

Chief Executive: Dr Ann Black

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If calling please ask for
Edna Flaws
Direct Dial: 01595 744994

Our Ref: TA48

Date: 24 May 2022

Dear Sir/Madam

You are invited to the following meeting:

Shetland Charitable Trust
22-24 North Road, Lerwick, ZE1 0NQ (and remotely via Zoom)
Thursday 2 June 2022 at 11.00am

Apologies for absence should be notified to Edna Flaws on 01595 744994.

(Please note that a Zoom invitation will be sent separately for those attending remotely)

Yours faithfully

(signed) Dr Ann Black
Chief Executive

AGENDA

- (a) Hold circular calling the meeting as read.
- (b) Apologies for absence, if any.
- (c) Declarations of Interest - Trustees are asked to consider whether they have an interest to declare in relation to any item on the agenda for this meeting. Any Trustee making a declaration of interest should indicate whether it is a financial or non-financial interest and include some information on the nature of the interest. Advice may be sought from Officers prior to the meeting taking place.

(d) Confirm minutes of meeting held on 10 February 2022 (enclosed).

For Information

1. Small Grant Scheme 2021/2022. *Report enclosed.*
2. Trustee Attendance at Meetings in the year to 31 March 2022. *Report enclosed.*
3. Payments to Trustees in the year to 31 March 2022. *Report enclosed.*
4. Investment Performance Update – Year to 31 March 2022. *Report enclosed.*
5. Management Accounts – Year to 31 March 2022. *Report enclosed.*
6. Capital Works Bridging Loan Scheme Update. *Report enclosed.*

*The following items contain **CONFIDENTIAL** information*

For Decision

7. Reappointment of Trustees. *Report enclosed.*
8. Appointment of Vice Chair. *Report enclosed.*
9. Appointment of Trustees. *Report enclosed.*
10. Appointment of Director - CT Shetland (TM) Limited. *Report enclosed.*

For Information

11. Deeds Executed. *Report enclosed.*
12. Update from Chairs of Advisory Committees.
13. Update from Subsidiary Companies.

REPORT

To: Shetland Charitable Trust

Date: 2 June 2022

From: Chief Executive

Report No: CT2206013

Small Grant Scheme 2021/22

1. Purpose

- 1.1 The purpose of this report is to ask Trustees to note the Small Grant Scheme awards for 2021/22.

2. Background

- 2.1 On 12 September 2019, Trustees approved the Disbursement Plan 2020-2025 (CT1909030). Then on 16 September 2021, Trustees approved a revised Disbursement Plan 2022–25 (CT2109019).
- 2.2 The Disbursement Plan states that the Trust will operate a Main Grant Scheme and Small Grant Scheme over the period 2020 - 2025.
- 2.3 On 17 September 2020, Trustees approved the Small Grant Scheme 2020-2025 (CT2009024).
- 2.4 On 26 November 2020, Trustees approved a maximum budget of £100,000 for the Small Grant Scheme 2021/22.

3. Approved Grant Awards

- 3.1 The following Small Grant Scheme awards were approved and drawn down in 2021/22:

Organisation	Grant £
Brenna Players	5,000
Gulberwick, Quarff and Cunningsburgh Community Council	5,000
Islesburgh Sixty-Plus Group	1,224

Michaelswood Public Amenity	3,000
MS Society Shetland & Shetland Stroke Support	4,973
Shetland (Hurricanes) Amateur Competitive Swimming Club	5,000
Shetland Folk Society	2,300
Shetland Samaritans	4,000
South Mainland Community Association – Senior Citizens (Provision of hot meals)	2,500
The Bop Shop	2,200
TSB Junior Football Club	2,375
Transition Turrifield	5,000
Unst Partnership Ltd	3,750
Yell Senior Leisure Club	1,875
Young Mums	3,622
TOTAL	51,819

3.2

In addition to the above, three organisations had funding approved but did not draw down their grant award. This was due to their clubs not running during 2021/22 as a result of the ongoing Covid-19 pandemic. These grant awards are listed below:

Organisation	Grant £
Dunrossness Inter Church Fellowship	5,000
South Mainland Community Association – Senior Citizens (Social Club)	2,500
Whiteness and Weisdale Good Companions	500
TOTAL	8,000

4. Recommendation

- 4.1 Trustees are asked to note the approvals listed in paragraph 3.1 and 3.2.

