

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS

England & Wales · Charity number 1211473

Details

Other names	THE NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS, NFYFC
Status	Registered
Legal form	Charitable company
Company number	15893713
Registered	2024-12-18
Register	View on the Charity Commission register

Contact

Address Unit 178/179 10th Street
Stoneleigh Park
Kenilworth
CV8 2LG

Phone 02476857200

Email post@nfyfc.org.uk

Website www.nfyfc.org.uk

Activities

Objects: OBJECTS4 THE CHARITY'S OBJECTS ("OBJECTS") ARE SPECIFICALLY RESTRICTED TO THE FOLLOWING4.1.1 TO ADVANCE THE EDUCATION OF THE MEMBERS AND THEIR KNOWLEDGE OF AGRICULTURE, CRAFTS, LIFE SKILLS, RURAL AFFAIRS AND COUNTRY LIFE; 4.1.2 IN THE INTERESTS OF THE SOCIAL WELFARE OF THE MEMBERS TO PROMOTE AND SUPPORT THE PROVISION OF FACILITIES FOR RECREATION, TRAINING AND OTHER LEISURE TIME OCCUPATIONS, BEING FACILITIES WHICH WILL IMPROVE THEIR CONDITIONS OF LIFE AND WILL ASSIST IN THE DEVELOPMENT OF THEIR SPIRITUAL AND MENTAL CAPACITIES, SELF-RELIANCE AND INDIVIDUAL RESPONSIBILITY SO THAT THEY MAY GROW TO FULL MATURITY AS INDIVIDUALS AND MEMBERS OF THE COMMUNITY; AND AS MEANS OF ACHIEVING THE ABOVE OBJECTS TO PROMOTE THE FORMATION AND AFFILIATION OF YOUNG FARMERS' CLUBS THROUGHOUT ENGLAND AND WALES AND TRAINING OF THE MEMBERS TO PLAY THEIR FULL PART IN THE LIFE OF THE CHARITY'S MOVEMENT.

Activities: The National Federation of Young Farmers Clubs provides rural young people in England and Wales with a variety of education, training and social programmes encouraging learning and community involvement with a strong interest in rural communities, farming and agriculture. The NFYFC supports the federated structure of 23,000 members aged 10 to 28, belonging to 570 clubs in 46 county federations.

Classification

- **How:** Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, Arts/culture/heritage/science, Economic/community Development/employment, Other Charitable Purposes
- **Who:** Children/young People

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-12-31	£921,239	£1,087,161	£2,840,651	13

Trustees

Name	Role	Appointed
Alex McMenemy		2025-02-23
Felicity Jefferis-Boyd		2026-02-22
Jessica Ruth Rose		2024-02-25
Kathryn Hargreaves		2024-11-03
Luke Brignall		2026-02-22
Marcus Bailey		2023-02-26
Natalie Sarah McGinn		2023-11-04
Polly Baines		2023-11-04
Thomas Oatey		2024-11-03

Accounts

Registered number: 15893713
Charity number: 1211473

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

CONTENTS

	Page
Reference and Administrative Details of the Federation, its Trustees and Advisers	1
Trustees' Report	2 - 12
Independent Auditor's Report on the Financial Statements	13 - 16
Statement of Financial Activities	17
Balance Sheet	18 - 19
Statement of Cash Flows	20
Notes to the Financial Statements	21 - 44

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE FEDERATION, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2025

Trustees

Drew Bailey (resigned 23 February 2025)
Natalie McGinn
Marcus Bailey
Polly Baines
Charlotte Curtis (resigned 17 January 2026)
Francesca Fowler-Walsh
James Nixey
Thomas Oatey
Jessica Rose
Kathryn Hargreaves
Alex McMenemy (appointed 23 February 2025)
Harry Mitchell (appointed 23 February 2025)

Company registered number

15893713

Charity registered number

1211473

Registered office

YFC Centre, Unit 178/9 10th Street
Stoneleigh Park
Kenilworth
CV8 2LG

Company secretary

James Eckley

Independent auditor

Crowe U.K. LLP
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025

Introduction

The National Federation of Young Farmers' Clubs (NFYFC) is a charitable company registered under Company Number 15893713 and Charity Number 1211473.

Charitable objects

The NFYFC's objects ('Objects'), as recorded in the governing documents are specifically restricted to the following:

- To advance the education of the members and their knowledge of agriculture, crafts, life skills, rural affairs and country life;
- In the interests of the social welfare of the members to promote and support the provision of facilities for recreation, training and other leisure time occupations, being facilities which will improve their conditions of life and will assist in the development of their spiritual and mental capacities, self-reliance and individual responsibility so that they may grow to full maturity as individuals and members of the community;
- And as means of achieving the above objects to promote the formation and affiliation of Young Farmers' Clubs throughout England and Wales and training of the members to play their full part in the life of the charity's movement.

The charitable aims are delivered through a network of 47 Young Farmers' Clubs (YFC) County Federations and some 565 Young Farmers' Clubs across England and Wales. 22,000 children and young people aged 10 to 28 are members of a local YFC.

YFCs are affiliated to and overseen by the YFC County Federations, and they assist with the administration, disseminate advice and best practice as well providing support as necessary. YFCs are also affiliated to the NFYFC.

Purpose & public benefit

NFYFC exists to support young people living and working in rural communities by providing opportunities for personal development, skills growth, leadership, and community participation. The organisation's activities improve wellbeing, strengthen rural resilience, and ensure that young people have a voice in shaping the future of the rural community and rural economy. These aims directly support NFYFC's charitable objectives and deliver clear public benefit.

Values

During the reporting period the NFYFC values have been reviewed. They are:

Respect and Integrity – doing the right thing

- Treat others with kindness, empathy, and honesty
- Take responsibility to act fairly, ethically and build trust
- Foster inclusive friendships so everyone feels welcome and valued
- Show courage as ambassadors of our positive culture.

Collaboration and Learning – working together to achieve

- Encourage teamwork, cooperation and active communication
- Listen to others and value diverse perspectives and differences to enrich our learning experience
- Create a fun, safe and supportive environment where everyone can learn together
- Empower ourselves and others to connect, learn, share and grow.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

Ambition and Inspiration – the best we can be to make a difference

- Take pride in high standards and be role models to inspire others
- Strive to overcome barriers and open new opportunities with resilience and adaptability
- Take ownership of our impact on ourselves, our community and our environment
- Confidently amplify the voices of rural youth and the communities in which they live.

Structure, governance and management

The National Federation of Young Farmers' Clubs (NFYFC) is a company, incorporated in England and Wales on 13 August 2024 registered under Company Number 15893713 and registered as a charity on 18 December 2024 under Charity Number 1211473.

From 7 June 1940 until 13 August 2024, the NFYFC was a Friendly Society with Special Authority (registration number 52SA) reporting to and regulated by the Financial Conduct Authority (FCA) Mutuals Register. It converted to a Company on 13 August 2024.

