

Annual Report and Financial Statements

For the year ended 31 March 2026

**Barrhead Housing Association Limited
Registered Social Landlord No. HCB70
FCA Reference No.2229R(S)
Scottish Charity No. SC036265**

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Governing Board, Executive and Advisers

Governing Board

John Hamilton	Chairperson
Drew McKinney	(resigned 18 February 2026)
Brian Connelly MBE	
Rena McGuire BEM	
Beth Welsh	
Paul McIlvenny	
Alan Glasgow	
Lesley-Anne Junner	
Deborah McVey	
Alan Oliver	
CLlr Danny Devlin	
Jim Whyteside	

Executive Officers

Lorna Wilson	Chief Executive Officer
Lauren Rice	Director of Finance and Corporate Services
Scott Stewart	Director of Assets and Development
Colin McCulloch	Director of Customer Services (resigned 20 March 2026)
Christina Johnston	Director of Customer Services (appointed 15 June 2026)

Registered Office

60-70 Main Street
Barrhead
Glasgow
G78 1SB

Governing Board, Executive and Advisers (cont.)

External Auditors

TC Group
180 St Vincent Street
Glasgow
G2 5SG

Internal Auditors

TIAA Ltd
Artillery House
Fort Fareham
Newgate Lane
Fareham
PO14 1AH

Bankers

The Royal Bank of Scotland
1 Moncrieff Street
Paisley
Renfrewshire
PA3 2AW

Solicitors

TC Young
7 West George Street
Glasgow
G2 1BA

Report of the Governing Board

The Governing Board presents its report and the financial statements for the year ended 31 March 2026.

Legal Status

The Association is registered with the Financial Conduct Authority as a Co-operative and Community Benefit Society (No 2229R(S)), the Scottish Housing Regulator as a registered social landlord (No.HCB70) under the Housing (Scotland) Act 2010, the Scottish Property Factor Register (No PF000969) and is a registered Scottish charity with the charity number SC036265.

Principal Activities

The Association's principal activity is the provision of affordable housing for let. This includes general needs, supported accommodation, amenity/disabled accommodation, and sheltered housing.

Business Review 2025/26: Connecting Homes, Services and Communities

By investing in homes, technology and communities, we took significant strides towards our five-year strategy: "**Build Homes, Grow Communities, Delight Customers.**"

Building and Investing in our Homes

During the year, we continued to make progress against our strategic objective to increase housing supply and invest in the quality of our homes.

In February 2026, we commenced construction of **12 new flats at Cross Arthurlie Street**, working in partnership with **AS Homes**. The development is funded by a combination of **Scottish Government grant funding** and private finance provided by **Triodos Bank**, and is due for completion March 2027. The site forms an important part of **Barrhead town centre regeneration**, making productive use of a gap site within easy walking distance of the train station and local amenities.

Alongside new build activity, we strengthened our existing portfolio with **11 strategic property acquisitions on the open market**. These homes were refurbished to a high standard and re-let quickly, increasing the number of affordable homes available in the local area. This approach directly helped to alleviate homelessness and, in several cases, prevented it altogether by securing sustainable housing at an early stage.

We also maintained strong momentum in investing in existing homes. Our **planned maintenance programme** delivered upgrades including new kitchens, windows and boilers, improving energy efficiency, comfort and the long-term quality of our homes.

Embracing Digital Transformation for Better Homes and Services

We continued to embed technology in ways that deliver practical benefits for tenants and strengthen our ability to manage homes proactively.

Our “**Homes That Talk to Us**” programme was extended during the year, with the wider rollout of smart sensor technology in partnership with **Aico**. This fully funded programme enhances home safety in 135 homes, supports better energy efficiency, and enables earlier identification of maintenance issues. It also gives tenants greater insight into their home environment and more control over energy use and costs.

We also made significant progress in **digital service transformation**. A new **tenant self-service portal** was launched, alongside expanded AI chatbot functionality, improving online access to information and services. Tenants who sign up can now access services 24/7, including checking rent accounts, updating personal details, requesting repairs and providing feedback. This improves accessibility while allowing employees to focus on giving personalised support to customers.

Supporting Tenants and Strengthening Communities

Supporting people and communities sits at the heart of our purpose and drives every decision we make.

We delivered high quality services throughout the year with **faster repairs**, improved letting times and **high levels of tenant satisfaction**. These sustained improvements reflect consistent focus on service standards, clear accountability and effective use of data to drive performance.

We maintained a high level of **community engagement and partnership working**, supporting local groups through the **Investing in Communities Fund** and helping organisations continue delivering valued services in their neighbourhoods. Alongside this, we worked with partners to provide **welfare benefits advice, mental health support, energy advice, tenant events and volunteering opportunities**, helping tenants and communities build resilience in a challenging cost-of-living environment.

Our strategic partnership with East Renfrewshire Council has enabled us to align plans for new homes, provide housing for 27 people who have experienced homelessness, and start developing innovative housing solutions for people with particular needs. We also provided targeted financial support through our **Tenant Support Fund**, helping customers experiencing difficulty with rent and wider living costs. This support continues to play an important role in sustaining tenancies and preventing hardship. Supported by contractors and community benefits, we opened the South Park Community Garden in March 2026, which saw an unloved piece of land turned into a welcoming, social space.

Strong Business and Future Investment

This year we also strengthened our financial capacity to deliver future plans by securing a new £7.5 million private finance facility from Triodos Bank. This will provide long-term funding to support new build development and investment in existing homes. This facility supports our strategic ambition to increase housing supply while maintaining a strong and sustainable financial position.

This year we undertook a comprehensive, Board-led review of our governance arrangements, strengthening our policies and ways of working. This has sharpened oversight, reinforced accountability, and ensures our approach to governance is modern, purposeful, accessible and dynamic.

In January we were recognised as one of Scotland's most flexible workplaces, becoming one of the first 10 organisations in the country to achieve Flexible Workplace Accreditation. This reflects our open, customer focused and collaborative culture supported by our caring, skilled and highly engaged team.

Governing Board and Executive Officers

The members of the Governing Board and the Executive officers are listed on page 1.

Each member of the Governing Board holds one fully paid share of £1 in the Association. The Executive Officers hold no interest in the Association's share capital and, although not having the legal status of directors, they act as executives within the authority delegated by the Governing Board.

The members of the Governing Board are also trustees of the charity. Members of the Governing Body are appointed by the members at the Association's Annual General Meeting.

