

Dartington Cattle Breeding Trust

Report and Financial Statements

Year ended 31 March 2021

Registered Charitable Trust No. 201135

Dartington Cattle Breeding Trust

Accounts

Year ended 31 March 2021

Contents	Page
Reference and administrative details	1
Trustees' report	2
Independent Examiners' Report	5
Statement of financial activities	6
Balance sheet	7
Notes and accounting policies	8

Dartington Cattle Breeding Trust

Reference and Administrative Details

Year ended 31 March 2021

Legal Status

The Charitable Trust is held and administered by the Trustees in accordance with the Trust Deed dated 6 September 2000. It is registered with the Charity Commission under reference number 201135.

Trustees

D J Anning (Chairman)
J W Usher
R J Sibley BVSc, HonFRCVS (Vice-Chairman)
H J Pendray
P C Smerdon
R H Knowles
E Priest (appointed 30 June 2020)

Trust Manager

Mrs E J Luckes

Principal Address

Hazard Farm
Totnes
Devon
TQ9 7LN

Independent Examiner

Martin Hobbs BSc ACA
Francis Clark LLP
Chartered Accountants
Sigma House
Oak View Close
Edginswell Park
Torquay
TQ2 7FF

Bankers

Lloyds Bank
31 Fore Street
Totnes
TQ9 5HH

Solicitors

Wollens
15-21 Market Street
Newton Abbot
Devon
TQ12 2RN

Investment Managers

Smith and Williamson
M&G Investments

Dartington Cattle Breeding Trust

Trustees' Report

Year ended 31 March 2021

Trustees' Report

The Trustees present their report together with the financial statements of the charity for the year ended 31 March 2021. The financial statements have been prepared in accordance with the accounting policies set out on page 8 and comply with the charity's trust deed and applicable law.

Constitution and objectives

The charity operates under the provisions of a Deed of Variation implemented on 6th September 2000. The objects of the charity (Trust No. 201135), which Trustees review each year, include improving the quality and health of livestock in Great Britain for the benefit of the public by further research, disseminating the useful results of research and otherwise furthering education in livestock breeding, animal husbandry and related subjects. During the year 2009/10 in order to increase the level of public benefit, the objects were extended to include grant making to support new entrants to livestock farming and others developing their livestock enterprises.

Organisation

The names of the Trustees who served during the year and since the year end are set out on page 1. The Board of Trustees who meet regularly during the year appoints trustees. Trustees have complied with their duty to have regard to guidance published by the Charity Commission on public benefit. Trustees are recruited to the Board by a majority vote of existing Trustees.

Grant making policy

Grant funding applications are invited from universities, agricultural colleges, trusts and researchers into cattle breeding and animal health. Publicity of this continues to be achieved by long-established awareness within the cattle breeding academic and veterinary sectors and now through the Trust's involvement with the Agri-Food Charities Partnership, as well as publicly available information from the Charity Commission and through the Trust's website. Trustees consider each application on its merits, the costs and availability of uncommitted grant funds at the time. Educational bursaries are advertised on the Trust's website and other websites, including the Mole Valley Farmers, Cornwall Farmers, Young Farmers and the National Farmers Union, together with correspondence directly with the leading agricultural universities and colleges and local Young Farmers Clubs. Educational grants are awarded to suitable students following recommendations by a sub-committee of Trustees. Five capital grant awards were made during the year. Additional grant funding is allocated through a Community Fund which supports the education of school children about farming and where their food comes from. In previous years the Community Fund has accounted for a substantial element of the grant funding total, however due to the Covid-19 pandemic, a number of school events were cancelled or postponed.

Risk management

Trustees have satisfied themselves that systems or procedures are established to manage risks. Major risks to which the charity is exposed are reviewed by the trustees each year and systems put in place to manage those risks. Areas of risk are mainly confined to those relating to letting of property, actions associated with determining to whom or what organisations grants should be made, and investments managed by reputable professional firms.

Dartington Cattle Breeding Trust

Trustees' Report

Year ended 31 March 2021

Reserves

It remains the policy of the charity to maintain unrestricted funds to meet approved grant fund applications. Grant amounts have varied in past years between £500 and £100,000 per project. The total reserve is held at a level that trustees believe will enable the charity to fund potentially important future research work for which they would not wish to refuse support on the ground of insufficient funds in reserve. Also, the total reserves are used to generate the level of distributable income required to fund the current grant making policies.