Trustees give their time voluntarily and received no benefits from the NFYFC. They may claim out of pocket expenses against receipt or travel.

Officers and Directors insurance is in place in respect of the Directors/Trustees.

Recruitment and appointment of Trustees

Responsibility for recruitment of Trustees is held by the Board, and The Trustees are appointed by the NFYFC Council, in accordance with the bye laws of the charity and following the NFYFC safe recruitment process. New Board members were appointed in 2025 to meet organisational needs and NFYFC's rules and byelaws.

When there are Trustees vacancies, these are advertised and applications are invited. Trustees review the applications and make recommendations to the NFYFC Council for the appointment(s) to be made.

Induction and training of Trustees

The Board of Directors/Trustees holds responsibility for induction and training of Trustees, and this is achieved via briefings on obligations under charity and company law, the articles of association and governing documents. The briefing extends to the strategic goals, the decision-making processes and financial reporting.

The Board is responsible for monitoring the composition of the Board to ensure that it meets the requirement of NFYFC's governing rules including succession planning and monitoring an appropriate balance of expertise, skills, attributes and ability among the Board members.

Decision making/governance

The Trustees make decisions in accordance with the articles of association of the company and the bye laws of the charity in compliance with the Trustee duties as set out by the Charities Commission and Companies House. Decisions are made collectively, and records of decisions are maintained.

The Board: The key purpose of the Board is to manage the NFYFC resources and ensure these are used to further the charitable objectives of the NFYFC whilst managing finance, risk and the organisational reputation of the NFYFC.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

The Board reviews which matters are reserved to the Board and which matters can be delegated. It uses delegation through agreed schemes of delegation which set the detail and limits of authorities in place. The schemes of delegation are used to delegate to a subcommittees or to senior management personnel.

The Board reviews the NFYFC's key policies and procedures to ensure these support the delivery of the NFYFC's aims and address organisation risk and reputation management. The Board ensures that work plans and budgets use funds to further the objectives of the NFYFC and make best use of available resources.

Arrangements for setting pay and remuneration of key management personnel

Responsibility for remuneration of all staff, including key management personnel, is held by the Appointments, Staffing & Remuneration subcommittee through terms of reference and a scheme of delegation, approved by the Board of Directors/Trustees. The subcommittee is responsible for examining staffing needs and recommending a staff structure. It may advise on revising personnel policies and establishing a salary policy.

Organisational changes

There have not been any organisational changes during this reporting period.

Financial review

The trading deficit for year is (£165,922), achieved through income of £921,239 against trading expenditure of £1,087,161.

This deficit is funded through a budgeted draw down of reserve funds.

Net gains on NFYFC investments were £248,515, bringing a total net movement in funds to (£82,593).

Total funds carried forward at the end of the year are £2,840,651. These comprise of restricted funds in the value of £1,176,571 (note 19), and unrestricted funds of £1,664,080.

The organisation's medium term financial plans incorporate the financial impact of the Covid 19 lockdowns experienced during 2020, 2021 and into 2022, and the delayed financial effect of the subsequent increases to the NFYFC member subscription. The NFYFC member subscription continues to represent a vital source of income for the organisation.

The wider national economic environment continues to present significant challenges. Increasing operational costs for commercial sponsors and supporters have placed substantial pressure on their budgets, resulting in greater difficulty in securing external funding. This situation has created a more constrained and competitive landscape for generating sponsorship and partnership income.

The increase in employer National Insurance contributions, effective from April 2025, placed additional pressure on the organisation's cost base and increased costs to many of the services essential to the NFYFC. More use and reliance on digital services put further pressure on costs to the NFYFC.

The wider geopolitical environment continues to generate significant uncertainty, contributing to volatile market conditions. As a result, the value and income generated from NFYFC's investment portfolio are difficult to forecast.

Digital transformation of the organisation is a priority and dedicated staff resource (Field Officers) to assist county federations with organisational change, most particularly as the turnover of county employed staff is now higher than ever before. The NFYFC has continued and strengthened the county staff induction programme to assist YFC county federations and helped YFC county federations during staffing gaps to provide continuity and consistency as necessary.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

Society and local communities continue to evolve, and NFYFC is adapting to these changing expectations. This includes maintaining safeguarding and wellbeing procedures as a priority, supporting YFC to welcome everyone whatever their background, and responding appropriately to the presence and pressures of social media in the lives of everyone.

Reserves policy

The Board conducts an annual review of the reserves policy to ensure financial stability. The policy is designed to balance ongoing expenditure with the need for contingency planning against potential income reductions.

Given NFYFC's annual membership model and past financial impacts/decisions influenced by events such as the COVID-19 pandemic, the Board has determined that a reserve equivalent to one year's operating expenditure is necessary.

At the end of 2025, NFYFC's general free reserves stood at £1.31 million equating to one year's operating expenditure (2026 budget) and ensuring resilience against unforeseen circumstances. Of this amount £81,481 is designated funds. Free reserves amount to 53% of funds held in reserve.

Restricted funds stood at £1.17 million (note 21) representing 47% of funds held in reserve.

The Trustees conclude that it is appropriate to treat the NFYFC as a going concern.

Investment policy

NFYFC has invested funds in fixed-interest government stocks, corporate bonds, and equities. The Board is satisfied with the returns generated from these investments.

Risk review

The Board maintains a risk register to assess and mitigate threats. Key areas of identified risk captured in the risk register, with mitigations against them, include:

- Safeguarding risks, including historical disclosure risk
- Compliance with statutory regulations (Health and Safety, Safeguarding, Employment, etc.)
- External risk (media and PR, funders and grant holders, local and UK political landscape/changes, reputation risk by association)
- Financial risk to maintain financial stability - through Internal controls for authorising transactions and maintaining consistency, adequate reserves, diversified and suitable investments and fundraising plans, and checks to ensure the proper use of charity funds and remaining alert to financial fraud risks
- Conflicts of interests, working to governing documents, Trustees equipped with necessary knowledge, staff with necessary experience and knowledge.
- IT and cyber risks – work continues and is on-going and will be a cost to the NFYFC that continues.

