LEUCHIE

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

COMPANY REGISTRATION NO: SC392721

CHARITY NO: SC042249

WHITELAW WELLS
Chartered Accountants
9 Ainslie Place
Edinburgh EH3 6AT

LEUCHIE

FINANCIAL STATEMENTS

For the year ended 31 December 2025

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REPORT OF THE TRUSTEES

For the year ended 31 December 2025

The Trustees are pleased to present their annual Trustees' report together with the financial statements of the Charity for the year ending 31 December 2025 which are also prepared to meet the requirements for a Directors' Report and Accounts for Companies Act purposes.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Introduction from the Chair and Chief Executive

In 2025 Leuchie's dedicated team was enhanced through a slow and steady rise in employee numbers. This enabled the organisation to work with more people with neurological conditions and to support more family carers. Guests in the core Leuchie House service continued to present with ever-more advanced conditions and again, we observe an increasing rate of decline in the health of many guests. We attribute this to the ability of the NHS and Social Care to respond to the growing need.

Balancing the staffing and resource demands, with a desire to reach as many people as possible, has been achieved by continuing a strategy of careful diversification. Our Leuchie at Home service has grown in the local community. Doddie Weir House has been fully occupied and our highly accessible and adapted static caravan came on stream and offers a different way of supporting families to have a break together. Such is the demand that we have commissioned a second static caravan. This diversification offers multi-generational families the opportunity for a break together and complements the more intensive service at Leuchie House.

We have evolved our partnerships with Universities and in 2025 settled on an Allied Health Professional, inter-disciplinary placement model. Experienced final year students bring the latest thinking and research from universities, and develop the practical application of the training with those we serve, alongside our highly experienced in-house team.

In 2025 we leaned into early experience of working with research communities and we evolved the opportunity to develop new research and to test new ideas which could benefit many more people than we could serve directly. As an extension of our desire to reach out, we have begun to invest in the learning we have developed on the deployment of enabling technology into people's homes.

In 2025 we began to focus on building stronger, mutually beneficial relationships with the private sector. For example, our health team visited the Hebrides to offer support to the families who live there, courtesy of LoganAir.

The ambition to do more for more people, wherever they are, is built on the talent and commitment of a team of employees and including dedicated volunteers, supporters and colleagues in government, partner agencies and the business community, who lend their support to enable us to grow Leuchie's impact.

Though financial vulnerability remains, Leuchie ended 2025 having supported more people, in more ways than ever before. 2025 was the final year of a 3 year plan and with support of a wide stakeholder community we have begun to anticipate significant change in the organisation's long term future. The emerging strategy to 2031 is to deliver a 10 fold increase in impact. We have a deeply experienced team and with the help of many we have built a stable base from which to attempt to address the significant and growing need.

Introduction from the Chair and Chief Executive (continued)

Every one of the people we serve inspires us in our mission to do more. They are our purpose and motivation and we thank the families who use Leuchie for entrusting their care to us.

Graeme Hartop
Chair of the Board of Trustees - Leuchie

Mark Bevan
Chief Executive- Leuchie

OBJECTIVES AND ACTIVITIES

Purpose

The purposes of the company shall be wholly charitable. In particular, the purposes shall be:-

a) To advance health by enhancing the quality of life of people affected by long term physical disability, including carers, through the provision and promotion of respite care or short term breaks for respite purposes, and the provision and promotion of knowledge and understanding of long term conditions and the available services, in order to improve care and support for people affected by long term conditions and their families and carers and otherwise generally to promote the advancement of heath and quality of life amongst people within the United Kingdom; and

b) To promote such similar charitable purposes, objects or institutions and in such proportions and manner as the Trustees shall think fit.

Aims and activities

Leuchie specialises in providing respite breaks for people with long-term neurological conditions, including for example Multiple Sclerosis, Parkinson's, Motor Neurone Disease and Stroke. This activity also supports carers, who are able to take a break from their caring role either at Leuchie or elsewhere, safe in the knowledge that their loved one is receiving excellent care.

