

The Craig Lodge Trust SCIO
Unaudited Financial Statements
31 December 2024

R A CLEMENT ASSOCIATES CHARTERED ACCOUNTANTS

Chartered accountants
5 Argyll Square
Oban
Argyll
PA34 4AZ

The Craig Lodge Trust SCIO

Financial Statements

Period ended 31 December 2024

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The Craig Lodge Trust SCIO

Trustees' Annual Report

Period ended 31 December 2024

The trustees present their report and the unaudited financial statements of the charity for the period ended 31 December 2024.

Reference and administrative details

Registered charity name	The Craig Lodge Trust SCIO
Charity registration number	SCO53193
Principal office	Craig Lodge Family House of Prayer Dalmally Argyll PA33 1AR

The trustees

C De Klee	(Appointed 14 March 2024)
C Kidd	(Appointed 14 March 2024)
A Beckett	(Appointed 14 March 2024)
M C McGeady	(Appointed 14 March 2024)
A Brown	(Appointed 14 March 2024)
Fr P Connor	(Appointed 18 April 2024)
Fr M Delaney	(Appointed 22 August 2024)

Independent examiner	Angus MacGillivray of R A Clement Associates C.A. 5 Argyll Square Oban Argyll PA34 4AZ
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Structure, governance and management

The charity was constituted as a Scottish Charitable Incorporated Organisation (SCIO) on 14 March 2024 and is governed by its written constitution.

This charity has been established to replace Craig Lodge Trust, SC023203. Craig Lodge Trust, SC023203 intends to wind up and pass its assets and liabilities to The Craig Lodge Trust SCIO, SC053193.

Appointment and recruitment of trustees

Qualifications for Charity Trusteeship

Charity Trusteeship is open to any person aged 16 or over who subscribes to the purposes of the organisation and wishes to see them fulfilled.

Application for Charity Trusteeship

Any person who wishes to become a Charity Trustee must sign a written application for Charity Trusteeship; The application will then be considered by the Board at its next Board meeting. The Board may, at its discretion, refuse to admit any person to Charity Trusteeship. The Board must notify each applicant promptly (in writing, which includes by e-mail) of its decision on whether or not to admit them to Charity Trusteeship.

The Craig Lodge Trust SCIO

Trustees' Annual Report *(continued)*

Period ended 31 December 2024

Objectives and activities

The organisation is established for charitable purposes only and, in particular, the objects are to advance the Christian religion by proclaiming the Word of God through prayer, contemplation, public worship and mission, and by the establishment and maintenance of a Catholic House of Prayer, open to those of all religions who wish to take part in the spiritual life of the House, and a Community.

Our Mission

The mission of Craig Lodge Trust is to create a Family House of Prayer that facilitates encounters with the saving power of Jesus Christ. It is a place of prayer, worship, hospitality and fellowship. It provides opportunities for public prayer (Holy Mass, Adoration of the Eucharist, prayer of the Church, the rosary and praise and worship gatherings), runs retreat events to build faith for all ages including young people and families and fosters a Community of lay people whose commitment to a lifestyle of prayer, service and evangelisation underpins all the work of Craig Lodge. It also offers a discipling programme to form young adults as Spirit-filled evangelizers.

Achievements and performance

The SCIO became a charity in March 2024. Immediately on its inception there followed the efforts to make it operational. In the first instance we attempted to retain the bank accounts of the predecessor charity. Eventually, after much frustration, we were granted new bank accounts for the SCIO in late October, more than 6 months later. Our bank offered us a token £200 compensation for the terrible process they put us through.

We had a programme of communication with our many benefactors and our contractors to ensure that they would transfer to the new accounts seamlessly and this was largely achieved.

After that, the main effort was to become registered with HMRC in order to be able to claim gift aid and to make PAYE payments for salaries. Only when this was completed in February 2025 (10 months after its inception) was it possible for the SCIO to take over all the operations of the Trust. We expect the predecessor Trust to be wound-up by OSCR in April 2025.

Financial review

As a result of the reorganisation and transfer of assets from Craig Lodge Trust SCIO, the charity reports a surplus on unrestricted funds of £94,886.

Reserves

Once fully operational the Trustees will establish a policy that increments every year with CPIH inflation, if the cash in the bank drops below that value, currently £89,459, then an emergency Trustees meeting is mandated.

At this level the Trustees believe this ensures that it retains sufficient funds to enable it to continue working towards its objectives. At the year end reserves held by the SCIO were below this level due to a delay in the SCIO becoming fully operational. Combined reserves of the SCIO and the trust were in excess of this level.