Membership & services provided to membership

NFYFC recorded 22,090 full members aged 10 to 28 in 2025. Membership is approximately 50% under the age of 18 (children) and 50% young adults. This wide age range is supported by the NFYFC programmes of work to ensure YFC is member focused – across the age range of 10 to 28 years. The support is directed to assist the charity trustees of local YFC clubs to manage their trustee responsibilities and to provide YFC club programming opportunities and assistance to meet the charitable objectives of these charities.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

NFYFC serves as the umbrella organisation for Young Farmers' Clubs (YFCs) and county federations to support YFC clubs and county federations with:

- Governance, leadership and compliance
 - o Assisting set governance standards for county federations and clubs
 - o Providing policies, procedures and guidance (e.g., safeguarding, health and safety, equality, data protection)
 - o Supporting counties with compliance, risk management and constitutional matters
 - o Providing training plans and content club officer training to strengthen club management.
- Safeguarding & welfare
 - o Developing and maintaining national safeguarding policies
 - o Providing training, advice and case handling support to county federations
 - o Offering guidance on collaborating with members with additional needs
 - o Ensuring safeguarding standards across the organisation.
- Training, learning & development
 - o Designing and delivering accredited and non-accredited training programmes
 - o Supporting leadership development for young people and volunteers
 - o Providing resources for skills development, personal development and employability.
- NFYFC events, competitions & programmes
 - o Coordinating the NFYFC competitions programme
 - o Delivering national events, summit and conferences
 - o Providing international travel opportunities for YFC members
 - o Providing templates and resources for county and club level delivery.
- Representation & advocacy
 - o Acting as the national voice for young people in rural communities - advocating for their interests in agriculture and youth policy
 - o Engaging with government, rural organisations and stakeholders
 - o Influencing on issues affecting young people and the rural economy.
- Membership support
 - o Providing a national membership system (digital provision)
 - o Brokering insurance cover for levels of the YFC
 - o Offering guidance and support to county federations leaders and staff
 - o Providing access to professional services and support, for example Employment Helpline / Consultancy, GDPR/DPO.
- Communications & digital
 - o Providing national communications, branding and promotional materials
 - o Managing national social media, website and digital platforms
 - o Supporting counties with communication messaging.
- Partnerships, fundraising & sponsorship
 - o NFYFC's activities are significantly funded through membership fees, fundraising efforts and strategic partnerships, which help expand programme content and reach of the charity objects
 - o Securing sponsorships and partnerships to further the work and reach of the organisation
 - o Managing relationships with corporate supporters and funders.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

- **Operational & administrative**

- o Providing operational and administrative guidance to counties
- o Providing an induction programme for county employed staff
- o Providing guides, handbook, templates, toolkits and associated resources
- o Supporting counties through change, challenges and with administrative management that are compliant and contemporary.

Activities

During the reporting period, NFYFC delivered a wide range of national programmes and services, including:

- A structured national competitions programme promoting skills, teamwork and confidence
- Training and development opportunities for members, volunteers and county officers
- Safeguarding guidance, case support and policy development for county federations
- Advocacy and representation on issues affecting rural young people.

These activities were delivered in partnership with YFC clubs, county federations, volunteers, sponsors and sector organisations.

The key activities

Agriculture & rural

YFC members, staff and visitors are encouraged to use the Agricultural Knowledge Hub, a project supported by Defra and shared with industry which offers access to a diverse range of resources from the NFYFC website. This includes an explanation of how the YFC AGRI work represents the rural, next generation voice, consultation responses, research projects, podcasts, training and many club programming ideas as well as support and information. The addition of two new land and business opportunity services proves the power of collaboration as previous NFYFC feasibility studies and experience were shared to help develop the new schemes.

The ongoing collaborative relationships with industry and Defra enable YFC members to have opportunities such as attending the Oxford Farming Conference, funded BASIS Principles of Sustainable Farming online courses and innovative, ambassadorial training as well as hearing from industry experts. Peer networks are created and feedback shared within YFC AGRI's project podcasts for young people studying or working in land-based sectors. A dedicated and very successful next generation programme of seminars took place at Cereals 2025 and YFC AGRI continues to work with the Cereals organisers for the 2026 event in Gloucestershire which will now offer a two-day programme of seminars within the YFC area.

After much discussion with YFC members, the Defra Future Land Use consultation response was submitted and a submission capturing many suggestions for Baroness Batters' Farming Profitability Review. A dedicated YFC Uplands discussion was held with Defra in Cumbria and a follow-up call allowed much input from a next generation perspective to be shared. There was YFC representation at the Defra Futures co-creation workshop and subsequent feedback meeting. England's 25-year Farming Roadmap meetings with Defra were encouraged in 2025 and Buckinghamshire FYFC were guided to hold a very successful county event with Defra in September. The Defra roadmap workshop events continue, and an interactive presentation and workshop was held with Oxfordshire FYFC members and Defra at the beginning of January 2026. The Defra regional workshop invitations were also extended to YFC members and a national Defra roadmap workshop held on 22 January had NFYFC representation.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

Current Defra Grant projects' progress is as follows:

- Launch of Business Innovation Challenge during National Young Farmers' Week
- Mentoring and Coaching offer from TwoCan Mentoring was introduced at the NFYFC October One Team Conference and funded places will be available for ten YFC members.
- The New Voices 2 training event took place in November at the National Conference Centre, Birmingham and a podcast of the event is scheduled for release late January / February. This enables those who were unable to attend to hear training techniques and advice.

Two farm and campus visits were held in November 2025 at FAI Farms Oxford. An overview of project work undertaken at FAI Farms, home of the Adaptive Multi Paddock (AMP) grazing project and sponsored by McDonald's and the Warwick University Crop Centre, showing YFC members ongoing research on outdoor and protected crops, particularly field vegetables.

YFC members are continually represented at relevant industry and Defra meetings. These include the Farm Tenancy Forum, TIAH's Industry Careers Group, the RPA Welfare Forum, Defra Farming and Countryside Programme Forum, Farming Advice Service Stakeholder group, Countryside Classroom, LEAF and LEAF Education, NFU Farming Organisations' Roundtable to name just a few. Where and when possible, YFC representatives are given the opportunity to attend, and feedback and opinions are gathered from the extensive YFC AGRI group and shared.

The ongoing geopolitical instability and the impacts of climate change continue to compound the challenges facing the UK's family farming businesses, small and medium sized enterprises, and charities. These pressures are intensified by uncertainty on government policy and support for many farming, rural and community-based organisations. The implications extend beyond economic pressures, and unity and informed, impartial support is essential. NFYFC continues to demonstrate a strong commitment to supporting its members and wider communities, promoting ideas, resilience and awareness, and providing encouragement wherever possible.

Competitions & travel

NFYFC competitions remain very popular, providing valuable learning experiences. The NFYFC devises a programme comprising of 34 competitions, designed to form a YFC club activity focused on learning, teamwork, gaining new experiences and self-development.

The outcomes of the competitions include increased confidence, acquiring new skills and experiences together with learning of the power of teamwork and importantly, establishes social connections, that are essential to young people and their wellbeing.

YFC Members participated in travel programmes to destinations including:

- Hungary
- Iceland
- Latvia
- New Zealand
- Slovenia
- South Africa
- Sri Lanka
- Herefordshire (Youth Adventure).