Leuchie breaks offer a true holiday experience, choice and independence with expert care and support. Our mission is a simple one:

"To enhance the lives of people with long term conditions, and their carers, through the provision of individualised breaks that improve their quality of life"

Objectives

Our focus in 2025 was:

1. Deliver Excellence Through Personalisation
2. Improve Health and Wellbeing
3. Combine Technology and Expertise to Enable Independence
4. Improve long term financial sustainability

Charitable activities

Financial Support and Sustainability

The Cost of Living rises from 2024 continued throughout 2025 and disproportionately affected the families with whom Leuchie works. There was a consequential impact for the budgets of local authorities, which pay a proportion of the cost of the service Leuchie provides. As a responsible employer Leuchie maintained its commitment to paying the Real Living Wage, as a minimum to colleagues who perform a uniquely physically and emotionally demanding role with great expertise.

Financial Support and Sustainability (cont)
The result was a widening gap between core income and core costs, as it has been for many families, charities and businesses. We are therefore particularly grateful to supporters and donors and to the Scottish Government, for committing to further extend financial support.

FINANCIAL AND OPERATING REVIEW
Leuchie operations produced a surplus for the year of £17,803 (2024 - deficit of £163,068). The total value of funds held at 31 December 2025 amounted to £881,089 (2024 - £863,286) comprising £268,133 (2024 - £35,100) of a restricted nature and £612,956 (2024 - £828,186) of an unrestricted nature.

Principal funding sources
Leuchie receives funding from three main sources:

- fees from guests and the NHS for use of the Leuchie service;
- voluntary donations and fundraising; and
- statutory funding.

Reserves policy
In the Trustees' view, reserves should provide the Charity with adequate financial stability and the means for it to meet its charitable objectives for the foreseeable future. To achieve this a policy of £700,000, has been calculated as an appropriate free reserve which, with free reserves of £493,582, (note 14 page 25) this policy was not met at the year end. Trustees and Management took action which has recovered the position in Q1 2026.

Principal risks and uncertainties
Leuchie maintains a comprehensive Risk Register which is the principal tool for the management of risk. The Trustees and senior management team regularly monitor the key risks identified in the Risk Register and adjust where necessary.

There are general risks and challenges in meeting the demand for respite for the group of individuals for whom we care. We manage these risks through a comprehensive quality management system, which has been tested by the Care Inspectorate, our regulator. Despite general labour market shortage in both care and nursing, our largest two staffing groups, Leuchie has high retention rates and has maintained full employment. Leuchie puts significant effort into a successful staff retention programme and recruitment activity.

Leuchie is pleased to have sight of philanthropic income into the late 2020's, through a concerted programme to build multi year and multi layered funding.

Rising costs and rising demand has challenged the organisation to do more of what it does well for more people, in a manner which covers the costs and supports the core activity. Diversifying fundraising and other forms of income was a focus in 2025 and will be a focus in future years.

Principal risks and uncertainties (cont)

The specific risks facing the charity are:

Labour Market – shortages in labour supply were mitigated by excellent working conditions and Leuchie achieved sufficient staffing levels to maximize our guest occupancy in 2025.

Income – we have reviewed costs and determined these to be appropriate. We recognise that increasing fee income is dependent upon increasing staffing. In addition we see the ambition to reach beyond the walls as a means of demonstrating our national value and attracting new sources of statutory, grant and trust and Philanthropic income.

The Trustees remain of the view that the actions taken by the charity, combined with the level of reserves available to it, will enable Leuchie to continue to operate as a going concern for the foreseeable future.

Financial – Leuchie operates within a robust set of financial controls. However, it operates in cyclical and potentially vulnerable markets which need constant monitoring. The Charity has made a significant advance in establishing reserve funds and continues to operate so that financial risks are minimised where possible. It is increasingly the case that our guests' funding for a placement falls short of the cost of the placement at Leuchie. An ever larger proportion of the cost of care is being passed on by public authorities to individual guests, against an economic background of wage inflation, increased costs of equipment, food and other running costs due to the general and prevailing economic conditions. To offset these risks, management are working hard towards, and investing in increased capacity for fundraised income and to be more creative in generating income as described in this report.

