

Charity Registration No. 1100783

Company Registration No. 04548232 (England and Wales)

THE HAFLINGER SOCIETY OF GREAT BRITAIN
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

THE HAFLINGER SOCIETY OF GREAT BRITAIN

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	D E Sutton	
	C Brown	
	R J Gordon	
	J S Lowe	
	C R Gray	(Appointed 23 May 2021)
	C Mackie	(Appointed 28 February 2021)
	H Thompson	(Appointed 28 February 2021)
Honorary President	Emily Bambridge	
Charity number	1100783	
Company number	04548232	
Registered office	Willetts	
	Blackham	
	Tunbridge Wells	
	Kent	
	England	
	TN3 9TX	
Independent examiner	Joanne Baldwin	
	The Oakley	
	Kidderminster Road	
	Droitwich	
	Worcestershire	
	WR9 9AY	

THE HAFLINGER SOCIETY OF GREAT BRITAIN

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THE HAFLINGER SOCIETY OF GREAT BRITAIN

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2021

The trustees present their annual report and financial statements for the year ended 31 August 2021.

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 Memorandum and Articles of Association, the Companies Act 2006 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

Objectives of the Charity, principal activity and organisation of our work

The Charity is constituted as a company limited by guarantee, and is therefore governed by a Memorandum and Articles of Association. Its objectives are:

1. To preserve and improve the standard of horses and ponies in general, and in particular, the breed of horse known as the Haflinger in Great Britain by promoting and encouraging the breeding and importing of pure bred Haflinger horses.
2. To advance public education in all districts and countries in the various arts and sciences connected with the use and management of horses and ponies in general and of the Haflinger in particular.
3. To improve general standards in the management, use and treatment of horses and ponies, with particular reference to the special features of the Haflinger horses, by the education of the breeders, importers, exporters, judges, veterinarians, trainers and members of the public.
4. To provide, or assist in the provision, for the public benefit, of facilities for recreation or other leisure time occupation through the use of horses and ponies.
5. To prevent cruelty to horses and ponies.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

As members will know the Society's main aim is to preserve and improve the Haflinger breed in Great Britain. The Society's income comes primarily from our membership subscriptions and profits from the Breed Show. Being a member allows Haflinger owners to keep in touch with others and share news and experiences via our newsletter, website, and members Facebook group. We value our members and are continually striving to provide them with value for money. During 2021 the new look website was launched which now also allows members to pay their subscriptions. We also set up a new Facebook group dedicated purely to our current members.

THE HAFLINGER SOCIETY OF GREAT BRITAIN

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

The membership subscriptions increased during the year and the excellent organisers managed to arrange for the Breed Show to take place in 2020 and 2021. The 2020 breed show was postponed from July and moved to October. Many changes to the schedules had to be made in order to make it as accessible cost wise to as many members as possible, and so it was run over the course of one day, as opposed to three, but entries were still down due to travel restrictions.

In August 2021 the society ran the usual three-day breed show. The excellent organisers managed to run both breed shows at a profit.

The society also ran an online photo competition in May 2021 and four online dressage competitions, these enabled members to still stay active in informal and friendly events during the COVID-19 pandemic.

Unfortunately, we were unable to secure the visibility of the qualified judges, meaning the Inspections could not take place during the year, but they did take place just post year end at Solihull Riding Club in October 2021.

The result of the pandemic has meant that the cost of the breed show for both 2020 and 2021 are shown in these accounts.

Financial review

The charities reported a surplus of £5,414 in the financial year (2020: £653).

Reserves policy

Unrestricted funds are needed to provide funds, which can be designated to specific projects to enable these projects to be undertaken at short notice and to cover governance costs without which the charity could not function.

At the financial year end the charity held £22,657 (2020: £17,243) of unrestricted reserves.