Community engagement

YFC clubs actively engage in community service, such as organising events around national celebrations and raising funds for rural charities.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

Digital transformation

NFYFC has prioritised digital working, including:

- Continued development of its website for access to information, guidance and resources on demand.
- Streamlined membership administration via the SILO system. During 2025 a digital process was piloted (for 2026 launch) to administer YFC activities, principally YFC competitions
- Communication via digital newsletters, online meetings, surveys, and social media platforms.
- Communicating cyber risks and management practices/tools to minimise this.

Training & learning

NFYFC has accessible training through an on-demand e-learning platform, providing safeguarding awareness training for charity trustees – those charity trustees in every YFC club and county federation. Key training initiatives in 2025 included:

- Online safeguarding awareness training for all club officials and those in positions of trust.
- Designated bespoke safeguarding officer training for the Designated Safeguarding Leads in county federations
- Designated safeguarding officer refresher training for the Designated Safeguarding Leads in county federations
- County staff induction (new staff employed by YFC county federations). 3 cohorts participated in the induction programme
- Regular county staff workshops
- Ad hoc training for county staff and those in leadership roles
- Conference for county leaders and county staff
- Mental health first aid – for all NFYFC staff

Volunteers

Volunteers remain essential to YFC operations, with 10%+ of members serving as charity Trustees and another 10%+ involved in event planning. Thousands more provide local club support, ensuring YFC remains a vibrant and inclusive organisation.

NFYFC is indebted to and expresses its gratitude to all members, volunteers, and partners/supporters who contribute to the ongoing work of the NFYFC. These people are the mainstay of YFC activities and programming.

Outputs achieved

NFYFC's work resulted in a range of measurable outputs, including:

- Delivery of national competitions and events attended by YFC members from across England and Wales
- Training sessions supporting leadership, safeguarding, officer development and personal skills
- Publication of updated safeguarding and governance resources
- Engagement with government and industry bodies on rural issues and youth issues
- Support to counties in meeting compliance and operational requirements

These outputs demonstrate the breadth of NFYFC's national role as an umbrella body.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

Outcomes for members & communities

Feedback from members, volunteers and county federations indicates that NFYFC's activities contributed to:

- Increased confidence, communication and leadership skills among young people
- Improved safeguarding practice and safer environments for children and vulnerable members
- Greater inclusion and support for individuals with additional needs
- Enhanced wellbeing and reduced isolation through social and community activities
- Stronger governance and operational resilience within county federations
- Increased awareness of rural issues and the role of young people in agriculture and community life

These outcomes reflect NFYFC's contribution to the personal development and wellbeing of young people in rural areas.

Impact

Young Farmers Clubs continue to play a significant role in supporting the personal development, wellbeing and future prospects of young people living in rural communities, through a combination of youth-led activity, volunteering, training and social engagement. Opportunities that are often limited or inaccessible to young people in rural areas.

NFYFC's work to support county federations and YFCs continues to have a meaningful impact on rural young people and their communities. In particular, the organisation:

- Provides a national framework that enables thousands of young people to access safe, structured and developmental opportunities through local Young Farmers Clubs.
- Strengthens the capacity of county federations to deliver high-quality youth work by providing guidance, training, governance support and national coordination.
- Contributes to the resilience of rural communities through volunteering, community projects, charitable activity and sustained local engagement.
- Amplifies the voice of young people in national discussions on farming, food security, land use, environmental policy and rural livelihoods, ensuring rural youth perspectives are represented at a strategic level.

Evidence from the 2024 Membership Experience Survey demonstrates that participation in YFCs delivers positive outcomes across a wide range of areas. Members report increased confidence, improved practical and transferable skills, stronger social connections and a greater sense of belonging within their local communities. These outcomes are particularly important given the geographic isolation, transport challenges and limited access to services experienced by many rural young people.

To strengthen understanding of this impact, NFYFC undertook a Social Return on Investment (SROI) analysis during the reporting period. The analysis was informed by 2,836 responses to the 2024 Membership Experience Survey (representing approximately 12% of membership) and independently calculated using the Social Value Engine, an online tool accredited by Social Value International.

The SROI analysis found that for every £1 invested in NFYFC activity, £4.51 of social value is created, demonstrating a strong return on investment and the effectiveness of YFCs in delivering meaningful outcomes for young people and rural communities.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

Across the reporting period, NFYFC activity generated an estimated £10.0 million in total social value, based on organisational expenditure and a further £0.96 million contribution through volunteer time and leadership. This highlights the vital role of volunteers in extending the reach and impact of YFC activity.

The social value generated was primarily driven by:

- Improved mental health and emotional wellbeing, accounting for approximately 25% of total social value, linked to increased confidence, self-esteem and resilience.
- Personal development and skills, representing around 35% of total value, including teamwork, communication, leadership and practical capability.
- Employment and economic outcomes, contributing approximately 18% of total value, reflecting the development of work-ready skills and pathways into rural employment.
- Social connection and community engagement, accounting for around 9% of total value, through participation in clubs, committees and community projects.

These findings are supported by survey evidence, with 77% of members reporting improved career prospects, 85% developing new practical skills, 91% reporting increased confidence working as part of a team, and 94% stating that participation in YFC activities contributes positively to their mental health and emotional wellbeing. The SROI analysis also demonstrated strong alignment with the United Nations Sustainable Development Goals, particularly Good Health and Wellbeing (approximately 68% of total social value) and Decent Work and Economic Growth (approximately 32%).

This independent SROI analysis strengthens NFYFC's sustainability by providing clear, credible evidence of impact that meets the expectations of society and of funders. Trustees can be confident this work provides a robust evidence base to support strategic decision-making.

Evidence & improvement

NFYFC gathers evidence through:

- Member and volunteer feedback and surveys
- County federation consultations
- Safeguarding and governance casework
- Event evaluations and training assessments
- Engagement with external partners and stakeholders

This evidence informs continuous improvement and ensures that NFYFC's programmes remain relevant, safe and effective.

Future plans

NFYFC has identified several priorities for the coming year:

- Strengthening impact measurement and data collection across national and county activities
- Continuing to enhance safeguarding practice and inclusion
- Providing training and development opportunities for members and volunteers
- Supporting counties to adapt to changing expectations in governance, compliance and working with and for children and young people
- An ambition to increase advocacy on topics affecting rural young people

These are reflected NFYFC's strategic plan and its ambition to deliver public benefit and improving the experiences of young people in rural England and Wales.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025

Statement of Trustees' responsibilities

The Trustees 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).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial which give a true and fair view of the state of affairs of the Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles of the Charities SORP (FRS 102);
- Make judgments and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed.

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.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Auditor

The auditor, Crowe U.K. LLP, has indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the Board of Trustees and signed on their behalf by:



Natalie McGinn

Trustee

Date: 10/3/26

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF MANAGEMENT OF NATIONAL FEDERATION
OF YOUNG FARMERS' CLUBS**

Opinion

We have audited the financial statements of National Federation of Young Farmers' Clubs (the 'Federation') for the year ended 31 December 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2025 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF MANAGEMENT OF NATIONAL FEDERATION
OF YOUNG FARMERS' CLUBS (CONTINUED)**

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditor's Report thereon. The Trustees are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF MANAGEMENT OF NATIONAL FEDERATION
OF YOUNG FARMERS' CLUBS (CONTINUED)**

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks within which the Federation operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, Financial Reporting Standard 102 and Charities Statement of Recommended Practice (SORP).

