Charity number SC037619
Company Number SC380098

Rag Tag and Textile Ltd
(A company limited by guarantee)

Directors' Report and Financial Statements
For the year ended 31st March 2026

Reference and administrative information

Charity Number	SC037619	
Company Registration Number	SC380098	
Business Address and Registered Office	Unit 3 Broadford Industrial Estate Broadford Isle of Skye IV49 9AP	
Country of Origin	UK	
Trustees	G M Terry	
	J M Phillips	
	E Dallorzo-Hanley	
	S Geale	
	E C Bowmeester	(appointed 10th April 2025)
	C J Dunlop	(appointed 7th April 2025, resigned 10th November 2025)
Secretary	S Geale	
Accountants	Nevis Accountancy Services Limited Office 6 An Drochaid Claggan Road Claggan Fort William PH33 6PH	
Bankers	Royal Bank of Scotland Bank Street Portree Isle of Skye IV51 9BX	

Report of the Directors (incorporating the trustees' report)
For the Year Ended 31st March 2026

The directors present their report and the financial statements for the year ended 31st March 2026. The directors who are also trustees of Rag Tag and Textile Limited for the purpose of charity law and who served during the year and up to the date of this report are set out on Page 1.

Structure, Governance and Management

The charity is constituted as a company limited by guarantee and is governed by its Memorandum and Articles of Association.

The methods used to recruit and appoint new charity trustees are identified in the Memorandum and Articles of Association.

The Company was registered as a charity on 20th November 2006 and became incorporated on 10th June 2010 as a private company limited by guarantee without share capital. The trustees are also members of the management committee, the latter body being responsible for the day to day running of the company.

Trustee selection methods
Trustees are selected to the Board annually at the AGM, or at an ordinary meeting of the trustees, a requirement being that they are members of the organisation.

Induction and training of trustees
The organisation has an induction pack for all staff and volunteers which includes the trustees. Training for board members is ongoing and part of the company's strategic plan.

Organisational structure
We have a voluntary Board of trustees who receive no remuneration except for reasonable travel expenses to attend meetings, conferences, or any business on behalf of the company. These expenses are not always claimed by the volunteers as they see it as part of their voluntary contribution to the charity.

The Board is responsible for the employment of four members of staff. These are made up of three part-time tutors and one part-time administrative assistant. We also have a number of volunteers, who are governed by a volunteers' policy, and a number of service users (referred to as 'students').

We continue to have a close relationship with Job Centre Plus, the Community Mental Health Team and Skye and Lochalsh Council for Voluntary Organisations, who furnish advisory support, training and support in funding applications. Members of the Board regularly meet for networking with other community groups, agencies and the Skye and Lochalsh Mental Health and Well-being Forum.

Reference and administrative details

The name of the charity is Rag Tag and Textile Limited. Its Charity number is SC037619 and Company Number is SC380098.

The address of the principal office and the address of its registered office is: Unit 3 Broadford Industrial Estate, Broadford, Isle of Skye, IV49 9AP.

The names of the charity's trustees as at this report date or who served as a trustee in the reporting period are as follows:

G M Terry	
J M Phillips	
E Dallorzo-Hanley	
S Geale	
E C Bowmeester	(appointed 10th April 2025)
C J Dunlop	(appointed 7th April 2025, resigned 10th November 2025)

Objectives and activities

Objects of the charity as set out in its governing document

1. To run a social enterprise which will provide gainful employment and training for people with a range of disabilities and/or long term health problems, including mental, emotional or physical, and for people who are disadvantaged or far removed from the labour market.
2. To enhance and sustain the environment by recycling textiles - diverting this waste from landfill sites and creating new products using traditional hand-crafted techniques.
3. To reduce stigma attached to mental health issues by adopting a policy of inclusion whereby the whole community can be involved in the project, raising awareness about mental health, disability, discrimination, and environmental issues.