Statement of Governing Board's Responsibilities

The Co-operative and Community Benefit Societies Act 2014 requires the Governing Board to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Association and of the surplus or deficit of the Association for that period. In preparing those financial statements the Governing Board is required to:

- select suitable accounting policies and then apply them consistently;
- 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 a going concern basis unless it is inappropriate to presume that the Association will continue in business; and
- prepare a statement on internal financial control.

The Governing Board is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Association and to enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014, the Housing (Scotland) Act 2010 and the Determination of Accounting Requirements 2024. It is also responsible for safeguarding the assets of the Association and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. It is also responsible for ensuring the Association's suppliers are paid promptly.

Going Concern

Based on its budgetary and forecasting processes the Governing Board has a reasonable expectation that the Association has adequate resources to continue in operational existence for the foreseeable future; therefore, it continues to adopt the going concern basis of accounting in preparing the annual financial statements.

Statement on Internal Financial Control

The Governing Board acknowledges its ultimate responsibility for ensuring that the Association has in place a system of controls that is appropriate for the business environment in which it operates. These controls are designed to give reasonable assurance with respect to:

- the reliability of financial information used within the Association, or for publication;
- the maintenance of proper accounting records; and
- the safeguarding of assets against unauthorised use or disposition.

It is the Governing Body's responsibility to establish and maintain systems of internal financial control. Such systems can only provide reasonable and not absolute assurance against material financial misstatement or loss. Key elements of the Association's systems include ensuring that:

- formal policies and procedures are in place, including the ongoing documentation of key systems and rules relating to the delegation of authority, which allow the monitoring of controls and restrict the unauthorised use of Association's assets;
- experienced and suitably qualified staff take responsibility for important business functions and annual appraisal procedures have been established to maintain standards of performance;
- forecasts and budgets are prepared which allow the management team and the Governing Board to monitor key business risks, financial objectives and the progress being made towards achieving the financial plans set for the year and for the medium term;
- quarterly financial management reports are prepared promptly, providing relevant, reliable and up to date financial and other information, with significant variances from budget being investigated as appropriate;
- regulatory returns are prepared, authorised and submitted promptly to the relevant regulatory bodies;
- all significant new initiatives, major commitments and investment projects are subject to formal authorisation procedures, through the Governing Board;
- the Governing Board receives reports from management and from the external and internal auditors to provide reasonable assurance that control procedures are in place and are being followed and that a general review of the major risks facing the Association is undertaken;
- formal procedures have been established for instituting appropriate action to correct any weaknesses identified through internal or external audit reports.

The Governing Board has reviewed the effectiveness of the system of internal financial control in existence in the Association for the year end 31 March 2026. No weaknesses were found in the internal financial controls which resulted in material losses, contingencies or uncertainties which require disclosure in the financial statements or in the auditor's report on the financial statements.

Donations

During the year the Association made no charitable donations (2025: £Nil).

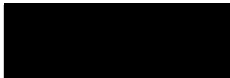
Disclosure of Information to the Auditor

The members of the Governing Board at the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant information of which the auditors are unaware. They confirm that they have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditors.

Auditor

A resolution to reappoint the Auditors, TC Group, will be proposed at the Annual General Meeting.

By order of the Governing Board



Lauren Rice

Secretary

Date: 25/8/2026

REPORT BY THE AUDITORS TO THE MEMBERS OF BARRHEAD HOUSING ASSOCIATION LIMITED ON CORPORATE GOVERNANCE MATTERS

In addition to our audit of the financial statements, we have reviewed your statement on page 6 concerning the Association's compliance with the information required by the Regulatory Standards in respect of internal financial controls contained in the publication "Our Regulatory Framework" and associated Regulatory Advice Notes which are issued by the Scottish Housing Regulator.

Basis of Opinion

We carried out our review having regard to the requirements to corporate governance matters within Bulletin 2006/5 issued by the Financial Reporting Council. The Bulletin does not require us to review the effectiveness of the Association's procedures for ensuring compliance with the guidance notes, nor to investigate the appropriateness of the reason given for non-compliance.

Opinion

In our opinion the Statement of Internal Financial Control on page 6 has provided the disclosures required by the relevant Regulatory Standards within the publication "Our Regulatory Framework" and associated Regulatory Advice Notes issued by the Scottish Housing Regulator in respect of internal financial controls and is consistent with the information which came to our attention as a result of our audit work on the financial statements.

Through enquiry of certain members of the Governing Board and Officers of the Association and examination of relevant documents, we have satisfied ourselves that the Governing Board's Statement on Internal Financial Control appropriately reflects the Association's compliance with the information required by the relevant Regulatory Standards in respect of internal financial controls contained within the publication "Our Regulatory Framework" and associated Regulatory Advice Notes issued by the Scottish Housing Regulator in respect of internal financial controls.



TC GROUP

Business Advisors & Accountants
Statutory Auditor
Glasgow

Date: 25/8/2026

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARRHEAD HOUSING ASSOCIATION LIMITED FOR THE YEAR ENDED 31 MARCH 2026

Opinion

We have audited the financial statements of Barrhead Housing Association Limited (the 'Association') for the year ended 31 March 2026 which comprise the Statement of Comprehensive Income, Statement of Financial Position, Statement of Cash Flows, Statement of Changes in Equity and related notes, including a summary of 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 Association's affairs as at 31 March 2026 and of the surplus 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 Co-operative and Community Benefit Societies Act 2014, the Housing (Scotland) Act 2010 and the Determination of Accounting Requirements 2024.

Basis of 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 Association in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 audit opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Governing Board 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 Association'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 Governing Board with respect to going concern are described in the relevant sections of this report.

Other Information

The Governing Board is responsible for the other information. The other information comprises the information contained 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARRHEAD HOUSING ASSOCIATION LIMITED FOR THE YEAR ENDED 31 MARCH 2026 (continued)

Other Information (Contd.)