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be the override of controls by management. Our audit procedures to respond to these risks included enquiries of management about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals and reviewing accounting estimates for biases, reviewing regulatory correspondence and reading of minutes of meetings of those charged with governance.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF MANAGEMENT OF NATIONAL FEDERATION
OF YOUNG FARMERS' CLUBS (CONTINUED)**

Use of our report

This report is made solely to the Federation in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Federation those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Federation for our audit work, for this report, or for the opinions we have formed.



Helen Blundell LLB FCA FCIE DChA (Senior Statutory Auditor)

for and on behalf of

Crowe U.K. LLP

Statutory Auditor

Black Country House

Rounds Green Road

Oldbury

West Midlands

B69 2DG

Date: 29 April 2026

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2025**

	Note	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Income from:					
Donations, sponsorship and legacies	4	83,260	59,574	142,834	217,262
Charitable activities:					
Membership subscription		646,457	-	646,457	563,228
Investments:	5				
Other investment income		44,978	11,777	56,755	64,709
Other income	6	75,193	-	75,193	82,246
Total income		849,888	71,351	921,239	927,445
Expenditure on:					
Charitable activities:	7				
Direct programme expenditure		401,023	64,991	466,014	521,228
Other expenditure		595,413	25,734	621,147	667,513
Total expenditure		996,436	90,725	1,087,161	1,188,741
Net expenditure before net gains on investments		(146,548)	(19,374)	(165,922)	(261,296)
Net gains on investments	14	184,382	64,133	248,515	121,502
Net movement in funds		37,834	44,759	82,593	(139,794)
Reconciliation of funds:					
Total funds brought forward		1,626,246	1,131,812	2,758,058	2,897,852
Net movement in funds		37,834	44,759	82,593	(139,794)
Total funds carried forward		1,664,080	1,176,571	2,840,651	2,758,058

The notes on pages 21 to 44 form part of these financial statements.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)
REGISTERED NUMBER: 15893713

BALANCE SHEET
AS AT 31 DECEMBER 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible assets	13	382,823	421,720
Investments	14	2,488,066	2,444,059
		<u>2,870,889</u>	<u>2,865,779</u>
Current assets			
Stocks		3,133	4,458
Debtors	15	52,559	60,225
Cash at bank and in hand		496,949	329,028
		<u>552,641</u>	<u>393,711</u>
Current liabilities			
Creditors: amounts falling due within one year	16	(577,647)	(495,079)
Net current assets / liabilities		<u>(25,006)</u>	<u>(101,368)</u>
Total assets less current liabilities		<u>2,845,883</u>	<u>2,764,411</u>
Creditors: amounts falling due after more than one year	17	(5,232)	(6,353)
Total net assets		<u><u>2,840,651</u></u>	<u><u>2,758,058</u></u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)
REGISTERED NUMBER: 15893713

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2025

	Note	2025 £	2024 £
Charity funds			
Restricted funds	19	1,176,571	1,131,812
Unrestricted funds	19	1,664,080	1,626,246
Total funds		<u>2,840,651</u>	<u>2,758,058</u>

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Natalie McGinn
Trustee

Date:


10/3/26

The notes on pages 21 to 44 form part of these financial statements.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2025

	Note	2025 £	2024 £
Cash flows from operating activities			
Net cash used in operating activities	22	(81,309)	(163,815)
Cash flows from investing activities			
Dividends, interests and rents from investments		56,755	64,709
Purchase of tangible fixed assets		(770)	(2,947)
Purchase of investments		(56,755)	(64,671)
Disposals of investments		250,000	200,000
Net cash provided by investing activities		249,230	197,091
Change in cash and cash equivalents in the year		167,921	33,276
Cash and cash equivalents at the beginning of the year		329,028	295,752
Cash and cash equivalents at the end of the year	23	496,949	329,028

The notes on pages 21 to 44 form part of these financial statements

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

1. General information

The National Federation of Young Farmers' Club is a charitable company limited by guarantee, registered with Companies House (registered number: 15893713 England & Wales) and the Charity Commission (registered number: 1211473). Its registered principal office is Yfc Centre Unit 178/9 10th Street, Stoneleigh Park, Kenilworth, Warwickshire, CV8 2LG.

On 13 August 2024, the Society converted from Friendly Society to Charitable Company. The Charitable Company was also subsequently registered with the Charity Commission.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

National Federation of Young Farmers' Clubs meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Company applied merger accounting rather than acquisition accounting for the transfer of the Society into a Charitable Company. Under merger accounting basis, the financial statements have been presented as if they have always been a Charitable Company and no goodwill has arisen as a result of this.

2.2 Going concern

The Board of Management are of the view that the Charity holds sufficient free reserves to meet its obligation for the foreseeable future and these accounts are therefore prepared on a going concern basis.

2.3 Income

Donations, sponsorship and grants receivable for specific purposes are recognised as income when the amount receivable can be reliably measured, receipt is probable and the Federation is entitled to the income.

All other income is accounted for on an accruals basis.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

2. Accounting policies (continued)

2.4 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 allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Federation's objectives, as well as any associated support costs.

Charitable activities and Governance costs are costs incurred on the Federation's operations, including support costs and costs relating to the governance of the Federation apportioned to charitable activities.

The resources expended are classified under the Federation's functional categories of expenditure rather than the type of expense in order to provide more useful information. Costs included within each functional category comprise direct expenditure including direct staff costs attributable to the activity. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with budgeted use of resources.

2.5 Government grants

Government grants are credited to the Statement of Financial Activities as the related expenditure is incurred.

2.6 Intangible assets and amortisation

Intangible assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following basis:

Software	- 20 % straight line basis
----------	----------------------------

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

2. Accounting policies (continued)

2.7 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following bases:

Short-term leasehold property	- over the period of the lease
Furniture and equipment	- 3-7 years straight line basis

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

The investment policy of the Trustees is long term to ensure the protection of the Federation's capital base as well as providing an annual income. The effect of this policy is that the surplus arising on the annual revaluation of investments is not regarded as available for distribution.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

2.10 Financial instruments

The Federation only enters into a basic financial instrument transactions that result in the recognition of the financial assets and liabilities like trade and other debtors and creditors.

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

2. Accounting policies (continued)

Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Provisions are measured at the best estimate of the amounts required to settle the obligation.

2.11 Pensions

The Federation operates a defined contribution pension scheme and the cost is charged to the Statement of Financial Activities.

