

Charity Number: SC045232

THE SOCIAL BITE FUND

**ANNUAL REPORT AND
ACCOUNTS**

FOR THE YEAR ENDED 31 MAY 2022

THE SOCIAL BITE FUND

ANNUAL REPORT AND ACCOUNTS FOR THE YEAR ENDED 31 MAY 2022

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THE SOCIAL BITE FUND

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022

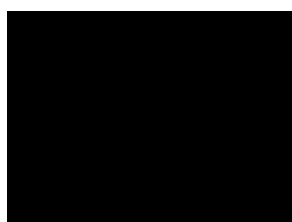
The trustees present their annual report together with the audited consolidated financial statements of The Social Bite Fund ("the charity" or "Social Bite"), and its group, for the financial year ended 31 May 2022. The report is prepared in accordance with the charity's constitution, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102") and "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)".

1. STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity was established as a Scottish Charitable Incorporated Organisation (SCIO) on 17 November 2014 and is governed by a SCIO constitution.

The power of appointing new or additional trustees is vested with the trustees. All trustees are advised of their responsibilities as part of a standard induction process and given the opportunity to visit and learn about the different initiatives of the charity.

The trustees who have served in this financial period and up to the date of which the financial statements were approved are:



utive Chair)

(appointed 27 January 2022, resigned 29 January 2023)

(appointed 22 August 2022)

(appointed 11 June 2021)

(resigned 23 August 2021)

The Board meet every other month. The trustees have equal voting rights and the Chair has the casting vote.

Sir Andrew Cubie holds the position of Executive Chair (this being a voluntary role), providing additional support to the employed Executive Team.

The charity previously had two standing committees – 'Nominations and Remunerations' and 'Finance, Audit and Risk'. During the year, the responsibilities of these committees were temporarily taken on by the full Board, pending recruitment of new trustees. A review of committees and future requirements will be undertaken in due course.

a) Group structure governance

Social Bite has two wholly owned subsidiaries – Social Bite Limited and Social Bite Restaurants Limited.

The Social Bite Limited and Social Bite Restaurants Limited Boards are scheduled to meet every other month. The subsidiary Boards have a level of decision-making authority and are required to report back to the parent charity every other month.

Social Bite Limited

Social Bite Limited currently consists of three public facing coffee shops (in Edinburgh, Aberdeen and London), two concession cafés (in Edinburgh) and a central production kitchen (in Livingston). We use the infrastructure of this social enterprise to provide food, support and employment opportunities to people affected by homelessness, to be a shopfront for the charity and to raise funds via pay it forward donations. A new coffee shop in Glasgow will be opening in 2023, after the previous one was forced to close due to building redevelopment works. Free food is still provided in the city via our partnership with Lodging House Mission.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

Social Bite Restaurants Limited

Social Bite Restaurants Limited operates one restaurant in Edinburgh called 'Vesta'. In addition to serving paying customers, the restaurant creates awareness of the work undertaken by the charity, raises funds via pay it forward donations, aims to provide training and employment opportunities for people with backgrounds of homelessness and operates a weekly sit down service to diners who are experiencing homelessness. This is a two-course meal of equal quality to that of paying customers. Post year-end, there has been a change in restaurant landlord, resulting in discussions taking place around the landlord's future redevelopment plans of the entire building (in which the restaurant partly occupies) and the implications this may have.

b) Reserves & Reserves Policy

Total group reserves as at 31 May 2022 are £2.7m (2021: £2.7m) of which £437,940 (2021: £157,294) are restricted. Tangible fixed assets comprise £793,373 (2021: £640,542) of unrestricted funds, leaving free unrestricted reserves of £1.5m (2021: £1.9m), £740,809 of which was designated towards future projects (see note 16(ii) to the financial statements for further detail).

The trustees approved a reserves policy such that Social Bite would have an aim of maintaining unrestricted reserves at a level of at least £500,000 but allows for the flexibility (subject to approval of the trustees) for this to be utilised to some extent if there is a clear charitable purpose for doing so and a plan to build it back up to the approved level.

In deciding on the level of reserves, the trustees have reflected on previous experience, where reserves were significantly less than this level and the challenges and risks that arose from this. The figure of £500,000 is one that the trustees currently feel is prudent but will carry out a more detailed review of this in the following financial year to ensure this sum is in line with the charity's future needs.

c) Risk Management

The Board reviews organisational risk and maintains a risk register with a view to proactively managing risks across the charity and its subsidiaries. The register includes a section of how each risk identified is being mitigated. Where there are any significant projects, a separate risk register is developed and maintained.

d) Principal Address

The principal address of the charity is:

1 Leith Walk
Edinburgh
EH6 8LN

e) Legal & Administrative Arrangements

Legal:

Shepherd & Wedderburn, 1 Exchange Crescent, Conference Square, Edinburgh EH3 8UL – for charity administration matters.

CMS, Saltire Court, 20 Castle Street, Edinburgh, EH1 2EN – for property and commercial matters.

Clyde & Co, 144 West George Street, Glasgow, G2 2HG – for HR and employment related matters.

Anderson Strathern, 1 Rutland Court, Edinburgh, EH3 8EY – Village and other commercial matters.

The charity wishes to acknowledge the generous pro-bono and reduced cost support provided by CMS, Clyde & Co and Anderson Strathern – all greatly appreciated and helps us to access the best possible advice.

Bankers:

The Royal Bank of Scotland Plc, 142-144 Princes Street, Edinburgh EH2 4EQ

Auditors:

Saffery Champness LLP, Edinburgh Quay, 133 Fountainbridge, Edinburgh, EH3 9BA

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

2. OBJECTIVES & ACTIVITIES

The charity is established for charitable purposes only, with a focus on supporting those affected by homelessness and having the following objectives:

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 accommodations, 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.
5. To give to anything the trustees consider to be a charitable purpose.

The area within which the charity shall operate (in the 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.

In Social Bite's pursuit of these objectives, the wholly owned subsidiaries within the Social Bite Group (Social Bite Limited and Social Bite Restaurants Limited) continue to play an important role.

3. ACHIEVEMENTS AND PERFORMANCE

The year to 31 May 2022 was one where we continued our recovery from COVID-19 and was another year of landmarks in the growth of Social Bite and widening our scope to support those most in need.

The key highlights from the year were:

- Providing 82,478 food and drink items via our cafés.
- Delivering 40,376 food packs (including Christmas meals) within Scotland.
- Providing winter grants to other charitable organisations within the UK, allowing 140,757 meals to be provided.
- Expanding our Festival of Kindness event from 2 cities to 5 cities during the 2021 festive period, encouraging people and businesses to be kind and donate gifts. 46,940 gifts were donated, provided or purchased by us.
- Running a new major fundraising event, Break the Cycle, kindly supported by [REDACTED]. This generated £711,000 and was attended by 515 participants.
- Launching our Jobs First initiative, supporting individuals with a background of homelessness to gain and maintain independent employment. By the year end, we have supported 17 people into jobs.
- Opening of our first coffee shop out with Scotland on the Strand in London in March 2022, increasing awareness of our work and allowing us to establish a new free food service and supporting employment.
- Launching our new Villages project, with the aim of building 2 new Social Bite Villages in target locations of Dundee and Greater Glasgow.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

A. Food Provision

Building positive relationships is fundamental to our work at Social Bite as we know that most people we work with and support might not have had the nurturing relationships in their lives, due to childhood trauma, that on many occasions can lead to experiences with the criminal justice system, struggles with homelessness and addictions. The impact of trauma on a person can be extremely detrimental, as [REDACTED] (Heriot-Watt University) highlights – the most effective way to help people experiencing homelessness, with a history of trauma, is via a supportive relationship. We also know that people who struggle with homelessness experience the highest levels of isolation and poverty within the UK. We therefore decided to use food as a tool to engage people, to create an opportunity to build positive and trusting relationships and make our events social, whilst meeting a fundamental human need.

We are extremely grateful to all of our donors, supporters, individuals who choose to come into our shops (and potentially provide a pay it forward donation) and partners who provide a mechanism for us to raise significant funds at Christmas, including itison, Just Eat and Mitchells & Butlers. Together you all make a valuable difference to the work we carry out and those we are there to support.

Social Enterprise Cafes

Through our cafés in Edinburgh and Aberdeen, supported by an interim service in Glasgow (provided with the kind support of Lodging House Mission), we provide a weekday free food service for any person affected by homelessness. This includes takeaway services and sit in services, where people are offered support and can engage with external agencies who are invited along.

In July 2021, we were forced to close our Glasgow café, due to landlord redevelopment plans for the premises. Just prior to the COVID-19 enforced lockdown in 2020, we had identified a new location in Glasgow for our café, but elected not to proceed due to the uncertainty COVID-19 brought. We have been actively seeking a new permanent location in Glasgow (and were very pleased to announce in December 2022 that we would be opening a new café outside Buchanan Galleries in early 2023).

In March 2022, we opened up a new café in London, located on the Strand. This was with the generous support of Coutts & Co and our operational partner BaxterStorey. As part of our longer-term strategy, we wished to expand our work and reach into the wider UK, whilst continuing our valuable work within Scotland. Food service is provided on a daily basis, with vouchers being provided via The Big Issue, The Passage and The Connection for homeless customers to redeem during opening hours.

During the year 82,478 (2021: 50,112) items were distributed from our cafes, consisting of hot breakfast rolls, sandwiches and hot/cold drinks all of which were produced within our cafés or at our central kitchen.

At Christmas, we again offered a limited (due to social distancing) Christmas dinner sit-in service that ran in each of our cafés in Edinburgh and Aberdeen and at a dedicated space in Glasgow, on 24 and 25 December 2021 and ensured that every person attending our dinners received a gift consisting of essential and additional items. We also distributed pre-prepared Christmas dinners and ingredients to other partner organisations to serve over the festive period. In total, 4,091 Christmas dinners were supplied (2021: 5,417).

Free Food Delivery Service

In November 2021, we re-established our free food pack delivery service for the winter period, preparing these in our Central Kitchen for distribution to charitable organisations, including Ruchazie Pantry, Baltic Street Adventure Playground, Bethany Christian Trust and Streetwork.