The Craig Lodge Trust SCIO

Trustees' Annual Report *(continued)*

Period ended 31 December 2024

The trustees' annual report was approved on 10/6/25 and signed on behalf of the board of trustees by:



A Beckett
Trustee

The Craig Lodge Trust SCIO

Independent Examiner's Report to the Trustees of The Craig Lodge Trust SCIO

Period ended 31 December 2024

I report to the trustees on my examination of the financial statements of The Craig Lodge Trust SCIO ('the charity') for the period ended 31 December 2024.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 (the '2005 Act') and the Charities Accounts (Scotland) Regulations 2006 (as amended). You are satisfied that your charity is not required by charity law to be audited and have chosen instead to have an independent examination.

I report in respect of my examination of the charity's financial statements as carried out under section 44(1)(c) of the 2005 Act. In carrying out my examination I have followed the requirements of Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Independent examiner's statement

Since the charity has prepared its accounts on an accruals basis your examiner must be a member of a body listed in Regulation 11(2) of the Charities Accounts (Scotland) Regulations 2006 (as amended). I can confirm that I am qualified to undertake the examination because I am a registered member of the Association of Chartered Certified Accountants which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention giving me cause to believe that in any material respect:

1. accounting records were not kept as required by section 44(1)(a) of the 2005 Act and Regulation 4 of the Charities Accounts (Scotland) Regulations 2006 (as amended); or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Angus MacGillivray of R A Clement Associates C.A.
Independent Examiner

5 Argyll Square
Oban
Argyll
PA34 4AZ

The Craig Lodge Trust SCIO

Statement of Financial Activities

Period ended 31 December 2024

		2024	
	Note	Unrestricted funds £	Total funds £
Income and endowments			
Donations and legacies	4	35,876	35,876
Charitable activities	5	1,820	1,820
Other income	6	75,636	75,636
Total income		<u>113,332</u>	<u>113,332</u>
Expenditure			
Expenditure on charitable activities	7,8	18,446	18,446
Total expenditure		<u>18,446</u>	<u>18,446</u>
Net income and net movement in funds		<u>94,886</u>	<u>94,886</u>
Reconciliation of funds			
Total funds brought forward		—	—
Total funds carried forward		<u>94,886</u>	<u>94,886</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 14 form part of these financial statements.

The Craig Lodge Trust SCIO

Statement of Financial Position

31 December 2024

	Note	2024 £
Fixed assets		
Tangible fixed assets	13	69,173
Current assets		
Debtors	14	10,491
Cash at bank and in hand		16,302
		<u>26,793</u>
Creditors: amounts falling due within one year	15	1,080
Net current assets		<u>25,713</u>
Total assets less current liabilities		<u>94,886</u>
Net assets		<u>94,886</u>
Funds of the charity		
Unrestricted funds		94,886
Total charity funds	16	<u>94,886</u>

These financial statements were approved by the board of trustees and authorised for issue on 10/6/25, and are signed on behalf of the board by:



A Beckett
Trustee

The notes on pages 7 to 14 form part of these financial statements.

The Craig Lodge Trust SCIO

Notes to the Financial Statements

Period ended 31 December 2024

1. General information

The charity is a public benefit entity and a registered charity in Scotland and is unincorporated. The address of the principal office is Craig Lodge Family House of Prayer, Dalmally, PA33 1AR, Argyll.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of (enter name of group financial statements) which can be obtained from (enter detail). As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Craig Lodge Trust SCIO

Notes to the Financial Statements *(continued)*

Period ended 31 December 2024

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

The Craig Lodge Trust SCIO

Notes to the Financial Statements *(continued)*

Period ended 31 December 2024

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Tenants improvements	-	Straight line over the remaining life of the lease
Plant and machinery	-	15% reducing balance
Fixtures and fittings	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Depreciation rate for the Long Leasehold property is 1% to reflect the length of the 99 year lease, of which 69 years are left at December 2024.

The Craig Lodge Trust SCIO

Notes to the Financial Statements *(continued)*

Period ended 31 December 2024

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

The Craig Lodge Trust SCIO

Notes to the Financial Statements *(continued)*

Period ended 31 December 2024

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £
Donations		
Donations	1,084	1,084
Chapel Income	30	30
Other donations	3,365	3,365
Transfer from Craig Lodge Trust	31,397	31,397
	<u>35,876</u>	<u>35,876</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2024 £
General & Family Retreats, Youth Work/Related income	1,820	1,820

6. Other income

	Unrestricted Funds £	Total Funds 2024 £
Assets transferred from Craig Lodge Trust	75,636	75,636

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £
Charitable activities	17,366	17,366
Support costs	1,080	1,080
	<u>18,446</u>	<u>18,446</u>

The Craig Lodge Trust SCIO

Notes to the Financial Statements *(continued)*

Period ended 31 December 2024

8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2024
	£	£	£
Charitable activities	17,366	–	17,366
Governance costs	–	1,080	1,080
	<u>17,366</u>	<u>1,080</u>	<u>18,446</u>

9. Net income

Net income is stated after charging/(crediting):

	2024
	£
Depreciation of tangible fixed assets	<u>4,162</u>

10. Independent examination fees

	2024
	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,080</u>

11. Staff costs

The average head count of employees during the period was Nil.

