

**Charity Number: SC045232**

**THE SOCIAL BITE FUND**

**TRUSTEES' REPORT AND  
GROUP FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 NOVEMBER 2016**

# THE SOCIAL BITE FUND

## TRUSTEES' REPORT AND GROUP FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2016

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# **THE SOCIAL BITE FUND**

## **TRUSTEES' REPORT FOR THE PERIOD ENDED 30 NOVEMBER 2016**

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The Trustees present their annual report together with the audited financial statements of the Trust for the year ended 30 November 2016. The report is prepared in accordance with the Trust Deed and the Statement of Recommended Practice, "Accounting and Reporting by Charities" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (effective 1 January 2015). The financial statements have also been prepared in accordance with the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities and Trustee Investment (Scotland) Act 2005.

### **Establishment and purposes**

The Charity was established as a Scottish Charitable Incorporated Organisation (SCIO).

The Charity is established for charitable purposes only and, in particular, the objects are:

1. To relieve poverty in the UK and overseas by giving grants to social business and microfinance institutions. We will only give grants to social businesses and microfinance institutions who focus on tackling global and local poverty;
2. To relieve poverty in the UK and overseas by giving interest free loans to social businesses and microfinance institutions. We will only give loans to social businesses and microfinance institutions who focus on tackling global and local poverty;
3. To relieve poverty, suffering and distress of people who are in a condition of need, hardship or distress by providing, or assisting in the provision of food and accommodation, with the object of improving the conditions of life generally but in particular those who have need of such facilities by virtue of their youth, age, infirmity, disability, handicap, poverty, homelessness, unemployment or social and economic circumstances and to undertake other such activities that would relieve their needs;
4. The advancement of education through the provision of practical training as a route to employment.

The area within which the Charity shall operate (in this constitution referred to as the 'Area of Benefit') shall be Scotland and England.

The Charity shall promote (but not promote exclusively) its activities and delivery operations to people within the 'Area of Benefit' who are the general public of Scotland and England.

# THE SOCIAL BITE FUND

## TRUSTEES' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2016 (continued)

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### Trustees and principal address

The Trustees who have served during the financial period and to the date on which the financial statements were approved are:

Daniel Muir  
Josh Littlejohn  
Oliver Shiell (resigned 23 September 2016)  
Marjory Rodger  
William Gorol (Chair)  
Jane Bruce (resigned 16 January 2017)  
David Duke (resigned 2 January 2017)  
Margaret Laidlaw (appointed 24 April 2017 and resigned 22 August 2017)  
Alan Mahon (appointed 24 April 2017)  
James Jopling (appointed 24 April 2017)  
Mary Harper (appointed 23 May 2017)

The principal address of the Charity is:

1 St Colme Street  
Edinburgh  
EH3 6AA

### Legal and administrative arrangements

The Charity's solicitors, Lindsays, 19A Canning Street, Edinburgh, EH3 8HE act on all legal matters as they affect the Charity. The Trustees in the administration and execution of the Charity shall have all powers, privileges and immunities of gratuitous Trustees acting under the law of Scotland.

#### **Bankers:**

The Royal Bank of Scotland Plc  
109 – 109A George Street  
Edinburgh EH2 4JL

#### **Auditors:**

Johnston Carmichael LLP  
227 West George Street  
Glasgow G2 2ND

# THE SOCIAL BITE FUND

## TRUSTEES' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2016 (continued)

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### Structure, governance and management

The Charity's governing document is a SCIO constitution.

The power of appointing new or additional Trustees is vested in the Trustees and all of the Trustees are advised of their responsibilities as part of the standard induction process.

The Parent Charity Social Bite Fund has 3 separate wholly owned subsidiaries - Social Bite Limited, Social Bite Communities Limited and Social Bite Restaurants Limited. Each subsidiary has its own board made up of experts in the particular area.

The Social Bite Restaurants board consists of:

Martin Wishart  
Josh Littlejohn  
David Wither  
Simon Littlejohn  
Dean Gassabi  
Marjory Rodger

The Social Bite Limited board consists of:

David Wither  
Katie Crook  
Roz Cuschieri  
William Gorol  
Alice Thompson  
Josh Littlejohn

The Social Bite Communities board consists of:

Alister Steele  
Ewan Aitken  
Daniel Muir  
Linda Holden  
Arlene Cairns

Each board has a level of decision making autonomy and each board reports back to the parent board on a by monthly basis. All non-executive directors are unremunerated.