Whilst in the previous year, we only delivered this service over the winter months (ending in April 2021), we made a decision to extend this throughout the calendar year, utilising existing and new funds raised and working with existing partners to assess demand.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

During the year, we delivered 40,376 food packs within Scotland (2021: 51,154).

UK Grants to Support Food Provision

With Just Eat kindly running a December 2021 fundraising campaign (see section 3.D), we were able to again provide grants to organisations out with Scotland to support their food distribution to those who most need it during the winter months.

This allowed 140,757 meals to be provided throughout the UK (2021: 94,079), via 14 charity partners, including Glass Door, St Vincent de Paul (SVP), The Big Issue Foundation and Changing Lives. An example of the feedback received from one of the partners was – *"Thank you so much for arranging food for the SVP food drive. Your efforts are greatly appreciated by those people who in recent years have fallen on hard times."*

'Vesta' Restaurant – providing dignified meals to the homeless community

We were able to restart this service to people in a situation of homelessness in November 2021, with COVID-19 and temporary closures causing previous logistical challenges.

Once a week the restaurant is open exclusively to the homeless community to be served a delicious two course meal, prepared fresh and in a warm and friendly environment. Support is a crucial part of this service and available to people when needed.

We were able to serve 495 people from November 2021 to May 2022 (2021: 0).

B. Accommodation & Shelter

Housing First

Housing First means people are given a permanent home alongside the intensive support they need to maintain their tenancy as well as build a normal life with routine, positive relationships and better health and wellbeing. The project is targeted at the most vulnerable people affected by chronic and repeat homelessness, who have particularly high support needs. Over the long term, this project can eradicate homelessness.

Social Bite initially created this programme within Scotland, securing pledges of tenancies across Edinburgh, Glasgow, Aberdeen, Dundee and Stirling and committing to investment along with the Scottish Government. The pilot programme commenced in 2018 (using Pathfinder Consortia partners in each location) and completed on 31 March 2021.

As of 1 April 2021, Housing First delivery was transferred from the Pathfinder Consortia partners to local authorities. A transitional phase was then entered into, whereby the existing Pathfinder Consortia partners wound up their activities, whilst local authorities commenced their Housing First activities and began to take over responsibility for those already in tenancies.

With this change, there was a separation of reporting, where the original Housing First Pathfinder statistics were reported on up to 30 September 2021, whilst the Scottish Government commenced a new quarterly report from 1 April 2021 that excluded any Housing First tenancies commenced as part of the pathfinder programme. The following statistics are available that demonstrate the success of this programme:

- **Housing First Pathfinder** - as of 30 September 2021, a total of 579 new tenancies were created. 490 of these tenancies (85%) had been sustained as of the reporting date. Of the 89 tenancies that ended, 43 were due to abandonment/move to other homeless accommodation; 46 were due to long term prison sentence/death. No tenancy was ended through eviction.
- **Scottish Government Quarterly Report** - for the year to 31 March 2022 (this being the latest report available that falls within our reporting year to 31 May 2022), a total of 318 new tenancies were created,

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

with 310 of these tenancies being sustained. Around 80 new tenancies are being created every quarter. 24 local authorities (out of 32) are operating a Housing First programme; 3 are developing a programme, due to start by 30 June 2022; the remaining 5 authorities are not planning to deliver a programme due to scale/have an existing support programme in place.

Post year end, in November 2022, Heriot-Watt published their final independent evaluation of the pathfinder programme. They reported that the Pathfinder was very effective at preventing repeat homelessness. Tenancy sustainment rates stood at 88% over 12 months and 80% over 24 months, while there was also positive feedback from participants regarding support with health and substance misuse, with many reporting that the programme has “transformed” their lives.

Overall, we are pleased with how this programme has progressed, with a good level of commitment being achieved across the local authority areas and 318 new tenancies being created by them over a 12-month period (as a comparator, 252 new tenancies were created by the Pathfinder over the 12 months to 30 September 2021). The aim of the Pathfinder was to learn how to scale up the programme across Scotland on a local authority wide basis, this now having been achieved, benefitting a significant number of individuals.

During the year to 31 May 2022, Social Bite provided net grant funding of £26,060 towards Housing First (2021: £343,875). Our total net grant contribution to Housing First to date is £2.1m with 897 tenancies having been created in the process.

Social Bite Village, Edinburgh – a positive community where people can build a new life

The Social Bite Village welcomed its first residents in July 2018. It was built to give people the right environment, support and opportunities they need to build a happy and independent life. We work in partnership with Cyrenians and Hillcrest Homes to help deliver this service.

The Village presents an alternative model to temporary accommodation, which is used significantly in Edinburgh. Many people are currently housed in B&Bs for an average of over 24 months at a time without the facilities of a normal home and with little or no support to help them break out of homelessness.

In contrast, the Village provides a highly supported community for up to 18 people at a time. Over this time, people will contribute to the life of the community, learn a range of new skills and engage in work and voluntary placements. A wellbeing programme is also offered to all residents.

We have been able to establish the use of residential volunteers in the Village and have a team of up to 4 volunteers helping for 30 hours per week. Having residential volunteers assists with creating an environment where people can build positive and trusting relationships.

At 31 May 2022 the Village had supported a total of 57 people (2021: 41) from its opening in July 2018.

During the year, income generated from the Village (mainly relating to housing benefits) was £213,662 (2021 - £229,311). The associated expenditure for the year was £388,931 (2021 - £414,318). This cost includes the onsite management and support provision provided by Cyrenians, together with all maintenance, utilities and depreciation costs of £100,288 (2021: £100,260). We are able to fund the support requirements at the Village through the generosity of our donors and use of our unrestricted funds.

New Social Bite Villages

Building on the success of the existing village in Edinburgh, we announced in early 2021 our ambition to build two new villages, targeting the London and Glasgow areas. Since this time, we have been actively pursuing opportunities that will bring the new villages to fruition.

Whilst potential land was identified in London with a supportive partner, it became clear that planning permission for such a project in that location was going to be impossible to achieve.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

We have however been having constructive conversations in the South Lanarkshire area and also in Dundee, where a potential funding partner made a significant pledge, meaning that we felt it necessary to further consider this area, where homelessness and poverty is a significant problem. A village in Dundee would have a focus on residential recovery for homeless people with addictions.

We remain committed to exploring all options to build new villages, take the positive experiences and learn from the existing village, to create quality homes and environments for people to live in.

At 31 May 2022, we had £528,189 in restricted and designated funding allocated towards new villages, complemented by future intended pledges from organisations and trusts of £1,755,000. This pledged income has not been recognised in the accounts.

C. Employment & Volunteering

Jobs First

Our Jobs First program is based on working with mainstream employers to create paid employment opportunities for people who have experienced homelessness. The program centres on the idea of trust and provides real jobs and extensive wrap-around support, provided by us. The program is an outcome of the internal employment program (previously known as Social Bite Academy) that has been one of the core activities delivered by Social Bite. The intended impact of the Jobs First program is:

- At an individual level – people experiencing homelessness have access to person-centered support throughout their employment journey.
- At a system level – employers across the employment market are equipped with knowledge and resources to offer supported employment to people experiencing homelessness and believe in the value of providing these job opportunities.

The role of the support worker is to create a supportive relationship with a Jobs First employee to allow that person to begin to understand the challenges and pressures they are facing out with the work context that may not be visible, even to them. By creating opportunities to reflect and having someone on your side that is not there to judge, Social Bite hopes to help people identify these external stressors and support them to work through them. The support is delivered in a trauma informed way. It is also led by the individual.

Experience has shown us that leading a person in a certain direction is not conducive to a person's recovery. Importantly we also provide support that is strength or asset based rather than simply focusing on needs. It can often seem to be the best way forward to begin looking at all the things that are going wrong for a person and try to fix them one by one. Our approach is equally to focus on the resources and skills that a person has and try to nourish these and get a person to the point where they can recognise them in themselves.

Finally, support for Jobs First employees continues throughout an employment contract. When a person exits the program a plan for ad-hoc support is created. All our lives have ups and downs and for a person that has had difficult and traumatic experiences, these can be greater, and a person may not always have the support and tools to deal with stressful situations that are thrown their way in a stable and consistent way. Support is there throughout to help a person to become more resilient and create opportunities for self-reflection throughout their employment journey. Support also focuses on building links within a person's community and assisting an individual in creating their own support circles.

We know that unemployment is disproportionately higher for people who have experienced homelessness or people who are currently homeless, with just 6 in every 100 in a job compared to 70 in every 100 for the general population.

The program was launched in October 2021 and by the end of May 2022, we had signed up 6 employers and placed 17 employees.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

The following employers are signed up to the program, creating job opportunities within Scotland and in London:

- Andron
- BaxterStorey
- Mitchells & Butlers
- Nairns
- NSL
- Scotia UK

We are proud to have created something that is rewarding to both employers and those they provide opportunities to, demonstrated by the following quotes taken at the end of year 1 of the program:

Quote from a Jobs First employer:

"Being involved in the Jobs First Scheme has been a pleasure, it's opened my eyes to see how different peoples' experiences can be and changed the way I think about recruitment. It's been a privilege to watch people transform their lives and let go of their barriers, from interview stage, through the weekly and monthly reviews, both in the workplace and in their personal lives. I would recommend the programme to any business operator, the guidance and support you receive from Social Bite's support workers is incredible, and they quickly become part of the family too."

Quote from a Jobs First employee:

"When I first started going to Social Bite, I was homeless in Edinburgh and was busking in the city centre. At the time I was not in the best place because of a relationship breakdown and got involved in using substances. I ended up in prison and I vowed never to go back after this and 6 years on I have not gone back. I have been volunteering, working as part of the Social Bite Academy and now part of Jobs First."

Jobs First gave me an opportunity which I may not have had due to my criminal background, but Social Bite and my employer took a chance, and it is great that people believe in others changing. I feel that Jobs First has given me something to get up for in the morning and discipline. I feel proud to be part of this and for the impact I am making at work. I feel better due to having this opportunity and have a better structure and routine in my life. I take pride in my appearance I am able to buy my own clothes. I always buy myself something at the end of each month to celebrate my success. I have now been in my role for 12 months and I am working with my employer on progressing in my role."

