,405,324
Net Gains/(Losses) on Realisation of Investments		4,644	11,587	16,231	139,723
Net Income/(Expenditure)		(210,033)	(716,919)	(926,952)	2,693,654
Other Recognised Gains/(Losses)					
Gain on Revaluation of Artefacts	10	57,553	-	57,553	75,202
(Loss) on Revaluation of Property	10	-	-	-	(195,000)
Transfer from Refurbishment Fund to Designated Funds	24	14,751	(14,751)	-	-
Net movement in Funds		(137,729)	(731,670)	(869,399)	2,573,856
Reconciliation of Funds:					
Total Funds brought forward		2,498,508	21,245,401	23,743,909	21,170,053
Balance carried forward at 30 September 2022		2,360,779	20,513,731	22,874,510	23,743,909

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended were derived from continuing activities. The notes on pages 23 to 39 form part of these financial statements.

THE TRADES HOUSE OF GLASGOW
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 30 SEPTEMBER 2022

**Details of comparative figures
for 2021**

	Notes	Unrestricted Funds	Restricted Funds	Total Funds Year to September 2021
		£	£	£
Income and Endowments from:				
Donations and Legacies		14,654	54,244	68,898
Trades Hall Trading	4a	99,457	-	99,457
Fundraising activities		56,689	19,236	75,925
Matriculation Fees and Other Income	2	72,295	34,908	107,203
Investment Income	3	28,898	763,682	792,580
Total Income		271,993	872,070	1,144,063
Expenditure on:				
Trades Hall Trading	4b	142,858	22,619	165,477
Raising Funds		26,431	416	26,847
Investment Management Costs		2,771	42,726	45,497
Total Raising Funds		172,060	65,761	237,821
Charitable Activities:				
Grants Individuals	5a	100	254,455	254,555
Institutions	5b	27,323	115,882	143,205
Support Costs	6	77,107	282,768	359,875
		104,530	653,105	757,635
Total Expenditure		276,590	718,866	995,456
		(4,597)	153,204	148,607
Net (Losses) on Revaluation of Investments	11	186,672	2,218,652	2,405,324
Net (Losses) on Realisation of Investments		(1,098)	140,821	139,723
Net (Expenditure)/Income		180,977	2,512,677	2,693,654
Other Recognised Gains/(Losses)				
Gain on Revaluation of Artefacts	10	75,202	-	75,202
(Loss) on Revaluation of Property		(79,950)	(115,050)	(195,000)
Net movement in Funds		176,229	2,397,627	2,573,856
Reconciliation of Funds:				
Total Funds brought forward		2,322,279	18,847,774	21,170,053
Balance carried forward at 30 September 2021		2,498,508	21,245,401	23,743,909

**THE TRADES HOUSE OF GLASGOW
CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible Assets	10	3,771,766	3,679,057
Investments	11	<u>17,758,742</u>	<u>18,872,069</u>
		21,530,508	22,551,126
CURRENT ASSETS			
Stock		12,732	17,416
Debtors	12	77,387	258,373
Cash at Bank and in Hand		530,716	594,634
Investment Manager Deal Account		<u>989,858</u>	<u>617,797</u>
		1,610,693	1,488,220
LIABILITIES			
Creditors: amounts falling due within one year	13	<u>(246,259)</u>	<u>(251,695)</u>
Net current assets		1,364,434	1,236,525
Creditors: amounts falling due after one year	14	<u>(115,511)</u>	<u>(140,776)</u>
NET ASSETS		<u>22,779,431</u>	<u>23,646,875</u>
FUNDS OF THE CHARITY			
Unrestricted Funds		2,265,700	2,401,474
Restricted Funds	16	<u>20,513,731</u>	<u>21,245,401</u>
	17	<u>22,779,431</u>	<u>23,646,875</u>

The notes on pages 23 to 39 form part of these financial statements.

The financial statements were approved and authorised for issue by the House Trustees on 6th December 2023 and signed on its behalf by:


Richard G. Paterson
Collector

Date: 6th Dec 23

**THE TRADES HOUSE OF GLASGOW
BALANCE SHEET
AS AT 30 SEPTEMBER 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible Assets	10	3,771,766	3,679,057
Investments	11	17,758,742	18,872,069
		<u>21,530,508</u>	<u>22,551,126</u>
INVESTMENT IN SUBSIDIARY COMPANY	23	1	1
CURRENT ASSETS			
Stock		12,732	17,416
Debtors	12	136,160	315,584
Cash at Bank and in Hand		524,545	573,907
Investment Manager Deal Account		989,858	617,797
		<u>1,663,295</u>	<u>1,524,704</u>
LIABILITIES			
Creditors: amounts falling due within one year	13	<u>(203,783)</u>	<u>(191,145)</u>
Net current assets		1,459,512	1,333,559
Creditors: amounts falling due after one year	14	<u>(115,511)</u>	<u>(140,776)</u>
		<u><u>22,874,510</u></u>	<u><u>23,743,909</u></u>
FUNDS OF THE CHARITY			
Unrestricted Funds		2,360,779	2,498,508
Restricted Funds	16	20,513,731	21,245,401
	17	<u>22,874,510</u>	<u>23,743,909</u>

The notes on pages 23 to 39 form part of these financial statements.