Ref: D33

Report No: CT2206013

REPORT

TO: Shetland Charitable Trust

2 June 2022

FROM: Chief Executive

Report: CT2206014

Trustee Attendance at meetings in the year to 31 March 2022

1. Introduction

1.1 This report is presented to record Trustee attendance at Trust Meetings in the financial year to 31 March 2022.

2. Background

2.1 The Schedule of Governance Arrangements attached to the current Trust Deed states at paragraph 5(d) "Trustees shall be required to attend in person at least one-half of Trustee meetings in each financial year of the Trust and if they do not such failure to attend may be treated as grounds on which the remaining Trustees may remove such Trustees under paragraph 4(c)(iv)"

3. Present Position

3.1 A table is attached as Appendix A, showing Trustee attendance at Trustee Meetings in the financial year to 31 March 2022.

3.2 It should be noted that due to a national technical issue with internet connections during the AGM, two Trustees were unable to join the meeting however, this was out with their control.

4. Recommendation

4.1 Trustees are asked to note this report.

Reference: TA48

Report Number CT2206014

Name	3 June 2021	16 September 2021	16 September 2021 AGM	25 November 2021	10 February 2022
A Cooper	✓	✓	✓	✓	✓
J Garriock	✓	A	A	A	✓
K Harrison	✓	✓	✓	✓	✓
Y Hopkins	✓	✓	✓	A	✓
R C Leask	A	✓	✓	A	✓
R M Leask	✓	✓	A *	✓	✓
R Leith	✓	✓	✓	✓	✓
E Miller	✓	✓	✓	A	✓
I Napier	✓	✓	A *	✓	✓
A Ockendon	✓	A	A	✓	✓
M Roberts	✓	✓	✓	✓	A

In attendance = ✓ Apologies = A

Apologies = A* - were on line but couldn't join due to wider national issues with internet connections

REPORT

To: Shetland Charitable Trust

2 June 2022

From: Chief Executive

Report: CT2206015

Payments to Trustees in the year to 31 March 2022

1. Introduction

- 1.1 This report is presented to show any payments which have been made to Trustees in the year to 31 March 2022.

2. Background

- 2.1 Trustees are entitled by law and in terms of their Trust Deed, to “reimburse the Trustees out of the Trust Fund for all expenses reasonably incurred by them in connection with the administration of the Trust”.
- 2.2 At their meeting on 28 May 2009, Trustees requested that the payments made to Trustees are published (Min Ref CT/39/09).

3. Present Position

- 3.1 During the financial year 2021/22 no expenses were claimed by Trustees.
- 3.2 This was primarily due to the Trust offices being closed due to the Covid-19 pandemic and therefore all Trustee meetings were held by virtual means and no travel expenses were incurred.

4. Financial Implications

- 4.1 A budget of £3,000 was set aside for payments to Trustees.

5. Recommendation

- 5.1 Trustees are asked to note this report.

Reference: TA21/2

Report Number CT2206015

REPORT

To: Shetland Charitable Trust

Date: 2 June 2022

From: Chief Executive

Report: CT2206016

Investment Performance Update – Year to 31 March 2022

1. Introduction

- 1.1 The Trust's external investments are managed on its behalf by fund managers. The purpose of this report is to review investment performance for the year to 31 March 2022.

2. Market Performance

- 2.1 Over the twelve-month period to March 2022, equity markets have fluctuated considerably. With strong growth in the first seven months and increasingly rapid declines in the final five months of the year. Overall, equity market produced a positive return over the period. However growth stocks, showed a negative return over the year as both as inflationary pressures and political tensions have weighed heavily on this sector of the equity market.
- 2.2 Property returns have bounced back from the “distress” in the market following Brexit and the Covid 19 crisis, and was the strongest performing asset class over the year.