PLANS FOR THE FUTURE

The Charity plans to provide a broader range of similar services and support in 2026. We are diversifying and expanding. We will offer more service to more guests in house, provide respite in people's own homes and we are growing our self catering offer.

We are grateful in particular to The Volant Trust for their donation, received at the very end of the year, which will enable Leuchie to deliver additional service from mid year, 2026. In addition, investments in income generation in Quarters 3 and 4 of 2025 will support the charity to continue to meet growing costs of delivery in 2026.

CORPORATE STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Leuchie was incorporated on 2 February 2011. The company is a charitable company limited by guarantee with no share capital. The company's purposes and powers are prescribed by, and it is governed in accordance with, its Memorandum and Articles of Association. The liability of each member in the event of winding up is limited to £1.

The Board operates a formal governance model of Sub Committees for Finance, Audit and Risk, which includes Care Quality. A separate committee provides oversight of Remuneration and Nominations. Short life working groups are created where required. The terms of reference for these committees have been updated to best support the organisation to deliver its plans.

Recruitment and appointment of new Trustees

The Board of Trustees has a Nominating Committee. The Charity operates a rotation policy in respect of Trustees. Movements in Trustees are shown on page 7.

Induction and training of new Trustees

On appointment new Trustees receive a Trustees Handbook, which covers all aspects of the Charity including Policies and Procedures, OSCR Guidance for Charity Trustees, the latest Care Inspectorate Report and Leuchie's organisation chart. In addition, the new Trustees meet with the Senior Management Team for an induction visit.

Organisational structure

The Board of Trustees considers the Chief Executive of the Charity and the two Senior Managers reporting to him to be responsible for directing and controlling, running and operating the Charity on a day to day basis, subject always to the supervision and approval of the Board.

All Trustees give of their time freely and no Trustee received remuneration in the year.

Key management remuneration

Leuchie House staff, including all key management staff, are contractually entitled to an annual salary review. The salary review looks at equivalent marketplace salaries for each role within Leuchie and assesses where Leuchie staff are against the marketplace average and whether any adjustments to salaries for specific roles are warranted. Where particular roles may be difficult to recruit for due to locality or required skillsets, this may also be a factor influencing increases to salary.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Name	Leuchie (also known as "Leuchie House")	
Charity Number	SC042249	
Company Number	SC392721	
Patrons	Princess Anne, Princess Royal Gavin Hastings OBE Mairi O'Keefe MBE	
Trustees	Stephen Pearson	Chair until April 2025 (Resigned 25 April 2025)
	Graeme Hartop	Chair from April 2025
	Shona Bell	
	Maria Duffy	
	Suzanne Gush	
	Robert Harley	
	Scott Weddell	(Resigned 26 February 2026)
Company Secretary	Heather Kilfara	
Key Management Personnel	Mark Bevan	Chief Executive
	Lana Bambridge	Director of Income, Fundraising and Communications until April 2025
	Emma Jenson	Director of Care and Health
	Jade Clarke	Director of People, Finance and Planning
	Vicki Goodwin	Director of Income and Impact from June 2025 to January 2026
Registered Office and Operational Address	Leuchie House North Berwick East Lothian EH39 5NT	
Senior Statutory Auditor	Kevin Cattanach	
Independent Auditors	Whitelaw Wells 9 Ainslie Place Edinburgh EH3 6AT	
Bankers	Royal Bank of Scotland 32 Court Street, Haddington EH41 3NS	

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also the Directors of Leuchie for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Charity Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Statement as to disclosure of information to auditors

So far as the Trustees are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each Trustee has taken all the steps he ought to have taken as a Trustee in order to make himself aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

Auditors

A resolution to re-appoint Whitelaw Wells as auditors for the ensuing year will be proposed at the annual general meeting.