There are also 3 committees that sit beneath the parent charity - Audit and Risk; Fundraising and Impact; Nominations and Remunerations, that report into the parent charity.

The trustees meet quarterly with equal voting rights amongst the trustees. The chair has the casting vote.

Social Bite Fund has a Nominations and Remuneration Committee. This committee benchmarks remuneration against other similar sized charitable organisations. Social Bite Fund has an internal rule that no individual can ever earn more than 7 times the lowest paid member of staff within the organisation.

The Charity is the sole shareholder of three trading subsidiaries, Social Bite Limited ("Social Bite"), Social Bite Restaurants Limited and Social Bite Communities Limited, the last of which was incorporated post-year end.

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# THE SOCIAL BITE FUND

## TRUSTEES' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2016 (continued)

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### Objectives and activities

Social Bite is a social business carrying out several of the Charity's primary objectives on behalf of the Charity. Therefore investment in Social Bite is very much in line with the charitable objectives in our governing document – namely 2 key areas:

- The provision of free food to a significant number of homeless and hungry people throughout Edinburgh, Glasgow and Aberdeen. The trustees are pleased to report that, in the year ended 30 November 2016, Social Bite, on behalf of the charity and its predecessor, has been able to distribute over 100,000 meals to homeless individuals across these three cities.
  - The training, support and employment of homeless individuals to break the cycle of homelessness in the areas we work. One of the central objectives that Social Bite is tasked with by the trustees is to create a strong link between the provision of free food and further support, ultimately leading to employment. The trustees are pleased to report that Social Bite was able to create an environment for over 600 people in the year to engage with support services. Social Bite has been able to provide supported employment and training to 30 individuals from homeless or severely excluded backgrounds in this period.
- (a) The Charity's main objectives for the period were to enable the provision of free food to the homeless and hungry throughout Scotland as well as create meaningful training and employment opportunities for homeless people. These objectives have been achieved by way of making grant investment in the trading subsidiary Social Bite from Social Bite Fund and the ongoing monitoring of this subsidiary's commercial and social performance.
- (b) In partnership with The Hunter Foundation, the Charity organised a large fund-raising dinner called the Scottish Business Awards and donated large sums of the profits from this to many charities, in addition to furthering the charitable objectives of the Charity through Social Bite.
- (c) In this financial period, the Charity developed other fundraising income streams, including an online Christmas fundraising campaign and an event called the CEO Sleepout.
- (d) The charity also embarked on a new direction to provide accommodation for the homeless through our Social Bite Village project. This project was developed during this period and intends to provide a pioneering link between accommodation, support and employment. The trustees also have strategic intent that the Social Bite village project could provide a meaningful alternative to the temporary accommodation in the homeless sector.
- (e) The Charity also invested in a new trading subsidiary – Social Bite Restaurants Limited, where the Charity will be the sole shareholder. This subsidiary will exist for three purposes:
- 1 To generate income for the charity
  - 2 To provide food and dignity to homeless people in Edinburgh
  - 3 To provide further training and employment opportunities for homeless and marginalised people
- (f) The Charity set up an "Academy" program to formalise the training and employment process for homeless people. The trustees envisage this to be a 3 year paid course where homeless people are given significant support ranging from housing support, benefits advice, addiction therapy, counselling, mental health support and exercise classes alongside paid placements and training.

# **THE SOCIAL BITE FUND**

## **TRUSTEES' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2016 (continued)**

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### **Achievements and performance**

At the Scottish Business Awards dinner, the Charity successfully fundraised £498,559 and spent £29,743 on the cost of fundraising, leaving total funds (net of costs) raised of £468,816. Out of this, the Charity agreed to make donations of £158,373 to other charities working for the alleviation of poverty and bore the cost of a transporting winter aid packs to refugees. The balance was used to provide grant support for the charitable activities undertaken by the Fund's subsidiary, Social Bite Limited.

In addition, further donations of £622,531 were collected.

During the year, one of the group's subsidiaries, Social Bite, incurred costs of £854,831 in supporting the formerly Homeless into work and providing free food and assistance to the Homeless. Another subsidiary, Social Bite Restaurants Limited, commenced trading in the year and incurred a small loss while the restaurant was allowed to establish itself.