Volunteers and their contribution to Social Bite

Volunteers involvement is crucial in delivery of all our programmes, as people commit their time and skills to the volunteering program. Having volunteers enables Social Bite to have capacity to run our community initiatives such as Social Suppers, Social Scrans, Vesta meals, and campaign specific events.

Volunteers bring an impressive array of different skills and experiences from different professional backgrounds, interests, passions, and life experiences, which provide a different point of view and a voice for us to listen and learn from.

Regular volunteers are an integral part of the Social Bite team as their involvement is essential to our service and development. Corporate volunteers help us build meaningful relationships with organisations and expand our network of partnerships. They may also bring expertise to a specific area, bringing an essential partnership working with Social Bite thus also committing to our volunteer program.

During the year we received support from 61 volunteers (including Trustees and subsidiary Directors) to run the free food take away service, social suppers and Vesta dinners and help govern and safeguard the charity.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

In December 2021 we again ran our Festival of Kindness campaign that attracted interest from 231 volunteers, with 174 people providing their time over 1,068 hours of volunteering across all sites and within the gift re-distribution centre.

In September 2021 we held our first Break the Cycle event, with this benefitting from the support of 28 volunteers, covering 163 hours of volunteering time.

We are hugely grateful for all the support and commitment shown by every one of our volunteers and area pleased to have been able to improve their experience and engagement with us through engagement and training events we have ran during the year.

D. The Festival of Kindness

During Christmas 2020, we set out to encourage people from all walks of life to help create a **movement of kindness** to spread festive goodwill to those who need it most.

Such was the success of this, we decided to expand the locations of our 'Trees of Kindness' from 2 locations (in Edinburgh and Glasgow) to 5 (to include Aberdeen, Dundee and London), to promote the ethos of kindness to the general public, to encourage gifts to be donated at each tree that would then be distributed to people affected by homelessness and poverty.

During the campaign, we received 46,940 gifts (2020: 39,920) with 9,313 being donated at our trees, 21,350 being donated by corporate supporters and other organisations and 16,277 being purchased directly by us, all made possible by the kindness of others. As Christmas 2020 was at the end of a long year dominated by COVID-19, we did expect a likely drop in gifts donated at our trees, but still managed to achieve an overall increase in gifts available.

These gifts were then distributed across Scotland (to 78 recipient organisations) and in London to 31 recipient organisations, such as Turning Point Scotland, Somebody Cares Scotland SCIO, Safe in Scotland, Frontline Fife and City Harvest (in London).

Feedback received from one of the charities, demonstrates the impact this campaign has on the lives of the others:

"This year we distributed gifts to over 200 children, this would not have possible without City Harvest and Social Bite. Every donation was of tremendous help in supporting families in need. For some children, these were the only presents they received this Christmas, and we are extremely grateful for helping them have a wonderful time!" **Shepherd's Bush Families Project**

A key part of our Festival of Kindness was our long-standing Christmas meals provision – providing sit down meals in Edinburgh, Glasgow and Aberdeen on 24th and 25th December as well as supplying pre-cooked meals (for re-heating) and ingredients to partners. Over the two days we were able to provide 4,091 meals and ingredients (2021: 5,417). Donations raised to provide Christmas meals also helps support our continued free food provision throughout the year.

We were also pleased to again support our friends, Bethany Christian Trust and Glasgow City Mission, in providing temporary accommodation and support in Edinburgh and Glasgow during the winter months of 2021-22.

Our grant of £26,652 to Bethany Christian Trust covered the cost of two nightshift project workers at the Rapid Re-Accommodation Welcome Centre, meaning that guests could access specialised support 24 hours a day. Bethany estimate that each worker was able to help a guest on over 10,450 occasions over the period

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October to March 2022. Overall, the Welcome Centre was able to provide 1,137 men, women and young people with somewhere safe and dignified to sleep and access life changing support.

Our grant of £31,731 to Glasgow City Mission contributed to 1 month's gross salary costs of running the Glasgow Overnight Welcome Centre. During the Welcome Centre's period of opening from 1 December to 31 March 2022, 401 unique guests stayed for 3,508 bed nights, with an average occupancy of 29 guests per night.

itison December campaign

Our partnership with itison has run every year since 2014 and offers people the ability to pay it forward towards a Christmas Meal or Present for somebody in need. The success of this campaign also allows us to continue to fund our free food provision from our cafés throughout the following calendar year, alongside other charitable projects. It has had a transformational impact on the services we have been able to deliver during the year and we are never failed to be amazed by the generosity of itison, their customers and our donors every December.

During the year £591,497 was raised (2021: £647,294). Whilst we have seen a slight decline in this income source over the last few years, we have also established other fundraising mechanisms over this period, that may have directed itison donors to other ways to give and support.

Further information on the subsequent café food distribution that itison income directly supports can be found at section 3.A.

Just Eat campaign

We were pleased that our relationship with Just Eat continued into December 2021, following a very successful fundraising campaign the previous December.

The campaign focussed on facilitating donations to feed people in need during the winter months. Just Eat generously agreed to allow their customers across the UK to donate in December whilst placing an order. All funds raised (including a matched funding element) in December 2021 were split between us (65%) and an English based charity called FoodCycle (35%).

A total of £654,173 (2021: £601,329) was raised, split £402,712 (2021: £420,930) to Social Bite and £251,461 to FoodCycle. Whilst there was an increase in overall funds raised, our share of this reduced slightly from 70% to 65%, to allow Just Eat to provide an increased sum to FoodCycle. The funds we received allowed us to provide 167,261 meals for people in need across the whole of the UK over the period December 2021 to May 2022. We were able to directly produce and distribute 18,506 meals across Scotland, whilst offering £148,000 of grant funding to 15 other charitable organisations across the UK to provide meals locally.

An element of the funds raised can be allocated towards our longer-term projects to break the cycle of homelessness. During the year, some of this funding was used to support the opening of a new coffee shop in London, to spread the reach of the charity. The trustees also agreed to designate £174,398 of the funds raised towards building new Social Bite Villages to support those that currently don't have a place to call home and £85,353 designated towards the Jobs First programme (see section 3.C).

Covid Community Campaign

Through a further connection obtained via The World's Big Sleep Out Trust, we joined a campaign that was launched in December 2020 by [REDACTED] with London Councils and The Mayor of London, with the objective of providing food and support to those struggling during the winter period.

Social Bite was the umbrella charity, arranging distribution of the funds raised, as well as being one of the beneficiaries of this campaign, receiving a 20% share of the donations raised, along with The Trussell Trust,

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FareShare and Magic Breakfast. A further 20% was split between local charities in each participating Council's area.

Our role in this was to act as an agent for the consortium members, receiving donations and distributing in accordance with their stated wishes, in the form of a grant.

During the year to 31 May 2022 the remaining balance of funds of £103,750 was distributed to the beneficiary charities. Further information on this agency arrangement can be found at note 23 to the accounts.

E. Break the Cycle

Break the Cycle with [REDACTED] was Social Bite's inaugural cycle challenge fundraising event, with a primary goal of raising funds to help fund Social Bite's work including raising money towards building of two new Social Bite Village projects.

The live event saw 515 participants take on the challenge of a 60-mile ride starting from the Sir Chris Hoy Velodrome in Glasgow, and finishing at Silverknowes promenade in Edinburgh, just along from the Social Bite village in Granton. The event had a fantastic atmosphere and thoroughly enjoyed by participants, staff and volunteers alike. Along-side the physical live event we also virtual campaign where participants could do any form of exercise from their own homes, office, gyms etc.

Given the challenges the world (and in person events) had been facing in 2021 due to the COVID-19 pandemic we are absolutely delighted with what it achieved. Fundraising directly from the event totalled £450,609 (of which £352,118 was received during the current financial year and £107,127 in year to 31 May 2021), complemented by associated donations of £80,500 (this included a £30,000 restricted donation towards the new villages) and future pledges towards the new village of £180,000, bringing the overall campaign total to £711,109.

From the funds raised, we elected to make a £50,000 donation to SAMH (Scottish Association of Mental Health) to support their projects linked to homelessness.

We are looking forward to realising this impact and looking forward to how we can build on the success of this event in 2022. A huge amount of gratitude and thanks goes out to all of our incredible supporters who took on the challenge of the event, the thousands of generous people who donated and our amazing staff and volunteers who made the event possible.

F. OSCR Inquiry

During the year, as a result of an inquiry by the Office of the Scottish Charity Regulator ("OSCR"), there has been press interest in the charity, not all of it benign. We responded fully and as openly as we could to such interest and as noted elsewhere (see note 20 to the financial statements) still await an outcome to that inquiry over 2 years after it commenced. This has been distracting to all concerned within and associated with the charity. We much look forward to the conclusion of the inquiry as soon as possible and have been calling on OSCR to that effect. We are positive about the outcomes.

With regard to this inquiry, our Chair, [REDACTED], states – *"Running a charity is not only about delivering vital services to the most vulnerable in our society, and raising the funds to do so effectively, it requires truly effective governance and due process. In my role as Chair, along with my fellow trustees, we are responsible for ensuring that Social Bite adheres to the highest levels of governance and works within charity law. This is a responsibility we take extremely seriously. I'm confident we're doing that very effectively."*

THE SOCIAL BITE FUND

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

4. FUTURE PLANS

Over the next year, the charity and its subsidiaries will focus on the following:

- Reviewing our longer-term mission, vision and values of the charity to ensure they are aligned and imbedded within the organisation.
- Running the Break the Cycle event for a 2nd time in September 2022.
- Continuing discussions with partners to identify appropriate sites for 2 new Social Bite Villages, with an aim to have secured land for at least one location by the end of May 2023.
- Opening a new café in Glasgow to support our daily homeless free food provision, with a planned opening date of Spring 2023.
- Building on the success of our 'Jobs First' program, by continuing to exceed the targets we set and provide more employment opportunities for this with a background of homelessness.

5. FINANCIAL REVIEW

A. Income

Income for the year raised from Donations and Legacies was £3.3m (2021 - £3.5m). Further detail on this can be found at note 3 to the financial statements.

