

Company registration number SC211065 (Scotland)

Charity registration number SC030545 (Scotland)

THE NORTH RONALDSAY TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2025

THE NORTH RONALDSAY TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	P Donnelly A Duncan H Galland K Price J Scott M Scott C Tindall H Woodbridge
Company number	SC211065
Charity number (Scotland)	SC030545
Registered office	Lighthouse Cafe North Ronaldsay Orkney United Kingdom KW17 2BG
Independent examiner	A.J.B. Scholes Ltd 8 Albert Street Kirkwall Orkney KW15 1HP
Bankers	The Royal Bank of Scotland PLC 1 Victoria Street Kirkwall Orkney KW15 1DP

THE NORTH RONALDSAY TRUST

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THE NORTH RONALDSAY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2025

The trustees present their report and financial statements for the year ended 30 September 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Articles of Association, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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).

Objectives and activities

The objects of the trust are the preservation and restoration of the built and natural heritage of North Ronaldsay, and the improvement of the quality of life on the island by the creation of job opportunities and the attraction of people to the island. This means securing new sources of capital funding for major restoration and generating revenue funding to support other activities remains the underlying objective.

The trust undertakes the following activities to meet its objectives:

- Ongoing involvement with the members and other key stakeholders, via informal and formal meetings. The newsletter and coffee mornings to be re-instated - circumstances and constructive participation permitting.
- Ongoing means of communication with the members, with increased use of various media, this is an area we continue to develop, with websites being redeveloped.
- Working closely with other organisations, for the benefit of the island, on housing projects, facilitating accommodation, transport, business premises, cruise ship hosting and New Kirk as a multi-use venue, Sheep Dyke, amongst others.
- Various fund-raising activities, for the benefit of the community and other island groups
- Sharing of tasks and responsibilities via the Trustees

Achievements and performance

Significant activities and achievements against objectives

Achievements and performance in meeting its objectives for the year, the Trust achieved the following:

- Further progression of the work required at Trebb. The Trust has secured the funding for capital works and is generating revenue from rentals. Construction work continues on the Trebb project, good progress made despite logistical difficulties. The acquisition of Trebb had overwhelming member support at an AGM and this was similarly supported in survey results, in addition the community has supported the ongoing project in many ways, not least in clearing the buildings and premises of various accumulated contents. Once the development works have completed, this community hub shall meet a range of purposes summarised as, scientific research, fire station, wellbeing, fitness, heritage, commercial (wool mill and meat larder), office, transport hub and housing. NRT is grateful for the support from the many volunteers who continue to work towards completion of this project.
- NRT secured and utilised a funding package for a complete renovation and modernisation at the New Kirk and to assist with developing the existing excellent Island Archive. We continue to work with the North Ronaldsay Archive Group on implementing digitisation of archive records. The New Kirk project was completed during the year the island now has a high-quality multipurpose venue.
- NRT via a subsidiary manages the lighthouse complex, comprising holiday cottages, visitors' centre and cafe, ensuring continued part time employment. A programme of works has commenced to upgrade, repair and renovate the lighthouse complex, with extensive internal works carried out. This is a medium-term project, with opportunity to be created by moving the wool mill to Trebb.
- Rental of the former School house, Fire Station at Trebb and Wool Mill.
- Providing premises for internet communication technology.

THE NORTH RONALDSAY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

- Providing ebikes for residents requiring temporary transport solutions and for visitors.
- Working to attract new residents to the island.
- Acquisition of an Electric vehicle for community use.
- Further developing our offering and tours for visitors from cruise ships
- Exploring opportunities for future development of the lighthouse complex, after the wool mill vacates the premises and moves to Trebb, expected to enable the provision of at least one more residential unit.
- Manage five wind turbines, via a subsidiary Company, generating electricity and through the Feed In Tariff arrangement, revenue funding.
- Via a subsidiary Company, managing a wind turbine on behalf of the community, with net income generated being held on behalf of the community.
- Exploring funding opportunities for the acquisition of or restoration of existing housing, to enable additional housing to be made available. We expect that redevelopment of the lighthouse complex shall see at least one additional property being made available.
- Providing support to the community via the activities of the Sheep Dyke Warden(s) and the Community Development Manager. The Sheep Dyke Wardens and Trustees actively supported activity at the Sheep Festival, albeit funding constraints has reduced warden activity.
- Continued provision of website showcasing the island facilities, such as accommodation providers
- Members and supporters have worked tirelessly to raise funds for unrestricted use, funds were raised via a range of initiatives including, corporate and private donations, subscriptions, GAYE and funding from local government.
- Employment of the Community Development Manager has greatly assisted in facilitating progression of various major initiatives; this role is essential to our ongoing operations, in addition to planned activities the CDM role enabled the delivery of organised tour services for visitors from cruise ships.
- The charity is, as always, extremely grateful to all its volunteers, some of whom have volunteered since the start, who give up their time in support of its charitable objectives. Voluntary activity is instrumental in ensuring the ongoing operations of both the charity and the subsidiary companies.