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 Co-operative and Community Benefit Societies Act 2014 require us to report to you if, in our opinion:

- proper books of account have not been kept by the Association in accordance with the requirements of the legislation;
- a satisfactory system of control over transactions has not been maintained by the Association in accordance with the requirements of the legislation;
- the Statement of Comprehensive Income and Statement of Financial Position are not in agreement with the books of account of the Association; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the Governing Board

As explained more fully in the statement of Governing Board's responsibilities as set out on page 5, the Governing Body is responsible for the preparation of the financial statements and for being satisfied that they give true and fair view, and for such internal control as the Governing Board determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Governing Board is responsible for assessing the Association'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 Governing Board either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the 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. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARRHEAD HOUSING ASSOCIATION LIMITED FOR THE YEAR ENDED 31 MARCH 2026 (continued)

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we gained an understanding of the legal and regulatory framework applicable to the Association through discussions with the Governing Board and other management, and from our wider knowledge and experience of the RSL sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Association, including the Co-operative and Community Benefit Societies Act 2014 (and related regulations), the Housing (Scotland) Act 2010 and other laws and regulations applicable to a registered social housing provider in Scotland. We also considered the risks of non-compliance with the other requirements imposed by the Scottish Housing Regulator and we considered the extent to which non-compliance might have a material effect on the financial statements.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the Association's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in Note 1 were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reviewing the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing the Association's Assurance Statement and associated supporting information; and
- reviewing correspondence with the Scottish Housing Regulator. HMRC and the Association's legal advisors.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BARRHEAD HOUSING ASSOCIATION LIMITED FOR THE YEAR ENDED 31 MARCH 2026 (continued)

The extent to which the audit was considered capable of detecting irregularities including fraud (Contd.)

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the Directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. The description forms part of our audit report.

Use of our Report

This report is made solely to the Association's members as a body, in accordance with Part 7 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the Association's members 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 Association and the Association's members as a body, for our audit work, for this report, or for the opinions we have formed.



TC GROUP

Business Advisors & Accountants
Statutory Auditors
Glasgow

Date: 25/8/2026

BARRHEAD HOUSING ASSOCIATION LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2026

	Notes	£	2026 £	£	2025 £
Revenue	2		7,156,334		6,810,230
Operating costs	2		6,074,039		6,142,426
OPERATING SURPLUS			<u>1,082,295</u>		<u>667,804</u>
Interest receivable and other income		69,638		70,649	
Interest payable and similar charges	7	(434,240)		(448,261)	
Other finance income/(charges)	10	<u>(23,000)</u>		<u>(22,000)</u>	
			<u>(387,602)</u>		<u>(399,612)</u>
Surplus on ordinary activities before taxation	8		<u>694,693</u>		<u>268,192</u>
SURPLUS FOR THE YEAR			694,693		268,192
Other comprehensive income					
Actuarial gains/(losses) on defined benefit pension plan	19		<u>69,000</u>		<u>43,000</u>
TOTAL COMPREHENSIVE INCOME			<u>763,693</u>		<u>311,192</u>

The results relate wholly to continuing activities.

The notes on pages 17 to 36 form an integral part of these financial statements.

BARRHEAD HOUSING ASSOCIATION LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2026

	Notes	£	2026 £	£	2025 £
NON-CURRENT ASSETS					
Housing properties - depreciated cost	11		52,833,911		51,303,825
Other tangible assets	11		326,114		344,368
Investments	12		1		1
			<u>53,160,026</u>		<u>51,648,194</u>
CURRENT ASSETS					
Receivables	13	472,846		252,751	
Investments		525,000		1,018,194	
Cash and cash equivalents	15	1,673,431		1,820,734	
		<u>2,671,277</u>		<u>3,091,679</u>	
CREDITORS: Amounts falling due within one year	16	<u>(2,498,831)</u>		<u>(1,809,187)</u>	
NET CURRENT ASSETS			<u>172,446</u>		<u>1,282,492</u>
TOTAL ASSETS LESS CURRENT			53,332,472		52,930,686
CREDITORS: Amounts falling due after more than one year	17		(7,247,638)		(8,036,845)
PENSIONS AND OTHER PROVISIONS FOR LIABILITIES AND CHARGES					
Scottish housing association pension	19	<u>(345,000)</u>		<u>(407,000)</u>	
			(345,000)		(407,000)
DEFERRED INCOME					
Social housing grants	20	<u>(29,853,792)</u>		<u>(29,364,491)</u>	
			<u>(29,853,792)</u>		<u>(29,364,491)</u>
NET ASSETS			<u><u>15,886,042</u></u>		<u><u>15,122,350</u></u>
EQUITY					
Share capital	21		52		53
Revenue reserves			16,230,990		15,529,297
Pension reserves			(345,000)		(407,000)
			<u><u>15,886,042</u></u>		<u><u>15,122,350</u></u>

The financial statements were approved by the Governing Board and authorised for issue and signed on their behalf on 25/8/2026.

The notes on pages 17 to 36 form an integral part of these financial statements.

BARRHEAD HOUSING ASSOCIATION LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2026

	Notes	£	2026 £	£	2025 £
Surplus for the Year			694,693		268,192
<i>Adjustments for non-cash items:</i>					
Depreciation of tangible fixed assets	11	1,903,795		1,842,797	
Amortisation of capital grants	20	(1,027,155)		(1,023,384)	
Non-cash adjustments to pension provisions		7,000		5,000	
Share capital written off	21	(1)		(2)	
			883,639		824,411
Interest receivable			(69,638)		(70,649)
Interest payable	7		434,240		448,261
Operating cash flows before movements in working			1,942,934		1,470,215
Change in debtors		(218,047)		(19,635)	
Change in creditors		669,869		48,962	
			451,822		29,327
Net cash inflow from operating activities			2,394,756		1,499,542
Investing Activities					
Acquisition and construction of properties		(3,402,867)		(2,179,612)	
Purchase of other fixed assets		(12,760)		(3,907)	
Social housing grant received		1,514,408		692,340	
Changes on short term deposits with banks		493,194		(1,018,194)	
Net cash outflow from investing activities			(1,408,025)		(2,509,373)
Financing Activities					
Loan Advances Received		-		1,695,000	
Interest received on cash and cash equivalents		69,638		70,649	
Interest paid on loans		(434,240)		(448,261)	
Loan principal repayments		(769,432)		(623,909)	
Share capital issued	21	-		3	
Net cash (outflow) / inflow from financing activities			(1,134,034)		693,482
Decrease in cash	22		(147,303)		(316,349)
Opening cash & cash equivalents			1,820,734		2,137,083
Closing cash & cash equivalents			1,673,431		1,820,734
Cash and cash equivalents as at 31 March					
Cash	22		1,673,431		1,820,734
			1,673,431		1,820,734

The notes on pages 17 to 36 form an integral part of these financial statements.

