

REGISTERED COMPANY NUMBER: 00185577 (England and Wales)
REGISTERED CHARITY NUMBER: 207120

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 December 2022
for
BRITISH HUMANE ASSOCIATION

Knox Cropper LLP
Chartered Accountants
153 -155 London Road
Hemel Hempstead
Hertfordshire
HP3 9SQ

BRITISH HUMANE ASSOCIATION

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**Report of the Trustees
for the Year Ended 31 December 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The primary aim of the company, which is a registered charity, is the promotion of benevolence for the good of humanity and the community, through grant making.

The directors of the Association have decided, that in order to increase the amount available for grant distribution to beneficiaries, they will transfer funds to other charitable organisations, which have in place systems for identifying and assisting deserving cases in need. By so doing, they will not duplicate selection processes and the resultant costs. It is the intention that any one or more of the directors will examine requests for assistance received and submit a proposal to the board to award a one-off, set period or continuing grant to any body, which has applied for assistance.

Three classes of charities have been designated to receive support in accordance with our Articles of Association these are:

Charities directly involved in the relief of inhumane activities

Charities distributing grants to individuals

Charities providing relief of poverty, sickness or benefit to the community.

Public benefit

When setting the objectives and planning the work of the Charity for the year, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit and are of the view that the principles are clearly met.

**Report of the Trustees
for the Year Ended 31 December 2022**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The charity's main source of income is generated through investments. The income received is used to determine the grants to be made usually in May and October.

During the year, in pursuit of its humane objectives, the company made grants for charitable purposes amounting to £165,000 (2021: £160,000).

Income from investments and deposits totalled £134,403 (2021: £141,325). Realised and unrealised losses for the year were (£664,091) (2021: gain £607,210), resulting in a net expenditure for the year of £737,189 (2021: net income £546,362).

As a result of the realised and unrealised investment gains mentioned above, the value of the Charity's investments fell from £5.691m last year to £4.916m at 31 December 2022.

2022 was a tough year for investors with markets falling on the back of rising inflation and the consequent rise in interest rates. This plus the rise in fuel prices caused by the war in the Ukraine led to an uncomfortable backdrop to markets. Bonds were particularly weak with UK government bonds falling by 24%. UK equities were flat over the year but parts of the market, such as UK smaller companies, were down by 17%. US equities were also weak with the S&P 500 down 18% in dollar terms but the weakness of the pound reduced this loss to one of 8% for the sterling investor. The only area of the market to perform well was the energy sector which rose by 47% whilst the weakest area of the market was the growth sector with technology shares performing particularly poorly.

Against this background the fund fell by 9% over the year which was disappointing in absolute terms and compared to its benchmark although the net return of -9.5% was in line with the return from the average charity in the ARC Steady Growth Universe of -9.6%. The Trustees recognise that as long term investors the charity's funds may rise and fall in line with market conditions. Nevertheless they remain confident that the current level of grants issued remains sustainable

The Trustees are aware of the consequences for investments of the present reduction in expectation for world economic growth, the significant rise in inflationary pressures and the horrific situation in Ukraine.

FINANCIAL REVIEW

Investment policy and objectives

The directors have appointed professional managers with discretionary powers to invest. They have been provided with an Investment Policy Statement approved by the Trustees. This document states that the investment objective is to achieve long term capital appreciation at least sufficient to offset the impact of inflation and at the same time to generate a reasonable level of income to meet our charitable expenditure needs. The Investment Policy Statement is regularly reviewed by the directors.

The granting of discretionary powers is on the understanding that the fund will consist of fixed interest and equity investment with no bar upon the purchase of high quality overseas stocks or specialist trusts.

The composition of the portfolio is assessed by the Investment Advisers to ensure that it is appropriately positioned to respond to prevailing market conditions.

Restrictions

The Directors regularly review what restrictions to place upon investments which can be made by the Advisers. At the present time the only restriction is that no investment can be made in the shares of companies which manufacture tobacco products.

**Report of the Trustees
for the Year Ended 31 December 2022**

FINANCIAL REVIEW

Reserves policy

Whilst the Association has very low administrative costs, the amount of investment income is fairly consistent each year. Consequently the investment income achieved in the year is used to determine the level of grants to be made in the following year. The directors have agreed that future grants in any one year should total up to 4% of the capital value of the portfolio as at the end of the previous financial year. This is regarded as a ceiling and not a target. It will be reviewed at all Board Meetings in order to consider any material movement in portfolio values since the end of the previous financial year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

British Humane Association was established on 8th November 1922 as a company limited by guarantee, incorporated on 8th November 1922, and registered as a charity on 22nd September 1962. The company was established under a Memorandum of Association, which established the objects and powers of the charitable company and is governed under its Articles of Association.