3. Overall External Fund Performance

- 3.1 This report concentrates on the year from April 2021 to March 2022. However, as the Trust is a long term investor, the report also considers the performance over three and five years.
- 3.2 The Trust has four fund managers with total investments under management at the end of March 2022 of £435.2 million. The funds, type of mandate and market values at the end of March 2022 are as follows:

Manager	Mandate	Market Value 2022 (£m)	% of Reserves
Baillie Gifford	Active Equities	212.8	48.9
BlackRock	Passive Equities	97.7	22.4
Schroders	UK Property	76.4	17.6
Insight	Diversified Growth	48.3	11.1
Total		435.2	100.0

- 3.3 In the year, the Trust made a net withdrawal from the fund managers of £9.0 million. Overall, the growth and dividends from the investments produces a return of exactly 0.0% (2021 – 50.0%).
- 3.4 The Trust's Financial Plan 2020-25 assumes a medium term return of 6.5% per annum. This is the return the Trust seeks over the medium term to meet its planned expenditure and to preserve the value of reserves in real terms.
- 3.5 The Trust also agrees a benchmark return for each fund manager to assess their performance against. Detailed below is the overall returns achieved against the combined benchmark:

Annualised Performance over	Actual Return %	Benchmark Return %	Over/ (Under) Performance %
1 Year	0.0	11.0	(11.0)
3 Years	16.3	9.3	7.0
5 Years	14.2	7.8	6.4

- 3.6 The return over the last 12 months is below the benchmark and Financial Plan Return. However, more significantly the Trust's external investments have exceeded the benchmark return and have met the Financial Plan assumed return over longer periods.
- 3.7 Not surprisingly, the extraordinary returns of 2021/22 have not been repeated. However, the average returns received since the implementation of the Trust's Investment Plan in 2016 remain high relative to the benchmark and other similar funds.

4. Fund Manager Performance Baillie Gifford

- 4.1 Baillie Gifford has an active equity mandate which invests in around 30-50 shares throughout the world. The benchmark for Baillie Gifford is the MSCI All Country World Index.
- 4.2 Detailed below is Baillie Gifford's performance for the last twelve months, the last three years and the last five.

Annualised Performance over	Actual Return %	Benchmark Return %	Over/ (Under) Performance %
1 Year	(10.2)	12.4	(22.6)
3 Years	24.1	13.3	10.8
5 Years	22.5	10.5	12.0

- 4.3 Baillie Gifford returned minus 10.2% over the year, compared to the broad market return of 12.4%, which was 22.6% below the benchmark return.

- 4.4 This compares with a return 79.4% over the previous year, and a broad market return of 38.9%. The extraordinary growth seen in 2020/21 from Baillie Gifford's concentrated portfolio of stocks has been replaced by a reduction in valuations, particularly over the last three months.
- 4.5 Growth stocks, which Baillie Gifford invest in, have been particularly hard hit by inflationary pressures, the downturn in consumer spending, the war in Ukraine and wider market sentiment.
- 4.6 Overall, the underlying investments in the portfolio continue to perform strongly in terms of revenue growth and profitability, but valuations are unlikely to reflect this until inflationary pressures subside.
- 4.7 Over the last three years, Baillie Gifford have returned 91.1%, equivalent to a return of 24.1% per annum.

5. Fund Manager Performance BlackRock

- 5.1 In December 2021, following the Investment Review undertaken earlier in 2021, BlackRock's "whole market" passive equity fund was transferred to BlackRock's product, the iShares MSCI World SRI UCITS EFT.
- 5.2 This fund with BlackRock is invested passively in equities, but with a focus on "socially responsible investment" (SRI). The benchmark for this fund is the MSCI World SRI Select RFF Index. This benchmark is not yet available for performance measurement.
- 5.3 The "Relative Return" below is the benchmark used prior to the transfer. The table therefore shows the performance of the new portfolio relative to the old.
- 5.4 Detailed below is BlackRock's performance for the last twelve months, the last three years and the last five.