BARRHEAD HOUSING ASSOCIATION LIMITED

STATEMENT OF CHANGES IN EQUITY AS AT 31 MARCH 2026

	Share Capital £	Scottish Housing Association Pension Reserve £	Revenue Reserve £	Total £
Balance as at 1 April 2024	52	(445,000)	15,256,105	14,811,157
Issue of Shares	3	-	-	3
Cancellation of Shares	(2)	-	-	(2)
Other comprehensive income	-	43,000	-	43,000
Other movements	-	(5,000)	5,000	-
Surplus for the year	-	-	268,192	268,192
Balance as at 31 March 2025	53	(407,000)	15,529,297	15,122,350
Balance as at 1 April 2025	53	(407,000)	15,529,297	15,122,350
Issue of Shares	-	-	-	-
Cancellation of Shares	(1)	-	-	(1)
Other comprehensive income	-	69,000	-	69,000
Other movements	-	(7,000)	7,000	-
Surplus for the year	-	-	694,693	694,693
Balance as at 31 March 2026	52	(345,000)	16,230,990	15,886,042

The notes on pages 17 to 36 form an integral part of these financial statements.

BARRHEAD HOUSING ASSOCIATION LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2026

NOTES TO THE FINANCIAL STATEMENTS

1. PRINCIPAL ACCOUNTING POLICIES

Statement of Compliance and Basis of Accounting

These financial statements were prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Statement of Recommended Practice for social housing providers 2018. The Association is a Public Benefit Entity in terms of its compliance with Financial Reporting Standard 102, applicable for accounting periods beginning on or after 1 January 2019. They comply with the Determination of Accounting Requirements 2019. A summary of the principal accounting policies is set out below.

Revenue

Revenue comprises rental and service charge income receivable in the period, income from shared ownership first tranche sales, sales of properties built for sale, other services provided, revenue grants receivable and government grants released to income in the period.

The Association recognises rent receivable net of losses from voids. Service Charge Income (net of voids) is recognised with expenditure as it is incurred as this is considered to be the point when the service has been performed and the revenue recognition criteria is met.

Government grants are released to income over the expected useful life of the asset to which they relate. Revenue grants are receivable when the conditions for receipt of the agreed grant funding have been met.

Retirement Benefits

The Association previously participated in the Scottish Housing Association Pension Scheme (SHAPS) a multi-employer defined benefit scheme where retirement benefits to employees of the Association are funded by the contributions from all participating employers and employees in the Scheme. Payments are made in accordance with periodic calculations by consulting Actuaries and are based on pension costs applicable across the various participating organisations taken as a whole. The Association accounts for this scheme as a defined benefit pension scheme in accordance with FRS 102. The Association moved to the SHAPS defined contribution scheme on leaving the defined benefit scheme. Contributions to defined contribution plans are recognised as an employee benefit expense when they are due.

Going Concern

On the basis that the Governing Board has a reasonable expectation that the Association has adequate resources to continue in operational existence for the foreseeable future, the Association has adopted the going concern basis of accounting in preparing these financial statements.

BARRHEAD HOUSING ASSOCIATION LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2026

Notes to the financial statements (continued)

1. PRINCIPAL ACCOUNTING POLICIES (continued.)

Housing Properties

Housing properties are held for the provision of social housing. Housing properties are stated at cost less accumulated depreciation and impairment losses. Cost includes acquisition of land and buildings and development cost. The Association depreciates housing properties over the useful life of each major component. Housing under construction and land are not depreciated.

<i>Component</i>	<i>Useful Economic Life</i>
Kitchen	15 years
Central Heating System	30 years
Boilers	15 years
Bathrooms	20 years
Windows	25 years
Lifts	40 years
Structure	50 years
Roofs	40 years
Sheltered Housing Improvements	20 years

Depreciation and Impairment of Other Tangible Assets

Non-current assets are stated at cost less accumulated depreciation. Depreciation is charged over the expected economic useful lives of the assets at the following annual rates:

<i>Asset Category</i>	<i>Depreciation Rate</i>
Office premises	Over 5 to 30 years
Furniture & equipment	Over 5 years

The carrying values of non-current assets are reviewed for impairment at the end of each reporting period.

Social Housing Grants and Other Capital Grants

Social housing grants and other capital grants are accounted for using the Accrual Method as outlined in Section 24 of Financial Reporting Standard 102. Grants are treated as deferred income and recognised in income on a systematic basis over the expected useful life of the property and assets to which they relate.

Social housing grant attributed to individual components is written off to the statement of comprehensive income when these components are replaced.

Although social housing grant is treated as a grant for accounting purposes, it may nevertheless become repayable in certain circumstances, such as the disposal of certain assets. The amount repayable would be restricted to the net proceeds of sale.

Taxation

The Association is a Registered Scottish Charity and is not liable to taxation on its charitable activities.

BARRHEAD HOUSING ASSOCIATION LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2026

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1. PRINCIPAL ACCOUNTING POLICIES (continued.)

Leases

Costs in respect of operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term. Assets held under finance leases and hire purchase contracts are capitalised in the Statement of Financial Position and are depreciated over their useful lives or the term of the lease whichever is shorter.

Works to Existing Properties

The Association capitalises major repairs expenditure where these works result in an enhancement of economic benefits by increasing the net rental stream over the life of the property, a material reduction in future maintenance costs, or a significant extension of the life of the property.

Property Development Cost

The proportion of the development cost of shared ownership properties expected to be disposed of as a first tranche sale is held in current assets until it is disposed of. The remaining part of the development cost is treated as a non-current asset. Surpluses made on the disposal of first tranche sales are taken to the Statement of Comprehensive Income.

Property developments that are intended for resale are included in current assets until disposal.

Housing Property Managed By Agents

Where a third party manages the Association's housing property the accounting treatment reflects the substance of the transactions. The property is only excluded if the rights and obligations associated with the scheme has been transferred to the third party.

VAT

The Association is not VAT registered. As a result, all VAT paid is not recovered and therefore expenditure is shown inclusive of VAT.

Basis of Consolidation

The Association has obtained exemption from the Financial Conduct Authority from producing Consolidated Financial Statements as provided by Section 14(2A) of the Friendly and Industrial and Provident Societies Act 1968. The financial statements for Barrhead Housing Association Limited present information about it as an individual undertaking and not about the group.

Financial Instruments - Basic

The Association classes all of its loans as basic financial instruments including agreements with break clauses. The Association recognises basic financial instruments in accordance with Section 11 of Financial Reporting Standard 102.