The split of income from this year to the previous one is relatively similar, with the main difference being a £232,866 drop in Government Grants, as COVID-19 furlough grants were removed, together with a drop of £135,201 in general donations, that can partly be attributed to the bounce we may have seen during the COVID-19 period in 2020, with higher levels of donations received, especially around December 2020 when we ran our first Festival of Kindness campaign. Donations were generally bolstered by the Break the Cycle event, creating a new income stream and generating £352,118 in the current financial year (2021: £107,127).

The itison annual Christmas campaign was again well supported, where people have the ability to pay it forward towards a Christmas Meal or Present for somebody in need. £591,497 (2021: £642,083) of income, including gift aid, was achieved. Surplus funds from this campaign allow us to support other related activities during the year, including our continuing free food provision provided from our shops. As commented on in the trustee report, the drop we have seen in funds generated from this campaign, may arise from the other Christmas related campaigns we directly run, or are associated with, that also generate donations for us.

The Just Eat Christmas campaign, in its 2nd year, generated donation income of £402,712 (2021: £420,930) and allowed us to establish a winter food distribution service across the UK. £241,523 (2021: £245,532) of this income was restricted to this project and fully spent by the year end. The balance of income received was to be allocated towards other longer-term projects, with trustees designating £85,353 towards new villages and the balance being used to support the opening of a new Social Bite café in London, spreading the work and impact of the charity into a new area.

Income from the Social Bite Village (charitable trading activities) was £213,662 (2021 - £229,311). This income is made up of housing benefit received for each resident, together with a contribution from the local council. COVID-19 still posed some challenges in the speed at which new residents could be brought into the village, as well as some changes to onsite staff and management. This did see a drop in the number of residents and income during the year, but a situation that has been actively addressed post year end, where the village has shifted towards full occupancy.

THE SOCIAL BITE FUND

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

Restricted funding received during the year was £732,114 (2021: £805,697), relating to:

- £248,323 towards Free Food provision (including £241,523 received from Just Eat).
- £165,952 of grant funding towards our financial commitment to Housing First.
- £147,790 of donations towards the building of new Social Bite Villages.
- £144,049 of grant funding to support employment related projects (mainly Jobs First).
- £26,000 of donations to be used towards location specific project.

At the year end the balance on restricted funds was £437,940 (2021: £157,294).

B. Expenditure

Expenditure of £3.1m (2021: £3.0m) was incurred in the financial year in pursuit of Social Bite's charitable objectives. Details of the spend are set out in note 7(i) to the financial statements.

The expenditure is again broadly in line with the prior year, although there are some points to note in how this figure is arrived at:

- We have recognised costs of £202,044 relating to Campaigning (2021: £70,843). This reflects our ongoing commitment to promote the plight of the homeless within Scotland (and beyond) and to stage events that provide a voice for those who have experienced homelessness. The treatment of this expenditure is consistent with how we have accounted for this in previous years and is also commented on at note 2 to the financial statements regarding accounting judgements. The increase in this cost for the year reflects the increase in the events ran during the year, where Break the Cycle was held in September 2021 and Festival of Kindness expanded from 2 locations to 5 in December 2021.
- We have provided grants of £277,698 to other organisations to support free food provision and accommodation (2021: £220,093). The main beneficiaries from this were UK wide charities supporting the Just Eat winter food campaign (£109,000); Bethany Christian Trust to support their Welcome Centre in Edinburgh (£26,652); Glasgow City Mission to support their Overnight Centre in Glasgow (£31,731); and Scottish Association for Mental Health to support their projects related to homelessness (£50,000).
- Net grants provided to the Housing First programme of £26,060 (2021: £343,785). This reflects the net payment made by the charity during the year to meet our ongoing commitment (the remaining post year-end financial commitment is detailed at note 18 to the financial statements).
- Provision of free food, support and employment cost of £855,160 (2021: £1,105,856) of which £848,895 (2021: £1,086,892) was related to Social Bite Limited to facilitate activities and food provision on behalf of the charity and is detailed more fully in the Trustees' Report and in note 19 of the financial statements (Related Party Transactions).
- A capital grant of £162,349 was provided to Social Bite Limited during the year, that was used predominantly to support the opening of a café in the Strand in London, this being a decision the trustees took to further the charity's work out with Scotland, whilst creating a new revenue stream for Social Bite Limited.

The Social Bite Village cost of £388,931 (2021 - £414,318) reflects the ongoing costs of running and maintaining the Village. This includes a depreciation charge of £100,288 (2021: £100,260).

Governance costs of £146,637 (2021: £137,337) are comparable to the prior year and includes £97,734 of pro-bono legal services (2021: £65,000), this being reflected as an equal amount of income within Donations.

Salary cost for the charity for the year was £949,806 (2021: £721,394), with the average number of employees increasing from 17 to 23 (although across the group we have seen a reduction in average staff numbers from 94 to 72 employees). Part of this increase in salary cost and employees relates to the expansion of our Jobs First team, where during the year, 3 support workers joined this newly created team. We also sought to complement our Social Impact Team, who work directly with the homeless community, adding in a volunteer

THE SOCIAL BITE FUND

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

coordinator and a qualified in-house counsellor. We also believe that it is important to ensure our staff are paid a fair and reasonable salary, compared to the market and to reflect the increased costs of living that we have all been experiencing.

Expenditure on raising funds in 2021 in the charity was £681,120 (2021: £423,493). This increase was to be expected as we ran the Break the Cycle event and expanded Festival of Kindness. A further £1.3m of costs (2021: £1.3m) was incurred by the group subsidiary companies, much of which is in furtherance of our charitable activities, as set out below.

C. Social Bite Limited

The extensive charitable activities carried out by Social Bite Limited are elaborated in the previous section covering Activities, Achievements & Performance. Social Bite Limited receives an ongoing monthly financial contribution from the charity to support all of these activities and it is recognised that by carrying out these activities, all of which have a distinct and important charitable purpose, it does create challenges in maximising commercial opportunities within Social Bite Limited.

Social Bite Limited is continually looking at ways to reduce cost and improve efficiencies, whilst exploring further income generating opportunities that can create profit and an additional return for the charity. All sums used are to ensure Social Bite Limited continues to trade, continues to provide employment to homeless people, continues to provide free food and continues to make a difference, helping the charity deliver impact on a wider scale. Again, the significant charitable activities undertaken are described elsewhere within this report.

The year to 31 May 2022 continued to be challenging on the trading front, with there being periods of closure due to COVID-19 enforced lockdowns and Government guidance at times to remain at home and work where you can. In an effort to reduce cost and simplify business operations, the following decisions were taken:

- Social Bite Delivers was closed as of end of December 2021. This had generated reasonable levels of income pre-pandemic through delivering food and drink to organisations across the central belt of Scotland for meetings and events.
- The Glasgow café was permanently closed in July 2021 due to the landlord ending our tenancy to allow for building development. Whilst a Glasgow location remained a priority, we ensured there was a free food service provision made available from another location and then took time to robustly assess the options for the future.
- A review of staffing requirements based on changes to operations took place and the difficult decision was taken to make redundancies, that has resulted in the reduction in group staff numbers during the year.
- A partnership was entered into with BaxterStorey, generating income from a Social Bite branded café being opened up at the RBS Gogarburn site in Edinburgh, whilst raising awareness, creating Jobs First opportunities and generating donation income for the charity. This partnership is one that both parties are invested in and wish to expand to other locations as the opportunity arises.

Turnover and Other Income for the year was £1.6m (2021: £2.1m), including sums provided by the charity. There was a loss before tax for the year of £12,040 (2021: profit of £14,140).

Total costs relating to Social Bite Limited that were met by the charity totalled £1,145,835 (2021: £1,086,892) to cover the following:

- support delivery of essential charitable services, including free food and employment - £848,895
- a capital grant of £162,349, that was predominantly used to support the opening of café in the Strand in London; and
- a provision against an inter-company balance due of £134,591 (explained further below).

THE SOCIAL BITE FUND

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2022 (continued)

The balance sheet of Social Bite Limited remains insolvent (as it was last year) by £101,757 (2020: (£89,717)). This continues to relate to inter-company balances, with there being no intention of these being called for repayment at the current time. In respect of the total debt that was due from Social Bite Limited at the year-end of £136,421, a provision has been made against this of £134,591 (leaving a net balance of £1,830). The majority of this sum relates to a historic debt (from the early years of the charity's formation) that the trustees believe was accrued due to insufficient grant funding being provided to Social Bite Limited to support the cost of free food, employment and the provision of other charitable services. Improved financial oversight now ensures there is far greater clarity on services delivered and the value associated with these. There is an intention to formally forgive this loan post year-end, subject to professional advice being taken.

The trustees are clear that the charity intends to continue to support Social Bite Limited, such is its importance to the work that charity undertakes and fulfils through its subsidiary that is adequately outlined in this Trustees' Report. The charity will continue to support Social Bite Limited financially as is reasonably required, which is factored into future Social Bite cash flow forecasts.

D. Social Bite Restaurants Limited

Turnover and Other Income for the year was £482,451 (2021: £337,875), including grants provided by the charity. A loss before tax of £19,319 (2021: (£4,375)) was incurred. Whilst there were some planned and unplanned periods of closure during the year (due to the COVID-19 December 2021 outbreak), turnover did increase, but the busy December 2021 period was significantly impacted due an increase in COVID-19 infection rates, with impact of this being felt in the months that followed.

During the year, grants were paid to Social Bite Restaurants Limited by the charity totalling £6,259 (2021: £18,964). Further detail on this can be found at note 19 covering related party transactions.

The balance sheet of Social Bite Restaurants Limited remains insolvent (as it was last year) – (£301,444) (2021: (£282,132)). This in part relates to inter-company balances - £78,804 (2021: £89,449).

Post year-end, there has been a change in the restaurant landlord, with discussions ongoing in relation to the landlord's future redevelopment plans of the entire building (in which the restaurant partly occupies).

The trustees are clear in their duty to protect the interests of the charity and there is a belief that some, if not all, of the inter-company debt can be recovered, either directly or indirectly from any deal with the landlord. However, given no settlement has been formally agreed at the time these accounts were approved, the trustees have taken a prudent view to make a provision of £77,194 against the outstanding debt, given the uncertainty that exists.