The financial statements were approved and authorised for issue by the House Trustees on 6th December 2023 and signed on its behalf by:


Richard C. Paterson
Collector

Date:

6th December '23

THE TRADES HOUSE OF GLASGOW
CONSOLIDATED STATEMENT OF CASH FLOWS
AND STATEMENT OF CASH FLOWS
YEAR ENDED 30 SEPTEMBER 2022

	Notes	Consolidated 2022 £	Trades House 2022 £	Consolidated 2021 £	Trades House 2021 £
Net Cash (used in) operating activities	24	<u>(339,902)</u>	<u>(325,346)</u>	<u>(570,510)</u>	<u>(585,905)</u>
Cash flows from Investing activities:					
Investment income		834,899	834,899	792,580	792,580
Purchase of Plant & Equipment		(100,232)	(100,232)	-	-
Purchase of Investments		(1,731,232)	(1,731,232)	(1,001,061)	(1,001,061)
Proceeds from Sale of Investments		1,668,807	1,668,807	1,059,863	1,059,863
Bank Loan repayments		(24,197)	(24,197)	(23,162)	(23,162)
Net Cash provided by investing activities		<u>648,045</u>	<u>648,045</u>	<u>828,220</u>	<u>828,220</u>
Increase in cash in the year		308,143	322,699	257,710	242,315
Cash at the beginning of the year		1,212,431	1,191,704	954,721	949,389
Total cash at the end of the year		<u>1,520,574</u>	<u>1,514,403</u>	<u>1,212,431</u>	<u>1,191,704</u>

NOTES TO THE ACCOUNTS YEAR ENDED 30 SEPTEMBER 2022

1. ACCOUNTING POLICIES

General Information

Trades House of Glasgow is a registered charity body under number SC040548.

The Trades House of Glasgow was first constituted in 1605 under the arbitration award referred to as the Letter of Guildry, thereafter operated under an Act of Scots Parliament of 1672, and is now regulated by the Glasgow Trades House Order Confirmation Act 1920.

The charity's principal activities and nature of the charity's operations are detailed in the Objectives and Activities section of the Trustees report on page 8 and 9.

The charity's registered address is Trades Hall, 85 Glassford Street, Glasgow G1 1UH.

Basis of Accounting

The financial statements have been prepared in accordance with 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) (effective 1 January 2015) - (Charities SORP (FRS 102), UK Generally Accepted Accounting Practice (UK GAAP) including the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The charity meets the definition of a public benefit entity under FRS 102. The financial statements are prepared in Sterling (£).

Basis of Consolidation

The financial statements consolidate the financial statements of the charity and its subsidiary for the financial year ended 30 September 2022.

Going Concern

The Trustees have considered the application of the going concern principle. The effect of high inflationary pressures is having an impact upon the operational costs of Trades House. In addition reduced demand due to the current cost of living crisis is having a significant impact upon the level of trading within Trades Hall. Detailed budgets and cash flow forecasts have been prepared for the three year period to September 2026 and these indicate that Trades House will have sufficient resources which will allow it to meet its liabilities and anticipated future charitable activities for the foreseeable future.

The forecast cash flows for Trades House of Glasgow (Services) Limited indicate that financial support may be required to meet ongoing operational costs. Trades House has provided a Letter of Financial Support for its subsidiary company.

On the basis of budgets, financial forecasts and cash flow projections the Trustees are satisfied that there are no material uncertainties and believe the going concern principle is appropriate to these financial statements.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from Hall activities is recognised when the function takes place.

Donations and Legacies

Donations, and similar incoming resources are included gross in the year in which they are received, which is when the House becomes entitled to the resource.

Legacies are recognised when the criteria of entitlement, probability and measurement have been met.

Grants Received

Revenue grants received are included in the year for which they are received.

NOTES TO THE ACCOUNTS YEAR ENDED 30 SEPTEMBER 2022

Investment, Rental & Catering Income

Income from investments, catering and rental income is included in the year in which it is receivable.

Expenditure

All expenditure, including any value added tax which is irrecoverable, is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure, it is possible settlement will be required and the amount of the obligation can be measured reliably. All directly attributable costs are allocated to the relevant functional category. All costs of supporting charitable expenditure and generating funds are allocated to the relevant heading in a consistent basis.

Grants Payable

Grants are accounted for when approved by the relevant Committee and notified to the recipient. They are awarded at their discretion to qualifying needy individuals and charitable organisations devoted to the welfare of Glasgow and its citizens within the terms of each Fund.

Holiday Pay Accrual

Accrued liabilities include the liability for short-term compensated absence arising from employee entitlement to paid annual holiday leave which has arisen in the year due but not taken.

Support Costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll, marketing and governance costs which support the charitable and educational activities. These costs have all been allocated to charitable activities.

Tangible Assets and Depreciation

Where there is an enduring benefit, expenditure on assets in excess of £200 is capitalised.

Property is shown at current market value based on a 30 September 2021 valuation. In the opinion of the Trustees the building's estimated useful life is greater than 50 years and on that basis no depreciation is charged. Accordingly the Trustees have opted to carry out an annual impairment review in line with FRS 102.

Artefacts are shown at current market value based upon valuations carried out during September 2022. An annual impairment review in line with FRS 102 is carried out.

Plant and Equipment is stated at cost less depreciation. Depreciation is provided at rates which are calculated to write off the cost of each asset over its expected useful life. The annual rates which are applied from the date the asset comes into use, are as follows:-

Plant & Equipment at Cost - between 5 and 20 years straight line.

Pensions

The Trades House makes contributions to individual pension plans for certain employees. Contributions are charged in the income and expenditure account as they become payable.

Stock

Stock of promotional goods is valued at the lower of cost and net realisable value.

Investments

Quoted Fixed Asset Investments have been incorporated at mid-market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Realised gains and losses

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 opening market value (or purchase value if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

NOTES TO THE ACCOUNTS YEAR ENDED 30 SEPTEMBER 2022

Funds policy

Unrestricted funds are available for use at the discretion of the Platform Committee in furtherance of the general objectives of the House.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes.

Restricted funds are used in accordance with the rules of each specific fund.

Trust Funds

On 1 June 2014 all funds under management were re-organised into new groupings of funds to improve the management and administration of each respective Fund as well as a more effective application of the funds.