The Association's debt instruments are measured at amortised cost using the effective interest rate method.

Cash and Liquid Resources

Cash comprises cash at bank and in hand, deposits repayable on demand less overdrafts. Liquid resources are current asset investments that can't be disposed of without penalty and are readily convertible into amounts of cash at their carrying value.

Impairment

The Association assesses at the end of each accounting period whether there are indications that a non-current asset may be impaired or that an impairment loss previously recognised has fully or partially reversed.

Where the carrying value of non-current assets is less than their recoverable amounts the shortfall is recognised as an impairment loss in the Statement of Comprehensive Income. The recoverable amount is the higher of the fair value less costs to sell and value-in-use of the asset based on its service potential.

Impairment losses previously recognised are reversed if the reasons for the impairment loss have ceased to apply. Reversals of impairment losses are recognised in the Statement of Comprehensive Income.

BARRHEAD HOUSING ASSOCIATION LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2026

Notes to the financial statements (continued)

1. PRINCIPAL ACCOUNTING POLICIES (continued.)

Key Judgements and estimates made in the application of Accounting Policies

The preparation of financial statements requires the use of certain accounting judgements and accounting estimates. It also requires the the Association to exercise judgement in applying the accounting policies. The areas requiring a higher degree of judgement, or complexity, and areas where assumptions or estimates are most significant to the financial statements are disclosed below.

Key Judgements

a) Categorisation of Housing Properties

In the judgement of the Governing Board the entirety of the Association's housing stock is held for social benefit and is therefore classified as Property, Plant and Equipment in accordance with FRS 102.

b) Identification of cash generating units

The Governing Board considers its cash-generating units to be the schemes in which it manages its housing property for asset management purposes.

c) Financial instrument break clauses

The Governing Board has considered the break clauses attached to the financial instruments that it has in place for its loan funding. In their judgement these break clauses do not cause the financial instrument to be classified as a complex financial instrument and therefore they meet the definition of a basic financial instrument.

d) Pension Liability

The Association participates in a defined benefit pension scheme arrangement with the Scottish Housing Association Pension Scheme. The fund is administered by the Pensions Trust. The Pension Trust have developed a method of calculating each member's share of the assets and liabilities of the scheme. The Association has decided that this method is appropriate and provides a reasonable estimate of the pension assets and liabilities of the Association and has therefore adopted this valuation method. Judgements relating to the benefits issue are included in Note 29.

Estimation Uncertainty

a) Rent Arrears - Bad Debt Provision

The Association assesses the recoverability of rent arrears through a detailed assessment process which considers tenant payment history, arrangements in place and court action.

b) Life Cycle of Components

The Association estimates the useful lives of major components of its housing property with reference to surveys carried out by external qualified surveyors.

c) Useful life of properties, plant and equipment

The Association assesses the useful life of its properties, plant and equipment and estimates the annual charge to be depreciated based on this assessment.

d) Defined pension liability

In determining the value of the Association's share of defined benefit pension scheme assets and obligations, the valuation prepared by the Scheme actuary includes estimates of life expectancy, salary growth, inflation and the discount rate on corporate bonds.

BARRHEAD HOUSING ASSOCIATION LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2026

Notes to the financial statements (continued)

2. PARTICULARS OF TURNOVER, OPERATING COSTS AND OPERATING SURPLUS OR DEFICIT

	Notes	Turnover £	Operating costs £	2026 Operating surplus / (deficit) £	Turnover £	Operating costs £	2025 Operating surplus / (deficit) £
Affordable letting activities	3	6,764,777	5,689,447	1,075,330	6,402,898	5,788,140	614,758
Other Activities	4	391,557	384,592	6,965	407,332	354,286	53,046
Total		7,156,334	6,074,039	1,082,295	6,810,230	6,142,426	667,804

3. PARTICULARS OF TURNOVER, OPERATING COSTS AND OPERATING SURPLUS OR DEFICIT FROM AFFORDABLE LETTING ACTIVITIES

	General Needs Housing £	Supported Housing £	2026 Total £	2025 Total £
Revenue from Lettings				
Rent receivable net of service charges	5,526,866	148,604	5,675,470	5,374,579
Service charges receivable	53,968	30,661	84,629	78,951
Gross income from rent and service charges	5,580,834	179,265	5,760,099	5,453,530
Less: Rent losses from voids	14,862	7,615	22,477	74,016
Income from rents and service charges	5,565,972	171,650	5,737,622	5,379,514
Grants released from deferred income	1,027,155	-	1,027,155	1,023,384
Total turnover from affordable letting activities	6,593,127	171,650	6,764,777	6,402,898
Expenditure on affordable letting activities				
Management and maintenance administration costs	2,315,256	20,208	2,335,464	2,265,198
Service costs	78,876	30,661	109,537	78,951
Planned and cyclical maintenance, including major repairs	599,264	2,649	601,913	696,494
Reactive maintenance costs	729,230	34,791	764,021	884,915
Bad Debts - rents and service charges	5,732	-	5,732	54,486
Depreciation of affordable let properties	1,797,716	75,064	1,872,780	1,808,095
Operating costs of affordable letting activities	5,526,074	163,373	5,689,447	5,788,140
Operating surplus on affordable letting activities	1,067,053	8,277	1,075,330	614,758
2025	574,071	40,687		

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026
Notes to the financial statements (continued)

4. Particulars of Revenue, Operating Costs and Operating Surplus or Deficit from Other Activities

	Grants from Scottish Ministers	Other revenue grants	Supporting people income	Other income	Total Turnover	Other operating costs	Operating surplus / (deficit) 2026	Operating surplus / (deficit) 2025
	£	£	£	£	£	£	£	£
Community investment activities	147,250	-	-	-	147,250	157,250	(10,000)	(17,279)
Care and repair	-	-	58,813	-	58,813	58,813	-	57,718
Factoring	-	-	-	123,394	123,394	121,970	1,424	-
MMR income from Subsidiary	-	-	-	62,100	62,100	46,559	15,541	12,607
	<u>147,250</u>	<u>-</u>	<u>58,813</u>	<u>185,494</u>	<u>391,557</u>	<u>384,592</u>	<u>6,965</u>	<u>53,046</u>
Total From Other Activities	147,250	-	58,813	185,494	391,557	384,592	6,965	53,046
2025	225,292	59,570	-	122,470	407,332	354,286	53,046	