6 CONCLUDING REMARKS

We are pleased with the level of impact that the charity continues to have and the expansion of activities that now take us out with Scotland, whilst still recognising the significant and breadth of work we still and will carry out within Scotland. The year has not been without challenges but we look forward with confidence and remain grateful to every individual, business, organisation and partner charities who support us in our work.

On behalf of the Board of Trustees,



Trustee and Chair

Date: 27 February 2023

THE SOCIAL BITE FUND

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 MAY 2022

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 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the 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, 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 charity and 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

Opinion

We have audited the financial statements of The Social Bite Fund (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 May 2022 which comprise the Consolidated and Charity Statements of Financial Activities, the Consolidated and Charity Balance Sheets, the Consolidated Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 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 affairs of the group and the parent charity's affairs as at 31 May 2022 and of the group's and the parent charity'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; 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).

Basis for opinion

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 parent 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.

Emphasis of matter – regulatory events

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of disclosures made in note 20 to the financial statements concerning events arising from regulatory inquiry by the Office of the Scottish Charity Regulator (OSCR). The trustees, having taken legal advice up to the date of approval of the financial statements are satisfied that inquiries to date do not result in a material financial exposure to the charity which would require adjustment to, or additional disclosure within, the financial statements. At the date of approval of the financial statements OSCR's investigation is ongoing and the trustees continue to fully cooperate with OSCR.

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 the parent 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.

THE SOCIAL BITE FUND

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

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) require us to report to you if, in our opinion:

- the information given in the trustees' annual report is inconsistent in any material respect with the financial statements; or
- the parent charity has not kept proper accounting records; or
- the parent charity's financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 17, 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 group and the parent 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 group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act.

Our objectives are to obtain reasonable assurance about whether the group and parent 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of

THE SOCIAL BITE FUND

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

irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

Identifying and assessing risks related to irregularities:

We assessed the susceptibility of the group and parent charity's financial statements to material misstatement and how fraud might occur, including through discussions with the trustees, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the group and parent charity by discussions with trustees and updating our understanding of the sectors in which the group and parent charity operate.

Laws and regulations of direct significance in the context of the group and parent charity include the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and guidance issued by the Office of the Scottish Charity Regulator.

Audit response to risks identified:

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the parent charity's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the parent charity's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

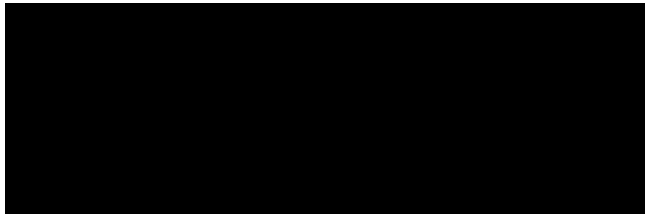
A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

THE SOCIAL BITE FUND

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

Use of our report

This report is made solely to the parent charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the parent 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 parent charity and the parent charity's trustees as a body, for our audit work, for this report,



Chartered Accountants Statutory Auditors

Edinburgh Quay,
133 Fountainbridge
Edinburgh
EH3 9BA

Date: 28 February 2023

Saffery Champness LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE SOCIAL BITE FUND

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MAY 2022

	Note	Unrestricted funds £	Restricted funds £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Income from:					
Donations and legacies	3	2,601,281	732,114	3,333,395	3,525,275
Charitable activities	4	213,662	-	213,662	229,311
Other trading activities	5	1,201,004	-	1,201,004	1,319,268
Investments		557	-	557	217
Total income		4,016,504	732,114	4,748,618	5,074,071
Expenditure on:					
Charitable activities	7(i)	2,358,721	451,468	2,810,189	3,048,284
Raising funds	7(ii)	1,860,719	-	1,860,719	1,714,530
Total expenditure		4,219,440	451,468	4,670,908	4,762,814
Net income/(expenditure)		(202,936)	280,646	77,710	311,257
Transfers between funds		-	-	-	-
Net movement in funds		(202,936)	280,646	77,710	311,257
Reconciliation of funds:					
Total funds brought forward		2,513,122	157,294	2,670,416	2,359,159
Total funds carried forward	16	2,310,186	437,940	2,748,126	2,670,416

The statement of financial activities includes all gains and losses in both the current and prior periods.

All income and expenditure derive from continuing activities.

THE SOCIAL BITE FUND

STATEMENT OF FINANCIAL ACTIVITIES – CHARITY ONLY FOR THE YEAR ENDED 31 MAY 2022

	Note	Unrestricted funds £	Restricted funds £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Income from:					
Donations and legacies	3	2,601,281	732,114	3,333,395	3,525,275
Charitable activities	4	213,662	-	213,662	229,311
Investments		557	-	557	217
Other	6	3,000	-	3,000	2,502
Total income		2,818,500	732,114	3,550,614	3,757,305
Expenditure on:					
Charitable activities	7(i)	2,655,661	451,468	3,107,129	3,048,284
Raising funds	7(ii)	681,120	-	681,120	423,493
Total expenditure		3,336,781	451,468	3,788,249	3,471,777
Net income/(expenditure)		(518,281)	280,646	(237,635)	285,528
Transfers between funds		-	-	-	-
Net movement in funds		(518,281)	280,646	(237,635)	285,528
Reconciliation of funds:					
Total funds brought forward		2,774,309	157,294	2,931,603	2,646,075
Total funds carried forward	16	2,256,028	437,940	2,693,968	2,931,603

The statement of financial activities includes all gains and losses in both the current and prior periods.

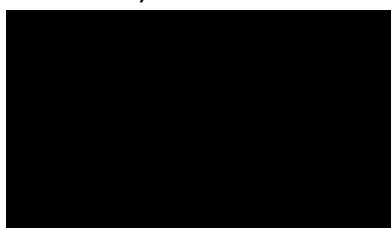
All income and expenditure derive from continuing activities.

THE SOCIAL BITE FUND

BALANCE SHEETS AS AT 31 MAY 2022

	Note	Group Total funds		Charity Total funds	
		31 May 2022	31 May 2021	31 May 2022	31 May 2021
		£	£	£	£
Fixed assets					
Tangible assets	9	793,373	640,542	521,028	461,848
Investments	10	-	-	-	-
		793,373	640,542	521,028	461,848
Current assets					
Stock	11	16,490	21,116	-	-
Debtors	12	346,542	507,394	227,595	627,276
Cash at bank and in hand		2,358,070	2,300,131	2,301,544	2,239,855
		2,721,102	2,828,641	2,529,139	2,867,131
Creditors: amounts falling due within one year	13	(634,713)	(737,346)	(292,479)	(397,376)
Net current assets		2,086,389	2,091,295	2,236,660	2,469,755
Total assets less current liabilities		2,879,762	2,731,837	2,757,688	2,931,603
Creditors: amounts falling due after one year	14	(131,636)	(61,421)	(63,720)	-
Net assets		2,748,126	2,670,416	2,693,968	2,931,603
Funds					
Restricted funds	15	437,940	157,294	437,940	157,294
Unrestricted funds	16	2,310,186	2,513,122	2,256,028	2,774,309
		2,748,126	2,670,416	2,693,968	2,931,603

The financial statements were approved by the Board of Trustees on 27 February 2023 and were signed on its behalf by:



Trustee & Chair

THE SOCIAL BITE FUND

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MAY 2022

	Note	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Cash flows from operating activities			
Net cash provided by operating activities	21	<u>287,556</u>	<u>358,406</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(359,414)	(31,297)
Interest received		<u>557</u>	<u>217</u>
Net cash used in investing activities		(358,857)	(31,080)
Repayments of borrowing		1,800	(539,863)
Cash inflows from new borrowing		<u>127,440</u>	<u>50,000</u>
Net cash provided by financing activities		129,240	(489,863)
Net increase / (decrease) in cash and cash equivalents in the reporting period		57,939	(162,537)
Cash and cash equivalents at beginning of period		<u>2,300,131</u>	<u>2,462,668</u>
Cash and cash equivalents at end of period		<u>2,358,070</u>	<u>2,300,131</u>
Relating to:			
Cash at bank and in hand		<u>2,358,070</u>	<u>2,300,131</u>

THE SOCIAL BITE FUND

STATEMENT OF CASH FLOWS – CHARITY ONLY FOR THE YEAR ENDED 31 MAY 2022

	Note	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Cash flows from operating activities			
Net cash provided by operating activities	21	<u>124,852</u>	<u>406,168</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(191,160)	(1,012)
Interest received		<u>557</u>	<u>217</u>
		(190,603)	(1,012)
Net cash used in investing activities			
Repayments of borrowing		-	(506,685)
Cash inflows from new borrowing		<u>127,440</u>	<u>-</u>
Net cash provided by financing activities		127,440	(506,685)
Net increase / (decrease) in cash and cash equivalents in the reporting period		61,689	(101,529)
Cash and cash equivalents at beginning of period		<u>2,239,855</u>	<u>2,341,384</u>
Cash and cash equivalents at end of period		<u>2,301,544</u>	<u>2,239,855</u>
Relating to:			
Cash at bank and in hand		<u>2,301,544</u>	<u>2,239,855</u>

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022

1 Accounting policies

(a) Charity information

The Social Bite Fund ("the Fund") is a Scottish Charitable Incorporated Organisation ("SCIO"). The principal office is given in the charity information on page 4 of these financial statements. The nature of the charity's operators and principal activities are set out within the Trustees' Report.

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

(b) Basis of preparation

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102"), 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). The financial statements have also been prepared in accordance with the Charities Accounts (Scotland) Regulations Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005.

The charity is a public benefit entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below. These policies have been consistently applied to all periods presented.

The charity has taken advantage of the relevant exemptions available to qualifying entities within the Reduced Disclosure Framework of FRS 102 from the requirement to disclose certain information in relation to the individual parent charity, including statement of cash flows and financial instruments. The consolidated group financial statements present this information for the group only.