The members are liable for the debts and liabilities of the Association to an amount not exceeding £1 per member in the event of a winding-up during their membership, or within one year afterwards.

Recruitment and appointment of new trustees

The governors of the company appoint the directors. Each of the governors appoints three directors. When a vacancy occurs the appropriate governor makes the appointment.

Organisational structure

The board meets twice a year to receive reports from the Company Secretary and the Investment Advisers. The Articles of Association require that a quorum of at least three members be present when the meeting proceeds to business.

Induction and training of new trustees

Directors are selected for their financial, investment and business abilities and also with a knowledge of charitable activities. Appropriate induction and training is given so that they may contribute effectively to the governance of the company. They are made aware of the statutory obligations as a director and as a trustee.

Risk management

The trustees have conducted their own review of the major risks to which the charity is exposed and systems have been established to mitigate those risks.

Compliance, GDPR , Policies and Procedures

Policies addressing Conflict of Interests, Data Protection and Safeguarding are in place.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00185577 (England and Wales)

Registered Charity number

207120

**Report of the Trustees
for the Year Ended 31 December 2022**

Registered office

FoxSE Consultancy
Cardiff House
Cardiff Road
Vale of Glamorgan
CF63 2AW

Trustees

For the purposes of charity law, the directors are the trustees of the charity.

Governors

The following were governors of the charity:

The Campbell-Johnston Family
The Order of St John
The Guild of Freemen of the City of London

The directors of the charity, who were appointed by the Governors of the charity, for all or part of the year were:

Campbell Johnston Family

| | |
|--|--------|
| Ms Anna Campbell-Johnston | |
| Mr Edward William Campbell Campbell-Johnston | |
| Ms Rachel Frances Campbell-Johnston | MA PHD |

The Order of St John

| | |
|--|-------------------|
| Mr Duncan Cantlay | TD DL |
| Mr Anthony Hugh Chignell | MBE FRCS FRCOphth |
| Mr Philip Gee - resigned 22 November 2022 | |
| Mrs Georgina Brooks - appointed 22 November 2022 | |

The Guild of Freemen of the City of London

| | |
|-------------------------------------|------------------------------|
| Mrs Anne Elizabeth Holden | |
| Mr Michael Terence Nemko (Chairman) | JP FCA |
| Dr John Smail | JP BDS(HONS) LDS RCS FSAScot |

Company Secretary

Mrs S E Fox

Independent Examiner

Knox Cropper LLP
Chartered Accountants
153 -155 London Road
Hemel Hempstead
Hertfordshire
HP3 9SQ

Approved by order of the board of trustees on and signed on its behalf by:

.....
Mrs S E Fox - Secretary

Independent examiner's report to the trustees of British Humane Association ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the 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.



Stephen Anderson

Knox Cropper LLP
Chartered Accountants
153 -155 London Road
Hemel Hempstead
Hertfordshire
HP3 9SQ

Date: 16TH May 2023

BRITISH HUMANE ASSOCIATION**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2022**

| | | 2022 Unrestricted fund £ | 2021 Total funds £ |
|------------------------------------|-------|---|---------------------------------------|
| INCOME AND ENDOWMENTS FROM | Notes | | |
| Investment income | 2 | <u>134,403</u> | <u>141,325</u> |
| EXPENDITURE ON | | | |
| Raising funds | 3 | 33,001 | 33,117 |
| Charitable activities | 4 | | |
| Grants | | <u>174,500</u> | <u>169,056</u> |
| Total | | <u>207,501</u> | <u>202,173</u> |
| Net gains/(losses) on investments | | <u>(664,091)</u> | <u>607,210</u> |
| NET INCOME/(EXPENDITURE) | | (737,189) | 546,362 |
| RECONCILIATION OF FUNDS | | | |
| Total funds brought forward | | <u>6,006,000</u> | <u>5,459,638</u> |
| TOTAL FUNDS CARRIED FORWARD | | <u><u>5,268,811</u></u> | <u><u>6,006,000</u></u> |