Financial review

Incoming resources of the charity for the year totalled £97,374 (2024: £1,378,949), whilst resources expended amounted to £120,638 (2024: £138,763), resulting in an overall deficit in funds over the period of £23,264 (increase 2024: £1,240,186). Funds at the balance sheet date consist of net unrestricted funds of £1,084,257 (2024: £1,006,018) and restricted funds of £2,439,158 (2024: £2,540,661).

The Trust continues to be committed to maintaining a level of reserves that is prudent to meet its ongoing liabilities and to protect the long-term future of its activities and assets. The trust's reserves policy seeks to balance these priorities by holding a level of reserves sufficient to ensure the availability of sufficient working funds in hand. The Trust is committed to securing increased funding for operational activities.

Major risks

The directors have assessed and keep under review the major risks to which the charity is exposed, and systems have been established to mitigate exposure to these risks. The main risks arise due to:

- The reliance on external funding to complete the planned capital projects.
- The irregular and degree of seasonality of income and relatively low available cash balances.
- Circumstances outwith our control, such as significant increases in costs, such as insurance, energy, transport etc. The possibility of volunteer fatigue, this is an issue facing many small charitable organisations, particularly in small communities.

THE NORTH RONALDSAY TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

Structure, governance and management

The North Ronaldsay Trust is a company limited by guarantee, number SC211065, and a recognised Scottish charity, number SC030545. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

P Donnelly
A Duncan
H Galland
K Price
J Scott
M Scott
C Tindall
H Woodbridge

Recruitment and appointment of trustees

The elected directors are subject to retirement by rotation. Any Co-opted Directors cease to be a director after an AGM. Prior to the annual general meeting, the members are invited to nominate individuals to fill any vacancies in the board. The new directors are selected by a vote at the annual general meeting.

In addition to regular meetings dealing with ongoing projects and operations, the board of directors meets several times each year to discuss the strategic direction and policy of the charity. Teleconferencing or videoconferencing is used to ensure that attendance is maximised.

All directors are enabled to meet via video conference on a regular basis / as required, this ensures that the wide skills and experience of the trustees are put to best use of The Trust.

Most members have agreed to receive electronic communication and a regular newsletter has been well received by members and other key stakeholders. NRT encourages a broad input and gives the opportunity to provide updates on various activities.

A Board Manual has been produced and is available to directors; this document is updated as required. All new directors receive a formal induction package, including being provided with relevant documents such as the trust's Memorandum and Articles and the most recent financial statements. An explanation is also provided of the obligations of the directors, and the trust's administrative procedures and future plans and objectives. The directors have also committed to OSCR that they will arrange orientation sessions to ensure all directors are aware of their duties, roles and responsibilities and rights.

The trustees' report was approved by the Board of Trustees.

DocuSigned by:

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J Scott
Trustee

30 September 2026

THE NORTH RONALDSAY TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE NORTH RONALDSAY TRUST

I report on the financial statements of the charity for the year ended 30 September 2025, which are set out on pages 5 to 21.

Respective responsibilities of trustees and examiner

The charity trustees (who are also the directors of The North Ronaldsay Trust for the purposes of company law) are responsible for the preparation of the financial statements in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity trustees consider that the audit requirement of Regulation 10(1)(a)-(c) of the Charities Accounts (Scotland) Regulations 2006 does not apply.