The Federation also participates in a multi-employer defined benefit pension scheme. It is not possible for the Federation to obtain sufficient information to enable it to account for the scheme as a defined benefit therefore it is accounted for as a defined contribution scheme.

2.12 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Federation and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Federation for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2.13 Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

3. Critical accounting estimates and areas of judgement

Management has not made any significant judgements in the process of applying the accounting policies and there are no areas of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

4. Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £
Donations and sponsorship	30,260	14,809	45,069
Grants	53,000	44,765	97,765
Total 2025	83,260	59,574	142,834
	<i>Unrestricted funds 2024 £</i>	<i>Restricted funds 2024 £</i>	<i>Total funds 2024 £</i>
Donations and sponsorship	42,814	9,069	51,883
Grants	48,000	117,379	165,379
<i>Total 2024</i>	<i>90,814</i>	<i>126,448</i>	<i>217,262</i>

Grants received

	2025 £	2024 £
Defra	28,949	23,983
Jonathan Billing Charitable Trust	-	43,981
Elizabeth Creak Charitable Trust	15,000	10,000
NFU Mutual Charitable Trust	38,000	38,000
Rural Youth Trust	-	36,255
Farming the future	-	13,160
Students Organising for Sustainability UK	5,258	-
Young Gamechangers Fund	4,558	-
Farm Safety Foundation (FCN)	6,000	-
	97,765	165,379

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

5. Investment income

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £
Investment income	44,978	11,777	56,755

	<i>Unrestricted funds 2024 £</i>	<i>Restricted funds 2024 £</i>	<i>Total funds 2024 £</i>
Investment income	47,994	16,715	64,709

6. Other incoming resources

	Unrestricted funds 2025 £	Total funds 2025 £
Club supplies	2,931	2,931
Other receipts	72,262	72,262
Total 2025	75,193	75,193

	<i>Unrestricted funds 2024 £</i>	<i>Total funds 2024 £</i>
Other receipts	79,149	79,149
Club supplies	3,097	3,097
Total 2024	82,246	82,246

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

7. Analysis of resources expended

	Salary costs £	Other costs £	Depreciation £	2025 £	2024 £
Direct programme expenditure					
Club supplies	3,189	3,065	-	6,254	9,819
Youth work and training	209,219	51,940	-	261,159	315,068
Travel	11,797	12,998	-	24,795	23,027
Competitions	72,899	32,078	-	104,977	84,262
Agricultural and rural issues	39,726	20,621	-	60,347	77,426
26 County support		8,482	-	8,482	11,626
	<u>336,830</u>	<u>129,184</u>	<u>-</u>	<u>466,014</u>	<u>521,228</u>
Other expenditure					
Central	55,827	118,650	38,455	212,932	228,466
Management	38,411	74,444		112,855	112,014
Governance	53,271	26,198		79,469	88,869
Fundraising and marketing	40,801	99,506		140,307	157,731
Information technology	41,648	32,724	1,212	75,584	80,433
	<u>229,958</u>	<u>351,522</u>	<u>39,667</u>	<u>621,147</u>	<u>667,513</u>
Total 2025	<u>566,788</u>	<u>480,706</u>	<u>39,667</u>	<u>1,087,161</u>	<u>1,188,741</u>
Total 2024	<u>607,145</u>	<u>541,234</u>	<u>40,362</u>	<u>1,133,225</u>	<u>1,133,225</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

Analysis of resources expended (continued)

	Salary costs	Other costs	Depreciation	2024	2023
	£	£	£	£	£
Direct programme expenditure					
Club supplies	7,356	2,463	-	9,819	9,235
Youth work and training	244,075	70,993	-	315,068	266,974
Travel	11,011	12,016	-	23,027	20,374
Competitions	53,052	31,210	-	84,262	74,345
Agricultural and rural issues	48,227	29,199	-	77,426	74,491
26 County support	-	11,626	-	11,626	16,522
Ball Event	-	-	-	-	14,541
	<u>363,721</u>	<u>157,507</u>	<u>-</u>	<u>521,228</u>	<u>476,482</u>
Other expenditure					
Central	61,139	129,642	37,685	228,466	228,466
Management	35,001	77,013	-	112,014	112,014
Governance	67,343	21,526	-	88,869	88,869
Fundraising and marketing	39,814	117,917	-	157,731	157,731
Information technology	40,127	37,629	2,677	80,433	80,433
	<u>243,424</u>	<u>383,727</u>	<u>40,362</u>	<u>667,513</u>	<u>667,513</u>
Total 2024	<u>607,145</u>	<u>541,234</u>	<u>40,362</u>	<u>1,188,741</u>	<u>1,133,225</u>
Total 2023	<u>581,205</u>	<u>510,396</u>	<u>41,624</u>	<u>1,133,225</u>	<u>942,622</u>

8. Auditor's remuneration

	2025	2024
	£	£
Fees payable to the Federation's auditor for the audit of the Federation's annual accounts	16,500	15,750
Fees payable to the Federation's auditor in respect of: Other non-audit services	<u>6,810</u>	<u>2,375</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

9. Net gains on investments

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £
Net realised and unrealised gains/(losses) on listed investments	184,382	64,133	248,515
		<i>Unrestricted funds 2024 £</i>	<i>Total funds 2024 £</i>
Net realised and unrealised gains/(losses) on listed investments		121,502	121,502

10. Staff costs

	2025 £	2024 £
Wages and salaries	484,569	524,252
Social security costs	49,722	49,292
Contribution to defined contribution pension schemes	32,497	33,601
	566,788	607,145

During the year there were no redundancy or termination payments recognised.

The average number of persons employed by the Federation during the year was as follows:

	2025 No.	2024 No.
Employees	13	14

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2025 No.	2024 No.
In the band £70,001 - £80,000	1	1

Key management personnel for the Federation is considered to be the Executive Directors who received emoluments of £257,382 (2024 - £262,426).

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits.

During the previous year, four Trustees were paid Honoraria totalling £6,000 in respect of services provided. This was previously permissible under Friendly Society regulations however payments ceased since registration with the Charity Commission was confirmed on 18 December 2024.

During the year ended 31 December 2025, expenses totalling £11,867 were reimbursed or paid directly to 9 Trustees (2024 - £7,930 to 11 Trustees).