Achievements and Performance

Rag Tag and Textile is based in an industrial unit in Broadford, comprising of a workshop space for students, charity shop, and admin space. It also has "Little Tag" adjacent to the main building which was built in 2019. It is a wooden cabin with a garden space adjacent to it. It provides an additional fully equipped workshop with a small kitchen. It is used for training, workshops, and meetings both for Ragtag and other Skye groups. It also enables us to provide an alternative setting for student creative activity, including providing a quieter space for those who require it within sessions.

In small groups, students who have mental health or wellbeing needs, are given the opportunity to learn a diverse range of craft techniques by experienced tutors. This also provides students with an environment where they can improve their ability to concentrate, to experience a sense of achievement which can also have a positive effect on their self-esteem, along with options for social interaction and peer support.

The Little Tag garden provides students with additional opportunities to experience gardening skills and techniques. The students have been developing a well-being garden, making garden projects and growing plants. All the skills learnt give students ideas about how to manage their mental health issues in a positive way as they recover.

Our small charity shop provides a source of valuable income to the project. It takes donations which are sorted, cleaned and distributed for sale, repair or up-cycling which would otherwise be sent to landfill and thereby supports the local circular economy. Rag Tag successfully bid for a CLLD grant this year which enabled us to improve the environment of the retail area and to develop improved storage for stock rotation. It also enabled us to fund an event for local members from statutory, voluntary and private services to explore how collectively we could widen and develop opportunities to support the circular economy on Skye and the surrounding area.

We have also undertaken some pop up shops and table top sales this year which have been both profitable and a great way to clear excess stock.

Additionally, the shop provides an opportunity for our students, members and volunteers to get experience of retail. We have been supporting our admin/shop assistant to develop skills in social media for the promotion of events and online sales, all of which present opportunities for development of relevant and transferable employment skills.

We were fortunate to have been successful in our application to be provided with a minibus by the charity Highland Cross. This has both saved us from the great expense of using taxis to support our students to access the project but has also afforded us new opportunities to expand our offering to our students in accessing other local resources.

We have continued to offer regular open workshops to the whole community which for the first time we have introduced a small fee to attend. As we have also been fortunate to have been successful in our application to work with the new GP based link workers, we have been able to continue to offer these sessions to members of the public unable to afford to pay independently.

Although we no longer provide drop in support sessions, which had gradually been less in demand after Covid, we do still look for opportunities to be available to anyone who may need support to access specialist advice or support from partner agencies. If required they can access a computer for official business, e.g. benefit claims, travel pass applications etc.

We have also run grant funded workshops in collaboration with other locally based charities such as Flourish and Alzheimer Scotland, providing craft and gardening workshops offering support to disadvantaged groups and individuals.

Major risks and the systems and procedures to manage them.

The company has no long-term financial security, some funding is currently received from the NHS on a per capita basis. This income stream is variable and dependent on the regular upkeep of referral numbers. This is managed via ongoing communications and meetings with medical and social work professionals.

We have received funding from additional other sources via grants and funding bids. We have also received various small cash donations from grateful or supportive locals and their families.

A small but growing income stream is generated from our retail charity shop which is staffed by a part-time staff member assisted by volunteers. We have been undertaking work on developing a business case which looks at how we could reduce our reliance 'spot' funding from the NHS, and reliance of bidding for short term ring-fenced funding. We hope to improve our income from the retail unit and to explore how we may be able to be attractive to potential students as a chosen provider for self directed support.

Additionally we are looking at exploiting the healthy tourism industry locally and how we can place ourselves to become an 'instagram savvy' destination for tourists interested in sustainable tourism and experiential souvenir making sessions which could be lucrative and give us a further independent income stream.

Accident risks are assessed and covered by a health and safety policy, which is included in our induction package. We have employer's liability, buildings and contents, and public liability insurance.

Financial Review

The financial position at the end of the year is total income of £175,624, total expenditure of £128,261 resulting in a surplus of £47,363.