It is my responsibility to examine the financial statements as required under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the Charity Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

I have carried out such investigations as were necessary to enable me to form an opinion as to whether proper accounting records adequate for the purposes of the charity have been kept and whether the accounts of the charity were in accordance with the accounting records.

Independent examiner's statement

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with Section 44(1)(a) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 4 of the Charities Accounts (Scotland) Regulations 2006, and
- to prepare financial statements which accord with the accounting records and comply with Regulation 8 of the Charities Accounts (Scotland) Regulations 2006

have not been met, or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Signed by:

70FDA11A4AF943E...

Ryan Allan CA

Chartered Accountant

Independent Examiner

A.J.B. Scholes Ltd

8 Albert Street

Kirkwall

Orkney

KW15 1HP

30 September 2026

THE NORTH RONALDSAY TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 30 SEPTEMBER 2025

		Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
	Notes						
Income from:							
Donations and legacies	3	12,584	(1,789)	10,795	2,857	1,339,433	1,342,290
Charitable activities	4	46,210	-	46,210	-	-	-
Other trading activities	5	10,628	-	10,628	3,220	-	3,220
Investments	6	29,741	-	29,741	33,439	-	33,439
Total income		99,163	(1,789)	97,374	39,516	1,339,433	1,378,949
Expenditure on:							
Charitable activities	7	47,324	73,314	120,638	88,869	49,894	138,763
Total expenditure		47,324	73,314	120,638	88,869	49,894	138,763
Net income/(expenditure)		51,839	(75,103)	(23,264)	(49,353)	1,289,539	1,240,186
Transfers between funds		26,400	(26,400)	-	(8,860)	8,860	-
Net movement in funds	8	78,239	(101,503)	(23,264)	(58,213)	1,298,399	1,240,186
Reconciliation of funds:							
Fund balances at 1 October 2024		1,006,018	2,540,661	3,546,679	1,064,231	1,242,262	2,306,493
Fund balances at 30 September 2025		1,084,257	2,439,158	3,523,415	1,006,018	2,540,661	3,546,679

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

THE NORTH RONALDSAY TRUST

BALANCE SHEET

AS AT 30 SEPTEMBER 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Intangible assets	12		3,073		3,290
Tangible assets	13		2,449,471		1,805,809
Investments	15		3		3
			<u>2,452,547</u>		<u>1,809,102</u>
Current assets					
Debtors	16	885,373		1,540,572	
Cash at bank and in hand		225,536		235,247	
		<u>1,110,909</u>		<u>1,775,819</u>	
Creditors: amounts falling due within one year	18	(40,041)		(38,242)	
		<u></u>		<u></u>	
Net current assets			1,070,868		1,737,577
Total assets less current liabilities			<u>3,523,415</u>		<u>3,546,679</u>
The funds of the charity					
Restricted income funds	20	2,439,158		2,540,661	
Unrestricted funds	21	1,084,257		1,006,018	
		<u>3,523,415</u>		<u>3,546,679</u>	

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2025.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the trustees on 30 September 2026

DocuSigned by:

 006FB6A0A2784CD...
 J Scott
 Trustee

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

1 Accounting policies

Charity information

The North Ronaldsay Trust is a private company limited by guarantee incorporated in Scotland. The registered office is Lighthouse Cafe, North Ronaldsay, Orkney, KW17 2BG, United Kingdom.

The company is a registered Scottish charity.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing documents, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Voluntary income is received by way of donations, gifts and subscriptions and is included in full in the Statement of Financial Activities (SOFA) when receivable. The value of services provided by volunteers has only been included where services were provided for capital work on buildings.

Donations received from subsidiary companies are included in investment income.

Incoming resources from sale of goods is included when receivable.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable.

Incoming resources from leasing activities are included when receivable.

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

1 Accounting policies

(Continued)

1.5 Expenditure

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. The trust is registered for VAT, and expenditure is shown net of VAT.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of fundraising events.

Charitable expenditure comprises those costs incurred in the delivery of the charity's activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leases	straight line over lease term
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1.7 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	2-25% straight line
Leasehold improvements	straight line over lease term
Plant and machinery	5% straight line (wind turbine)/ 20% reducing balancing (other assets)
Fixtures, fittings & equipment	20% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.8 Fixed asset investments

Investments in subsidiary companies are measured at historic cost less a provision for any diminution in value.