Annualised Performance over	Actual Return %	Relative Return %	Over/ (Under) Performance %
1 Year	9.6	7.0	2.6
3 Years	9.8	7.0	2.8
5 Years	7.6	5.9	1.7

- 5.5 The mandate with BlackRock over the year has produced a return of 9.6%, compared to the broad market return of 7.0%, which was 2.6% above the old benchmark return.
- 5.6 Over the last three years, BlackRock have returned 32.4%, equivalent to a return of 9.8% per annum.

6. Fund Manager Performance Schroders

- 6.1 Schroders invests in property via a fund of funds approach where they invest in various different property funds to spread investment risk. The Benchmark for Schroders is the IPD UK All Balanced Fund Index.
- 6.2 Detailed below is Schroders' performance for the last twelve months, the last three years and the last five years.

Annualised Performance over	Actual Return	Benchmark Return	Over/ (Under) Performance
	%	%	%
1 Year	15.9	23.1	(7.2)
3 Years	6.2	8.1	(1.9)
5 Years	7.0	7.8	(0.8)

- 6.3 Over the year the fund returned 15.9%, which was below the property benchmark. The UK property has market rebounded strongly over the last year.
- 6.4 Schroders' performance continues to lag the benchmark as the Trust's portfolio contains a significant proportion of real estate debt (20%). Real Estate Debt provides capital protection, a stable fixed return and better liquidity, but is not represented in the benchmark currently used to monitor performance.
- 6.5 Removing Real Estate Debt from the analysis shows that the remaining portfolio's performance is close to or above the benchmark over most periods.
- 6.6 Over the last three years, Schroders have returned 22.5%, equivalent to a return of 7.0% per annum.

7. Fund Manager Performance Insight

- 7.1 Insight has a diversified growth fund mandate, which invests into various different asset classes to spread risk and smooth returns. The benchmark return for Insight is an annual return of cash plus 4.0% over rolling five year periods.
- 7.2 Detailed below is Insight's performance for the last twelve months, the last three years and the last five years.

Annualised Performance over	Actual Return	Benchmark Return	Over/ (Under) Performance
	%	%	%
1 Year	3.7	4.1	(0.4)
3 Years	3.8	4.3	(0.5)
5 Years	3.4	4.4	(1.0)

- 7.3 Overall Insight produced a return of 3.7% over the period, which was 0.4% below the benchmark return. Insight's portfolio performed well in the first nine months of the year, but has declined in the last three months due to the volatility in the markets seen since the war in Ukraine began.
- 7.4 Over the last three years, Insight have returned 10.6%, equivalent to a return of 3.4% per annum.

8. Financial Implications

- 8.1 The long term investments and their performance are important to the Trust and the achievements of its outcomes and objectives.
- 8.2 Trustees approved the Investment Plan 2020–25 at their meeting held on 12 September 2019. The Plan sets out the overarching investment approach of the Trust to ensure the long-term strategic and financial objective of achieving a self-sustaining Trust.
- 8.3 The Trust undertook an External Investment Review during 2021 and the recommendations of this review were approved at the Trust meeting held on 16 September 2021 (CT2109021). No changes were made to the Investment Plan 2020–25.
- 8.4 The Investment Plan for the Trust is overseen by the Investment Advisory Committee (IAC), who meet regularly and report to the Board of Trustees. It is recognised that the actual investment performance each year will be different to what is expected. The IAC monitor the medium to long-term performance against the Trust's objectives.

9. Recommendations

- 9.1 Trustees are asked to note this report.

Reference: IA7

Report Number: CT2206016

REPORT

To: Shetland Charitable Trust

Date: 2 June 2022

From: Chief Executive

Report: CT2206017

Management Accounts – Twelve Months to 31 March 2022

1 Introduction

1.1 The purpose of this report is to present Shetland Charitable Trust's (the Trust) Management Accounts for the twelve months ended 31 March 2022, for noting. These Management Accounts deal with all income and expenditure of the Trust.