Subject to separate accounting for each type of Fund, investments for each Fund are pooled and administration expenses charged equitably on the basis of income. In distributing income, regard is taken in each Trust administered by the House to the expressed wishes of the benefactor or terms of the new re-organised groupings.

Taxation

The Trades House of Glasgow is a recognised charity by HM Revenue and Customs and accordingly there is no liability to taxation on any of its income.

	Consolidated	Trades House	Consolidated	Trades House
2. MATRICULATION FEES AND OTHER INCOME	2022	2022	2021	2021
	£	£	£	£
Unrestricted				
Matriculation Fees	1,225	1,225	308	308
Sale of Trades House stock	120	120	114	114
Other Income	-	-	600	600
Craft Support Services	20,233	20,233	20,167	20,167
Management Fee and Hall Rental	-	10,032	-	42,379
Coronavirus Job Retention Scheme	-	-	8,727	8,727
	<u>21,578</u>	<u>31,610</u>	<u>29,916</u>	<u>72,295</u>
Restricted				
Coronavirus Job Retention Scheme	<u>-</u>	<u>-</u>	<u>34,908</u>	<u>34,908</u>
Total	<u>21,578</u>	<u>31,610</u>	<u>64,824</u>	<u>107,203</u>

During the prior year the charity received support from the government under the Coronavirus Job Retention Scheme. The scheme provided for reimbursement of wages and salaries for employees who were placed on furlough leave.

Income under the Coronavirus Job Retention Scheme in respect of the charity administration staff involved totalled £NIL (2021 - £43,635) and is shown in Note 2 above.

Income under the Coronavirus Job Retention Scheme in respect of the Trades Hall staff involved totalled £NIL (2021 - £32,938) and is shown in Note 4a.

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

	Unrestricted	Restricted	2022	2021
3. INVESTMENT INCOME – Consolidated and Trades House	£	£	£	£
Dividends	45,760	788,761	834,521	792,467
Bank interest	378	-	378	113
Interest paid by unrestricted fund (Note 18)	(15,000)	15,000	-	-
	<u>31,138</u>	<u>803,761</u>	<u>834,899</u>	<u>792,580</u>
4. TRADES HALL TRADING	Consolidated 2022 £	Trades House 2022 £	Consolidated 2021 £	Trades House 2021 £
a. Income				
Unrestricted				
Rental and Events Income	272,559	112,126	160,036	99,457
Coronavirus Job Retention Scheme	-	-	32,938	-
	<u>272,559</u>	<u>112,126</u>	<u>192,974</u>	<u>99,457</u>
b. Costs				
Unrestricted				
Direct costs	14,330	308	4,293	1,235
Staff costs (note 8)	118,294	-	94,421	-
Insurance & utilities	57,569	57,569	44,446	44,446
Other overheads	68,764	47,365	39,974	27,482
Repairs & maintenance	79,883	79,883	22,752	22,752
Depreciation	42,266	42,266	46,943	46,943
	<u>381,106</u>	<u>227,392</u>	<u>252,829</u>	<u>142,858</u>
Restricted				
Depreciation	<u>22,618</u>	<u>22,618</u>	<u>22,619</u>	<u>22,619</u>
Designated Funds				
Depreciation	<u>191</u>	<u>191</u>	<u>-</u>	<u>-</u>
Total	<u>403,915</u>	<u>250,201</u>	<u>275,448</u>	<u>165,477</u>

Depreciation related to Plant & Equipment expenditure which was incurred for the purpose of enhancing and ensuring the continued operation of Trades Hall has been split between Unrestricted and Restricted Funds in the same ratio as the value of the building is allocated between Funds.

Depreciation related to Plant & Equipment which was funded from the Refurbishment Fund (Note 16b) is charged against the Designated Refurbishment Fund (Note 24).

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

	Consolidated 2022 Number	Trades House 2022 Number	Consolidated 2021 Number	Trades House 2021 Number
5. GRANTS				
a) Individual Beneficiaries	565	565	440	440
	£	£	£	£
Grants	232,545	232,545	238,790	238,790
Bursaries & Educational Grants	22,503	22,503	15,765	15,765
	<u>255,048</u>	<u>255,048</u>	<u>254,555</u>	<u>254,555</u>
	Number	Number	Number	Number
b) Other Charitable Grants	79	79	49	49
	£	£	£	£
Grants over £3,000:				
Volunteers Tutors Organisation	15,380	15,380	-	-
Cerebral Palsy	-	-	5,000	5,000
Articulate Cultural Trust	-	-	4,308	4,308
Cultivating Mindfulness	-	-	6,417	6,417
Junction 12	-	-	3,500	3,500
Voluntary Tutors Organisation	-	-	20,044	20,044
Impact Arts	-	-	4,052	4,052
Moirra Anderson Foundation	-	-	4,800	4,800
Birth Baby and Beyond	-	-	5,000	5,000
Glasgow Care	-	-	5,000	5,000
Glasgow Bute Benevolent Society	4,500	4,500	-	-
Accord Hospital	5,813	5,813	-	-
Indigo Childcare	3,461	3,461	-	-
The Play Centre	3,090	3,090	-	-
Boom! Community Arts	3,250	3,250	-	-
MS Society Scotland	-	-	5,000	5,000
The Children's Wood	4,000	4,000	-	-
Buddies Clubs & Services	10,000	10,000	-	-
North Glasgow Food Initiative	5,000	5,000	-	-
Glasgow Street Aid	5,000	5,000	-	-
Rutherglen Community Caterers	3,142	3,142	-	-
Wing Hong Chinese Centre	-	-	3,500	3,500
Glasgow Times Community Awards	5,000	5,000	5,000	5,000
SSFA	5,000	5,000	-	-
Total over £3,000	<u>72,636</u>	<u>72,636</u>	<u>71,621</u>	<u>71,621</u>
Total other grants	<u>84,942</u>	<u>84,942</u>	<u>71,584</u>	<u>71,584</u>
	<u>157,578</u>	<u>157,578</u>	<u>143,205</u>	<u>143,205</u>
	£	£	£	£
Total Grants:				
From Corporate Funds	7,221	7,221	27,423	27,423
From Trust Funds	405,405	405,405	370,337	370,337
	<u>412,626</u>	<u>412,626</u>	<u>397,760</u>	<u>397,760</u>

Awards from Corporate Funds represent grants awarded from the Deacon Convener's Fund plus awards made to students and other participants in the educational projects managed by Trades House.