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

1.9 Impairment of fixed assets

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

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

1 Accounting policies

(Continued)

1.10 Cash and cash equivalents

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

1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

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

Basic financial assets

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

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Employee benefits

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

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

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Group accounts

The financial statements present information about the charity as an individual undertaking and not about its group. The charity and its subsidiary undertakings, North Ronaldsay Trading Company Limited and NRT Property Services Ltd, comprise a small-sized group. The charity has therefore taken advantage of the exemptions provided by the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005 not to prepare group accounts.

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

2 Critical accounting estimates and judgements

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.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts	5,084	-	5,084	2,857	-	2,857
Grants	7,500	(1,789)	5,711	-	1,339,433	1,339,433
	<u>12,584</u>	<u>(1,789)</u>	<u>10,795</u>	<u>2,857</u>	<u>1,339,433</u>	<u>1,342,290</u>
Donations and gifts						
Other	5,084	-	5,084	2,857	-	2,857
	<u>5,084</u>	<u>-</u>	<u>5,084</u>	<u>2,857</u>	<u>-</u>	<u>2,857</u>
Grants						
Pund Project - see below	-	(42,000)	(42,000)	-	979,000	979,000
Voluntary Action Orkney - Covid remembrance	-	-	-	-	16,000	16,000
New Kirk Renovation	-	-	-	-	312,453	312,453
Orkney Islands Council	7,000	4,950	11,950	-	-	-
Innovate UK - Net Zero	-	-	-	-	1,218	1,218
Foundation Scotland - Lighthouse complex	-	20,310	20,310	-	-	-
NILPS - various projects	-	5,447	5,447	-	17,129	17,129
Community Energy Scotland - CARES project, Interactive touchscreens	-	(25,876)	(25,876)	-	-	-
Orkney Fund Board - Neighbourhood programme	-	10,000	10,000	-	-	-
HIE - Community Development Manager	-	19,126	19,126	-	9,200	9,200
Other	500	6,254	6,754	-	4,433	4,433
	<u>7,500</u>	<u>(1,789)</u>	<u>5,711</u>	<u>-</u>	<u>1,339,433</u>	<u>1,339,433</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

3 Income from donations and legacies

(Continued)

Grant income from Orkney Islands Council includes: £7,000 in unrestricted funds for core funding; and £4,950 for the Dark Skies projects.

Pund project income of £42,000, recognised in the prior year, previously included in debtors, has been reversed as not receivable.

Local Energy Scotland Cares project grant of £25,876, previously included in debtors, has been reversed as the project could not be completed due to factors beyond the charity's control.

4 Income from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
CES Innovation Consortium	46,210	-

5 Income from other trading activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Non-charitable trading activities	10,628	3,220

6 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Rental income	16,634	15,351
Income from unlisted investments	13,009	17,972
Interest receivable	98	116
	29,741	33,439

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

7 Expenditure on charitable activities

	Preservation and restoration 2025 £	Preservation and restoration 2024 £
Direct costs		
Staff costs	23,225	37,172
Depreciation and impairment	52,566	45,416
Other overheads	44,847	56,175
	<u>120,638</u>	<u>138,763</u>
Analysis by fund		
Unrestricted funds	47,324	88,869
Restricted funds	73,314	49,894
	<u>120,638</u>	<u>138,763</u>

Charitable expenditure includes amounts charged by the accountant of £5,000 for accounts preparation and independent examination services (2024: £9,600 for accounts preparation and audit).

8 Net movement in funds	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	51,808	45,199
Amortisation of intangible assets	217	217
	<u></u>	<u></u>

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10 Employees

The average monthly number of employees during the year was:

2025 Number	2024 Number
<u>1</u>	<u>3</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

10 Employees		(Continued)	
Employment costs		2025 £	2024 £
Wages and salaries		22,730	36,712
Other pension costs		495	460
		<u>23,225</u>	<u>37,172</u>

There were no employees whose annual remuneration was more than £60,000.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes. Taxation of the group relates to the the corporation tax charge of the subsidiary companies.