12. Intangible assets

	Software £
Cost	
At 1 January 2025	5,200
At 31 December 2025	<u>5,200</u>
Amortisation	
At 1 January 2025	5,200
At 31 December 2025	<u>5,200</u>
Net book value	
At 31 December 2025	<u><u>-</u></u>
At 31 December 2024	<u><u>-</u></u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

13. Tangible fixed assets

	Short-term leasehold property £	Furniture and equipment £	Total £
Cost or valuation			
At 1 January 2025	511,821	157,969	669,790
Additions	-	770	770
At 31 December 2025	511,821	158,739	670,560
Depreciation			
At 1 January 2025	144,821	103,249	248,070
Charge for the year	18,277	21,390	39,667
At 31 December 2025	163,098	124,639	287,737
Net book value			
At 31 December 2025	348,723	34,100	382,823
At 31 December 2024	367,000	54,720	421,720

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

14. Fixed asset investments

	Listed investments £	Cash with broker £	Total £
Cost or valuation			
At 1 January 2025	2,396,822	47,237	2,444,059
Additions	-	56,755	56,755
Disposals	-	(250,000)	(250,000)
Gain on investments less investment managers fees	237,252	-	237,252
Transfers	(161,468)	161,468	-
At 31 December 2025	<u>2,472,606</u>	<u>15,460</u>	<u>2,488,066</u>

The total investment gain included in the note above relates only to the net unrealised gains that contribute to the investments held at the year end.

15. Debtors

	2025 £	2024 £
Trade debtors	19,563	28,077
Other debtors	221	-
Prepayments and accrued income	32,775	32,148
	<u>52,559</u>	<u>60,225</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

16. Creditors: Amounts falling due within one year

	2025 £	2024 £
Membership subscription received in advance	463,460	414,455
Trade creditors	7,731	9,498
Other taxation and social security	18,626	20,759
Pension liability (see note 25)	4,186	5,705
Accruals and deferred income	83,644	44,662
	<u>577,647</u>	<u>495,079</u>

Membership subscription received in advance related to quarterly payments of memberships all related to the subsequent financial period which is all of which released in the subsequent financial period.

	2025 £	2024 £
Deferred income		
Deferred income at 1 January 2025	10,852	58,489
Resources deferred during the year	42,790	10,852
Amounts released from previous periods	(10,852)	(58,489)
	<u>42,790</u>	<u>10,852</u>

Deferred income related to grant and event income received for projects and events in future periods, this is included in the accruals and deferred income figure within creditors.

17. Creditors: Amounts falling due after more than one year

	2025 £	2024 £
Pension liability (see note 25)	5,232	6,353
	<u>5,232</u>	<u>6,353</u>

18. Financial instruments

	2025 £	2024 £
Financial assets		
Financial assets measured at fair value through income and expenditure	2,472,606	2,396,822
	<u>2,472,606</u>	<u>2,396,822</u>

Financial assets measured at fair value through income and expenditure comprise listed investments.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

19. Statement of funds

Statement of funds - current year

	Balance at 1 January 2025 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2025 £
Unrestricted funds					
Designated funds					
International fund	29,432	-	-	-	29,432
Investment reserve	52,049	-	-	-	52,049
	<u>81,481</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,481</u>
General funds					
General funds	1,544,765	796,888	(943,436)	184,382	1,582,599
NFU Mutual Trust	-	38,000	(38,000)	-	-
Elizabeth Creak Trust	-	15,000	(15,000)	-	-
	<u>1,544,765</u>	<u>849,888</u>	<u>(996,436)</u>	<u>184,382</u>	<u>1,582,599</u>
Total Unrestricted funds	<u>1,626,246</u>	<u>849,888</u>	<u>(996,436)</u>	<u>184,382</u>	<u>1,664,080</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

19. Statement of funds (continued)

	Balance at 1 January 2025 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2025 £
Restricted funds					
YFC Centre endowment fund	22,193	457	(458)	2,487	24,679
YFC Centre fixed asset fund	367,000	-	(18,277)	-	348,723
King George VI development fund	550,082	11,320	(11,320)	61,646	611,728
International fund	29,446	-	-	-	29,446
Cotterell fund	2,824	-	-	-	2,824
Australia fund	28,871	-	-	-	28,871
Wheatland memorial trust	6,882	-	(1,096)	-	5,786
J Billing Charitable fund	124,514	-	-	-	124,514
NFU Mutual Farm Safety Foundation	-	6,000	(6,000)	-	-
The Farmers Company Charitable Fund	-	1,700	(1,700)	-	-
Archer Daniels Midlands (ADM)	-	9,652	(9,652)	-	-
Young Farmers Ambassadors (YFA)	-	2,000	(2,000)	-	-
Tenbury show	-	1,458	(1,458)	-	-
Farming the future	-	5,258	(5,258)	-	-
DEFRA	-	28,948	(28,948)	-	-
Young Gamechangers Fund	-	4,558	(4,558)	-	-
	<u>1,131,812</u>	<u>71,351</u>	<u>(90,725)</u>	<u>64,133</u>	<u>1,176,571</u>
Total of funds	<u>2,758,058</u>	<u>921,239</u>	<u>(1,087,161)</u>	<u>248,515</u>	<u>2,840,651</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

19. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2024 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 December 2024 £</i>
Unrestricted funds					
Designated funds					
International fund	29,432	-	-	-	29,432
Investment reserve	52,049	-	-	-	52,049
	<u>81,481</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,481</u>
General funds					
General funds	1,655,192	736,282	(968,211)	121,502	1,544,765
NFU Mutual Trust	-	38,000	(38,000)	-	-
Elizabeth Creak Trust	10,000	10,000	(20,000)	-	-
	<u>1,665,192</u>	<u>784,282</u>	<u>(1,026,211)</u>	<u>121,502</u>	<u>1,544,765</u>
Total Unrestricted funds	<u>1,746,673</u>	<u>784,282</u>	<u>(1,026,211)</u>	<u>121,502</u>	<u>1,626,246</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

19. Statement of funds (continued)

	<i>Balance at 1 January 2024 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 December 2024 £</i>
Restricted funds					
YFC Centre endowment fund	22,193	387	(387)	-	22,193
YFC Centre fixed asset fund	385,277	6,726	(25,003)	-	367,000
King George VI development fund	550,082	9,602	(9,602)	-	550,082
International fund	29,446	-	-	-	29,446
Cotterell fund	2,824	-	-	-	2,824
Australia fund	29,178	-	(307)	-	28,871
Wheatland memorial trust	7,755	-	(873)	-	6,882
Defra grant	(90)	23,983	(23,893)	-	-
J Billing Charitable fund	124,514	43,981	(43,981)	-	124,514
The Farmers Company Charitable Fund	-	1,500	(1,500)	-	-
Farming the Future	-	13,160	(13,160)	-	-
Archer Daniels Midlands (ADM)	-	4,111	(4,111)	-	-
Young Farmers Ambassadors (YFA)	-	2,000	(2,000)	-	-
Tenbury show	-	1,458	(1,458)	-	-
Rural Youth Trust	-	36,255	(36,255)	-	-
	<u>1,151,179</u>	<u>143,163</u>	<u>(162,530)</u>	<u>-</u>	<u>1,131,812</u>
Total of funds	<u><u>2,897,852</u></u>	<u><u>927,445</u></u>	<u><u>(1,188,741)</u></u>	<u><u>121,502</u></u>	<u><u>2,758,058</u></u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

19. Statement of funds (continued)

Designated funds

The designated funds represent:

1. Amounts held to meet the costs of specific programmes or future costs at the discretion of the Trustees.
2. Amounts available to protect future operations from shortfalls in income.