The notes form part of these financial statements

Balance Sheet
31 December 2022

| | Notes | 2022 Unrestricted fund £ | 2021 Total funds £ |
|--|-------|-----------------------------------|-----------------------------|
| FIXED ASSETS | | | |
| Investments | 8 | 4,916,245 | 5,691,493 |
| CURRENT ASSETS | | | |
| Debtors | 9 | 33,861 | 27,174 |
| Cash at bank | | <u>321,369</u> | <u>289,997</u> |
| | | 355,230 | 317,171 |
| CREDITORS | | | |
| Amounts falling due within one year | 10 | (2,664) | (2,664) |
| NET CURRENT ASSETS | | <u>352,566</u> | <u>314,507</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>5,268,811</u> | <u>6,006,000</u> |
| NET ASSETS | | <u>5,268,811</u> | <u>6,006,000</u> |
| FUNDS | 11 | | |
| Unrestricted funds | | <u>5,268,811</u> | <u>6,006,000</u> |
| TOTAL FUNDS | | <u>5,268,811</u> | <u>6,006,000</u> |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

Balance Sheet - continued
31 December 2022

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

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

.....
M T Nemko - Trustee

.....
D A Cantlay - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Investments

Investment income is recognised in the statement of financial activities when the income becomes payable and is grossed up for tax recoverable, where appropriate.

Investment assets are valued at market value at the balance sheet date.

Realised gains and losses on investments are arrived at by comparing the net sale proceeds with the market value at the end of the previous financial year; unrealised gains and losses represent the difference between the market value of investments still held at the end of the financial year with their value at the beginning of the year or with their cost, if purchased subsequently.

2. INVESTMENT INCOME

| | 2022 | 2021 |
|--------------------------|-----------------------|-----------------------|
| | £ | £ |
| Investment income | 134,365 | 141,325 |
| Deposit account interest | 38 | - |
| | <u>134,403</u> | <u>141,325</u> |

3. RAISING FUNDS**Investment management costs**

| | 2022 | 2021 |
|-----------------|----------------------|---------------|
| | £ | £ |
| Management fees | <u>33,001</u> | <u>33,117</u> |

4. CHARITABLE ACTIVITIES

| | Grant funding of activities (see note 5) £ | Support costs (see note 6) £ | Totals £ |
|--------|---|---------------------------------------|-----------------------|
| Grants | <u>165,000</u> | <u>9,500</u> | <u>174,500</u> |

5. GRANTS PAYABLE

| | 2022 | 2021 |
|--------|-----------------------|----------------|
| | £ | £ |
| Grants | <u>165,000</u> | <u>160,000</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

5. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

| | 2022 | 2021 |
|---|---------------|-------------|
| | £ | £ |
| The Order of St John St John Jerusalem Eye Hospital | - | 10,000 |
| Karibuni Trust | - | 10,000 |
| Disabled Travel Services | 3,000 | - |
| Genesis Trust | 5,000 | - |
| Apex Charitable Trust Limited | - | 2,500 |
| City Gate Community Project | - | 3,000 |
| Duke of Edinburgh Wales | 10,000 | - |
| Safe Hands for Mothers | 5,000 | 5,000 |
| Treloars Trust | 5,000 | - |
| Edinburgh Young Carers | 3,000 | - |
| Off The Fence | 5,000 | 2,500 |
| Helen Bamber Foundation | - | 4,000 |
| Village Water | 4,000 | 4,000 |
| The Mango Tree | 5,000 | 5,000 |
| IMET 2000 | 15,000 | 5,000 |
| Serve | - | 5,000 |
| Edinburgh Headway | 4,500 | - |
| Teen Action | - | 4,000 |
| REACT | - | 4,000 |
| Step By Step | 5,000 | - |
| Paul's Cancer Support Centre | 4,000 | - |
| S.A.L.V.E. International | 5,000 | - |
| Clapton Common Boy's Club | - | 5,000 |
| Prevent to Protect | - | 2,000 |
| Reuban's Retreat | - | 4,000 |
| The Sussex Beacon | 5,000 | 5,000 |
| JPC Community Farm | - | 6,000 |
| School Home Support | - | 5,000 |
| The Wave Trust | - | 6,300 |
| The Hands Up Foundation | - | 3,000 |
| Sebastian Action Trust | 4,000 | 6,000 |
| InterAct Stroke Support | - | 6,000 |
| Child Autism UK | - | 5,000 |
| The Happy and Healthy Trust | - | 3,600 |
| Powerhouse | - | 2,000 |
| BlindAid | - | 5,000 |
| Chance for Childhood | - | 5,000 |
| Carousel | - | 1,600 |
| Southover Partnership | - | 5,000 |
| Children Ahead | - | 5,000 |
| St Andrew's Hospice | - | 5,000 |
| Sunshine Wishes Childfren's Charity | 5,000 | 5,000 |
| New Israel Fund for Clore Jewish Arab Centre | - | 5,500 |
| Hearts and Minds | 2,000 | - |
| Lending Hope Limited | 5,000 | - |
| Goods for Goods Global | 5,000 | - |
| Exmore Young Voices | 5,000 | - |