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

5. Officers' Emoluments		
	2026	2025
	£	£
The Officers are defined in the Co-operative and Community Benefit Societies Act 2014 as the members of the Governing Board, managers and employees of the Association.		
Aggregate emoluments payable to Officers with emoluments greater than £60,000 (excluding pension contributions)	337,825	325,399
Pension contributions made on behalf of Officers with emoluments greater than £60,000	33,619	34,516
Emoluments payable to the Chief Executive Officer (excluding pension contributions)	100,936	95,500
Pension contributions paid on behalf of the Chief Executive Officer	8,842	8,502
Total emoluments payable to the Chief Executive Officer	109,778	104,002
Total emoluments paid to key management personnel	371,444	359,915
The number of Officers, including the highest paid Officer, who received emoluments, including pension contributions, over £60,000 was in the following ranges:-		
	No.	No.
£70,001 to £80,000	1	-
£80,001 to £90,000	1	3
£90,001 to £100,000	1	-
£100,001 to £110,000	1	1
6. Employee Information		
	2026	2025
	No.	No.
Average monthly number of full time equivalent persons employed during the	27	28
Average total number of employees employed during the year	30	31
Staff costs were:	£	£
Wages and salaries	1,278,887	1,206,586
National insurance costs	156,706	126,236
Pension costs	146,523	146,589
Temporary, agency and seconded staff	14,788	-
	1,596,904	1,479,411

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

7. Interest Payable and Similar Charges

	2026	2025
	£	£
On bank loans and overdrafts	434,240	448,261
	<u>434,240</u>	<u>448,261</u>

8. Surplus for the year

	2026	2025
	£	£
Surplus For The Year is stated after charging/(crediting):		
Depreciation - non-current assets	1,863,437	1,785,225
Auditors' remuneration - audit services	<u>14,160</u>	<u>10,740</u>

9. Corporation Tax

The Association is a Registered Scottish Charity and is not liable to United Kingdom Corporation Tax on its charitable activities.

10. Other Finance Income / (Charges)

	2026	2025
	£	£
Net interest on pension obligations	<u>(23,000)</u>	<u>(22,000)</u>

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

11. Non Current Assets

(a) Housing Properties	Housing Properties Held for Letting £	Housing Properties In course of Construction £	Total £	
COST				
At 1 April 2025	79,035,886	303,036	79,338,922	
Additions	2,430,688	972,179	3,402,867	
Disposals	(383,033)	-	(383,033)	
Transfers	-	-	-	
At 31 March 2026	81,083,541	1,275,215	82,358,756	
DEPRECIATION				
At 1 April 2025	28,035,097	-	28,035,097	
Charge for Year	1,832,423	-	1,832,423	
Disposals	(342,675)	-	(342,675)	
At 31 March 2026	29,524,845	-	29,524,845	
NET BOOK VALUE				
At 31 March 2026	51,558,696	1,275,215	52,833,911	
At 31 March 2025	51,000,789	303,036	51,303,825	
	2026		2025	
Expenditure on Existing Properties	<i>Component</i>	<i>Improvement</i>	<i>Component</i> <i>Improvement</i>	
	£	£	£ £	
Amounts capitalised	1,279,011	30,670	1,385,722	30,670
Amounts charged to the statement of comprehensive income	-	1,365,934	-	1,581,409

All land and housing properties are heritable.

The Association's lenders have standard securities over housing property with a carrying value of £19,193,823 (2025 - £22,661,434).

The depreciation charge on housing properties as shown above differs from that per Note 3 due to accelerated depreciation on component replacements.

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

11. Non Current Assets (continued)

(b) Other tangible assets	Office Premises £	Furniture & Equipment £	Machinery & Equipment £	Total £
COST				
At 1 April 2025	766,204	157,985	-	924,189
Additions	-	12,760	-	12,760
Eliminated on disposals	-	(78,846)	-	(78,846)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2026	766,204	91,899	-	858,103
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION				
At 1 April 2025	441,334	138,487	-	579,821
Charge for year	19,785	11,229	-	31,014
Eliminated on disposals	-	(78,846)	-	(78,846)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2026	461,119	70,870	-	531,989
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE				
At 31 March 2026	<u>305,085</u>	<u>21,029</u>	<u>-</u>	<u>326,114</u>
At 31 March 2025	<u>324,870</u>	<u>19,498</u>	<u>-</u>	<u>344,368</u>

12. Fixed Asset Investments

	2026 £	2025 £
Subsidiary undertakings	1	1
	<u>1</u>	<u>1</u>

Subsidiary Undertakings

Barrhead Housing Association Limited has the following wholly owned subsidiary undertaking. The registered office of the subsidiary is 60-70 Main Street, Barrhead, Glasgow.

	2026		2025	
	Reserves	Profit /	Reserves	Profit /
	£	(Loss)	£	(Loss)
Vesta by Barrhead Housing Limited	9,586	26,866	(17,280)	2,994

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

13. Receivables

	2026	2025
	£	£
Gross arrears of rent and service charges	197,367	250,312
Less: Provision for doubtful debts	(173,576)	(237,026)
<i>Net arrears of rent and service charges</i>	23,791	13,286
Social housing grant receivable	2,048	-
Other receivables	444,013	219,191
Amounts due from group undertakings	2,994	20,274
	<u>472,846</u>	<u>252,751</u>

14. Current Asset Investments

	2026	2025
	£	£
Short term deposits	525,000	1,018,194
	<u>525,000</u>	<u>1,018,194</u>

15. Cash and Cash Equivalents

	2026	2025
	£	£
Cash at bank and in hand	1,673,431	1,820,734
	<u>1,673,431</u>	<u>1,820,734</u>

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

16. Payables: Amounts falling due within one year		
	2026	2025
	£	£
Bank loans	799,396	779,621
Trade payables	1,028,174	324,433
Rent received in advance	213,901	243,874
Other taxation and social security	37,427	26,938
Other payables	9,416	14,561
Accruals and deferred income	410,517	419,760
	<u>2,498,831</u>	<u>1,809,187</u>

17. Payables: Amounts falling due after more than one year		
	2026	2025
	£	£
Bank loans	7,247,638	8,036,845
	<u>7,247,638</u>	<u>8,036,845</u>

18. Debt analysis: Borrowings		
	2026	2025
	£	£
Bank Loans		
Amounts due within one year	799,396	779,621
Amounts due in one year or more but less than two years	826,112	799,396
Amounts due in two years or more but less than five years	2,608,319	2,557,974
Amounts due in more than five years	3,813,207	4,679,475
	<u>8,047,034</u>	<u>8,816,466</u>

The Association has a number of bank loans the principal terms of which are as follows:

Lender	Number of Properties Secured*	Effective Interest Rate	Maturity (Year)	Variable or Fixed
Nationwide		5.415%	2032	Fix
Nationwide		Base + 0.265%	2032	Var
Nationwide	256	4.185%	2032	Fix
Nationwide		4.095%	2032	Fix
Nationwide		4.145%	2032	Fix
Santander	105	Base + 0.9%	2033	Var
Santander		4.3%	2033	Fix
Triodos	90	Base + 1.7%	2044	Var

* Secured property numbers are given by lender/facility, rather than individual loan.