The Reserves Policy of the charitable company is to ensure that enough funds are held to cover at least six months unrestricted net expenditure. At the end of this year there was £115,489 in unrestricted funds which complies with this policy.

The trustees, therefore, do not have any uncertainties about the charity's ability to continue as a going concern.

Principal sources of funds

- £50,900 from Highland Cross to fund the new minibus.
- £11,760 from the Highland Council and Scottish Land Fund regarding purchase of the building.
- £10,000 from the NHS Drugs and Alcohol grant.
- £7,400 from the Highlands and Islands Climate Hub for the Circular Communities Fund.
- £3,852 from Highland Third Sector Interface to fund the CLW Community Link Worker.
- £620 from Highlands and Islands Enterprise for the Broadford fence repairs.
- A per capita rate is normally awarded to RagTag from an NHS Service Level Agreement for 20 student places per week.
- Varying amounts of money are incoming from the charity shop, craft fairs and on-line sales.

How expenditure has supported the key objectives of the organisation

All expenditure has been for the purposes of supporting students with mental health or other long-term health issues. Expenditure has been for rental of the Broadford premises, energy supply and staff wages, and a small amount for student travel expenses and lunchtime provisions.

Exemptions from Disclosure

There are no exemptions from disclosure.

Funds held as custodian Trustee on behalf of others

Rag Tag and Textile Limited does not hold funds as a custodian Trustee on behalf of others.

Statement of directors' responsibilities

The directors (who are also the trustees of Rag Tag and Textile Limited under charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare financial statements for each financial period 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 these financial statements, the directors 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, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, and the Charities Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Sarah Kennedy FMAAT FCCA of Nevis Accountancy Services was deemed to be appointed as independent examiner and the directors recommend that Sarah Kennedy FMAAT FCCA remains in office until further notice.

Small Company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

This report was approved by the Board and signed on its behalf by: -

EDallorzoHanley.

E Dallorzo-Hanley
Director

Date: 12-8-26 August 2026

Independent examiner's report to the directors on the unaudited financial statements of Rag Tag and Textile Ltd

I report on the financial statements of the charity for the year ended 31st March 2026 which are set out on pages 2 to 15 and comprise the statement of financial activities, the balance sheet and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard FRS102 (effective January 2016), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of trustees and independent examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts 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) to (c) of the 2006 Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with Regulation 11 of the Charities 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.

Independent examiner's statement

In connection with my examination, no matter has come to my attention

i) which gives me reasonable cause to believe that in any material respect the requirements:

a) to keep accounting records in accordance with section 44 (1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and

b) to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met, or

ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

S R Kennedy

Date: 13th August 2026

Mrs S R Kennedy FMAAT FCCA
Chartered Certified Accountant
Nevis Accountancy Services Limited
Office 6
An Drochaid
Claggan Road
Claggan
Fort William
PH33 6PH

Rag Tag and Textile Ltd
(A company limited by guarantee)

Statement of financial activities (incorporating the income and expenditure account)
For the year to 31st March 2026

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	2026 Total Funds £	2025 Total Funds £
Income and endowments from:						
Donations and legacies	2	3,711	-	-	3,711	2,087
Charitable activities for generating funds	3	87,381	-	10,000	97,381	69,700
Charitable activities - grants	4	-	-	74,532	74,532	29,276
Other trading activities		-	-	-	-	-
Investments	5	-	-	-	-	-
Other		-	-	-	-	-
Total Income		**91,092**	-	**84,532**	**175,624**	**101,063**
Expenditure on:						
Raising funds						
Charitable activities	6	73,047	324	53,388	126,759	89,198
Other - support costs	7	1,502	-	-	1,502	1,365
Tax on activities	8	-	-	-	-	-
Total expenditure		**74,549**	**324**	**53,388**	**128,261**	**90,563**
Net income/(expenditure) for the year		**16,543**	**(324)**	**31,144**	**47,363**	**10,500**
Transfers between funds	9	**2,519**	-	**(2,519)**	-	-
		19,061	**(324)**	**28,626**	**47,363**	**10,500**
Other recognised gains/(losses):						
Gains/(losses) on revaluatoin of fixed assets		-	-	-	-	-
Actuarial gains/(losses) on defined benefit pension schemes		-	-	-	-	-
Other gains/(losses)		-	-	-	-	-
Net movement in funds		**19,061**	**(324)**	**28,626**	**47,363**	**10,500**
Reconciliation of funds:						
Total funds brought forward		96,427	2,157	25,156	123,740	113,240
Total funds carried forward		**115,489**	**1,833**	**53,781**	**171,103**	**123,740**