(c) Going concern

The trustees have reviewed up to date cash flow forecasts up until May 2024 and paid particular attention to the period of twelve months from the date of approval of the financial statements and are of the view that the charity and group will be able to meet liabilities as they fall due. As with any cash flow forecast, there are assumptions made regarding the availability and timing of incoming funds, especially donations that mean there can be no guaranteed certainty in relation to these. The trustees have factored into these forecasts the ability not to approve expenditure on any major new projects until sufficient funds for those projects have been identified and raised and the ability to scale back expenditure if required.

The trustees also recognise the trading performance of the subsidiaries has not been at a level that may have been expected. Changes have been implemented in Social Bite Limited during the year and continue post year-end, to simplify the structure and identify ways to improve commercial revenue. Social Bite Restaurants Limited continues to be closely monitored and as mentioned in the Trustees' Report, there has been a change in restaurant landlord, resulting in discussions taking place around the landlord's future redevelopment plans of the entire building (in which the restaurant partly occupies) and the implications this may have.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

1. Accounting policies (continued)

The Trustees' Report explains the position in respect of Social Bite Limited and Social Bite Restaurants Limited in more detail. However, the current financial situation of the charity is fortunately one that continues to be of relative strength. The parent charity will continue to support the subsidiaries at agreed levels.

When considering the going concern status of the charity and the charitable group the trustees are mindful of historic and in year events and the risk to the charity, as reported in note 20.

As set out in the reserves section of the Trustees' Report, the trustees have approved a base level of £500,000 of cash reserves to be maintained to support core running costs of the charity. Actual group cash held as at 31 May 2022 was £2.36 million (2021: £2.30m). Unrestricted reserves, after deduction of fixed assets, of £1.52m (2021: £1.87m).

Taking all of these factors together, the trustees have not identified any material uncertainties with respect to the going concern position of the group and parent charity. As such, these financial statements are prepared on a going concern basis.

(d) 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 the balance sheet date. Where this occurs, the results of subsidiaries sold or acquired in the period 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.

(e) Charitable Funds

The funds are available for use only according to the objectives of the Fund. Unrestricted funds are expendable at the discretion of the trustees in furtherance of the objects of the Fund unless they have been designated for other purposes.

Designated funds are funds which have been earmarked at the discretion of the trustees for a particular project. Where these arise, the purposes and uses of designated funds in respect of these projects are set out in the notes to the accounts.

Restricted funds are subject to restriction on their expenditure imposed by the donor. The purposes and uses of restricted funds in respect of these projects are set out in the notes to the accounts.

The costs of raising and administering such funds are charged against the specific fund.

(f) Income

All income is recognised in the statement of financial activities when the conditions for receipt have been met and it is probable that the income will be received. The following specific policies are applied to particular categories of income:

- Donations subject to the specific wish of the donors are allocated to the relevant restricted funds. Donations receivable for general purposes of the charity are allocated to unrestricted funds.
- Incoming resources from charitable activities represents occupancy income generated from the operation of the Social Bite Village which provides housing for homeless people.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

1 Accounting policies (continued)

- Income from donations and grant income is recognised when the charity has entitlement and the amount can be reliably measured. This is generally the earlier of the charity being notified of the impending distribution or the amount being received. On occasion, donations will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the income is recognised when the amount becomes reliably measurable. Where performance conditions are attached to grants receivable, recognition occurs once entitlement becomes unconditional.
- Income from other trading activities through shop and restaurant sales and events' income are recognised as the related goods and services are provided.
- Income from charitable activities represents occupancy income generated from the operation of the Social Bite Village which provides housing for homeless people.
- Donated goods, services and facilities are included at the value to the charity where this can be readily quantified. In accordance with the Charity SORP, the contribution of general volunteers has not been included as income in these accounts due to the lack of a reliable measurement basis.

(g) 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.

- Expenditure on raising funds includes expenditure in relation to events and fundraising activities and fees for processing donations.
- Expenditure on charitable activities comprises the costs associated with the Fund's principal activities, including grants and other support to its subsidiary companies in their social enterprise activities as well as other charitable donations made by the Fund. Grants payable are payments to third parties in the furtherance of the charitable objects of the charity. Grants are accounted for when the recipient has a reasonable expectation that they will receive a grant and the trustees have agreed to pay the grant.
- Other expenditure comprises those costs incurred by other group companies in respect of their activities.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly while others are apportioned on an appropriate basis. All support costs are met by the unrestricted funds of the Fund.

(h) 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:

Leasehold Improvements	10 years (or term of any associated lease if less)
Property	4% straight line
Equipment & Furniture	3 - 5 years

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

1 Accounting policies (continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in net income/(expenditure) for the year.

At each reporting date the charity reviews the carrying amounts of the tangible fixed assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any.

(i) Fixed asset investments

Investments in subsidiary undertakings are included at cost.

A subsidiary is an entity controlled by the charity. Control is defined as the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

(j) Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held with banks.

(k) Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the group's financial statements when the group becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset with the net amounts presented in the financial statements, only when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in income and expenditure. If there is a decrease in the impairment loss from an event occurring after the impairment was recognised, the impairment is reversed in income and expenditure.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

1 Accounting policies (continued)

De-recognition of financial assets

Financial assets are de-recognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the group transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other creditors and amounts due to subsidiary undertakings are initially recognised at transaction price and are subsequently carried at amortised cost, using the effective interest rate method.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

De-recognition of financial liabilities

Financial liabilities are derecognised when, and only when, the group's obligations are discharged, cancelled, or they expire.

(l) Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

(m) Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charity for UK corporation tax purposes. It is therefore potentially exempt from taxation in respect of income or capital gains to the extent that such income or gains are applied for charitable purposes.

The charity's subsidiary companies have no such exemption for taxation. Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

1 Accounting policies (continued)

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

(n) Leasing

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

(o) Retirement benefits

The charity contributes to the employees' defined contribution personal pension plans. Contributions payable are charged to unrestricted funds in the year they are payable.

(p) Accounting for funds held as an agent

Any funds received by the charity whilst acting as an agent on behalf of another are recognised as a liability. Such funds are administered in accordance with the instructions received, with the exception of any funds for which the charity is the ultimate beneficiary to and then recognises this income in the period to which it relates.

2 Accounting judgements and key sources of uncertainty

In the application of the group's and the parent charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The following judgements and estimation uncertainties have a significant effect on amounts recognised in the financial statements:

- Depreciation is calculated to fully write off the cost of assets over their estimated useful life. Management estimate the useful life of each asset. Details of the depreciation charged in the period are in note 9.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

- In the year, the trustees reviewed all expenditure associated with delivering Festival of Kindness and Break the Cycle events and determined that the expenditure did not wholly relate solely to the costs of running an event. Accordingly, in the case of the event costs charged, the trustees took the view that splitting these costs 50% towards campaigning within Charitable Expenditure and 50% towards the Cost of Raising Funds was a fair and reasonable split. This is consistent with the judgements in previous years.

3 Donations and legacies – group and charity

	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Break the Cycle	352,118	107,127
itison Christmas Campaign	591,497	642,083
Just Eat Christmas Campaign	402,712	420,930
Donations – general	1,979,634	2,114,835
Government grants	7,434	240,300
	3,333,395	3,525,275
Analysed by fund:		
Unrestricted fund	2,601,281	2,719,578
Restricted fund	732,114	805,697
	3,333,395	3,525,275

Further detail of the activities relating to this income is included within the Trustees' Report.

4 Income from charitable activities – group and charity

	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Village occupancy income - unrestricted	213,662	229,311
	213,662	229,311

5 Income from trading activities – group only

	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Shop and restaurant sales – unrestricted	1,201,004	1,319,268
	1,201,004	1,319,268

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

6 Other Income – charity only

	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Other Income	3,000	2,502
	3,000	2,502

7 Expenditure

(i) Expenditure on activities in furtherance of charitable objectives

	Group		Charity	
	Year ended 31 May 2022 £	Year ended 31 May 2021 £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Campaigning	202,044	70,483	202,044	70,483
Donations to other charities working for the alleviation of poverty	20,200	27,827	20,200	27,827
Grants provided to organisations to support free food provision & accommodation	277,698	220,093	277,698	220,093
Housing First programme	26,060	343,785	26,060	343,785
Other charitable expenditure	59,875	116,337	59,875	116,337
Provision of free food, support and employment	855,160	1,105,856	989,751	1,105,856
CAPEX grants to support charitable objectives	-	-	162,349	-
Social Bite Village (includes depreciation)	388,931	414,318	388,931	414,318
Allocation of support costs – note 7(iii)	872,261	620,426	872,261	620,426
Allocation of governance costs – note 7(iii)	107,960	129,159	107,960	129,159
	2,810,189	3,048,284	3,107,129	3,048,284
Attributed to funds as follows:				
Unrestricted funds	2,358,721	2,024,227	2,655,661	2,024,227
Restricted funds	451,468	1,024,057	451,468	1,024,057
Total	2,810,189	3,048,284	3,107,129	3,048,284

Provision of free food, support and employment includes sums paid to wholly own subsidiaries to support this service. Further details can be found at note 19 – Related Party Transactions.

Details of material grants to organisations are disclosed on page 14 of the Trustees' Report.

Further detail of the activities relating to this expenditure is included within the Trustees' Report.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

7 Expenditure (continued)

(ii) Raising funds

	Group		Charity	
	Year ended 31 May 2022 £	Year ended 31 May 2021 £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Advertising & marketing costs	89,299	68,019	89,299	68,019
Donation processing fees	30,127	27,307	30,127	27,307
Event costs	198,875	95,016	198,875	95,016
Shop & restaurant operations	1,256,793	1,291,037	77,194	-
Allocation of support costs – note 7(iii)	265,550	224,973	265,550	224,973
Allocation of governance costs – note 7(iii)	20,075	8,178	20,075	8,178
	1,860,719	1,714,530	681,120	423,493

Event costs mainly relate to the attributable costs of running each event, with consideration to the purpose(s), whether this be campaigning, fundraising, or a mixture of both.