Investment policy

Under the Memorandum and Articles of Association, the Charity has the power to make any investments which the trustees deem appropriate. The trustees have considered the most appropriate policy to invest funds and have found that the operation of a bank savings account allows them flexibility in managing the charity cash flows.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed to and to ensure that appropriate controls are in place to provide reasonable assurance against fraud and error.

Plans for the future

Haflinger Society of Great Britain has no plans to change the way in which it operates in the future.

THE HAFLINGER SOCIETY OF GREAT BRITAIN

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management

The charity is a company limited by guarantee. The charity, registered with the Charity Commission registration number 1100783 is controlled by its Memorandum and Articles of Association, and constitutes a limited company, limited by guarantee, registered number 04548232 (England and Wales) as defined by the Companies Act 2006.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

L Donovan	(Resigned 28 February 2021)
D E Sutton	
K M Lomax	(Resigned 28 February 2021)
J Colcutt	(Resigned 21 April 2021)
C Brown	
Z L Carballeria	(Resigned 2 May 2021)
R J Gordon	
J S Lowe	
S J Mattick	(Resigned 21 April 2021)
I Atkinson	(Appointed 28 February 2021 and resigned 31 December 2021)
C R Gray	(Appointed 23 May 2021)
C Mackie	(Appointed 28 February 2021)
H Thompson	(Appointed 28 February 2021)

Recruitment and appointment of trustees

The Board can appoint a member of the Charity as a Trustee to fill a vacancy on the membership of the Board. They will hold office until the next annual general meeting they may be elected by the members (unless they cease to be a Trustee prior to that virtue of Article 39 or 40). For the purposes of this Article, the Board shall decide how many vacancies there are, subject to the maximum and minimum numbers given in Article 33.1.1.

The Board can also co-opt up to four additional persons onto the Board at any time, in excess of the maximum number of Trustees set out in Article 33.1.1. who shall hold office until the next general meeting, unless they cease to be a Trustee prior to that by virtue of Article 39 or 40. A co-opted Trustee may be removed by the Board at any time and may not be co-opted more than six times. In the event that a co-opted Trustee goes on to be elected by the members, for the purposes of the maximum terms of office referred to in Article 34, his initial appointment shall be the date on which he was first co-opted.

THE HAFLINGER SOCIETY OF GREAT BRITAIN

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Statement of trustees' responsibilities

The trustees, who are also the directors of The Haflinger Society of Great Britain for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

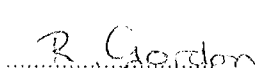
In preparing these financial statements, the trustees are required to:

- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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 for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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


.....
C Brown
Trustee


.....
R J Gordon
Trustee

Date: 27/02/22.....

THE HAFLINGER SOCIETY OF GREAT BRITAIN

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE HAFLINGER SOCIETY OF GREAT BRITAIN

I report to the trustees on my examination of the financial statements of The Haflinger Society of Great Britain (the charity) for the year ended 31 August 2021.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Joanne Baldwin

The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

Dated:

THE HAFLINGER SOCIETY OF GREAT BRITAIN

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
<u>Income from:</u>			
Donations and legacies	3	28	900
Income from charitable activities	4	19,519	1,489
Income from other trading activities	5	7,097	4,572
Investments	6	-	2
Total income		<u>26,644</u>	<u>6,963</u>
<u>Expenditure on:</u>			
Charitable activities	7	<u>21,230</u>	<u>6,310</u>
Net income for the year/ Net movement in funds		5,414	653
Fund balances at 1 September 2020		<u>17,243</u>	<u>16,590</u>
Fund balances at 31 August 2021		<u><u>22,657</u></u>	<u><u>17,243</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE HAFLINGER SOCIETY OF GREAT BRITAIN

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	11		-		183
Current assets					
Debtors	12	2,378		2,679	
Cash at bank and in hand		26,938		18,545	
		<u>29,316</u>		<u>21,224</u>	
Creditors: amounts falling due within one year	13	<u>(6,659)</u>		<u>(4,164)</u>	
Net current assets			22,657		17,060
Total assets less current liabilities			<u>22,657</u>		<u>17,243</u>
Income funds					
Unrestricted funds			22,657		17,243
			<u>22,657</u>		<u>17,243</u>

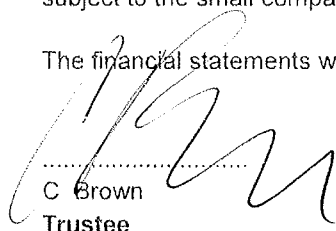
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2021.