On 6 June 2016, the Charity's subsidiary was awarded a grant of £557,496 by the Big Lottery Fund which will be drawn down over four years.

### **Financial review**

At the period end, the group held surplus funds of £426,568. These funds were held with a view to be distributed in the next accounting period in furtherance of the Charity's charitable objectives, subject to ensuring the retention of a suitable level of reserves.

The principal risks and uncertainties facing the Charity relate to the ongoing requirement to increase fundraising levels due to the commitment to support the formerly Homeless into work and the provision of free food and assistance to the Homeless, as well as the development of the Social Bite Village.

### **Plans for future periods**

For the next financial year, the Charity will continue to invest by way of grant in the subsidiary, Social Bite Limited, as well as develop other activities in providing accommodation, support and employment to the homeless through our Social Bite Village project, in line with our objectives. The performance of Social Bite Ltd will continue to be monitored and the board of trustees will work with the board of directors of the Limited company to track the performance both in terms of commercials and social objectives on a regular basis. Social Bite Limited will continue to be tasked with carrying out two primary objectives - the feeding and employment of homeless people.

The village project will be constructed via a subsidiary company, Social Bite Communities Limited throughout 2017.

In December 2017, the Charity will conduct a Christmas fundraising campaign through online and events. Funds raised will be used for the charitable objectives aforementioned.

# THE SOCIAL BITE FUND

## TRUSTEES' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2016 (continued)

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### Reserves policy

The Trustees consider that the aim should be for the Charity to retain reserves equivalent to three months of annual forecast expenditure.

### Risk management

The Trustees have examined the major strategic, business and operational risks which the Charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks. One of the trustees, Marjory Rodger, is head of a sub-committee concerned with Risk, Governance and Audit.

On behalf of the Trustees



**William Gorol**  
Trustee

14 September 2017



# THE SOCIAL BITE FUND

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

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The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland requires the Trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the charity and of the group and of the incoming resources and application of resources of the group and charity for the period. In preparing those 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 2015 (FRSSE);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and the group and enable them to ensure that the financial statements comply with the Charities Accounts (Scotland) Regulations 2006 (as amended), the Charities and Trustee Investment (Scotland) Act 2005 and the provisions of the charity's constitution. They are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# THE SOCIAL BITE FUND

## INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE SOCIAL BITE FUND

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We have audited the financial statements of The Social Bite Fund for the period ended 30 November 2016 which comprise the Group and Parent Charity Statement of Financial Activities, the Group and Parent Charity Balance Sheets and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice Applicable to Smaller Entities).

This report is made solely 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 and the charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of trustees and auditor**

As explained more fully in the Trustees' Responsibilities Statement set out on page 7, the Trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group and charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the parent charity's affairs as at 30 November 2016 and of the group's incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

# THE SOCIAL BITE FUND

## INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE SOCIAL BITE FUND (continued)

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### Matters on which we are required to report by exception

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

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- proper accounting records have not been maintained; or
- the parent charity's financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations that we consider necessary for the purposes of our audit.



.....  
**Johnstone Carmichael LLP**

**Chartered Accountants  
Statutory Auditor**

16/9/17

227 West George Street  
Glasgow  
G2 2ND

Johnstone Carmichael LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

## THE SOCIAL BITE FUND

### CONSOLIDATED AND TRUST STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 30 NOVEMBER 2016

	Note	Group Unrestricted funds Period ended 30 November		Trust Unrestricted funds Period ended 30 November	
		2016	2015	2016	2015
		£	£	£	£
<b>Income from:</b>					
Donations and legacies – Donations		622,531	221,048	622,531	177,528
Other trading activities –					
Shop and restaurant sales		1,912,324	576,677	-	-
Charitable activities – Scottish Business Awards		498,559	1,076,566	498,559	656,648
Investments		-	17	-	-
<b>Total</b>		<b>3,033,414</b>	<b>1,874,308</b>	<b>1,121,090</b>	<b>834,176</b>
<b>Expenditure on:</b>					
Charitable activities	2	1,041,420	594,448	1,113,606	398,953
Other – Shop and restaurant sales		1,961,144	560,418	-	-
Raising funds – General		19,145	2,449	19,145	-
Raising funds – Events		29,743	272,387	29,743	38,739
<b>Total</b>		<b>3,051,542</b>	<b>1,429,702</b>	<b>1,162,494</b>	<b>437,692</b>
<b>Net (expenditure)/income and net movement in funds</b>		<b>(18,038)</b>	<b>444,606</b>	<b>(41,404)</b>	<b>396,484</b>
<b>Total fund brought forward</b>		<b>444,606</b>	<b>-</b>	<b>396,484</b>	<b>-</b>
<b>Total funds carried forward</b>	11	<b>426,568</b>	<b>444,606</b>	<b>355,080</b>	<b>396,484</b>