In each of the grant awards to the institutions above, one grant was made.

Awards from Trust Funds represent grants made from Funds under Management as listed in note 16.

NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022

	Consolidated 2022 £	Trades House 2022 £	Consolidated 2021 £	Trades House 2021 £
6. SUPPORT COSTS				
Staff costs (note 8)	234,166	239,434	211,217	220,967
Pensioners	938	938	3,750	3,750
Social Worker	34,933	34,933	33,168	33,168
Communication & publicity	-	-	17	17
Office administration	138,801	138,801	101,973	101,973
	<u>408,838</u>	<u>414,106</u>	<u>350,125</u>	<u>359,875</u>

The support costs are all allocated to Charitable activities.

	Consolidated 2022 £	Trades House 2022 £	Consolidated 2021 £	Trades House 2021 £
7. AUDITORS REMUNERATION				
Payable to RSM UK Audit LLP:				
Audit Fee	27,075	22,745	16,210	12,880
Tax Services	1,600	-	1,400	-
	<u>28,675</u>	<u>22,745</u>	<u>17,610</u>	<u>12,880</u>

	Consolidated 2022	Trades House 2022	Consolidated 2021	Trades House 2021
8. STAFF COSTS				
Average number of employees for the year	9	5	8	5
Aggregate payroll costs for the year	£	£	£	£
Wages & salaries	340,638	242,184	299,136	225,073
Pensioners	938	938	3,750	3,750
Social security	37,047	25,129	30,555	22,110
Pension Contributions	9,708	7,054	9,115	6,952
	<u>388,331</u>	<u>275,305</u>	<u>342,556</u>	<u>257,885</u>

Payroll costs have been allocated as follows:

Hall Trading costs	118,294	-	94,421	-
House Support costs	234,166	239,434	211,217	220,967
Pensioners	938	938	3,750	3,750
Social Worker costs	34,933	34,933	33,168	33,168
	<u>388,331</u>	<u>275,305</u>	<u>342,556</u>	<u>257,885</u>

NOTES TO THE ACCOUNTS YEAR ENDED 30 SEPTEMBER 2022

9. EMPLOYEES AND KEY MANAGEMENT PERSONNEL

The key management personnel of the Trades House comprise the Trustees and the Chief Executive. The total employee benefits for the key management personnel were £122,508 in 2022 (2021 £110,762).

The number of employees and key management personnel whose total employee benefits fell within the following bands was as follows:

	2022	2021
£120,000 - £129,999 per annum	1	
£110,000 - £119,999 per annum		1

The Trades House makes contributions to individual pension plans for certain employees. Pension contributions are charged in the Statement of Financial Activities as they become payable.

One employee earned in excess of £60,000 per annum (2021: 1) and contributions to the individual's pension plan of £4,000 were made on this employee's behalf. (2021 £4,000).

The Members of the House were not paid or reimbursed for expenses in either year with the exception of the Deacon Convener who is reimbursed for cost of ceremonial wear, entertaining and necessarily incurred travel costs up to a maximum of £3,000 (2021: £3,000).

10. FIXED ASSETS – Consolidated and Trades House

	Property	Plant & Equipment	Artefacts	Total
Cost/Valuation	£	£	£	£
As at 1 October 2021	2,290,000	829,771	870,409	3,990,180
Additions	-	100,231	-	100,231
Revaluation	-	-	57,553	57,553
As at 30 September 2022	<u>2,290,000</u>	<u>930,002</u>	<u>927,962</u>	<u>4,147,964</u>
Aggregate Depreciation				
As at 1 October 2021	-	311,123	-	311,123
Charge for the year	-	65,075	-	65,075
As at 30 September 2022	<u>-</u>	<u>376,198</u>	<u>-</u>	<u>376,198</u>
 Net book value at 30 September 2022	 <u>2,290,000</u>	 <u>553,804</u>	 <u>927,962</u>	 <u>3,771,766</u>
 Net book value at 30 September 2021	 <u>2,290,000</u>	 <u>518,648</u>	 <u>870,409</u>	 <u>3,679,057</u>

The property at Trades Hall, 85 Glassford Street, Glasgow, was valued by Lambert Smith Hampton at 30th September 2021 on a Market Value basis.

The insured value of Trades Hall is £35,713,160.

Artefacts includes £632,850 of chains and silverware which were valued by J. Forrest & Co. Limited at 31st January 2023 on a Market Value basis.

Artefacts also includes £295,112 of pictures and paintings, furniture and other items valued by Lyon & Turnbull, auctioneers, at 30th November 2022 on a Market Value basis.

NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022

11 INVESTMENTS – Consolidated and Trades House

	2022	2021
	£	£
Market value at 1 October 2021	18,872,069	16,385,824
Additions	1,731,232	1,001,061
Disposals	(1,652,577)	(920,140)
Net gain/(loss) on revaluation	(1,191,982)	2,405,324
Market value at 30 September 2022	<u>17,758,742</u>	<u>18,872,069</u>
Unrestricted Funds	1,086,705	1,139,050
Restricted Funds	<u>16,672,037</u>	<u>17,733,019</u>
	<u>17,758,742</u>	<u>18,872,069</u>
All investments are Listed Investments.		
Investment Holdings in excess of 5%		
Murray International IT	987,129	992,275
Astra Zeneca	903,910	1,245,162

	Consolidated 2022	Trades House 2022	Consolidated 2021	Trades House 2021
	£	£	£	£
12. DEBTORS				
Dividends	-	-	164,730	164,730
Trade debtors	18,926	8,829	43,260	2,516
Amount due by Subsidiary Company	-	69,727	-	99,164
Other debtors	58,461	57,604	50,383	49,174
	<u>77,387</u>	<u>136,160</u>	<u>258,373</u>	<u>315,584</u>

	Consolidated 2022	Trades House 2022	Consolidated 2021	Trades House 2021
	£	£	£	£
13. CREDITORS:				
Amounts falling due within one year				
Trade creditors	15,281	14,680	63,269	47,642
Social security and other taxes	29,430	14,761	17,974	7,253
Advance payments	9,010	9,010	9,009	9,009
Other creditors and accruals	159,219	132,013	129,192	94,990
Bank Loan due within one year (Note 15)	25,265	25,265	24,197	24,197
Provision for VAT repayable	8,054	8,054	8,054	8,054
	<u>246,259</u>	<u>203,783</u>	<u>251,695</u>	<u>191,145</u>

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

	Consolidated 2022 £	Trades House 2022 £	Consolidated 2021 £	Trades House 2021 £
14. CREDITORS:				
Amounts falling due after one year				
Bank Loan (Note 15)	<u>115,511</u>	<u>115,511</u>	<u>140,776</u>	<u>140,776</u>
	Consolidated 2022 £	Trades House 2022 £	Consolidated 2021 £	Trades House 2021 £
15. BANK LOAN:				
Balance Outstanding at 1 st October 2021	164,973	164,973	188,135	188,135
Loan Repayments	<u>(24,197)</u>	<u>(24,197)</u>	<u>(23,162)</u>	<u>(23,162)</u>
Balance Outstanding at 30th September 2022	<u>140,776</u>	<u>140,776</u>	<u>164,973</u>	<u>164,973</u>
Balance due within one year	25,265	25,265	24,197	24,197
Balance due years 2 to 5	112,939	112,939	110,538	140,776
Balance due over 5 years	<u>2,572</u>	<u>2,572</u>	<u>30,238</u>	<u>-</u>
	<u>140,776</u>	<u>140,776</u>	<u>164,973</u>	<u>164,973</u>

On 26 October 2017 a loan of £250,000 was arranged with The Bank of Scotland. The Loan is over a ten year period at a Fixed Rate of 4.41%.

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

16	INDIVIDUAL RESTRICTED FUNDS UNDER MANAGEMENT			
a) CAPITAL	At 1 October 2021	Additional Income/New Funds	Losses/Gains on Revaluation & Realisation	At 30 September 2022
	£		£	£
Commonweal General Fund	3,784,468	-	(190,193)	3,594,275
Andrew Kerr's Trust	1,529,661	-	(82,782)	1,446,879
John Dallas Supplementary Fund	56,464	-	(3,056)	53,408
McAdam Fund	596,260	-	(32,269)	563,991
The Biggart Trust	-	265,970	(15,234)	250,736
Total Commonweal Fund	5,966,853	265,970	(323,534)	5,909,289
Nurses Fund	274,556	-	(14,859)	259,697
The Education Fund	720,360	-	(59,821)	660,539
Benefit of Aged in Glasgow	1,020,122	-	(55,207)	964,915
The Relief Fund	4,363,696	-	(232,503)	4,131,193
Partick Queen Victoria's Diamond Jubilee	27,985	-	(3,900)	24,085
Potato Trades Benevolent Society	48,600	-	(2,630)	45,970
Scottish Building Contractors Association	104,426	-	(5,651)	98,775
War Memorial Fund	123,877	-	(6,704)	117,173
Drapers Fund	3,150,666	20,000	(189,685)	2,980,981
VJ Cummings bequest	538,381	-	(29,136)	509,245
WW MacFarlane	2,269,459	-	(133,325)	2,136,134
Glasgow Aged Women's Society	187,324	-	1,967	189,291
Glasgow United Fleshers Society	290,975	-	(7,030)	283,945
ISIBAS	312,087	-	(12,469)	299,618
The Saint Andrew Society (Glasgow)	198,001	-	(8,762)	189,239
	<u>19,597,368</u>	<u>285,970</u>	<u>(1,083,249)</u>	<u>18,800,089</u>