2 Management Accounts

2.1 Table 1 below shows the Summary Budget for the Trust for 2021/22 and the results in the twelve months to 31 March 2022.

Table 1: Summary Management Accounts 2021/22

Item	Annual Budget £m	Actual to Mar 2022 £m
Income	1.8	3.6
Disbursements	(9.7)	(8.5)
Management and Administration	(0.7)	(0.5)
Fund Managers Fees	(1.6)	(1.7)
Gain/(Loss) on Investments	27.7	(0.4)
Year End Adjustments	-	0.6
Total	17.5	(6.9)

2.2 A more detailed analysis of the figures above is set out in Appendix A.

2.3 In the twelve months ended 31 March 2022 the Trust made a loss on its investments of £0.4m.

3 Financial Implications

3.1 No direct financial implications flow from this information report.

4 Recommendations

4.1 Trustees are asked to note the Trust's satisfactory financial performance in the twelve months ended 31 March 2022 as shown in the Management Accounts in Appendix A.

Reference: DA5/1

Report No: CT2206017



Shetland Charitable Trust

Management Accounts

12 Months Ended 31 March 2022

Shetland Charitable Trust
Income and Expenditure
Period to 31 March 2022

	12 Month Actual £	Annual Budget £	Variance £
Income			
Managed fund dividends	1,066,800	1,000,000	66,800
Managed fund interest	2,018,399	-	2,018,399
Agricultural loan interest	80	-	80
Local equity gift aid	-	-	-
Rental income	506,485	750,500	(244,015)
Bank interest	-	-	-
Miscellaneous income	-	-	-
	<u>3,591,764</u>	<u>1,750,500</u>	<u>1,841,264</u>
Expenditure			
Disbursements	(8,478,107)	(9,720,300)	1,242,193
Management and administration	(476,346)	(650,000)	173,654
Pension Adjustment	(121,000)	-	(121,000)
Fund managers	(1,723,258)	(1,630,400)	(92,858)
Provision made against equity investments	(16,034)	-	(16,034)
Depreciation	(75,000)	-	(75,000)
Actuarial Gain	726,000	-	726,000
	<u>(10,163,745)</u>	<u>(12,000,700)</u>	<u>1,836,955</u>
Gain on investments	(383,599)	27,700,000	(28,083,599)
Surplus/(Deficit)	<u>(6,955,580)</u>	<u>17,449,800</u>	<u>(24,405,380)</u>

Shetland Charitable Trust
Balance Sheet
Period to 31 March 2022

	Mar-22	
	£	£
Tangible fixed assets		23,000
Investments		<u>446,932,669</u>
		446,955,669
Trade debtors	49	
Prepayments and Accrued income	155,478	
Other debtors	1,005,177	
Bank	<u>4,577,139</u>	
	5,737,843	
Trade creditors	51,417	
Accruals and deferred income	905,302	
Other creditors	<u>(782)</u>	
	955,937	
Net current assets		<u>4,781,906</u>
		451,737,575
Pension liability		(1,895,000)
		<u>449,842,575</u>
Opening reserves		456,798,155
Surplus for period		<u>(6,955,580)</u>
Closing reserves		<u>449,842,575</u>

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Shetland Charitable Trust
Rental Income
Period to 31 March 2022

	<u>12 Month Actual £</u>	<u>Annual Budget £</u>	<u>Variance £</u>
Sullom Voe Site	505,985	750,000	(244,015)
Shetland Golf Course	500	500	-
	<u>506,485</u>	<u>750,500</u>	<u>(244,015)</u>