The report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the Board of Trustees on 12 June 2026 and signed on its behalf by:-

SM Gush

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Suzanne Gush, Trustee

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS AND TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2025

Opinion

We have audited the financial statements of Leuchie for the year ended 31 December 2025, which comprise the Statement of Financial Activities (incorporating the Income and Expenditure Account), the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, 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 FRS102 '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 charity's affairs as at 31 December 2025 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs UK) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' (who are also the directors of the company for company law purposes) 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 company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility to 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 themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report, prepared for the purposes of company law and included in the report of the trustees, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report, included with the report of the trustees, has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report, included in the report of the trustees.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006, Charities and Trustees Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept; or
- The financial statements are not in agreement with the accounting records; or
- Certain disclosures of trustees' renumeration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report, included within report of the trustees, and from the requirement to prepare a strategic report.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS AND TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2025

Responsibilities of trustees
As explained more fully in the trustees' responsibilities statement set out on page 8, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements
We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder.

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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities that result from fraud are inherently more difficult to detect than irregularities that result from error.

From enquiries of those charged with governance, it was determined that the risk of material misstatement from fraud was low with little scope for fraud to occur. Our audit testing is designed to detect material misstatements from fraud where there is not high level collusion.

Our audit testing was designed to detect material misstatements from other irregularities that result from error where there is not high level concealment of the error. In this regard the following audit work was undertaken: applicable laws and regulations were considered, reviewed and discussed with management; senior management meeting minutes were reviewed; internal controls were reviewed; and journals were reviewed. From this audit testing it was determined that the risk of material misstatement in this regard was low.

We performed income and expenditure testing which was designed to identify any irregularities as a result of mistakes or human error. From this audit testing it was determined that the risk of material misstatement in this regard was low.

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

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS AND TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2025

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and the trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charity's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Kevin Cattanach

Kevin Cattanach
Senior Statutory Auditor
for and on behalf of Whitelaw Wells, Statutory Auditor
Whitelaw Wells is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
9 Ainslie Place
Edinburgh EH3 6AT

12 June 2026

LEUCHIE

STATEMENT OF FINANCIAL ACTIVITIES

(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

For the year ended 31 December 2025

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Income and Endowments from:					
Donations and legacies					
Grants and donations	2	1,221,783	422,479	1,644,262	1,447,674
Legacies	2	133,014	-	133,014	2,575
Charitable activities					
Short break care	3	1,254,792	-	1,254,792	1,197,027
Other trading activities	4	311,286	-	311,286	323,165
Investment income		8,346	-	8,346	12,885
Other income					
Renewable heat incentive		21,032	-	21,032	28,604
Total		2,950,253	422,479	3,372,732	3,011,930
Expenditure on:					
Raising funds		452,363	-	452,363	397,649
Charitable activities		2,713,120	189,446	2,902,566	2,777,349
Total	6	3,165,483	189,446	3,354,929	3,174,998
Net (Expenditure) / income	7	(215,230)	233,033	17,803	(163,068)
Transfer between funds	14	-	-	-	-
Net movement in funds		(215,230)	233,033	17,803	(163,068)
Reconciliation of Funds					
Total Funds Brought Forward		828,186	35,100	863,286	1,026,354
Total Funds Carried Forward		612,956	268,133	881,089	863,286

The results for the year derive from continuing activities.
There are no gains or losses other than those shown above.
The notes on pages 16 – 28 form part of these financial statements.

LEUCHIE

BALANCE SHEET

As at 31 December 2025

	Note	2025 £	2025 £	2024 £	2024 £
Fixed Assets					
Tangible assets	10		132,654		165,256
Current Assets					
Debtors	11	421,236		245,571	
Cash at bank and in hand		664,082		683,951	
		1,085,318		929,522	
Creditors: Amounts falling due within one year	12	(336,883)		(231,492)	
Net Current Assets			748,435		698,030
Net Assets			881,089		863,286
Funds	14				
Unrestricted funds			612,956		828,186
Restricted funds			268,133		35,100
Total Funds			881,089		863,286

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

These financial statements were approved by the Board of Trustees on 12 June 2026 and were signed on its behalf by:

Graeme Hartop
Graeme Hartop
Trustee

SM Gush
Suzanne Gush
Trustee

Company Registration No: SC392721

The notes on pages 16 - 28 form part of these financial statements.