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

16 INDIVIDUAL RESTRICTED FUNDS UNDER MANAGEMENT

b) REVENUE	At 1 October 2021	Income, Donations & New Funds	Expenditure & Transfers	Awards & Donations	At 30 September 2022
	£	£		£	£
Commonweal General Fund	268,063	152,649	(74,208)	(73,448)	273,056
Andrew Kerr's Trust	134,858	61,222	(29,732)	(44,500)	121,848
John Dallas Supplementary Fund	5,086	2,260	(1,097)	(1,250)	4,999
McAdam Fund	40,431	23,864	(11,590)	(11,500)	41,205
The Biggart Trust	<u> </u>	<u>1,439</u>	<u>(672)</u>	<u>(4,950)</u>	<u>(4,183)</u>
Total Commonweal Fund	448,438	241,434	(117,299)	(135,648)	436,925
Nurses Fund	57,756	10,989	(5,337)	(4,500)	58,908
The Educational Fund	31,409	29,934	(14,411)	(19,610)	27,322
Benefit of Aged in Glasgow	229,713	40,735	(19,828)	(500)	250,120
The Relief Fund	393,080	174,240	(84,826)	(59,559)	422,935
Partick Queen Victoria's Diamond Jubilee	4,344	1,357	(666)	(1,100)	3,935
Potato Trades Benevolent Society	15,271	1,945	(944)	-	16,272
Scottish Building Contractors Association	19,902	4,179	(2,030)	(700)	21,351
War Memorial Fund	29,036	4,958	(2,407)	(2,200)	29,387
Drapers Fund	40,830	130,937	(62,342)	(95,466)	13,959
VJ Cummings bequest	54,334	21,548	(10,465)	(10,000)	55,417
WW MacFarlane	94,122	98,917	(47,369)	(42,042)	103,628
Glasgow Aged Women's Society	39,191	8,634	(4,232)	(14,850)	28,743
Glasgow United Fleshers Society	58,358	12,795	(6,271)	(2,350)	62,532
ISIBAS	85,518	13,920	(6,825)	-	92,613
The Saint Andrew Society (Glasgow)	37,350	9,739	(4,779)	(1,500)	40,810
Kinship Care Initiative	9,381	7,427	(172)	(15,380)	1,256
Hall Refurbishment Fund	<u>-</u>	<u>62,280</u>	<u>(14,751)</u>	<u>-</u>	<u>47,529</u>
	<u>1,648,033</u>	<u>875,968</u>	<u>(404,954)</u>	<u>(405,405)</u>	<u>1,713,642</u>

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

16 TOTAL RESTRICTED FUNDS UNDER MANAGEMENT

	At 1 October 2021 £	At 30 September 2022 £
Capital	19,597,368	18,800,089
Revenue	<u>1,648,033</u>	<u>1,713,642</u>
Total Restricted Funds	<u>21,245,401</u>	<u>20,513,731</u>

The purpose of each Restricted Fund is detailed below:

The Commonweal Fund

The Commonweal Fund is for the advancement of 'any good and pious use' in the Commonweal of the Burgh. With reference to the heritage of this fund, the free annual income of the Commonweal Fund should be distributed for the following charitable purposes with particular focus on providing such benefit in Glasgow :-

- (a) The advancement of citizenship or community development
- (b) The advancement of education, research and educational institutions
- (c) The advancement of the arts, heritage, culture and science
- (d) The prevention and relief of poverty
- (e) The relief of those in need by reason of age and those suffering disadvantage through ill health, disability, financial hardship or other disadvantage.

Andrew Kerr's Fund

Three quarters of the free annual income shall be distributed in accordance with the purposes of The Commonweal Fund and one quarter shall be distributed to the Glasgow Bute Benevolent Society, a registered Scottish charity.

John Dallas Supplementary Fund

This fund's free annual income is to be distributed equally among the charities listed below, with any unallocated surplus income distributed in accordance with The Commonweal Fund –

- (a) The Glasgow Battalion Boys Brigade
- (b) The Scout Association
- (c) The Guide Association Scotland
- (d) The Girls Brigade in Scotland
- (e) Glasgow (Central) Citizens Advice Bureau.

Mary Helen Forrest or McAdam Fund

This fund's free annual income shall be applied for the advancement of education through scientific medical research at the University of Glasgow as detailed in clause (a) and (b) below with any surplus income distributed equally among the charities detailed at (c) below ("the McAdam Charities"):-

- (a) This fund shall be applied to award (for one or more years) educational scholarships in connection with scientific medical research with a particular focus on the study of the nature, causation and treatment of disease and will be known as "William and Margaret Forrest Scholarships".
- (b) The House may seek the advice from a list of people within the faculty of Medicine at Glasgow University (see Deed of Appointment).
- (c) The McAdam Charities are:-
 - (i) The Earl Haig Fund
 - (ii) Royal National Life Boat Institution
 - (iii) Fairbridge in Scotland
 - (iv) The Leprosy Mission Scotland.

NOTES TO THE ACCOUNTS YEAR ENDED 30 SEPTEMBER 2022

The Biggart Trust

The Fund will be used to provide grants to benefit people, and is open to people across Greater Glasgow and the West of Scotland, to continue the Trust's heritage of supporting those in need due to hardship stemming from ill health and financial hardship as well as the effects of poverty.

The Nurses Fund

The Nurses Fund should be applied for the benefit of nurses and those suffering disadvantage through ill health, disability or other financial hardship.

The Educational Fund

The Educational Fund should be applied for the advancement of education in Glasgow or those who have a connection with Glasgow.

Benefit of Aged in Glasgow Fund

The Benefit of Aged in Glasgow Fund should be applied for the benefit of those in need by reason of age in Glasgow.

The Relief Fund

The Relief Fund should be used for the relief of those in need by reason of financial hardship or other disadvantage in Glasgow and should ordinarily be applied to provide relief to/ for widow(er)s/ surviving partners/ surviving civil partners/ surviving cohabitants and other dependents (as selected in the sole discretion of the House).

Partick Queen Victoria's Diamond Jubilee Fund

This fund should be applied for the advancement of health, the prevention and relief of poverty and for the relief of those suffering from ill health, disability, financial disability or other disadvantage in Partick.

Potato Trade Benevolent Society Fund

This fund should be applied for the relief of financial hardship or other disadvantage for those connected with the Potato Trade in Scotland, whom failing any other deserving charitable cause in Scotland.

Scottish Building Contractors' Association Fund

This fund's free annual income shall be applied for the advancement of education in connection with the Scottish Construction industry as detailed in clauses (1) to (3) below, with any surplus income distributed in accordance with the Educational Fund above.

