



# Francis Scott Trust

## Social Investment Assessment

<b>1.</b>	<b>Investment summary</b>	
1.1	<i>Name</i>	
1.2	<i>Type of investment (loan/equity/hybrid)</i>	
1.3	<i>Term in years</i>	
1.4	<i>Target financial return</i>	
1.5	<i>Proposed amount (and % if total amount required is higher)</i>	
1.6	<i>Summary of investment</i>	
<b>2.</b>	<b>Organisation details</b>	
2.1	<i>Name</i>	
2.2	<i>Organisation description</i>	
2.3	<i>Previous or existing Scott Trusts support</i>	
2.4	<i>Governance structure</i>	
2.5	<i>Financial health of organisation (positive net current assets, free reserves, indebtedness etc)</i>	
2.6	<i>Track record of individuals involved</i>	
2.7	<i>Safeguarding policy in place?</i>	
<b>3.</b>	<b>Investment details</b>	
3.1	<i>What social issue does the investment address?</i>	
3.2	<i>Description of how the investment proceeds will be used?</i>	
3.3	<i>What financial reporting systems are in place?</i>	
3.4	<i>Are other investors are involved/ interested?</i>	
3.5	<i>What is the legal structure of the investment?</i>	
3.6	<i>If investee is a private company:</i>	

	<ul style="list-style-type: none"> <li>• Are company aims in line with those of the Trust?</li> <li>• Is there any private benefit arising?</li> <li>• Is the private benefit necessary and proportionate?</li> <li>• Is the investment clearly for the public benefit?</li> <li>• If there is opportunity for considerable economic gain by the company will the Trust benefit?</li> </ul>	
3.7	Is specialist advice required?	
3.8	Is there a secondary market for the investment?	
3.9	Can the Trust end the investment early? e.g. if it is no longer furthering the aims of the Trust.	
3.10	Is liquidity acceptable?	
3.11	How will the relationship with the investee be managed? Through intermediaries or directly?	
3.12	Are there any tax implications? If so, have these been identified?	
3.13	Other investment risks?	
	Risk	Mitigation and management
<b>4.</b>	<b>Social impact</b>	
4.1	Is there clearly identifiable social impact, in both the short and long term?	
4.2	How will social impact be measured and reported?	
4.3	What is the systemic or secondary social impact?	
4.4	In what way is the investment advancing the objective of the Trust?	
4.5	If the investment does not completely satisfy one or more of the Trust's aims can it be considered as a mixed motive investment?	
4.6	Is the social impact likely given the track record of the organisation?	
<b>5.</b>	<b>Financial considerations</b>	
5.1	What is the financial viability of the project?	
5.2	If the project is not successful what will the impact be on the investee?	
5.3	What is the risk of default and how will this be managed?	
5.4	Are there circumstances in which the investment might be converted into a grant?	
5.5	Is the financial return acceptable given the likely social returns and risk profile of the investment?	
5.6	What factors might negatively impact the financial return?	

<b>6.</b>	<b>Conclusion and recommendation</b>