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CASH FLOW STATEMENT

As at 31 December 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Net cash (used in) operating activities	17	(10,534)	(140,754)
Cash flows from investing activities			
Interest received		8,346	12,885
Purchase of property, plant and equipment		(17,681)	(32,213)
Net cash used in investing activities		(9,335)	(19,328)
Change in cash and cash equivalents in the reporting period		(19,869)	(160,082)
Cash and cash equivalents at the beginning of the year		683,951	844,033
Cash and cash equivalents at the end of the year	18	664,082	683,951

The notes on pages 16 - 28 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2025

1. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Charity information

Leuchie is a charitable company and is registered in Scotland as a company limited by guarantee (company number SC392721) and a charity (charity number SC042249). The registered office is as noted on page 7 and the charity specialises in providing respite breaks for people with long-term neurological conditions.

Basis of preparing the financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Leuchie meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recorded at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Preparation of the accounts on a going concern basis

The Trustees continue to adopt the going concern basis of accounting.

The charity reported a net surplus of £17,803 in the year, including funds from The Volant Charitable trust that will be used in the next year, and total reserves of £881k and unrestricted reserves of £612K which is £88k lower than the £700k in the Reserves Policy. Following the departure of the long-standing Fundraising Director and a Grants and Trust Officer in 2025, it was anticipated that employment gaps would lead to a fundraising shortfall in year.

We begin 2026 with a prudent budget based on actuals, and in-depth analysis with budget holders, and a plan which will deliver a surplus and improve the reserves position in line with the Reserves Policy early in 2026, with considerable income already received/ committed.

The Scottish Government has moved from an annually agreed core funding model to multiyear commitment, blending core plus strategic project costs. We are pleased given pressure on public finances that the historic and full £300k is committed for 2026. Government has intimated its desire to reduce its commitment to core funding in the long term. Leuchie will continue to provide excellent value for this important but proportionately small element of public funding.

The gap between cost of delivery of Leuchie's services and fee income is met through donations. In 2025 Trustees approved a management plan to expand fundraising resource and effort into corporate fundraising and to appeal to high net worth individual/ philanthropy. The fundraising team have been fully recruited and have made encouraging steps into these new areas of fundraising so far in 2026.

The charity has in place funding which will enable it to continue for at least 12 months from the date of signing and continues to have confidence and reliance on strong demand for its services, guests fee income and measured expectations of successful funding applications in order to continue beyond that date. The Trustees have reasonable expectation that new funding will be obtained and have therefore continued to prepare the financial statements on a going concern basis.

1. Accounting Policies (cont)

Income

All income is included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Donations and legacies are included in full in the Statement of Financial Activities when receivable. Income from activities for generating funds is recognised as earned, as the related services are provided.
- Investment income is included when receivable.
- Grants, where entitlement is not conditional on the delivery of a specific performance by the Charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Income from service level agreements, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.
- Income is only deferred where entitlement conditions have not been met or related services have not been provided as at the year end.
- The Charity is grateful for volunteers and donations-in-kind, which are not recognised in the accounts as the benefit to the Charity cannot be reasonably quantified.

Expenditure and irrecoverable VAT

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the direct costs of fundraising activities together with associated support costs.
- Expenditure on charitable activities includes the costs of providing all aspects of the activities undertaken to further the purposes of the Charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

The Charity has been registered for VAT since 1 June 2025 and, accordingly, expenditure is shown gross of irrecoverable VAT, which is charged as a cost against the activity for which the expenditure was incurred.

Allocation of support costs

Support costs are those functions that assist the work of the Charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the Charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in the notes to the accounts.

Provisions

Provisions are recognised when the charity has a present obligation as a result of a past event, it is probable that a transfer of economic benefit will be required to settle the obligations and a reliable estimate can be made of the amount of the obligation.

1. Accounting Policies (cont)

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:-

Plant and machinery	20% straight line
Fixtures and fittings	25% straight line
Computer equipment	33.33% straight line
Leasehold improvements	20% straight line
Motor Vehicles	20% straight line
Caravan	6.66% straight line

Items of equipment are capitalised where the purchase price exceeds £750.

Taxation
The Charity is exempt from corporation tax on its charitable activities.