The notes on pages 9 to 15 form part of these accounts

Rag Tag and Textile Ltd
(A company limited by guarantee)

Balance Sheet as at 31st March 2026

	Note	2026 Total Funds £	2025 Total Funds £
Fixed Assets:			
Intangible assets		-	-
Tangible assets	11	45,540	12,702
Heritage assets		-	-
Investments		-	-
Total fixed assets		**45,540**	**12,702**
Current assets:			
Stocks	12	-	-
Debtors	13	15,511	13,313
Investments		-	-
Cash at bank and in hand		113,141	112,172
Total current assets		**128,652**	**125,485**
Liabilities:			
Creditors: Amounts falling due within one year	14	3,089	14,447
Net current assets or liabilities		3,089	14,447
Total assets less current liabilities		171,103	123,740
Creditors: Amounts falling due after more than one year		-	-
Provisions for liabilities		-	-
Net asset or liabilities excluding pension asset or liability		-	-
Defined benefit pension scheme asset or liability		-	-
Total net assets or liabilities		**171,103**	**123,740**
The funds of the charity:			
Endowment funds		-	-
Restricted income funds		53,781	25,156
Total restricted funds	15	53,781	25,156
Unrestricted funds	16	115,489	96,427
Designated funds	17	1,833	2,157
Revaluation reserve		-	-
Pension reserve		-	-
Total unrestricted funds		117,321	98,584
Total charity funds	18	**171,103**	**123,740**

The notes on pages 9 to 15 form part of these accounts

Directors' statements required by Section 477 of the Companies Act 2006 for the year ended 31st March 2026

In approving these financial statements as directors of the company we hereby confirm:

a) that for the year ending 31st March 2026 the company was entitled to exemption from audit under section 477 of the Companies Act 2006

b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31st March 2026

c) that we acknowledge our responsibilities for:

1) ensuring that the company keeps proper accounting records which comply with Section 386 of the Companies Act
2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company and in which the methods and principles in the Charities SORP and all applicable UK accounting standards have been followed

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard FRS102 (effective January 2016).

The financial statements were approved by the Board and signed on its behalf by

EDallorzo-Hanley

E Dallorzo-Hanley
Director

Date: 12/08/26 August 2026

The notes on pages 9 to 15 form part of these accounts

1. Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year. There are no material uncertainties about the charity's ability to continue. The charity is a public benefit entity.

1.1 Basis of Accounting

These financial statements have been prepared in accordance with the 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 the Republic of Ireland (FRS 102 effective 1 January 2015), the Charities Statement of Recommended Practice (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Assets and Liabilities are initially recognised at historical cost or transaction valued unless otherwise stated.

The presentation currency of these accounts is in pounds sterling.

1.2 Income recognition policies

All incoming resources are 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:-

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities 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.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

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.

Income from investments is included in the year in which it is receivable.

1.3 Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its 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.

1.4 Fund Accounting

Unrestricted funds are those available to use at the discretion of the Directors in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds are those unrestricted funds which have been set aside by trustees for an essential spend or future purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes.