The Group Statement of Financial Activities for the comparative period consolidates the Fund's income and expenditure for the period from incorporation (17 November 2014) to 30 November 2015 with that of Social Bite Limited for the period from 17 July 2015 to 30 November 2015. The current period is for the year ended 30 November 2016.

# THE SOCIAL BITE FUND

## BALANCE SHEETS AS AT 30 NOVEMBER 2016

	Note	Group		Trust	
		Unrestricted funds 30 November		Unrestricted funds 30 November	
		2016	2015	2016	2015
		£	£	£	£
<b>Fixed assets</b>					
Intangible assets	4	-	-	-	-
Tangible assets	5	593,370	454,578	-	-
Investments	6	-	-	-	-
		<b>593,370</b>	<b>454,578</b>	<b>-</b>	<b>-</b>
<b>Current assets</b>					
Stock	7	32,169	37,033	-	-
Debtors	8	678,411	536,310	505,800	407,015
Cash at bank and in hand		259,329	195,831	86,660	168,621
		<b>969,909</b>	<b>769,174</b>	<b>592,460</b>	<b>575,636</b>
<b>Creditors: amounts falling due within one year</b>	9	<b>(875,754)</b>	<b>(646,206)</b>	<b>(187,380)</b>	<b>(179,152)</b>
<b>Net current assets</b>		<b>94,155</b>	<b>122,968</b>	<b>405,080</b>	<b>396,484</b>
<b>Total assets less current liabilities</b>		<b>687,525</b>	<b>577,546</b>	<b>405,080</b>	<b>396,484</b>
<b>Creditors: amounts falling due after one year</b>	10	<b>(193,554)</b>	<b>(132,940)</b>	<b>(50,000)</b>	<b>-</b>
<b>Deferred income</b>		<b>(67,403)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net assets</b>		<b>426,568</b>	<b>444,606</b>	<b>355,080</b>	<b>396,484</b>
<b>Funds</b>					
Unrestricted funds		<b>475,388</b>	<b>444,606</b>	<b>355,080</b>	<b>396,484</b>
Non-charitable reserves	11	<b>(48,820)</b>	<b>-</b>	<b>-</b>	<b>-</b>
		<b>426,568</b>	<b>444,606</b>	<b>355,080</b>	<b>396,484</b>

These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 14 September 2017 and were signed on its behalf by:

  
 William Gorol  
 Trustee

# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016

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### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the charity's financial statements.

#### **Basis of preparation**

These 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 for Smaller Entities (effective January 2015). The financial statements have also been prepared in accordance with the Charities Accounts (Scotland) Regulations Act 2006 (as amended) and the Charities and Trustee Investment (Scotland) Act 2005.

The Group financial statements comprise the accounts of the Trust and its wholly-owned subsidiaries, Social Bite Limited and Social Bite Restaurants Limited.

#### **Going concern**

The Directors of the Fund's trading subsidiaries have prepared cash flow projections for the twelve months following the date of signing these financial statements which show that the companies will be able to meet their liabilities as they fall due, subject to assumptions regarding the availability and timing of funding and the anticipated expansion of the companies' trading activities. The margin of anticipated funding over cash requirements is not large and, inherently, there can be no certainty in relation to these matters. The Directors do, however, consider it appropriate to prepare the financial statements on the going concern basis. The Group financial statements do not include any adjustments, such as in relation to the recoverable amount of fixed assets, that would result if the companies were unable to continue on a going concern basis.

#### **Basis of consolidation**

The consolidated Statement of Financial Activities and Balance Sheet include the financial statements of the Fund and its subsidiary undertakings, Social Bite Limited and Social Bite Restaurants Limited, made up to 30 November 2016. The results of subsidiaries sold or acquired are included in the Statement of Financial Activities up to, or from, the date control passes. Intragroup sales and profits are eliminated fully on consolidation.