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Designated funds. These are the funds set aside by the Trustees out of unrestricted general funds for future purposes or projects.

Restricted funds can only be used for particular restricted purposes within the objects of the Charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Hire purchase and leasing commitments
Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits
The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Financial instruments
The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

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

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

2. Income from Grants and Donations

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Donations	728,131	7,689	735,820	834,015
Gift Aid	64,894	-	64,894	42,687
Grants (note 5)	428,758	414,790	843,548	570,972
Legacies	133,014	-	133,014	2,575
	1,354,797	422,479	1,777,276	1,450,249

Income from donations was £1,777,276 (2024: £1,450,249) of which £1,354,797 (2024: £1,235,207) was unrestricted and £422,479 (2024: £215,042) was restricted.

3. Income from Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Short break care:				
Fees	1,157,950	-	1,157,950	1,091,739
Expenses recharged to guests	12,928	-	12,928	11,795
Staff meal income	818	-	818	(3,147)
Carers fees	24,101	-	24,101	20,163
Doddie Weir House Income	39,781	-	39,781	61,863
Glen View Income	19,214	-	19,214	14,614
	1,254,792	-	1,254,792	1,197,027

Income from charitable activities was £1,254,792 (2024: £1,197,027) of which £1,254,792 (2024: £1,197,027) was unrestricted and £Nil (2024: £Nil) was restricted.

4. Income from Other Trading Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Fundraising events	301,115	-	301,115	310,438
Residents shop income & other sales	10,171	-	10,171	12,727
	311,286	-	311,286	323,165

Income from other trading activities was £311,286 (2024: £323,165) of which £311,286 (2024: £323,165) was unrestricted and £Nil (2024: £Nil) was restricted.

5. **Grants**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
The Scottish Government	300,000	-	300,000	300,000
Britford Bridge Trust	-	-	-	15,000
Foundation Scotland	-	-	-	10,000
The James Weir Foundation	-	-	-	5,000
The Hugh Fraser Foundation	-	20,000	20,000	20,000
The Renaissance Club Charitable Foundation	15,000	-	15,000	17,500
Myfifident Foundation	17,934	-	17,934	20,000
G C Gibson Charitable Trust	5,000	-	5,000	6,000
Christina Mary Hendrie Trust	-	-	-	10,000
The Oldhurst Trust	5,000	-	5,000	5,000
The Alastair and Margaret Miller Charitable Trust	10,000	-	10,000	10,000
East Lothian Council	-	49,917	49,917	51,991
Derek Stewart Charitable Trust	-	13,000	13,000	13,000
The Misses Robinson Charitable Trust	-	-	-	10,000
The Plum Trust	-	5,000	5,000	5,000
The Netherton Charitable Trust	-	10,000	10,000	-
North Berwick Trust	-	26,347	26,347	15,636
The Dyres' Company Charitable Trust	5,000	-	5,000	-
The Brownlie Charitable Trust	-	5,000	5,000	-
The Fountainhall Fund	40,000	-	40,000	-
The Paul Steven Charitable Trust	15,000	-	15,000	-
The Volant Charitable Trust	-	249,000	249,000	-
Mrs M A Black Charitable Trust	5,000	-	5,000	-
Crerar Hotels Trust	-	10,000	10,000	-
Cruden Foundation Ltd	-	6,000	6,000	-
Other grants (individually less than £5,000)	10,824	20,526	31,350	56,845
	428,758	414,790	843,548	570,972

6. Expenditure

	Raising Funds £	Short Break Care £	Total Funds 2025 £	Total Funds 2024 £
Direct costs				
Staff costs	281,619	1,498,101	1,779,720	1,639,571
Other overheads	170,744	133,296	304,040	323,269
Support costs				
Staff costs	-	651,436	651,436	642,691
Finance costs	-	6,084	6,084	5,586
Property costs	-	198,604	198,604	233,392
Other overheads	-	311,430	311,430	257,101
Depreciation	-	50,283	50,283	55,982
Loss on disposal	-	-	-	188
Governance costs				
Accountancy fees	-	26,309	26,309	2,569
Auditor fees	-	12,257	12,257	10,873
Legal fees	-	14,766	14,766	3,776
	452,363	2,902,566	3,354,929	3,174,998

Expenditure was £3,354,929 (2024: £3,174,998) of which £3,165,483 (2024: £2,584,711) was unrestricted and £189,446 (2024: £293,547) was restricted.