(iii) Allocation of support costs – group and charity

	Method	Raising funds £	Charitable activities £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Audit & Accountancy fees	% spend	5,455	29,335	34,790	34,482
Bank, professional & consultancy fees	% spend	9,142	49,164	58,306	33,428
Depreciation	% spend	1,972	10,604	12,576	12,603
General expenses	% spend	844	4,538	5,382	7,963
Insurance	% spend	1,258	6,764	8,022	6,932
Interest paid	% spend	-	-	-	3,287
IT Software & Consumables	% spend	4,576	24,609	29,185	18,321
Legal expenses	% spend	18,601	100,035	118,636	106,937
Office expenses	% spend	2,699	14,515	17,214	6,068
Rent & rates	% spend	1,860	10,003	11,863	15,253
Salaries	Direct	236,072	713,734	949,806	721,394
Training & development	% spend	322	1,731	2,053	13,672
Travel expenses	% spend	2,824	15,188	18,012	2,396
		285,625	980,220	1,265,845	982,736

Total governance costs comprise of legal expenses of £118,637 (2021: £106,937) plus auditor's remuneration in respect of the external audit of the charity and its group of £28,000 (2021: £30,400).

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

7 Expenditure (continued)

The legal expenses include £97,734 of pro-bono services provided (2021: £65,000) – this is also reflected as an equal amount of income within Donations – General at note 3.

(iv) Auditor's remuneration

The analysis of external auditor's remuneration for the year is as follows:

	Group		Charity	
	Year ended 31 May 2022 £	Year ended 31 May 2021 £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Accountancy fees	5,560	4,079	-	720
Audit fees	28,000	30,400	28,000	30,400
Tax fees	3,800	11,927	-	4,380
	<u>37,360</u>	<u>46,406</u>	<u>28,000</u>	<u>35,500</u>

8 Employees

(i) Number of employees

The average monthly number of employees during the period was:

	Group		Charity	
	Year ended 31 May 2022	Year ended 31 May 2021	Year ended 31 May 2022	Year ended 31 May 2021
Management and administration	30	29	23	17
Shop and restaurant staff	42	65	-	-
	<u>72</u>	<u>94</u>	<u>23</u>	<u>17</u>

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

8 Employees (continued)

(ii) Employment costs

	Group		Charity	
	Year ended 31 May 2022 £	Year ended 31 May 2021 £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Wages and salaries	1,793,338	1,878,544	837,640	640,529
Social security	169,403	138,037	89,814	66,268
Pension contributions	41,219	36,659	22,352	14,597
	<u>2,003,960</u>	<u>2,053,240</u>	<u>949,806</u>	<u>721,394</u>

The number of employees whose annual remuneration (including termination payments but excluding employer pension contributions) were above £60,000 are set out below:

	2022	2021
Between £60,000 and £69,999	-	-
Between £70,000 and £79,999	1	1
Between £80,000 and £89,999	1	1

During the year, the trustees approved an ex-gratia payment to 1 departing employee totalling £7,000 (2021: £17,808). In this case, the trustees, after careful consideration, were of the view there was a moral obligation to make such a payment.

None of the trustees (or any persons connected with them) received any remuneration from the charity in their role as trustees.

None of the trustees received any reimbursement of expenses during the year.

The following trustee received remuneration from their employment with the charity up until their resignation as a trustee on 22 December 2020 (their employment with the charity continued beyond this date):

	Year ended 31 May 2022 £	Year ended 31 May 2021 £
██████████ - remuneration		
As CEO of The Social Bite Fund	-	50,341
Employer pension contributions	-	738
Total remuneration	<u>-</u>	<u>51,079</u>

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

9 Tangible fixed assets

Group	Property £	Leasehold improvements £	Equipment & Furniture £	Total £
Cost or valuation				
At 1 June 2021	903,066	283,694	248,114	1,434,874
Additions	-	154,347	205,067	359,414
Disposals	-	(17,721)	(67,963)	(85,684)
At 31 May 2022	903,066	420,320	385,218	1,708,604
Depreciation				
At 1 June 2021	488,720	124,736	180,876	794,332
Charge for the year	100,286	60,079	45,218	205,585
Eliminated on disposal	-	(17,721)	(66,963)	(84,686)
At 31 May 2022	589,006	167,094	159,131	915,231
Net book value				
At 31 May 2022	314,060	253,226	226,087	793,373
At 31 May 2021	414,346	158,958	67,238	640,542
Charity				
Cost or valuation				
At 1 June 2021	688,963	72,489	25,070	786,522
Additions	-	-	191,160	191,160
Disposals	-	-	-	-
At 31 May 2022	688,963	72,489	216,230	977,682
Depreciation				
At 1 June 2021	302,340	12,705	9,629	324,674
Charge for the year	100,288	7,260	24,432	131,980
Eliminated on disposal	-	-	-	-
At 31 May 2022	402,628	19,965	34,061	456,654
Net book value				
At 31 May 2022	286,335	52,524	182,169	521,028
At 31 May 2021	386,623	59,784	15,441	461,848

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

10 Investments – Charity

Shares in
group
undertakings
£

Cost - at 1 June 2021 and 31 May 2022

-

Net book value - at 31 May 2021 and 31 May 2022

-

Holdings of more than 20%

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

Company

Subsidiary undertakings	Registered office	Principal activity	Shares held	
			Class	%
Social Bite Limited	Scotland	Operation of sandwich shops	Ordinary	100
Social Bite Restaurants Limited	Scotland	Operation of Vesta restaurant	Ordinary	100

	Social Bite Limited £	Social Bite Restaurants Limited £	Year ended 31 May 2022 £	Year ended 31 May 2021 £
Income	1,072,127	451,984	1,524,111	1,524,106
Cost of sales	(1,053,395)	(255,010)	(1,308,405)	(1,654,523)
Administration expenses	(580,716)	(244,838)	(825,554)	(806,879)
Other operating income	544,634	30,467	575,101	950,998
Interest payable	(343)	(1,800)	(2,143)	(3,937)
Tax	5,653	(122)	5,531	-
(Loss) / Profit	(12,040)	(19,319)	(31,359)	9,765

The Trustees' Report and the financial review provide further detail on the purpose of the group as a whole and the charitable activities delivered within each subsidiary.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

10 Investments – Company (continued)

The assets and liabilities of the subsidiaries:

	Social Bite Limited	Social Bite Restaurants Limited	31 May 2022	31 May 2021
	£	£	£	£
Tangible fixed assets	202,360	69,985	272,345	178,695
Current assets	155,214	59,874	215,088	228,304
Creditors: amounts falling due within one year	(351,043)	(337,796)	(688,839)	(668,799)
Creditors: amounts falling due after one year	(108,288)	(93,507)	(201,795)	(110,042)
Total net liabilities	<u>(101,757)</u>	<u>(301,444)</u>	<u>(403,201)</u>	<u>(371,842)</u>

These results have been incorporated in the consolidated results of the group after elimination of intercompany transactions.

11 Stock

	Group		Charity	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	£	£	£	£
Food, Drink & Other Consumables	<u>16,490</u>	<u>21,116</u>	<u>-</u>	<u>-</u>

12 Debtors

	Group		Charity	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	£	£	£	£
Trade debtors	69,302	53,819	10,891	48
Amounts due from group undertakings	-	-	3,440	232,673
Other debtors	<u>277,240</u>	<u>453,575</u>	<u>213,264</u>	<u>394,555</u>
	<u>346,542</u>	<u>507,394</u>	<u>227,595</u>	<u>627,276</u>

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

13 Creditors

	Group		Charity	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	£	£	£	£
Trade creditors	147,579	162,778	37,385	121,403
Taxation and other social security	52,442	74,960	28,883	37,504
Amounts due to group company	-	-	-	-
Loans	146,767	154,347	50,000	50,000
Lease liability	63,720	-	63,720	-
Other creditors	39,172	61,507	5,403	22,020
Accruals and deferred income	185,033	283,754	107,088	166,449
	634,713	737,346	292,479	397,376

14 Creditors: amounts falling due after more than one year

	Group		Charity	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	£	£	£	£
Lease liability	63,720	-	63,720	-
Other creditors	67,916	61,421	-	-
	131,636	61,421	63,720	-

Analysis of loans included within other creditors:

Wholly repayable within five years	200,985	202,779	-	-
Wholly repayable > 5 years	3,594	-	-	-
Included in current liabilities	(146,767)	(154,347)	-	-
	57,812	48,432	-	-

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

15 Restricted Funds – Group and Charity

(i) Movement in restricted funds – current period

	Balance at 1 June 2021 £	Income £	Expenditure £	Transfers £	Balance at 31 May 2022 £
Restricted funds					
Free Food Provision	91,294	248,323	(243,473)	-	96,144
Housing First	-	165,952	(98,000)	-	67,952
New Villages	-	147,790	-	-	147,790
Employment	-	144,049	(73,995)	-	70,054
Location Specific	66,000	26,000	(36,000)	-	56,000
Total restricted funds	157,294	732,114	(451,468)	-	437,940

(ii) Movement in restricted funds – prior period

	Balance at 1 June 2020 £	Income £	Expenditure £	Transfers £	Balance at 31 May 2021 £
Restricted funds					
Free Food Provision	308,949	494,697	(712,352)	-	91,294
Housing First	-	300,000	(300,000)	-	-
Location Specific	66,705	11,000	(11,705)	-	66,000
Total restricted funds	375,654	805,697	(1,024,057)	-	157,294

Nature and purpose of restricted funds:

Free Food Provision	Donations received towards free food provision.
Housing First	Grant income we have received to be used towards our Housing First commitment. Income received in each of the current year and prior period was fully utilised in the relevant period.
New Villages	Donations provided that are specifically to support the construction and opening of future new Villages, together with associated running costs.
Employment	Funding provided to support employment opportunities for staff who have a background of homeless. This employment is predominantly provided within Social Bite Limited.
Location Specific	Donations received that have a location related restriction, such as a specific place or area.