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 27/02/22


C Brown
Trustee


R J Gordon
Trustee

Company Registration No. 04548232

THE HAFLINGER SOCIETY OF GREAT BRITAIN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

Charity information

The Haflinger Society of Great Britain is a private company limited by guarantee incorporated in England and Wales. The registered office is Willetts, Blackham, Tunbridge Wells, Kent, TN3 9TX, England.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 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)". 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 applying FRS 102 Update Bulletin 1 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 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

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE HAFLINGER SOCIETY OF GREAT BRITAIN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

All expenditure is inclusive of irrecoverable VAT.

1.6 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:

Fixtures and fittings	25% Reducing balance
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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.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible 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).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE HAFLINGER SOCIETY OF GREAT BRITAIN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' 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.

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.

THE HAFLINGER SOCIETY OF GREAT BRITAIN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	28	-
Gift aid recoverable	-	900
	<u>28</u>	<u>900</u>

4 Income from charitable activities

	2021	2020
	£	£
Haflinger breed shows	18,334	-
Registration fees & passports	145	927
Sale of Points Books	120	75
Online dressage	920	487
	<u>19,519</u>	<u>1,489</u>

5 Income from other trading activities

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Membership subscriptions	5,580	3,929
Sale of merchandise	1,517	643
	<u>7,097</u>	<u>4,572</u>

6 Investments

	Total	Unrestricted funds
	2021	2020
	£	£
Bank interest receivable	-	2
	<u>-</u>	<u>2</u>

THE HAFLINGER SOCIETY OF GREAT BRITAIN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

7 Charitable activities

	2021 £	2020 £
Depreciation	183	61
Haflinger breed shows	14,290	1,132
Registration fees	1,302	116
Merchandise for sale	1,195	605
Newsletter costs	1,357	950
Online dressage	-	20
	<u>18,327</u>	<u>2,884</u>
Share of support costs (see note 8)	2,330	2,019
Share of governance costs (see note 8)	573	1,407
	<u>21,230</u>	<u>6,310</u>

8 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Insurance	946	-	946	1,124	-	1,124
Advertising and website	622	-	622	547	-	547
Subscriptions	354	-	354	335	-	335
Sundry expenses	408	-	408	13	-	13
Audit fees	-	450	450	-	480	480
Legal and professional	-	-	-	-	354	354
AGM & committee meeting costs	-	123	123	-	573	573
	<u>2,330</u>	<u>573</u>	<u>2,903</u>	<u>2,019</u>	<u>1,407</u>	<u>3,426</u>
Analysed between						
Charitable activities	<u>2,330</u>	<u>573</u>	<u>2,903</u>	<u>2,019</u>	<u>1,407</u>	<u>3,426</u>

Support costs and governance costs have all been allocated to the only charitable activity undertaken.

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

There were no employees during the year (2020: None).

THE HAFLINGER SOCIETY OF GREAT BRITAIN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

11 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 September 2020	8,237
At 31 August 2021	8,237
Depreciation and impairment	
At 1 September 2020	8,054
Depreciation charged in the year	183
At 31 August 2021	8,237
Carrying amount	
At 31 August 2021	-
At 31 August 2020	183

12 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	1,800	1,800
Prepayments and accrued income	578	879
	<u>2,378</u>	<u>2,679</u>

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	<u>6,659</u>	<u>4,164</u>

14 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).