1.5 Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates calculated to write off the cost of each asset over its expected useful life as follows:

Computer / Office Equipment	25% reducing balance
Plant & Machinery	15% reducing balance
Fixtures & Fittings	15% reducing balance
Motor Vehicles	20% reducing balance

1.6 Transition to FRS 102

FRS 102 was adopted with the date of transition being 1st April 2017.

1.7 Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2nd February 2016 and have therefore not included a cash flow statement in these financial statements.

1.8 Stocks

The accounting policy adopted in measuring the value of stocks was the lower of cost or net realisable value.

1.9 Pension

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are recognised in the profit and loss account when due.

2 Donations and legacies

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	2026 Total Funds £	2025 Total Funds £
General donations	3,636	-	-	3,636	2,087
Gift Aid	75	-	-	75	-
Subscriptions	-	-	-	-	-
	3,711	-	-	3,711	2,087

3 Charitable activities for generating funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	2026 Total Funds £	2025 Total Funds £
Fund Raising Events	2,630	-	-	2,630	2,064
Shop income	16,713	-	-	16,713	13,668
Workshops	67,702	-	10,000	77,702	53,558
Sundry income	336	-	-	336	410
	87,381	-	10,000	97,381	69,700

4 Charitable activities – grants

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	2026 Total Funds £	2025 Total Funds £
Skye Lochalsh Access Panel	-	-	-	-	1,000
Age Scotland	-	-	-	-	13,866
Highland Council	-	-	999	999	740
Mental Health & Wellbeing	-	-	-	-	8,670
North Highlands & CLLD Fund	-	-	7,400	7,400	-
Highland Third Sector Interface	-	-	3,852	3,852	-
Scottish Land Fund	-	-	10,761	10,761	-
Highlands & Islands Enterprise	-	-	620	620	-
Highland Cross	-	-	50,900	50,900	-
NHS Grant - Drugs and Alcohol	-	-	-	-	5,000
	-	-	74,532	74,532	29,276

5 Investment Income

	2026 £	2025 £
Interest receivable	-	-

6 Expenditure for Charitable activities

	Unrestricted Funds	Designated Funds	Restricted Funds	2026 Total Funds	2025 Total Funds
Employers Pensions	676	-	-	676	482
P.R (Literature & Brochures)	10	-	271	281	571
Service user lunches	558	-	2,684	3,242	1,462
Purchases for activities	227	-	1,549	1,777	947
Wages	43,941	-	9,990	53,931	49,246
Rent & Rates	9,142	-	722	9,864	10,000
Advertising	-	-	195	195	370
Insurance	1,132	-	-	1,132	1,107
Electricity	5,505	-	-	5,505	5,310
Postage and Carriage	469	-	7	476	102
Office Stationery & printing	925	-	761	1,686	1,142
Telephone and Fax	676	-	99	775	549
Computers & Software	412	-	167	579	1,767
Maintenance	818	-	3,375	4,193	1,116
Subcontractors	-	-	8,083	8,083	-
Credit card charges	439	-	-	439	346
Bank Charges	385	-	-	385	381
Other Interest Charges	83	-	-	83	35
Subscriptions	20	-	-	20	40
Sundry Expenses	65	-	59	124	194
Depreciation	480	324	10,426	11,231	3,081
Travel & Subsistence	2,855	-	1,053	3,908	9,696
Bad Debt	-	-	-	-	1
Cleaning	696	-	151	847	602
Equipment Hire	-	-	-	-	-
Vehicle Costs	3,281	-	789	4,070	52
Room Hire	140	-	143	283	89
Refreshments	50	-	-	50	105
Equipment expensed	-	-	420	420	243
Training costs	-	-	630	630	158
Professional Fees	-	-	11,760	11,760	-
Profit/loss on sale of assets	60	-	-	60	-
Health and safety	-	-	54	54	5
	73,047	324	53,388	126,759	89,198

7 Expenditure for Other costs - Support costs

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	2026 Total Funds £	2025 Total Funds £
Independent Examination	300	-	-	300	280
Accountancy Services	740	-	-	740	677
Payroll Processing fees	462	-	-	462	408
Legal & professional fees	-	-	-	-	-
	1,502	-	-	1,502	1,365

8 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 2010. Accordingly, there is no taxation charge in these accounts.