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

12. Trustee remuneration and expenses

No Trustee received any direct remuneration in their role as trustee, nor any benefits in kind or reimbursement of expenses during the year.

For related party transactions see note 21.

The Craig Lodge Trust SCIO

Notes to the Financial Statements *(continued)*

Period ended 31 December 2024

13. Tangible fixed assets

	Long leasehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 Jan 2024	—	—	—	—	—
Additions	52,136	1,230	11,924	8,045	73,335
At 31 Dec 2024	<u>52,136</u>	<u>1,230</u>	<u>11,924</u>	<u>8,045</u>	<u>73,335</u>
Depreciation					
At 1 Jan 2024	—	—	—	—	—
Charge for the period	745	185	2,981	251	4,162
At 31 Dec 2024	<u>745</u>	<u>185</u>	<u>2,981</u>	<u>251</u>	<u>4,162</u>
Carrying amount					
At 31 Dec 2024	<u>51,391</u>	<u>1,045</u>	<u>8,943</u>	<u>7,794</u>	<u>69,173</u>

14. Debtors

	2024
	£
Prepayments and accrued income	<u>10,491</u>

15. Creditors: amounts falling due within one year

	2024
	£
Accruals and deferred income	<u>1,080</u>

16. Analysis of charitable funds

Unrestricted funds

	At 1 Jan 2024 £	Income £	Expenditure £	At 31 Dec 2024 £
General funds	—	61,196	(17,701)	43,495
Designated Tennants improvements	—	<u>52,136</u>	<u>(745)</u>	<u>51,391</u>
	<u>—</u>	<u>113,332</u>	<u>(18,446)</u>	<u>94,886</u>

The designated fund consists of tenants improvement from Craig lodge Trust prior to transfer to Craig Lodge Trust SCIO, which have been funded by both external grants and general income. Where grants are not received towards the expenditure and improvements are funded out of unrestricted income, a transfer is made from general funds to the designated fund. The depreciation for the year is now charged directly to the fund.

The Craig Lodge Trust SCIO

Notes to the Financial Statements *(continued)*

Period ended 31 December 2024

17. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	69,173	69,173
Current assets	26,793	26,793
Creditors less than 1 year	(1,080)	(1,080)
Net assets	<u>94,886</u>	<u>94,886</u>

The Craig Lodge Trust SCIO

Management Information

Period ended 31 December 2024

The following pages do not form part of the financial statements.

The Craig Lodge Trust SCIO

Detailed Statement of Financial Activities

Period ended 31 December 2024

	2024 £
Income and endowments	
Donations and legacies	
Donations	1,084
Chapel Income	30
Other donations	3,365
Transfer from Craig Lodge Trust	31,397
	<u>35,876</u>
 Charitable activities	
General & Family Retreats, Youth Work/Related income	<u>1,820</u>
 Other income	
Assets transferred from Craig Lodge Trust	<u>75,636</u>
 Total income	<u><u>113,332</u></u>
 Expenditure	
Expenditure on charitable activities	
Purchases	(2,277)
Rent	(1,385)
Light and heat	(4,435)
Repairs and maintenance	(410)
Motor vehicle expenses	(2,648)
Legal and professional fees	(1,080)
Other office costs	(1,305)
Depreciation	(4,162)
Other expenses	(144)
Community festival & youth events	(600)
	<u>(18,446)</u>
 Total expenditure	<u><u>(18,446)</u></u>
 Net income	<u><u>94,886</u></u>

The Craig Lodge Trust SCIO

Notes to the Detailed Statement of Financial Activities

Period ended 31 December 2024

	2024 £
Expenditure on charitable activities	
Charitable activities	
<i>Activities undertaken directly</i>	
Provisions and materials	(2,277)
Rent	(1,385)
Light & heat	(4,435)
Repairs & maintenance	(410)
Motor vehicle expenses	(2,648)
Brochures and leaflets	(1,305)
Depreciation	(4,162)
Other expenses	(144)
Community, festival and youth events	(600)
	<u>(17,366)</u>
Governance costs	
Governance costs - accountancy fees	(1,080)
	<u>(1,080)</u>
Expenditure on charitable activities	<u><u>(18,446)</u></u>