Financial review and investment policy

At the beginning of the financial year, the Trustees confirmed in writing with their Investment Manager Smith & Williamson, the investment objective of the charity, which is the continuance of a discretionary power in making investments of medium risk to provide a balanced growth with exposure to gilts, equities, hedge funds, property and investment trusts. Income from investments was used by the charity to further its objects.

Trustees retain substantial investment in the M&G Charifund. The intention of this holding is to increase dividend income alongside continued capital growth in line with the market.

The Trustees' investment property at West Yarner is let on a 5-year full insuring and repairing lease which commenced on 5 December 2019 at a rent of £20,000 per annum.

Grants made within the year were:

	£
Bursaries to agricultural/veterinary students in higher education	27,900
AHDB/AFCP PhD Project – Optimising health and welfare of dairy calves	5,000
AHDB/AFCP PhD Project – Modelling net carbon emissions from dairy production systems	3,500
Capital grants	14,625
Kingfisher Award – Cornwall	1,000
	<hr/>
	52,025
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Dartington Cattle Breeding Trust

Trustees' Report

Year ended 31 March 2021

Trustees' responsibilities

Law applicable to charities in England and Wales requires the trustees to prepare financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must not approve the financial statements unless they are satisfied they give a true and fair view of the state of affairs of the charity and the income and expenditure of the charity for that period.

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

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards and statements of recommended practice have been followed subject to any departures disclosed and explained in the financial statements; and
- prepare the financial accounts on a going concern basis unless it is inappropriate to presume that the charity will continue in business

The trustees are responsible for keeping the accounting records which 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. They are also responsible for safeguarding the assets of the charity and hence for taking steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees and signed on their behalf by:

D J Anning
Chairman

Date: 11 January 2022

Dartington Cattle Breeding Trust

Independent Examiners' Report

Year ended 31 March 2021

I report to the Trustees on my examination of the account of the Dartington Cattle Breeding Trust for the year ended 31 March 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's Statement

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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 accounts 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 accounts to be reached.

Martin Hobbs BSc ACA
Francis Clark LLP
Sigma House
Oak View Close
Edginswell Park
Torquay
TQ2 7FF

Date: 20 January 2022

Dartington Cattle Breeding Trust

Statement of Financial Activities

Year ended 31 March 2021

	Note	2021 £	2020 £
Income			
Investment income	2	160,977	188,665
Total Income		160,977	188,665
Expenditure			
Raising funds	3	27,108	22,514
Charitable activities	3	75,874	88,421
Total Expenditure		102,982	110,935
Net income		57,995	77,730
Net gains / (losses) on investments	6	1,066,434	(709,559)
Net movement in funds		1,124,429	(631,829)
Reconciliation of Funds:			
Total funds brought forward		4,036,828	4,668,657
Total funds carried forward		5,161,257	4,036,828

All funds are unrestricted.

The notes on pages 8 to 12 form part of these accounts.

Dartington Cattle Breeding Trust

Balance Sheet

Year ended 31 March 2021

	Note	£	2021 £	£	2020 £
Fixed assets					
Investments	7		<u>5,097,384</u>		<u>3,976,755</u>
Current assets					
Debtors	8	-		1,000	
Cash at bank and in hand	9	<u>81,456</u>		<u>76,009</u>	
		81,456		77,009	
Liabilities					
Creditors – amounts falling due within one year	10	<u>(17,583)</u>		<u>(16,936)</u>	
Net current assets			<u>63,873</u>		<u>60,073</u>
Total net assets			<u>5,161,257</u>		<u>4,036,828</u>
The funds of the charity:					
Unrestricted funds			<u>5,161,257</u>		<u>4,036,828</u>
Total charity funds			<u>5,161,257</u>		<u>4,036,828</u>

Signed on behalf of the Trustees on 11 January 2022.

D J Anning

R J Sibley

The notes on pages 8 to 12 form part of these accounts.

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2021

1 Accounting policies

Basis of preparation

The financial statements have been prepared on the going concern basis and under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to the accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic Of Ireland (FRS 102) (effective 1 January 2015) and the Charities Act 2011.