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026

Notes to the financial statements (continued)

19. Retirement Benefit Obligations

Scottish Housing Associations' Pension Scheme

Barrhead Housing Association Limited participates in the Scottish Housing Associations' Pension Scheme (the Scheme), a multi-employer scheme which provides benefits to some 150 non-associated employers. The Scheme is a defined benefit scheme in the UK.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pensions schemes in the UK.

The last triennial valuation of the scheme for funding purposes was carried out as at 30 September 2024. This valuation revealed a deficit of £79.5m. A Recovery Plan was put in place to eliminate the deficit which runs to 31 March 2030.

The Scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the Scheme. Participating employers are legally required to meet their share of the Scheme deficit on an annuity purchase basis on withdrawal from the Scheme.

For accounting purposes, a valuation of the scheme is carried out with an effective date of 30 September each year. The liability figures from this valuation are rolled forward for accounting year-ends from the following 31 March to 28 February inclusive.

The latest accounting valuation was carried out with an effective date of 30 September 2025. The liability figures from this valuation were rolled forward for accounting year-ends from the following 31 March 2026 to 28 February 2027 inclusive.

The liabilities are compared, at the relevant accounting date, with the company's fair share of the Scheme's total assets to calculate the company's net deficit or surplus.

Present values of defined benefit obligation, fair value of assets and defined benefit asset / (liability)

	2026	2025	2024
	£	£	£
Fair value of plan assets	2,971,000	2,907,000	3,208,000
Present value of defined benefit obligation	3,316,000	3,314,000	3,653,000
Surplus / (deficit) in plan	(345,000)	(407,000)	(445,000)

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026

Notes to the financial statements (continued)

19. Retirement Benefit Obligations (continued)

Scottish Housing Associations' Pension Scheme (continued.)

Reconciliation of opening and closing balances of the defined benefit obligation

	2026 £	2025 £
Defined benefit obligation at the start of period	3,314,000	3,653,000
Current service cost	-	2,000
Expenses	5,000	6,000
Interest expense	191,000	177,000
Member contributions	15,260	18,000
Actuarial losses (gains) due to scheme experience	(62,000)	36,000
Actuarial losses (gains) due to changes in demographic assumptions	31,000	-
Actuarial losses (gains) due to changes in financial assumptions	(68,000)	(451,000)
Benefits paid and expenses	(110,000)	(127,000)
Defined benefit obligation at the end of period	3,316,260	3,314,000

Reconciliation of opening and closing balances of the fair value of plan assets

	2026 £	2025 £
Fair value of plan assets at start of period	2,907,000	3,208,000
Interest income	168,000	155,000
Experience on plan assets (excluding amounts included in interest income) - gain (loss)	(30,000)	(372,000)
Employer contributions	21,000	25,000
Member contributions	15,260	18,000
Benefits paid and expenses	(110,000)	(127,000)
Fair value of plan assets at the end of period	2,971,260	2,907,000

The actual return on the plan assets (including any changes in share of assets) over the period ended 31 March 2026 was £130,000.

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

19. Retirement Benefit Obligations (continued)

Scottish Housing Associations' Pension Scheme (continued.)

Defined benefit costs recognised in the statement of comprehensive income

	2026 £	2025 £
Current service cost	-	2,000
Expenses	5,000	6,000
Net interest expense	23,000	22,000
Defined benefit costs recognised in statement of comprehensive income	<u>28,000</u>	<u>30,000</u>

Defined benefit costs recognised in the other comprehensive income

	2026 £	2025 £
Experience on plan assets (excluding amounts included in interest income) - gain /(loss)	(30,000)	(372,000)
Experience gains and losses arising on plan liabilities - gain /(loss)	62,000	(36,000)
Effects of changes in the demographic assumptions underlying the present value of the defined benefit obligations - gain /(loss)	(31,000)	-
Effects of changes in the financial assumptions underlying the present value of the defined benefit obligations - gain / (loss)	<u>68,000</u>	<u>451,000</u>
Total actuarial gains and losses - gain / (loss)	<u>69,000</u>	<u>43,000</u>

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026

Notes to the financial statements (continued)

19. Retirement Benefit Obligations (continued)

Scottish Housing Associations' Pension Scheme (continued.)

Assets

	2026	2025	2024
	£	£	£
Absolute Return	-	-	144,000
Alternative Risk Premia	-	-	115,000
Credit Relative Value	-	-	113,000
Distressed Opportunities	-	-	118,000
Emerging Markets Debt	-	-	56,000
Global Equity	392,000	336,000	369,000
Currency Hedging	-	5,000	(1,000)
Infrastructure	-	1,000	307,000
Insurance-Linked Securities	6,000	11,000	20,000
Liability Driven Investment	820,000	818,000	1,160,000
Long Lease Property	-	1,000	24,000
Net Current Assets	44,000	4,000	4,000
Private Debt	-	-	129,000
Property	155,000	144,000	136,000
Risk Sharing	-	-	192,000
Secured Income	40,000	67,000	107,000
Opportunistic Illiquid Credit	-	-	128,000
Cash	1,000	16,000	83,000
High Yield	-	-	1,000
Private Equity	7,000	3,000	3,000
Liquid Alternatives	568,000	535,000	-
Real Assets	295,000	347,000	-
Private Credit	383,000	362,000	-
Credit	135,000	124,000	-
Investment Grade Credit	125,000	133,000	-
Total assets	2,971,000	2,907,000	3,208,000

None of the fair values of the assets shown above include any direct investment in the Association's own financial instruments or any property occupied by, or other assets used by the Association.