9 Transfers

There were three transfers between Restricted and Unrestricted Funds as follows:

1. £607.50 - Reallocation of room costs & office costs budgeted re CLW community link worker.
2. £1,674.85 - Monthly recharges from Dementia grant to Ragtag UR funds.
3. £236.35 - Recharge for office admin and use of Ragtag minibus.

10 Employees

Employment costs:	2026 £	2025 £
Wages and Salaries	53,931	49,246
Social Security Costs	-	-
Employer's Pension contribution	676	482
Other employee benefits	-	-
	54,607	49,728

Directors received emoluments of £Nil during the year (2025 £Nil)

Number of employees

The average monthly number of employees during the year, was as follows:	2026 Number	2025 Number
	4	4

No employees received employee benefits (excluding employer pension costs) of more than £60,000.

The key management personnel of the charity are the Directors. The total employee benefits of the key management personnel are £Nil (2025: £Nil).

11 Tangible Fixed Assets

Cost or Valuation	Computer / Office Equipment	Plant & Machinery	Fixtures & Fittings	Motor Vehicles	Total
	£	£	£	£	£
At 31st March 2025	2,930	7,977	18,278	9,450	38,635
Additions	1,074		-	50,555	51,629
Disposals	-	-	-	(9,450)	(9,450)
Revaluations	-	-	-	-	-
Transfers	-	-	-	-	-
At 31st March 2026	4,005	7,977	18,278	50,555	80,814
Depreciation and impairments					
At 31st March 2025	2,129	4,808	17,106	1,890	25,933
Disposals	-	-	-	(1,890)	(1,890)
Charge for the period	469	475	176	10,111	11,231
Impairment	-	-	-	-	-
Transfers	-	-	-	-	-
At 31st March 2026	2,598	5,283	17,282	10,111	35,274
Net book value					
At 31st March 2025	802	3,169	1,171	7,560	12,702
At 31st March 2026	1,407	2,693	995	40,444	45,540

12 Stocks

The carrying amount of stocks was £Nil. There was no amount of stocks recognised as an expense. There were no charges for impairment.

13 Debtors

Amounts falling due within one year:	2026 £	2025 £
Trade Debtors	-	-
Amounts owed by group and associated undertakings	-	-
Prepayments and accrued income	2,411	10,244
Other debtors	13,100	3,069
	15,511	13,313

14 Creditors

Amounts falling due within one year:	2026 £	2025 £
Accruals for grants payable	-	-
Bank loans and overdrafts	-	11,340
Trade creditors	731	932
Amounts owed to group and associated undertakings	-	-
Payments received on account for contracts or performance-related grants	-	-
Accruals and deferred income	2,235	1,791
Taxation and social security	-	282
Other Creditors	123	102
	3,089	14,447

15 Restricted Funds

	At 31st March 2025 £	Incoming £	Outgoing £	Transfers £	At 31st March 2026 £
Private Garden Donation	714	-	(130)	-	584
Skye Lochalsh Access Panel Fund	1,000	-	-	-	1,000
ESGA Dementia Grant	13,866	-	(10,613)	(1,675)	1,578
Flourish Fund	9,096	-	(8,256)	-	840
CalMac Community Fund Award	48	-	-	-	48
Highland 3rd Sector Mental Health & Well Being Grant	266	-	-	-	266
Broadford fence Repairs Grant	-	620	-	-	620
Purchase of building	-	11,760	(11,760)	-	-
Purchase of minibus	-	50,900	(10,340)	-	40,560
Circular Communities Fund	-	7,400	(6,353)	(236)	811
CLW Community Link worker	-	3,852	(950)	(607)	2,295
Lochalsh Health Centre	165	10,000	(4,986)	-	5,179
Total	25,156	84,532	(53,388)	(2,519)	53,781