Shetland Charitable Trust
Disbursements
Period to 31 March 2022

	12 Month Actual £	Annual Budget £	Variance £
<u>Main Grant Scheme</u>			
Ability Shetland	40,000	40,000	-
Alzheimer Scotland	22,900	22,900	-
British Red Cross	24,800	24,800	-
COPE Limited	225,000	225,000	-
Dogs Against Drugs	20,000	20,000	-
Gaada	50,000	50,000	-
Mind Your Head	75,000	75,000	-
Moving On	35,000	35,000	-
NSPCC Scotland	4,000	4,000	-
OPEN Project	31,200	31,200	-
Relationships Scotland - Shetland	14,900	29,800	(14,900)
Royal Voluntary Service	62,600	62,600	-
Shetland Amenity Trust	1,171,600	1,171,600	-
Shetland Arts Development Agency	650,000	650,000	-
Shetland Befriending Scheme - 16+	12,700	12,700	-
Shetland Befriending Scheme - CYP	53,000	53,000	-
Shetland Care Attendants Schme	74,300	74,300	-
Shetland Islands Citizen Advice Bureau	209,400	209,400	-
Shetland Islands Council Rural Care Model	1,986,200	1,986,200	-
Shetland Link Up	55,700	55,700	-
Shetland Rape Crisis	32,200	32,200	-
Shetland Recreational Trust	3,147,200	3,147,200	-
Shetland Women's Aid	100,000	100,000	-
The Swan Trust	28,300	28,300	-
Voluntary Action Shetland - Core	86,400	86,400	-
Voluntary Action Shetland - Market House	93,000	93,000	-
Sub Total Main Grant Scheme	8,305,400	8,320,300	(14,900)
<u>Small Grant Scheme</u>	51,819	100,000	(48,181)
<u>Main Grant Scheme Contingency</u>			
COPE	-	100,000	(100,000)
Shetland Amenity Trust	-	300,000	(300,000)
Shetland Arts Development Agency	125,000	300,000	(175,000)
Shetland Recreational Trust	-	600,000	(600,000)
Sub Total Contingency	125,000	1,300,000	(1,175,000)
Surplus Grants Refunded	(4,112)	-	(4,112)
Total	8,478,107	9,720,300	(1,242,193)

Shetland Charitable Trust
Management and Administration Expenditure
Period to 31 March 2022

	12 Month Actual £	Annual Budget £	Variance £
Basic Pay and Allowances	289,389	320,000	(30,611)
Professional Membership Fees	288	500	(212)
Staff recruitment	-	1,000	(1,000)
Travel and Subsistence	1,443	7,500	(6,057)
Training and Staff Development	349	8,800	(8,451)
Sub Total Staffing Costs	291,469	337,800	(46,331)
Operating Costs			
Insurance	13,212	11,500	1,712
Administration	4,816	4,100	716
Supplies and Services	3,806	6,400	(2,594)
Bank Charges	161	400	(239)
Professional Fees	3,821	20,000	(16,179)
External Audit Fees	19,476	20,000	(524)
Financial advice	17,000	30,000	(13,000)
Trustees Expenses	-	3,000	(3,000)
Meeting expenses	508	2,000	(1,492)
Legal Fees	9,028	50,000	(40,972)
Trustee Recruitment Costs	822	2,500	(1,678)
Sub Total Operating Costs	72,651	149,900	(77,249)
Property Costs			
Energy Costs	3,279	9,000	(5,721)
Water Rates	1,168	1,500	(332)
Building Maintenance	13,958	51,000	(37,042)
Cleaning	1,644	2,000	(356)
Sub Total Property Costs	20,049	63,500	(43,451)
Bad debt write off	-	-	-
Reduction in Bad Debt Provision	(204)	-	(204)
Bought In Services			
Treasury	19,920	20,000	(80)
Payroll	533	650	(117)
Building Maintenance	47,375	47,000	375
Committee Services	7,200	7,200	-
Computer Services	9,120	6,000	3,120
Messenger Service	-	450	(450)
Peninsula	2,234	2,500	(266)
Public Relations	6,000	15,000	(9,000)
Sub Total Bought In Services	92,381	98,800	(6,419)
Total	476,346	650,000	(173,654)