#### **Funds**

The funds are available for use only according to the objectives of the Trust. Designated funds are funds earmarked for a particular project. Unrestricted funds are expendable at the discretion of the Trustees in furtherance of the objects of the Trust. Restricted funds are subject to restriction on their expenditure imposed by the donor. The costs of raising and administering such funds are charged against the specific fund.

#### **Income**

##### ***Shop and restaurant sales and events' income***

Shop and restaurant sales and events' income are recognised as the related goods and services are provided.

##### ***Donations***

Donations are accounted for on a cash basis. No amounts are included in the financial statements for services donated by volunteers.

# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016 (CONTINUED)

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### 1 Accounting policies (continued)

#### **Expenditure**

Expenditure is recognised on an accruals basis as the liabilities are incurred. Expenditure includes any VAT which cannot be recovered and is reported as part of the expenditure to which it relates.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services to its beneficiaries. It includes both costs that can be attributed directly to the activities and the costs required to support these activities.

#### **Intangible fixed assets and amortisation**

Goodwill represents the excess of the cost of acquisition of a business over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and has been fully amortised in the period of acquisition.

#### **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset on a straight line basis over its expected useful life, as follows:

Property improvements	10 years
Plant and machinery	5 years
Office equipment, furniture and fixtures	3 years
Motor vehicles	3 years

#### **Leasing**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### **Stock**

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

#### **Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

#### **Creditors**

Creditors and provisions are recognised when the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

#### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016 (CONTINUED)

### 2 Resources expended

#### Expenditure on activities in furtherance of charitable objectives

	Group Period ended 30 November		Trust Period ended 30 November	
	2016	2015	2016	2015
	£	£	£	£
Grants to Social Bite Limited	-	-	854,831	25,030
Grants to Social Bite Restaurants Limited	-	-	72,186	-
Support for the employment of the formerly Homeless	420,000	53,500	-	-
Provision of free food and support to the Homeless	276,000	141,638	-	-
Contribution to Social Bite's property costs	150,931	-	-	-
Support for refugees	23,193	-	23,193	-
Donations to other charities working for the alleviation of poverty	158,373	391,410	158,373	373,923
Support costs	5,023	-	5,023	-
Governance costs – Audit fees	7,900	7,900	-	-
	<u>1,041,420</u>	<u>594,448</u>	<u>1,113,606</u>	<u>398,953</u>

Social Bite Limited operates sandwich shops and is set up with the intention of acting as a social business. Social Bite Restaurants Limited operates a restaurant at which customers can pay meals forward for the homeless and also offers training and employment opportunities for Edinburgh's most disadvantaged people.

Donations to other charities were made out of the profits of The Scottish Business Awards fund-raising dinner.

The Trustees do not receive remuneration or reimbursement of expenditure from the Trust. Josh Littlejohn, a Trustee, received remuneration of £38,441 from the Trust's trading subsidiary, Social Bite Limited, for fundraising activities.



# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016 (CONTINUED)

### 3 Employees

#### Number of employees

The average monthly number of employees during the period was:

	Group		Trust	
	Period ended 30 November		Period ended 30 November	
	2016	2015	2016	2015
	£	£	£	£
Management	15	15	-	-
Shop staff	70	73	-	-
	<u>85</u>	<u>88</u>	<u>-</u>	<u>-</u>

#### Employment costs

	Group		Trust	
	Period ended 30 November		Period ended 30 November	
	2016	2015	2016	2015
	£	£	£	£
Wages and salaries	1,147,991	341,762	-	-
Employer's NIC	66,171	22,403	-	-
	<u>1,214,162</u>	<u>364,165</u>	<u>-</u>	<u>-</u>

There were no employees whose annual remuneration was £60,000 or more. Employment costs in the comparative period represent those of Social Bite Limited for the period from 17 July 2015 to 30 November 2015.

# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016 (CONTINUED)

### 4 Intangible fixed assets

#### Group

**Goodwill**  
£

#### Cost

At 1 December 2015

17,487

**At 30 November 2016**

**17,487**

#### Amortisation

At 1 December 2015

17,487

**At 30 November 2016**

**17,487**

#### Net book value

**At 30 November 2016**

-

At 30 November 2015

-

### 5 Tangible fixed assets

#### Group

**Land and  
buildings**  
£

**Plant and  
machinery  
etc**  
£

**Total**  
£

#### Cost or valuation

At 1 December 2015

263,741

320,246

583,987

Additions

220,952

20,778

241,730

**At 30 November 2016**

**484,693**

**341,024**

**825,717**

#### Depreciation

At 1 December 2015

50,306

79,103

129,409

Charge for the year

30,057

72,881

102,938

**At 30 November 2016**

**80,363**

**151,984**

**232,347**

#### Net book value

**At 30 November 2016**

**404,330**

**189,040**

**593,370**

At 30 November 2015

213,435

241,143

454,578

# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016 (CONTINUED)

### 6 Investments

	Shares in group undertakings £
<b>Cost</b>	
At 1 December 2015	-
<b>At 30 November 2016</b>	-
<b>Net book value</b>	
<b>At 30 November 2016</b>	-
At 30 November 2015	-

#### Holdings of more than 20%

The Fund holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held	
		Class	%
<b>Subsidiary undertakings</b>			
Social Bite Limited	Scotland	Ordinary	100
Social Bite Restaurants Limited	Scotland	Ordinary	100

### 7 Stock

	Group Period ended 30 November		Trust Period ended 30 November	
	2016	2015	2016	2015
	£	£	£	£
Goods for resale	32,169	37,033	-	-

### 8 Debtors

	Group Period ended 30 November		Trust Period ended 30 November	
	2016	2015	2016	2015
	£	£	£	£
Trade debtors	120,279	131,150	-	-
Amounts due from group undertakings	-	-	20,715	-
Other debtors	558,132	405,160	485,085	407,015
	<u>678,411</u>	<u>536,310</u>	<u>505,800</u>	<u>407,015</u>

# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016 (CONTINUED)

### 9 Creditors

	Group		Trust	
	Period ended 30 November		Period ended 30 November	
	2016	2015	2016	2015
	£	£	£	£
Trade creditors	264,496	185,746	-	-
Taxation and other social security	117,552	230,678	-	-
Other creditors	493,706	229,782	187,380	179,152
	<u>875,754</u>	<u>646,206</u>	<u>187,380</u>	<u>179,152</u>

The subsidiary loans outstanding of £39,386 (2015 – £33,249) included within group other creditors are secured.

### 10 Creditors: amounts falling due after more than one year

	Group		Trust	
	Period ended 30 November		Period ended 30 November	
	2016	2015	2016	2015
	£	£	£	£
Other creditors	<u>193,554</u>	<u>132,940</u>	<u>50,000</u>	<u>-</u>
<b>Analysis of loan</b>				
Wholly repayable within five years	232,940	166,189	50,000	-
Included in current liabilities	<u>(39,386)</u>	<u>(33,249)</u>	<u>-</u>	<u>-</u>
	<u>193,554</u>	<u>132,940</u>	<u>50,000</u>	<u>-</u>

The subsidiary loans outstanding of £143,554 (2015 – £132,940) included within group other creditors are secured.

# THE SOCIAL BITE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2016 (CONTINUED)

### 11 Unrestricted funds

	Group Period ended 30 November		Trust Period ended 30 November	
	2016 £	2015 £	2016 £	2015 £
At the beginning of the year	444,606	-	396,484	-
Net incoming resources	(18,038)	444,606	(41,404)	396,484
At the end of the year	<u>426,568</u>	<u>444,606</u>	<u>355,080</u>	<u>396,484</u>

### 12 Financial commitments

At 30 November 2016, the Group was committed to making the following payments under non-cancellable operating leases in the year ending 30 November 2017:

	Group Period ended 30 November		Trust Period ended 30 November	
	2016 £	2015 £	2016 £	2015 £
<b>Operating leases which expire:</b>				
Between two and five years	21,416	9,000	-	-
In over five years	213,035	126,000	-	-
	<u>234,451</u>	<u>135,000</u>	<u>-</u>	<u>-</u>

### 13 Related party transactions

During the year, grants were advanced to Social Bite Limited and Social Bite Restaurants Limited, both wholly-owned subsidiaries of the Social Bite Fund, in the amounts of £854,831 (2015 - £25,030) and £72,186 (2015 - £nil) respectively. An amount of £20,715 (2015 - £nil) is due to the Social Bite Fund from Social Bite Limited as at 30 November 2016.