- (1) This fund shall be applied to award a student in their final year of the HND in Construction Management at City of Glasgow College, or such similar course.
- (2) This fund shall be applied to award a student in their final year of the part time Construction Management BSc Degree at Glasgow Caledonian University.
- (3) This fund should be applied in connection with The Trades House Modern Apprentice of the Year Award to award the best candidate within the construction industry.

War Memorial Fund

This fund should be applied for the relief of financial hardship or other disadvantage of ex-servicemen and women.

Glasgow United Fleshers Fund

The purposes of the Glasgow United Fleshers Fund are as follows:-

"for such object or objects charitable for the purposes as the Trustees in their discretion may select and in particular for the assistance of those who have followed the trade of Fleshers, their widows, children and other dependents or any good other aged, distressed and disabled person, in such case of indigence, disability or otherwise as to form qualifying appropriate objects of charity".

Glasgow Aged Womens Society

The purposes of the Glasgow Womens Society fund are as follows:-

"to aid widows and unmarried women of 60 years of age upwards, residing in Glasgow".

NOTES TO THE ACCOUNTS YEAR ENDED 30 SEPTEMBER 2022

Victor J Cumming's Bequest

The purposes of the Victor J Cumming Bequest are as follows:-

"that the net income from the residue of the estate should be distributed as follows:-

- One tenth to the Trades House of Glasgow to be applied for such charitable purposes as the Trades House may from time to time determine;
- One tenth to the Incorporation of Bakers;
- One tenth to the Association of Deacons of the Fourteen Incorporated Trades of Glasgow;
- One tenth to the Daughters Fund of the Association of Deacons;
- One tenth to the Weavers Society of Anderston;
- One tenth to the City of Glasgow native Benevolent Society.

In regard to the balance of the net income, the Trades House should decide this annually in such proportions as they may decide among the aforesaid beneficiaries.

Drapers' Fund

The purposes of the Trades House of Glasgow Drapers Fund are as follows:-

"provide for funds to be expended on firstly, general charitable purposes and secondly, should be given to people of any rank who have adopted others, the essential qualification being that adopted and adopter have lived together in family in the same condition and station of life for a period of no less than five years and that the grace and hospitality shall appear to be the motive for the adoptive being received and kept in the family by the adopter".

WWM & M Macfarlane Trust

The purposes of the WW Macfarlane and Mrs Mary Macfarlane Trust are as follows:-

"giving grants and/or pensions primarily to such deserving widows, relatives or dependents of persons who have been Directors of or in the employment of Macfarlane Lang and Company Limited (whether in Scotland, England or elsewhere) and subsidiarily to such deserving citizens of Glasgow, and the deserving widows, dependents and families of such citizens all as the trustees in their absolute discretion shall select".

ISIBAS

The purpose of this fund is to provide relief to necessitous and deserving individuals concerned with the Iron and Steel Merchants Trades in Scotland, their widows, widowers or dependents.

Kinship Care Initiative Fund

The Kinship Care Initiative Fund is designed to provide opportunities to children being supported by their extended family, to reach their full potential and become active citizens in Glasgow.

Funds raised may be used for awards of grants for the purpose of sending young people to participate in outdoor activities and educational programmes which will build their characters and enhance their employment opportunities.

The Saint Andrew Society (Glasgow) Fund

The aims of the Trust are to encourage participation in and stimulate appreciation of the history, literature, music, drama, arts and crafts and languages of Scotland, to cooperate with other Societies or Trusts which may advance any of the foregoing objects, to make contributions to hospitals, convalescent homes or any associations that have as their object the relief of suffering whether in Scotland or elsewhere, and to support the advancement of education.

The Refurbishment Fund

The Refurbishment Fund represents donations received from Incorporated Crafts or individual Trustees and Ex Trustees of Trades House. The donations are to be used to meet the expenditure incurred by Trades House laying a new flooring on the Main Staircase and also refurbishing the Reception Room. As the expenditure is incurred the Refurbishment Fund is reduced and the funds used are transferred into a Designated Refurbishment Fund which then reflects the annual depreciation charge upon the relevant assets funded by the donations.

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Consolidated	Fixed Assets	Investments	Other Net Assets	2022	2021
	£	£	£	£	£
Unrestricted Funds	2,195,415	1,086,705	(1,223,698)	2,058,422	2,230,996
Designated Funds (Note 23)	-	-	207,278	207,278	170,478
	<u>2,195,415</u>	<u>1,086,705</u>	<u>(1,016,420)</u>	<u>2,265,700</u>	<u>2,401,474</u>
Restricted Funds	1,576,351	16,672,037	2,265,343	20,513,731	21,245,401
	<u>3,771,766</u>	<u>17,758,742</u>	<u>1,248,923</u>	<u>22,779,431</u>	<u>23,646,875</u>

Trades House	Fixed Assets	Investments	Other Net Assets	2022	2021
	£	£	£	£	£
Unrestricted Funds	2,195,415	1,086,705	(1,128,619)	2,153,501	2,328,030
Designated Funds (Note 23)	-	-	207,278	207,278	170,478
	<u>2,195,415</u>	<u>1,086,705</u>	<u>(921,341)</u>	<u>2,360,779</u>	<u>2,498,508</u>
Restricted Funds	1,576,351	16,672,037	2,265,343	20,513,731	21,245,401
	<u>3,771,766</u>	<u>17,758,742</u>	<u>1,344,002</u>	<u>22,874,510</u>	<u>23,743,909</u>

Fixed Assets includes the Net Book Value of Plant & Equipment expenditure which was incurred for the purpose of enhancing and ensuring the continued operation of Trades Hall. This has been split between Unrestricted and Restricted Funds in the same ratio as the value of the building is allocated between Funds.

18. INTEREST PAID BY UNRESTRICTED FUNDS

In September 2011 a loan of £300,000, at an annual interest rate of 5%, was agreed from Restricted Funds to Unrestricted Funds to assist reducing bank borrowings of Trades House.