The trust has taken advantage of the exemptions in FRS102 from the requirement to produce a cash flow statement on the grounds that it qualifies as "small" under the definition contained in the Companies Act.

The charity constitutes a public benefit entity as defined by FRS102.

The functional and presentational currency of these financial statements is sterling.

Income

All income is recognised once the charity has entitlement to the income, it is probable the income will be received and the amount can be measured reliably.

Investments

Quoted investments are valued by the managers at market value. Any gains or losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities.

Investment property is carried at fair value, a valuation made by the trustees following an independent valuation in the year ended 31 March 2019. Changes in fair value are recognised in the Statement of Financial Activities.

Expenditure

Expenditure is included on an accruals basis and includes any irrecoverable VAT.

Costs of raising funds comprise those costs directly attributable to managing the investment portfolio and raising investment income.

Grants are charged in the year when the offer is conveyed to the recipient. Conditional grants are recognised as expenditure when the conditions are fulfilled.

Charitable activities and Governance costs comprise costs for processing grants and applications, including support to actual and potential applicants and of running of the charity itself as an organisation.

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2021

1 Accounting policies (continued)

Financial Instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. The company holds the following financial instruments, all of which are considered to be basic:

- Short term debtors and creditors
- Cash at bank and in hand

2 Investment Income

	Note	2021 £	2020 £
Rent receivable		21,500	18,370
Dividends and interest from investments	4	139,474	170,292
Sundry income		3	3
Total continuing operations		160,977	188,665

3 Expenditure

	Note	2021 £	2020 £
Raising funds			
Investment management and professional fees		27,108	22,514
Charitable activities			
Grants payable in furtherance of the charity's objectives (see Trustees' Report for further details)		52,025	61,729
Charitable activities and governance costs	5	23,849	26,692
		75,874	88,421
Total expenditure		102,982	110,935

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2021

4 Dividend and interest from investments

	2021 £	2020 £
Equities and unit trusts	138,428	168,324
Equalisation proceeds	744	-
Government securities	302	1,968
	<u>139,474</u>	<u>170,292</u>

5 Charitable activities and governance costs

	2021 £	2020 £
Trust managerial fees	13,173	12,748
Travelling expenses	50	674
Insurances	2,596	2,561
Office expenses	1,510	1,907
Property costs	643	3,091
Independent examiners fees	2,220	2,100
Professional fees	3,330	3,093
Sundries	327	518
	<u>23,849</u>	<u>26,692</u>

6 Gains/(loss) on investments

	2021 £	2020 £
Unrealised gain / (loss) on listed investments	969,059	(915,906)
Realised gain on disposal of listed investments	97,375	206,347
	<u>1,066,434</u>	<u>(709,559)</u>

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2021

7 Investments

	2021 £	2020 £
Investment property	400,000	400,000
Quoted investments		
Investments at market value	4,660,831	3,561,544
Cash at Smith and Williamson Ltd	36,553	15,211
	5,097,384	3,976,755
Quoted investments		2021 £
Market value at 1 April 2020		3,561,544
Acquisitions at cost		447,333
Sale proceeds from disposals		(414,480)
Profit in year realised		97,375
Profit in year unrealised		969,059
Market value at 31 March 2021		4,660,831

The cost of these investments at 31 March 2021 was £4,032,656 (2020: £3,894,486).

Investment property	Market Value 2021 £	Market Value 2020 £
Freehold property		
Yarner, Dartington	329,000	329,000
Land	71,000	71,000
	400,000	400,000

Dartington Cattle Breeding Trust

Notes and Accounting Policies

Year ended 31 March 2021

8 Debtors

	2021	2020
	£	£
Prepayments	-	1,000

9 Cash at bank

	2021	2020
	£	£
Lloyds bank	81,456	76,009

10 Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and receipts in advance	17,583	16,936

11 Staff costs

No employee received remuneration amounting to more than £60,000 in either year.

12 Summary of Trustees remuneration and expenses

During the year, travel expenses totalling £36 (2020: £549) were paid to one (2020: five) Trustees, which is permitted by the Trust Deed. The cost of the Trustees Indemnity Insurance to the charity for the year was £1,378 (2020: £1,344).

13 Related party transactions

No related party transactions took place during the year (2020: none).