- The Private Garden Donation is for use in the garden on various products to be decided by the Board.
- The Skye Lochalsh Access Panel Fund payment is to be used to improve the paths into and around the garden area to help those with mobility difficulties.
- The ESGA Dementia Grant is to offer craft sessions for people living with dementia.
- The Flourish Fund is to provide craft and gardening workshops offering support to disadvantaged groups and individuals.
- The CalMac Community Fund Award is to cover tutor hours and heating to provide a Warm Space on a Monday with the added benefit of craft activities and social interaction to support people who experience poor mental well-being and/or social isolation.
- The Highland 3rd Sector Mental Health & Well Being Grant is to offer warm hub days with food and craft tuition as well as buddy help.
- The funding from HIE was for fence repairs at the Broadford facility.
- The funds from SLF & THC were to assist with the purchase of the RagTag building that is currently rented.
- The funds from Highland Cross were for the new minibus.
- The Circular Communities Fund is to help increase inclusivity and give our support in tackling economic poverty by upgrading our public areas.
- The CLW Community Link worker fund is for helping people improve their mental wellbeing, learning new crafts and engage in socialising in small groups.
- The funding from Lochalsh Health Centre is to provide 1 workshop a week for students recovering from drug and alcohol abuse.

16 Unrestricted Funds

	At 31st March 2025 £	Incoming £	Outgoing £	Transfers £	At 31st March 2026 £
Unrestricted Funds	96,427	91,092	(74,549)	2,519	115,489

17 Designated Funds

	At 31st March 2024 £	Incoming £	Outgoing £	Transfers £	At 31st March 2025 £
Refurbishment Fund	2,157	-	(324)	-	1,833

RagTag received a £20,000 donation by Maureen Bowran in 2019. This was ring fenced by the directors as designated funds for refurbishment costs. Some assets such as the shed and printer (£5,745.41) were paid from this project in 2019-20 and are depreciated on an annual basis. The net book value of these items was £1,833 as at 31/03/26. After accounting for these adjustments there was £Nil left in the refurbishment fund at year end 31/03/26.

18 Analysis of net assets between funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	2026 Total Funds £
Fund balances at 31st March 2026 are represented by:				
Fixed assets	2,999	1,833	40,708	45,540
Current assets	115,579	-	13,073	128,652
Current liabilities	(3,089)	-	-	(3,089)
	115,489	1,833	53,781	171,103

19 Directors Expenses and Remuneration

No directors received any remuneration for their services as directors during the year (2025 – £Nil).

3 directors received reimbursement of expenses totalling £418 (2025 – 4 directors, £662). One director kindly loaned funds to the charitable company to enable them to purchase a minibus during prior year (£11,340). £9,340 was repaid to this director during current year when the old minibus was sold and they very generously donated the £1,950 balance back to Ragtag.

20 Company limited by guarantee

Rag Tag and Textile Ltd is a company limited by guarantee and accordingly does not have a share capital. Every member of the company undertakes to contribute such amount as may be required, not exceeding £1, to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

21 Financial Commitments

At 31st March 2026 the company has no annual commitments under non-cancellable operating leases (2025 - £Nil).

22 Volunteers

The trustees would like to record their thanks to all the volunteers who dedicate a significant amount of time for no remuneration to the charity. The volunteers carry out a range of duties from assisting in the shop, helping with workshops or day to day matters to help run the charity.

23 Related Party Transactions

Other than the expenses and loan that were reimbursed to directors as per note 19, there was £812 reimbursed to employees for expenses. There are no outstanding balances due to related parties as at the year end. (2025: £Nil).

24 Control of the Company

The company is controlled by the Trustees.