Further analysis of the charitable activities is not provided as the Trustees believe the Charity only has one main activity. Cost of Raising Funds is allocated on the basis of staff time.

7. Net income/(expenditure) for the year

This is stated after charging:

	2025 £	2024 £
Auditor's remuneration – audit fees	8,400	6,498
Auditor's remuneration – payroll fees	7,926	4,767
Auditor's remuneration – Other fees	3,857	4,375
Depreciation – owned assets	50,283	55,982
Operating leases – service charge	40,000	40,000
Other operating leases	3,044	2,510

8. Trustees' Remuneration and Benefits

There was no Trustee' remuneration or other benefits for the year ended 31 December 2025 nor for the year ended 31 December 2024.

8. Trustees' Remuneration and Benefits (cont)

Trustees' expenses
No Trustees were reimbursed expenses in the year (2024: no Trustees).

Donations from Trustees
During the year, Trustees donated a total of £2,310 (2024: £19,988) to the Charity.

9. Staff Costs

	2025 £	2024 £
Wages and salaries	2,142,303	2,070,464
Settlement agreements	15,000	-
Social security costs	212,788	161,866
Other pension costs	61,065	49,932
	2,431,156	2,282,262

One employee received emoluments between £110,000 and £120,000 and one employee received emoluments between £60,000 and £70,000 in the current year (2024: one employee received emoluments between £90,000 and £100,000).

The settlement payments made in the current year was made in line with the underlying legal binding settlement agreements in place.

Key management personnel remuneration
The key management personnel are considered to be the Trustees and the Chief Executive, Director of Care and Health, Director of Income, Fundraising and Communications, Director of Finance Resources and Director of income and impact. The total of key management remuneration was £310,416 (2024: £279,144).

The average monthly number of employees during the year was as follows:-

	2025 Number	2024 Number
Senior management	5	5
Administration and support	6	6
Service providers	88	84
	99	95

10. Tangible Fixed Assets

	Improvements to Property	Computer Equipment	Plant & Machinery	Motor Vehicles	Fixtures & Fittings	Total
	£	£	£	£	£	£
Cost						
At 1 January 2025	141,110	144,700	360,853	37,856	64,032	748,551
Additions	-	9,222	-	-	8,459	17,681
Disposals	-	-	-	-	-	-
At 31 December 2025	141,110	153,922	360,853	37,856	72,491	766,232
Depreciation						
At 1 January 2025	136,955	141,174	232,791	37,567	34,808	583,295
Charge for year	792	5,500	29,827	289	13,875	50,283
Disposals	-	-	-	-	-	-
At 31 December 2025	137,747	146,674	262,618	37,856	48,683	633,578
Net book value						
At 31 December 2025	3,363	7,248	98,235	-	23,808	132,654
At 31 December 2024	4,155	3,526	128,062	289	29,224	165,256

11. Debtors: amounts falling due within one year

	2025	2024
	£	£
Trade debtors	62,545	64,834
Other debtors	8,121	6,355
Prepayments and accrued income	350,570	174,382
	421,236	245,571

12. Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	56,101	44,924
Social Security and other taxes	52,190	44,800
Other creditors	10,087	6,532
Accruals and deferred income	207,024	124,000
Pension	11,481	11,236
	336,883	231,492

Included within accruals and deferred income is deferred income which comprises:

	£
Brought forward	103,796
Released to income in the year	(103,796)
Deferred in year	185,445
Carried forward	185,445

Deferred income consists of receipts in advance for short breaks and funding for events in 2026 of £145,266 (2024: £103,796) and grants were the conditions were not met at the year end totalling £40,179 (2024: £Nil).