Restricted funds

YFC Centre endowment fund

The fund comprises investments earmarked to provide capital for additions to, or replacement of Federation assets. The income from the investments is used to support the annual running costs of the premises and equipment.

YFC Centre fixed asset fund

The fund comprises the premises and equipment of the Federation.

King George VI development fund

The fund comprises earmarked investments from which the income is used to meet the costs of development work.

International fund

To enable the Federation to enhance its international work, particularly through exchange visits.

Cotterell fund

This fund will be used to support the cost of the attendance of a YFC delegate at the Oxford Farming Conference.

Australia fund

This fund represents money collected by people in the Midlands. Income from the fund is to be used to fund NYFYFC Scholarships to Australia for YFA members resident in certain counties in England, and to meet the costs of travel inside the UK for Australian visitors while on NYFYFC's official exchange programme.

Wheatland Memorial trust fund

This fund is for the promotion of farm safety and the ongoing costs of the National Efficiency with Safety competition.

Defra grant

This grant is provided by Defra for the NYFYFC to carry out agreed projects that form part of the agricultural and rural issues programme of work and is ongoing at year end.

J Billing Charitable fund

This fund is to be used to assist with ongoing training and learning (including competitions learning) programmes of work.

The Farmers Company Charitable Fund – Sponsorship for 3 people to attend the Oxford Farming Conference.

Archer Daniels Midland (ADM) – A donation for Cookery Competition.

NFU Mutual Charitable Trust – A donation to cover the training costs of travel and safeguarding.

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

20. Summary of funds

Summary of funds - current year

	Balance at 1 January 2025 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2025 £
Designated funds	81,481	-	-	-	81,481
General funds	1,544,765	849,888	(996,436)	184,382	1,582,599
Restricted funds	1,131,812	71,351	(90,725)	64,133	1,176,571
	<u>2,758,058</u>	<u>921,239</u>	<u>(1,087,161)</u>	<u>248,515</u>	<u>2,840,651</u>

Summary of funds - prior year

	Balance at 1 January 2024 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2024 £
Designated funds	81,481	-	-	-	81,481
General funds	1,665,192	784,282	(1,026,211)	121,502	1,544,765
Restricted funds	1,151,179	143,163	(162,530)	-	1,131,812
	<u>2,897,852</u>	<u>927,445</u>	<u>(1,188,741)</u>	<u>121,502</u>	<u>2,758,058</u>

21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £
Tangible fixed assets	34,100	348,723	382,823
Fixed asset investments	1,851,658	636,408	2,488,066
Current assets	361,201	191,440	552,641
Creditors due within one year	(577,647)	-	(577,647)
Creditors due in more than one year	(5,232)	-	(5,232)
Total	<u>1,664,080</u>	<u>1,176,571</u>	<u>2,840,651</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

21. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2024 £</i>	<i>Restricted funds 2024 £</i>	<i>Total funds 2024 £</i>
Tangible fixed assets	54,720	367,000	421,720
Fixed asset investments	1,845,467	598,592	2,444,059
Current assets	227,491	166,220	393,711
Creditors due within one year	(495,079)	-	(495,079)
Creditors due in more than one year	(6,353)	-	(6,353)
Total	<u><u>1,626,246</u></u>	<u><u>1,131,812</u></u>	<u><u>2,758,058</u></u>

22. Reconciliation of net movement in funds to net cash flow from operating activities

	2025 £	2024 £
Net income/expenditure for the year (as per Statement of Financial Activities)	82,593	(139,794)
Adjustments for:		
Depreciation charges	39,667	42,583
Gain on investments	(248,515)	(121,502)
Dividends, interests and rents from investments	(56,755)	(64,709)
Investment manager fees	11,263	10,732
(Increase)/decrease in stocks	1,325	(1,601)
Decrease in debtors	7,666	96,325
Increase in creditors	84,087	8,116
(Decrease)/increase in pension scheme liability	(2,640)	6,035
Net cash used in operating activities	<u><u>(81,309)</u></u>	<u><u>(163,815)</u></u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

23. Analysis of cash and cash equivalents

	2025 £	2024 £
Cash in hand	<u>496,949</u>	<u>329,028</u>

24. Analysis of changes in net debt

	At 1 January 2025 £	Cash flows £	At 31 December 2025 £
Cash at bank and in hand	329,028	167,921	496,949
	<u>329,028</u>	<u>167,921</u>	<u>496,949</u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

25. Pension commitments

The Federation participates in the scheme, a multi-employer scheme which provides benefits to some 521 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the Federation to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

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

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

A full actuarial valuation for the scheme was carried out at 30 September 2023. This valuation showed assets of £514.9m, liabilities of £531.0m and a deficit of £16.1m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme.

Where the scheme is in deficit and where the Federation has agreed to a deficit funding arrangement the Federation recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

The contributions required and share of liabilities attributable to the Federation are set out below:

Present value of provision

	31 December 2025	31 December 2024	31 December 2023	31 December 2022	31 December 2021
Present value of provision	<u>9,025</u>	<u>12,058</u>	<u>6,023</u>	<u>11,328</u>	<u>20,582</u>

Reconciliation of opening and closing provisions

	2025 £	2024 £
Provision at start of period	12,058	6,023
Unwinding of the discount factor (interest expense)	504	170
Deficit contribution paid	(3,615)	(5,705)
Remeasurements - impact of any change in assumptions	78	75
Remeasurements - amendments to the contribution schedule	-	11,495
Provision at end of period	<u><u>9,025</u></u>	<u><u>12,058</u></u>

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

Income and expenditure impact

	2025 £	2024 £
Interest expense	504	170
Remeasurements - impact of any change in assumptions	78	75
Remeasurements - amendments to the contribution schedule	-	11,405
Costs recognised in income and expenditure account	582	11,650

Assumptions

	31 December 2025 % per annum	31 December 2024 % per annum	31 December 2023 % per annum	31 December 2022 % per annum	31 December 2021 % per annum
Rate of discount	4.05	4.90	5.31	4.96	1.18

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan solutions.

26. Operating lease commitments

At 31 December 2025 the Federation had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2025 £	2024 £
Not later than 1 year	16,208	20,769
Later than 1 year and not later than 5 years	56,976	66,048
Later than 5 years	190,125	203,625
	263,309	290,442

The following lease payments have been recognised as an expense in the Statement of Financial Activities:

	2025 £	2024 £
Operating lease rentals	23,287	22,136

NATIONAL FEDERATION OF YOUNG FARMERS' CLUBS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

27. Related party transactions

A number of members of the Board of Management are also trustees of Rural Youth Trust. During the year grants of £Nil (2024 - £36,255) was received from Rural Youth Trust.