19. GUARANTEES

Trades House of Glasgow has granted a Standard Security over the property at Trades Hall, 85 Glassford Street, Glasgow to the Bank of Scotland in respect of a bank loan for £250,000 (see Note 15) and an available overdraft facility of £100,000.

20. RELATED PARTY/TRUSTEE TRANSACTIONS

Donations of £73,265 (2021: £21,500) have been received from the 14 Incorporated Crafts for the support of Educational Projects, Kinship Care Initiative, Deacon Convener Charity Appeal and the Hall Refurbishment Fund.

21. RELATED PARTY TRANSACTIONS

Trades House of Glasgow has related party transactions of £15,299 (2021: £52,130) with its trading subsidiary Trades House of Glasgow (Services) Limited in respect of hall rental costs £6,500, management fee £3,532 and hall keeper services of £5,267.

At 30 September 2022 the amount due by Trades House of Glasgow (Services) Limited was £69,727 (2021: £99,164).

NOTES TO THE ACCOUNTS YEAR ENDED 30 SEPTEMBER 2022

22. INVESTMENT IN SUBSIDIARY COMPANY

Trades House of Glasgow has a 100% shareholding in Trades House of Glasgow (Services) Limited, company number SC471792.

As at 30 September 2022 Trades House of Glasgow (Services) Limited had total assets of £17,125 (2021: £62,678) liabilities of £112,205 (2021: £159,711) and Shareholder Funds of £(95,080) (2021: £(97,033)).

Turnover for the year to 30 September 2022 was £160,432 (2021: £60,578), other income of £NIL (2021: £32,938) and expenditure totalled £158,479 (2021: £142,599) and the profit was £1,953 (2021: loss £(49,083)).

A letter of financial support has been given by Trades House of Glasgow to Trades House of Glasgow (Services) Limited.

23. DESIGNATED FUNDS

	Brought Forward £	Incoming Resources £	Resources Expended £	Carried Forward £	2021 £
Modern Apprentice Awards	4,481	250	-	4,731	4,481
Burns Competition	2,725	1,000	-	3,725	2,725
Craftex	31,388	2,300	-	33,688	31,388
School Craft & Citizenship	7,084	2,800	3,741	6,143	7,084
London Dinner	2,896	19,809	19,086	3,619	2,896
Glasgow's Next Generation	10,233	-	-	10,233	10,233
Heritage Fund	2,701	15,050	602	17,149	2,701
Glasgow Spirit of Christmas	-	1,940	1,940	-	-
Deacon Convener Charity Appeal	-	11,998	7,538	4,460	-
Hall Refurbishment Fund	8,140	14,751	191	22,700	8,140
Lawton Bequest	100,830	-	-	100,830	100,830
	<u>170,478</u>	<u>69,898</u>	<u>33,098</u>	<u>207,278</u>	<u>170,478</u>

The Designated Funds are held for the following purposes:-

Modern Apprentice Award – this fund is used to meet the cost of operating and awards for the Modern Apprentice Award competition which takes place in June each year.

Burns Competition - this fund is used to meet the cost of operating and awards for the Burns Competition which takes place in January each year.

Craftex - this fund is used to meet the cost of operating and awards for the Craftex competition which takes place in June each year.

London Dinner – this fund is used to meet the cost of the Trades House of Glasgow London Dinner.

School Craft & Citizenship - this fund is used to meet the cost of operating and awards for the School Craft and Citizenship competitions which takes place in June each year.

Glasgow's Next generation – this fund is used to finance two young people from deprived backgrounds on courses managed by The Outward Bound Trust.

Heritage Fund – this fund is used to finance the cleaning of portraits throughout Trades Hall and other Heritage expenditure.

Glasgow Spirit of Christmas - this fund represents donations received from Incorporated Crafts, Trustees and Ex Trustees of Trades House towards the Glasgow Spirit of Christmas Appeal for gifts at Christmas for disadvantaged children.

Deacon Convener Charity Appeal – this fund represents funds raised through fund raising events for the Deacon Convener Charity Appeal which then made donations to various charities in the Glasgow area.

**NOTES TO THE ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2022**

Hall Refurbishment Fund – This fund represents the value of Plant & Equipment purchased using funds raised from Refurbishment Fund in restricted funds. The designated refurbishment fund is then charged with the annual depreciation charge for these assets.

Lawton Bequest – This fund is to be used by Trades House for its general charitable purposes.

	Consolidated 2022	Trades House 2022	Consolidated 2021	Trades House 2021
24. RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES	£	£	£	£
Net Income/(Expenditure)	(924,997)	(926,952)	2,644,571	2,693,654
Adjustments for:				
Depreciation charge	65,075	65,075	69,562	69,562
Investment Income	(834,899)	(834,899)	(792,580)	(792,580)
(Gains)/Losses on Investments	1,175,751	1,175,751	(2,545,047)	(2,545,047)
(Increase)/Decrease in Stock	4,684	4,684	(8,888)	(8,888)
(Increase)/Decrease in debtors	180,986	149,987	(25,728)	(992)
(Increase) in amount due by Subsidiary	-	29,437	-	(61,085)
Increase/(Decrease) in Creditors	(6,502)	11,571	87,600	59,471
Net Cash provided by/(used in) operating activities	<u>(339,902)</u>	<u>(325,346)</u>	<u>(570,510)</u>	<u>(585,905)</u>
	Consolidated 2022	Trades House 2022	Consolidated 2021	Trades House 2021
25. CAPITAL COMMITMENTS	£	£	£	£
Approved Capital Commitments	<u>91,329</u>	<u>91,329</u>	<u>-</u>	<u>-</u>

The above capital expenditure commitments are exclusive of any VAT.