Shetland Charitable Trust
Investment expenses
Period to 31 March 2022

	<u>12 Month Actual £</u>	<u>Annual Budget £</u>	<u>Variance £</u>
Management Expenses	90,579	-	90,579
Black Rock fees	71,972	95,000	(23,028)
Northern trust fees	48,996	46,400	2,596
Insight investment fees	165,098	142,000	23,098
Schroders fees	142,078	131,000	11,078
Baillie Gifford fees	1,204,534	1,216,000	(11,466)
	<u>1,723,258</u>	<u>1,630,400</u>	<u>92,858</u>

REPORT

To: Shetland Charitable Trust

Date: 2 June 2022

From: Chief Executive

Report: CT2206018

Capital Works Bridging Loan Scheme

1. Introduction

- 1.1 The purpose of this report is to provide Trustees with an update of the Capital Works Bridging Loan Scheme.

2. Background

- 2.1 On 18 March 2010, Trustees agreed to provide short term bridging finance to community organisations undertaking capital projects. The interest free loans are used to alleviate cash flow problems when waiting for funding from EU, Scottish Government, SRDP, LEADER, ERDF and/or lottery grants to be received. (Min. Ref. CT15/10)
- 2.2 Funding for capital projects is often only released once work has been completed and invoices paid. This can create insurmountable cash flow burdens for some organisations.
- 2.3 A total of £1 million was set as the maximum available at any one time.
- 2.4 At the Trust meeting on 27 February 2020 it was noted that in future, only the projects relating to the current financial year would be reported on rather than including all the historical information.
- 2.5 At the Trust Meeting on 25 November 2021, Trustees agreed to increase the maximum loan capital available at any one time under the Scheme to £1.5 million (CT2111026).

3. Present Position

- 3.1 As at 1 April 2021, there were four loans outstanding.
- 3.2 In the period 1 April 2021 to 31 March 2022, two organisations fully repaid their loan and three organisations made part repayments. A further five organisations have had applications approved and have drawn down, all or part of, their loans.

3.3 As at 31 March 2022, seven loans remained active with £1,005,177 due to be repaid to the Trust.

3.4 Appendix A lists the outstanding loans as at 31 March 2022.

3.5 Covid-19 has had an impact on some of these projects and their timeline for repayment, due to work being put on hold during the pandemic. The Trust is in contact with all organisations to receive updates on repayments.

4. Financial Implications

4.1 There are no new financial implications arising from this report. However, it should be noted that the provision of interest free loans means that the capital involved is not generating investment returns.

5. Conclusion

5.1 Seven loans remain active, with five new applications for bridging loans received and approved this financial year.

6. Recommendation

6.1 Trustees are asked to note this report.

Reference: D19

Report Number: CT2206018

Project	Project Costs £	Bridging Loan Approved £	Drawn Down to Date £	Repaid £ 2020/21	Due to SCT at 01/04/21 £	Repaid £ 2021/22	Due to SCT at 31/03/22 £	Notes
Loans approved 2019/20								
Sandwick Social & Economic Development	149,300	75,000	75,000	35,000	40,000	40,000	-	Repaid March 2022
Hillswick Wildlife Sanctuary	428,100	366,000	366,000	-	366,000	279,210	86,790	Extension requested
Community Development Company of Nesting	211,377	175,985	175,985	125,985	50,000	25,000	25,000	Extension requested - Repayment expected November 2022
Fetlar Community Association	140,000	120,784	120,784	-	120,784	120,784	-	Repaid June 2021
Loans approved 2021/22								
South Nesting Boating Club (SCIO)	66,000	53,460	53,460	-	-	-	53,460	Extension requested - Repayment expected December 2022
Legion Scotland Lerwick Branch	110,082	60,000	60,000	-	-	-	60,000	Repayment expected July 2022
Scalloway Community Development Company	669,755	400,000	400,000	-	-	-	400,000	Extension requested - Repayment expected September 2022
North Yell Development Company	554,265	350,000	350,000	-	-	-	350,000	Repayment expected June 2022
Uyeasound Waterfront Trust	38,837	29,927	29,927	-	-	-	29,927	Repayment expected April 2022
TOTAL	2,328,879	1,601,229	1,601,229	160,985	576,784	464,994	1,005,177	