12 Intangible fixed assets

	Leases £
Cost	
At 1 October 2024 and 30 September 2025	<u>5,746</u>
Amortisation and impairment	
At 1 October 2024	2,456
Amortisation charged for the year	<u>217</u>
At 30 September 2025	<u>2,673</u>
Carrying amount	
At 30 September 2025	<u>3,073</u>
At 30 September 2024	<u>3,290</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

13 Tangible fixed assets

	Land and buildings	Leasehold improvements	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 October 2024	1,971,451	99,275	216,630	21,086	25,495	2,333,937
Additions	672,219	12,452	10,799	-	-	695,470
	<u>2,643,670</u>	<u>111,727</u>	<u>227,429</u>	<u>21,086</u>	<u>25,495</u>	<u>3,029,407</u>
Depreciation and impairment						
At 1 October 2024	331,476	23,826	146,110	20,342	6,374	528,128
Depreciation charged in the year	29,604	4,469	12,807	148	4,780	51,808
	<u>361,080</u>	<u>28,295</u>	<u>158,917</u>	<u>20,490</u>	<u>11,154</u>	<u>579,936</u>
Carrying amount						
At 30 September 2025	<u>2,282,590</u>	<u>83,432</u>	<u>68,512</u>	<u>596</u>	<u>14,341</u>	<u>2,449,471</u>
At 30 September 2024	<u>1,639,975</u>	<u>75,449</u>	<u>70,520</u>	<u>744</u>	<u>19,121</u>	<u>1,805,809</u>

14 Heritage assets

The buildings held by the trust include North Ronaldsay's old and new kirk, the Pund/Trebb buildings and lighthouse complex, the latter is fully utilised as letting cottages, wool mill, shop, café and information centre. The new kirk houses the island archives and is available as a place of worship. The old kirk requires significant repair and restoration, on completion it will be made accessible to the general public.

The value of buildings that were gifted to the trust (i.e. acquired at no cost) has not been capitalised in the balance sheet, although all expenditure since acquisition has been capitalised and will be depreciated over an appropriate period.

No heritage assets were acquired or disposed of during the year.

15 Fixed asset investments

	Other investments £
Cost or valuation	
At 1 October 2024 & 30 September 2025	<u>3</u>
Carrying amount	
At 30 September 2025	<u>3</u>
At 30 September 2024	<u>3</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

15 Fixed asset investments (Continued)

	Notes	2025 £	2024 £
Other investments comprise:			
Investments in subsidiaries	26	3	3

Fixed asset investments not carried at market value

The charity's investment in its wholly-owned subsidiary company is stated at cost less provision for any diminution in value.

16 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Amounts owed by subsidiary undertakings	16,726	16,726
Other debtors	868,647	1,523,846
	<u>885,373</u>	<u>1,540,572</u>

17 Loans and overdrafts

	2025 £	2024 £
Directors' loans	4,000	4,000
Payable within one year	4,000	4,000

18 Creditors: amounts falling due within one year

	2025 £	2024 £
Borrowings	4,000	4,000
Other taxation and social security	707	665
Trade creditors	-	5,400
Amounts owed to subsidiary undertakings	1	1
Other creditors	14,993	18,450
Accruals and deferred income	20,340	9,726
	<u>40,041</u>	<u>38,242</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

19 Retirement benefit schemes

	2025 £	2024 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	495	460

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

20 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 October 2024 £	Incoming resources £	Resources expended £	Transfers £	At 30 September 2025 £
HIE - community development manager	9,200	19,126	(23,225)	-	5,101
Affordable housing - Schoolhouse renovation	68,029	-	(3,600)	-	64,429
The pund project - various funders	1,920,526	(42,000)	-	-	1,878,526
Foundation Scotland - lighthouse feasibility study	-	20,310	-	-	20,310
Island communities fund - meat larder	99,868	-	-	-	99,868
CES + VAO - CARES project	33,876	(25,876)	-	(8,000)	-
Orkney Fund Board - neighbourhood programme	-	10,000	-	-	10,000
Scottish Land Fund - Trebb property acquisition	31,349	-	-	-	31,349
NILPS - sheep dyke warden	8,177	(7)	(8,170)	-	-
NILPS - Archive project	5,527	(724)	(2,638)	-	2,165
Voluntary Action Orkney - covid remembrance	16,000	-	-	-	16,000
New Kirk renovation - various funders	311,453	-	(6,229)	-	305,224
NILPS - Project & 13 Stone Miles Film	3,109	(372)	(2,737)	-	-
NILPS - New Kirk phase 1	15,200	-	-	(15,200)	-
NILPS - New Kirk archives and exhibitions	17,129	(194)	(15,735)	(1,200)	-
Other	1,218	17,948	(10,980)	(2,000)	6,186
	<u>2,540,661</u>	<u>(1,789)</u>	<u>(73,314)</u>	<u>(26,400)</u>	<u>2,439,158</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