13. Operating Lease Commitments

Minimum lease payments under non-cancellable leases fall due as follows:-

	Equipment 2025 £	Property 2025 £	Equipment 2024 £	Property 2024 £
Within one year	1,965	40,050	1,965	40,050
Between one and five years	4,800	138,830	6,720	160,200
In more than five years	-	246,340	-	265,020
	6,765	425,220	8,685	465,270

14. Funds

	Balance at 1 January 2025 £	Income £	Expenditure £	Transfers £	Balance at 31 December 2025 £
Unrestricted funds					
General Fund	683,834	2,950,253	(3,122,837)	(17,668)	493,582
Designated Funds					
Fixed assets	144,352	-	(42,646)	17,668	119,374
	828,186	2,950,253	(3,165,483)	-	612,956
Restricted funds					
Fixed assets	21,100	-	(7,639)	-	13,461
Staff costs	-	88,401	(88,401)	-	-
The Volant Charitable Trust	-	249,000	-	-	249,000
Other restricted funds	14,000	85,078	(93,406)	-	5,672
	35,100	422,479	(189,446)	-	268,133
Total Funds	863,286	3,372,732	(3,354,929)	-	881,089

The above funds at the end of the year represent:-

Purposes of Designated Funds

Fixed asset
A designated fund has been set up to represent the balance of unrestricted fixed assets to which depreciation will be charged.

14. Funds (cont)

Restricted Fixed assets: the net book value of fixed assets purchased with restricted donations. Transfers in the previous year represent funds used to assist in the purchase of assets in the year.

Staff costs: funds received towards specific staff costs.

The Volant Charitable Trust: funding to supported the operations of Leuchie including the creation of an additional room.

Other restricted funds: These represent various donations made to the Charity for various restricted purposes (other than the funds above). The Charity maintains a detailed register of the donations including their purpose and use of the funds. The transfers in the year represent funds used to assist in the purchase of assets were there are no longer any restrictions in place.

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers £	Balance at 31 December 2024 £
Unrestricted funds					
General Fund	756,277	2,796,888	(2,841,177)	(28,154)	683,834
Designated Funds					
Fixed assets	152,412	-	(40,264)	32,204	144,352
	908,689	2,796,888	(2,881,441)	4,050	828,186
Restricted funds					
Fixed assets	37,029	-	(15,929)	-	21,100
Staff costs	41,828	138,091	(179,919)	-	-
Other restricted funds	38,808	76,951	(97,709)	(4,050)	14,000
	117,665	215,042	(293,557)	(4,050)	35,100
Total Funds	1,026,354	3,011,930	(3,174,998)	-	863,286

15. Pension Commitments

During the year the Charity operated personal pension plans for all employees. The charge for the year was £61,065 (2024: £49,932) of which £11,481 (2024: £11,236) was outstanding at the balance sheet date.

16. Analysis of Net Assets Between Funds

Analysis for 2025	Unrestricted £	Restricted £	Total Funds £
Tangible fixed assets	119,374	13,280	132,654
Current assets	830,465	254,853	1,085,318
Current liabilities	(336,883)	-	(336,883)
	612,956	268,133	881,089

Analysis for 2024	Unrestricted £	Restricted £	Total Funds £
Tangible fixed assets	144,352	20,904	165,256
Current assets	915,326	14,196	929,522
Current liabilities	(231,492)	-	(231,492)
	828,186	35,100	863,286

17. Cashflow from Operating Activities

	2025 £	2024 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	17,803	(163,068)
Adjustments for:		
Depreciation charges	50,283	55,982
Interest received	(8,346)	(12,885)
(Increase) in debtors	(175,665)	(27,350)
Increase in creditors	105,391	6,379
Loss on disposal	-	188
Net cash (used) by operating activities	(10,534)	(140,754)

18. Analysis of cash and cash equivalents

	2025	2024
	£	£
Cash in hand	795	615
Instant access bank deposits	663,287	683,336
Total cash and cash equivalents	664,082	683,951

19. Capital commitment

As at the year end the charity had signed a purchase agreement for a new caravan. A deposit of £1,000 was paid in the year and there is a balance of £32,986 due on the purchase in 2026.

20. Related party disclosure

Transactions relating to related parties are disclosed in Note 8.