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

16 Unrestricted Funds

(i) Movement in funds - group

Current year	Balance at 1 June 2021 £	Income £	Expenditure £	Transfers £	Balance at 31 May 2022 £
Unrestricted Funds	<u>2,513,122</u>	<u>4,016,504</u>	<u>(4,219,440)</u>	<u>-</u>	<u>2,310,186</u>

Prior period	Balance at 1 June 2020 £	Income £	Expenditure £	Transfers £	Balance at 31 May 2021 £
Unrestricted Funds	<u>1,983,505</u>	<u>4,268,374</u>	<u>(3,738,757)</u>	<u>-</u>	<u>2,513,122</u>

(ii) Movement in funds - charity

Current year	Balance at 1 June 2021 £	Income £	Expenditure £	Transfers £	Balance at 31 May 2022 £
Unrestricted Funds	<u>2,774,309</u>	<u>2,818,500</u>	<u>(3,336,781)</u>	<u>-</u>	<u>2,256,028</u>

Included within Unrestricted Funds is a Designated Funds balance of £740,809 at 31 May 2022 (2021 - £nil). These funds were Designated by trustees for the purposes of future planned free food provision during the rest of calendar year 2022 (£275,057), for the construction of New Villages (£380,399) and to support future employment via the Social Bite Jobs First scheme (£85,353). All of these initiatives are commented on within the Trustees' Report.

Prior period	Balance at 1 June 2020 £	Income £	Expenditure £	Transfers £	Balance at 31 May 2021 £
Unrestricted Funds	<u>2,270,421</u>	<u>2,951,608</u>	<u>(2,447,720)</u>	<u>-</u>	<u>2,774,309</u>

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

17 Analysis of net assets between funds

(i) Group

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 May 2022 are represented by:			
Tangible assets	793,373	-	793,373
Current assets	2,283,162	437,940	2,721,102
Current liabilities	(634,713)	-	(634,713)
Creditors: amounts falling due after more than one year	(131,636)	-	(131,636)
	<u>2,310,186</u>	<u>437,940</u>	<u>2,748,126</u>

Fund balances at 31 May 2021 are represented by:

Tangible assets	640,542	-	640,542
Current assets	2,671,347	157,294	2,828,641
Current liabilities	(737,346)	-	(737,346)
Creditors: amounts falling due after more than one year	(61,421)	-	(61,421)
	<u>2,513,122</u>	<u>157,294</u>	<u>2,670,416</u>

(ii) Charity

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 May 2022 are represented by:			
Tangible assets	521,028	-	521,028
Current assets	2,091,199	437,940	2,529,139
Current liabilities	(292,479)	-	(292,479)
Long term liabilities	(63,720)	-	(63,720)
	<u>2,256,028</u>	<u>437,940</u>	<u>2,693,968</u>

Fund balances at 31 May 2021 are represented by:

Tangible assets	461,848	-	461,848
Current assets	2,709,837	157,294	2,867,131
Current liabilities	(397,376)	-	(397,376)
	<u>2,774,309</u>	<u>157,294</u>	<u>2,931,603</u>

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

18 Financial commitments

At 31 May 2022, the Group was committed to making the following total future minimum lease payments under non-cancellable operating leases as follows:

	Group		Charity	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	£	£	£	£
Operating leases which expire:				
In one year	101,704	146,606	44,804	81,388
Between two and five years	232,410	262,383	11,500	45,833
In over five years	36,667	91,667	-	-
	<u>370,781</u>	<u>500,656</u>	<u>56,304</u>	<u>127,221</u>

As part of the charity's financial contribution to the Housing First programme, a sum of £68,347 (2021: £142,347) remained committed at the year-end towards independent evaluation work and reporting (£68,347 of this will be payable within one year). The charity will meet this obligation from grants already awarded.

19 Related party transactions

The charity provided grants of £1,011,244 (2021: £1,086,892) to Social Bite Limited, a wholly owned subsidiary. This grant funding was used to cover the costs related to:

- providing a daily food service from their outlets in Edinburgh, Glasgow and Aberdeen.
- producing and distributing food packs and other non-essential items to other charitable organisations in Scotland.
- supporting employment opportunities for those with a background of homelessness and other supported needs.
- being a shop front for the charity and providing service, support and information to the general public.
- capital expenditure of £162,349, including the opening of the Strand café in London.

Further detail on these activities can be found in the Trustees' Report.

In addition, £nil was paid during the year to reimburse Social Bite Limited for the employment cost of the Social Bite Social Impact Team (2021: £57,516). This team's employment was transferred to the charity during 2021 given the direct charitable work they carry out.

At the year end, a provision of £134,591 was made against a balance that was due from Social Bite Limited to the charity. Further detail on this can be found at section 5.C of the Trustees' Report. At the year-end a net balance remained due by Social Bite Limited of £1,830 (2021: £143,224).

The charity provided grants of £6,259 (2021: £18,964) to Social Bite Restaurants Limited, a wholly owned subsidiary. These grants were approved to fund the weekly homeless lunch service. At the year end, a provision of £77,194 was made against a balance that was due from Social Bite Restaurants Limited to the charity. Further detail on this can be found at section 5.D of the Trustees' Report. At the year-end a net balance remained due by Social Bite Restaurants Limited of £1,610 (2021: £89,449).

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

19 Related party transactions (continued)

██████████ was a Trustee of The World's Big Sleep Out Trust ("WBSOT") and a Trustee of Social Bite until his resignation on 20 December 2020. ██████████ continues to be an employee of Social Bite. In accordance with a funding agreement between Social Bite and WBSOT, Social Bite provided total cash funding of £nil (2021: £nil) to WBSOT and received £nil (2021: £17,714) in donations directly from the event ran by WBSOT in December 2019.

Remuneration of key management personnel

The key management personnel of the group companies comprised of Executive Director – Co-Founder, Executive Director – Operations and Group Finance & Risk Director. The total remuneration cost of employment over the financial year was £211,121 (2021 - £221,599).

20 Regulatory Matters

As noted in the Trustees Annual Report, the charity is referenced in an ongoing inquiry by The Office of the Scottish Charity Regulator (OSCR).

At the date of approval of the financial statements, OSCR's inquiry is ongoing and the trustees are keen to resolve matters as soon as possible and are working with OSCR to achieve this.

The trustees, mindful of their ongoing stewardship responsibilities, have taken legal advice and have actively assessed the ongoing risk of this matter. The trustees are satisfied that developments to the date of approval of the financial statements do not result in a material financial exposure to the charity which would require adjustment to, or additional disclosure within, the financial statements.

21 Reconciliation of net income to net cash flow from operating activities

	Group		Charity	
	31 May 2022 £	31 May 2021 £	31 May 2022 £	31 May 2021 £
Net income for the reporting period (as per the statement of financial activities)	77,710	311,257	(237,635)	285,528
Adjustment for:				
Interest received	(557)	(217)	(557)	(217)
Depreciation and impairment of tangible fixed assets	205,585	169,931	131,980	112,990
Loss on disposal of fixed assets	998	1,099	-	1,099
Movement in working capital:				
Decrease in stock	4,626	4,705	-	-
Decrease / (Increase) in debtors	160,852	(52,339)	399,681	(135,946)
Decrease in creditors	(161,658)	(76,030)	(168,617)	142,714
Cash provided by operations	287,556	358,406	124,852	406,168

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

22 Reconciliation of net debt

	At 1 June 2021	Cash flows and other non-cash movements	At 31 May 2022
	£	£	£
Cash	2,300,131	57,939	2,358,070
Loans falling due within 1 year	(154,347)	(56,140)	(210,487)
Loans falling due after more than 1 year	(48,432)	(73,100)	(121,532)
Total	2,097,352	(71,301)	2,026,051

23 Funds received by the charity acting as an agent on behalf of others

	Year ended 31 May 2022	Year ending 31 May 2021
	£	£
Opening Balance	103,750	-
Received on behalf of the Covid Community Campaign	-	386,975
Grants awarded to charitable beneficiaries	(94,965)	(205,830)
Retained by Social Bite Fund	(8,785)	(77,395)
Balance remaining at year end	-	103,750

Further detail on the Covid Community Campaign can be found in the Trustees' Report (section 3.D).

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

24 Prior Year Consolidated Statement of Financial Activities

	Note	Unrestricted funds £	Restricted funds £	Year ended 31 May 2021 £	Year ended 31 May 2020 £
Income from:					
Donations and legacies	3	2,719,578	805,697	3,525,275	4,114,727
Charitable activities	4	229,311	-	229,311	264,479
Other trading activities	5	1,319,268	-	1,319,268	2,287,284
Investments		217	-	217	2,420
Total income		4,268,374	805,697	5,074,071	6,668,910
Expenditure on:					
Charitable activities	7(i)	2,024,227	1,024,057	3,048,284	3,208,639
Raising funds	7(ii)	1,714,530	-	1,714,530	2,573,508
Total expenditure		3,738,757	1,024,057	4,762,814	5,782,147
Net income/(expenditure)		529,617	(218,360)	311,257	886,763
Transfers between funds		-	-	-	-
Net movement in funds		529,617	(218,360)	311,257	886,763
Reconciliation of funds:					
Total funds brought forward		1,983,505	375,654	2,359,159	1,472,396
Total funds carried forward	16	2,513,122	157,294	2,670,416	2,359,159

THE SOCIAL BITE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022 (continued)

25 Prior Year Statement of Financial Activities – Charity Only

	Note	Unrestricted funds £	Restricted funds £	Year ended 31 May 2021 £	Year ended 31 May 2020 £
Income from:					
Donations and legacies	3	2,719,578	805,697	3,525,275	4,114,727
Charitable activities	4	229,311	-	229,311	264,479
Investments		217	-	217	2,420
Other	6	2,502	-	2,502	-
Total income		<u>2,951,608</u>	<u>805,697</u>	<u>3,757,305</u>	<u>4,381,626</u>
Expenditure on:					
Charitable activities	7(i)	2,024,227	1,024,057	3,048,284	3,208,639
Raising funds	7(ii)	423,493	-	423,493	300,046
Total expenditure		<u>2,447,720</u>	<u>1,024,057</u>	<u>3,471,777</u>	<u>3,508,685</u>
Net income/(expenditure)		503,888	(218,360)	285,528	872,941
Transfers between funds		-	-	-	-
Net movement in funds		503,888	(218,360)	285,528	872,941
Reconciliation of funds:					
Total funds brought forward		<u>2,270,421</u>	<u>375,654</u>	<u>2,646,075</u>	<u>1,773,134</u>
Total funds carried forward	16	<u>2,774,309</u>	<u>157,294</u>	<u>2,931,603</u>	<u>2,646,075</u>