20 Restricted funds

(Continued)

Previous year:	At 1 October 2023	Incoming resources	Resources expended	Transfers	At 30 September 2024
	£	£	£	£	£
HIE - Community Development manager	-	9,200	-	-	9,200
Affordable housing - Schoolhouse renovation	71,629	-	(3,600)	-	68,029
The pund project	945,526	979,000	(4,000)	-	1,920,526
Community Development Manager	20,597	-	(22,045)	1,448	-
Island communities fund - meat larder	99,868	-	-	-	99,868
CARES project	33,876	-	-	-	33,876
Property acquisition - Trebb	31,349	-	-	-	31,349
Sheep dyke warden	15,765	700	(15,127)	6,839	8,177
Archive project	8,452	-	(3,498)	573	5,527
Covid remembrance	-	16,000	-	-	16,000
New Kirk renovation	-	312,453	(1,000)	-	311,453
Net Zero	-	1,218	-	-	1,218
NILPS Project & 13 Stone Miles Film	-	3,109	-	-	3,109
New Kirk phase 1	15,200	-	-	-	15,200
Travel and Day Club	-	624	(624)	-	-
New Kirk archives and exhibitions	-	17,129	-	-	17,129
	<u>1,242,262</u>	<u>1,339,433</u>	<u>(49,894)</u>	<u>8,860</u>	<u>2,540,661</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

20 Restricted funds

(Continued)

The funds were held for the following purposes:

- Community Development Manager - funding from Highlands and Islands Enterprise (HIE) to support employment of Community Development Manager.
- Schoolhouse renovation - funding from Scottish Government & Prince's Countryside Trust for the renovation of Schoolhouse in North Ronaldsay for affordable housing.
- The pund project - grants awarded by various funders for the redevelopment of premises at Trebb.
- Lighthouse feasibility study - funds received from Foundation Scotland to obtain a feasibility study for the Lighthouse complex.
- Community Printers - funds awarded to purchase printers for use by the community.
- Island communities fund meat larder - funds received from Inspiring Scotland to build a meat larder at Trebb for processing local sheep.
- CARES project - funds awarded by Community Energy Scotland will not proceed due to circumstances beyond our control, income included in debtors has therefore been reversed. A transfer of £8,000 has been made to unrestricted funds for amounts spent in a previous year.
- Neighbourhood programme - funds received from Orkney Fund Board to assist in a neighbourhood programme
- Trebb property acquisition - Trebb - funding from the Scottish Land Fund to acquire the land and buildings of Trebb and continue with the project development of the site.
- Sheep dyke warden - funding from the North Isles Landscape Partnership Scheme (NILPS) to employ a sheep dyke warden and associated costs.
- Archive project - various grants awarded by North Isles Landscape Partnership Scheme (NILPS) to fund a research assistant, technology and archive workspace.
- Covid remembrance - funding from Voluntary Action Orkney to develop a memorial as part of national Covid memorial programme
- New Kirk - funding from North Isles Landscape Partnership Scheme (NILPS) and Orkney Island Council (OIC) for the renovation of the New Kirk building. The renovation completed around April 2025.
- NILPS Project & 13 Stone Miles Film - funding to support production of a film with the subject of North Ronaldsay
- New Kirk phase 1 - funds received from NILPS to cover professional fees incurred on the kirk renovation. A transfer of £15,200 was made to unrestricted funds for capital expenditure in the year.
- New Kirk archives and exhibition - funding from North Isles Landscape Partnership Scheme (NILPS) for exhibition displays at the New Kirk