Key Assumptions

	2026	2025	2024
Discount Rate	6.1%	5.9%	4.9%
Inflation (RPI)	3.3%	3.1%	3.1%
Inflation (CPI)	3.0%	2.8%	2.8%
Salary Growth	4.0%	3.8%	3.8%
Allowance for commutation of pension for cash at retirement	75% of maximum allowance		

The mortality assumptions adopted at 31 March 2026 imply the following life expectancies:

	Life expectancy at age 65 years (years)
Male retiring in 2026	20.7
Female retiring in 2026	22.9
Male retiring in 2046	21.9
Female retiring in 2046	24.4

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026

Notes to the financial statements (continued)

20. Deferred Income

	Social Housing Grants £	Total £
Capital grants received		
At 1 April 2025	48,618,359	48,618,359
Additions in the year	1,516,456	1,516,456
Eliminated on disposal	-	-
At 31 March 2026	50,134,815	50,134,815
Amortisation		
At 1 April 2025	19,253,868	19,253,868
Amortisation in year	1,027,155	1,027,155
Eliminated on disposal	-	-
At 31 March 2026	20,281,023	20,281,023
Net book value		
At 31 March 2026	29,853,792	29,853,792
At 31 March 2025	29,364,491	29,364,491

This is expected to be released to the Statement of Comprehensive Income in the following years:

	2026 £	2025 £
Amounts due within one year	1,023,720	1,021,200
Amounts due in more than one year	28,830,072	28,343,291
	29,853,792	29,364,491

21. Share Capital

	2026 £	2025 £
Shares of £1 each, issued and fully paid		
At 1 April	53	52
Issued in year	-	3
Cancelled in year	(1)	(2)
At 31 March	52	53

Each member of the Association holds one share of £1 in the Association. These shares carry no rights to dividend or distributions on a winding up. When a shareholder ceases to be a member, that person's share is cancelled and the amount paid thereon becomes the property of the Association. Each member has a right to vote at members' meetings.

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

22. Cash Flows

Reconciliation of net cash flow to movement in net debt

	2026		2025	
	£	£	£	£
Decrease in cash	(147,303)		(316,349)	
Change in liquid resources	(493,194)		1,018,194	
Cashflow from change in net debt	769,432		(1,071,091)	
Movement in net debt during the year		128,935		(369,246)
Net debt at 1 April		(5,977,538)		(5,608,292)
Net debt at 31 March		(5,848,603)		(5,977,538)

	At 01 April 2025	Cashflows	Other Changes	At 31 March 2026
	£	£	£	£
Cash and cash equivalents	1,820,734	(147,303)	-	1,673,431
	1,820,734	(147,303)	-	1,673,431
Liquid resources	1,018,194	(493,194)	-	525,000
Debt: Due within one year	(779,621)	769,432	(789,208)	(799,396)
Due after more than one year	(8,036,845)	-	789,208	(7,247,638)
Net debt	(5,977,538)	128,935	-	(5,848,603)

23. Capital Commitments

	2026	2025
	£	£
Capital Expenditure that has been contracted for but has not been provided for in the financial statements	1,281,509	872,950

The above commitments will be financed by a combination of public grant, private finance and the Association's own resources.

24. Commitments Under Operating Leases

	2026	2025
	£	£
At the year end, the total minimum lease payments under non-cancellable operating leases were as follows:		
Other		
Expiring in the next year	1,569	1,569
Expiring later than one year and not later than five years	2,746	4,315

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026

Notes to the financial statements (continued)

25. Details of Association

The Association is a Registered Society registered with the Financial Conduct Authority and is domiciled in Scotland.

The Association's principal place of business is 60-70 Main Street, Barrhead, Glasgow, G78 1SB.

The Association is a Registered Social Landlord and Scottish Charity that owns and manages social housing property in East Renfrewshire.

26. Governing Board Member Emoluments

Governing Board members received £4,557 (2025 - £767) in the year by way of reimbursement of expenses. No remuneration is paid to members in respect of their duties to the Association.

27. Housing Stock

	2026 No.	2025 No.
The number of units of accommodation in management at the year end was:-		
General needs	<u>1,026</u>	<u>1,015</u>

28. Related Party Transactions

Members of the Governing Board are related parties of the Association as defined by Financial Reporting Standard 102.

Any transactions between the Association and any entity with which a Governing Board member has a connection with is made at arm's length and is under normal commercial terms.

Transactions with Governing Board members (and their close family) were as follows:

	2026 £	2025 £
Factoring charges received from factored owners on the Governing Board and their close family members	<u>731</u>	<u>524</u>

At the year end total factoring arrears owed by owner occupiers on the Governing Board (and their close family) were £18 (2025 - £7).

Members of the Governing Board who are owner occupiers	1	1
Members of the Governing Board who are local councillors	<u>1</u>	<u>1</u>

Councillor Danny Devlin was co-opted onto the Board from September 2022. Any transactions with East Renfrewshire Council are made at arm's length, on normal commercial terms and Councillors cannot use their position to their advantage.

At the year-end an amount of £2,994 (2025: £20,274) was due from Vesta by Barrhead Housing Limited.

A member of the Association's governing board has an interest in Glasgow West of Scotland Forum and East Renfrewshire Chamber of Commerce. The Association made payments to these organisations during the year of £2,287 (2025: £2,501) and £216 (2025: £216) respectively.

A member of the governing board has an interest in IncludeMe2Club. The Housing Association paid £500 (2025: £1,642) to the organisation during the year for room hire and attendance at an awards ceremony.

A member of the governing board has an interest in All about Barrhead. The Housing Association paid £375 (2025: £750) to the organisation during the year in relation to attendance at an awards ceremony.

BARRHEAD HOUSING ASSOCIATION LIMITED

Financial Statements for the year ended 31 March 2026 Notes to the financial statements (continued)

29 Contingent Liability

Scottish Housing Associations' Pension Scheme

We have been notified by the Trustee of the Scheme that it has performed a review of the changes made to the Scheme's benefits over the years and the result is that there is uncertainty surrounding some of these changes. The Trustee has been advised to seek clarification from the Court on these items. This process is ongoing and the matter is unlikely to be resolved before the end of 2026 at the earliest. It is recognised that this could potentially impact the value of Scheme liabilities, but until Court directions are received, it is not possible to calculate the impact of this issue, particularly on an individual employer basis, with any accuracy at this time. No adjustment has been made in these financial statements in respect of this potential issue.