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 October 2024	Incoming resources	Resources expended	Transfers	At 30 September 2025
	£	£	£	£	£
Fixed assets	959,095	-	(41,655)	60,846	978,286
General funds	46,923	99,163	(5,669)	(34,446)	105,971
	<u>1,006,018</u>	<u>99,163</u>	<u>(47,324)</u>	<u>26,400</u>	<u>1,084,257</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

21 Unrestricted funds

(Continued)

Previous year:	At 1 October 2023	Incoming resources	Resources expended	Transfers	At 30 September 2024
	£	£	£	£	£
Fixed assets	965,979	-	(41,140)	34,256	959,095
General funds	98,252	39,516	(47,729)	(43,116)	46,923
	<u>1,064,231</u>	<u>39,516</u>	<u>(88,869)</u>	<u>(8,860)</u>	<u>1,006,018</u>

The designated fixed assets fund represents the net book value of tangible fixed assets (excluding fixed assets forming part of restricted funds). An amount representing the movement in the net book value of tangible fixed assets is transferred to or from the fund annually.

22 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 30 September 2025:			
Intangible fixed assets	3,073	-	3,073
Tangible assets	975,210	1,474,261	2,449,471
Investments	3	-	3
Current assets/(liabilities)	105,971	964,897	1,070,868
	<u>1,084,257</u>	<u>2,439,158</u>	<u>3,523,415</u>
	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 30 September 2024:			
Intangible fixed assets	3,290	-	3,290
Tangible assets	955,802	850,007	1,805,809
Investments	3	-	3
Current assets/(liabilities)	46,923	1,690,654	1,737,577
	<u>1,006,018</u>	<u>2,540,661</u>	<u>3,546,679</u>

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

23 Contingent liabilities

During the year ended 30 September 2018, the trust was awarded a grant of £90,000 towards the costs of renovating Schoolhouse for the purpose of providing affordable housing. The terms of the funding stipulate that if the property is not kept as affordable housing for 25 years to 30 September 2043, the funding of £90k will be repayable to the funder.

In the year ended 30 September 2024, as a condition of a grant for £985,460 awarded by Orkney Island Council in a previous year in respect of the Trebb project, the trust provided a standard security in favour of Orkney Island Council. The terms of the security stipulate if the property is sold within 15 years of practical completion of the project, the trust will be liable to make payment to the council a percentage of the proceeds, in line with the percentage of funding made available.

As a condition of grants awarded (from 2023 - 2024) by various funders in respect of projects at Trebb and New Kirk, the trust has as a condition of the funding; agreed to the stipulations that if the properties are sold, the grants may be repayable to the funder.

24 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	1,262	1,262
Between two and five years	5,048	5,048
In over five years	8,839	10,101
	<u>15,149</u>	<u>16,411</u>

25 Related party transactions

Donations were received from North Ronaldsay Trading Company (NRTC) - £9,487 (2024: £5,838) and NRT Property Services Ltd (NRT Prop) - £3,522 (2024: £12,133). In addition, £1,500 (2024: £1,250) net of VAT, was charged to NRTC for the lease of property owned by the Trust.

Creditors falling due within one year include a sum of £1 (2024: £1) payable to NRT Prop. Debtors include £1,500 (2024: £23,854) receivable from NRTC. In addition, the trust is owed £11,726 from NRTC (2024: £11,726) and £5,000 from NRT Prop (2024: £5,000) amounts advanced by the trust.

C Tindall, director, is a trustee of Rinansay Charitable Trust (RCT). The Trust did not transact with RCT during the current or previous year. Creditors falling due within one year include a loan of £14,923 (2024: £14,923) repayable to Rinansay Charitable Trust (RCT).

At the balance sheet date, creditors falling due within one year include a loan of £4,000 (2024: £4,000) owed by the Trust to C Tindall, director. No interest is payable on the loan between C Tindall and the Trust, and the loan was repayable on 31 December 2018. C Tindall has agreed that the loan can remain outstanding.

Unless otherwise noted, all loans described above are interest free and have no formal repayment terms.

THE NORTH RONALDSAY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2025

26 Subsidiaries

Details of the charity's subsidiaries at 30 September 2025 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
North Ronaldsay Trading Company Limited	Scotland	Trading activities	Ordinary shares	100.00	
NRT Property Services Ltd	Scotland	Trading activities	Ordinary shares	100.00	