BRITISH HUMANE ASSOCIATION

Notes to the Financial Statements - continued for the Year Ended 31 December 2022

5. GRANTS PAYABLE - continued

| | | |
|-----------------------|----------------|----------------|
| The Community Hub | 3,000 | - |
| Stonebridge City Farm | 5,000 | - |
| UNICEF | 10,000 | - |
| Poole Africa | 5,000 | - |
| Hope GB | 1,500 | - |
| Sunbeams London | 4,000 | - |
| Youth On The Move | 4,000 | - |
| Cianna's Smile | 2,000 | - |
| Best | 2,000 | - |
| KM Group | 5,000 | - |
| Care for Carers | 4,000 | - |
| Involve Kent | 5,000 | - |
| The Pirates Castle | 5,000 | - |
| | <u>165,000</u> | <u>160,000</u> |

6. SUPPORT COSTS

| | Management £ | Finance £ | Governance costs £ | Totals £ |
|---|-----------------|--------------|--------------------------|--------------|
| Grants | <u>686</u> | <u>168</u> | <u>8,646</u> | <u>9,500</u> |
| Support costs, included in the above, are as follows: | | | | |
| | | | 2022 £ | 2021 £ |
| Secretary's expenses | | | 686 | - |
| Sundries | | | - | 229 |
| Bank charges | | | 168 | 112 |
| Secretary's fee | | | 6,000 | 6,057 |
| Independent examiners fee | | | <u>2,646</u> | <u>2,658</u> |
| | | | <u>9,500</u> | <u>9,056</u> |

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

8. FIXED ASSET INVESTMENTS

| | Listed investments £ |
|-------------------------------------|----------------------------|
| MARKET VALUE | |
| At 1 January 2022 | 5,691,493 |
| Additions | 941,942 |
| Proceeds of disposal | (1,053,099) |
| Unrealised gains/(losses) | (499,149) |
| Realised gains/(losses) on disposal | <u>(164,942)</u> |
| At 31 December 2022 | <u>4,916,245</u> |
| NET BOOK VALUE | |
| At 31 December 2022 | <u>4,916,245</u> |
| At 31 December 2021 | <u>5,691,493</u> |

Included within listed investments were investment assets outside the UK of £2,411,913 (2020: £2,055,306).

Cost or valuation at 31 December 2022 is represented by:

| | Listed investment £ |
|-------------------|---------------------------|
| Valuation in 2022 | <u>4,916,245</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2022 £ | 2021 £ |
|--------------------------------|---------------|---------------|
| Other debtors | 34 | - |
| Prepayments and accrued income | <u>33,827</u> | <u>27,174</u> |
| | <u>33,861</u> | <u>27,174</u> |

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2022 £ | 2021 £ |
|------------------|--------------|--------------|
| Accrued expenses | <u>2,664</u> | <u>2,664</u> |

11. MOVEMENT IN FUNDS

| | At 1.1.22 £ | Net movement in funds £ | At 31.12.22 £ |
|---------------------------|------------------|----------------------------------|---------------------|
| Unrestricted funds | | | |
| General fund | 6,006,000 | (737,189) | 5,268,811 |
| TOTAL FUNDS | <u>6,006,000</u> | <u>(737,189)</u> | <u>5,268,811</u> |

Net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Gains and losses £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|--------------------------|---------------------------|
| Unrestricted funds | | | | |
| General fund | 134,403 | (207,501) | (664,091) | (737,189) |
| TOTAL FUNDS | <u>134,403</u> | <u>(207,501)</u> | <u>(664,091)</u> | <u>(737,189)</u> |

Comparatives for movement in funds

| | At 1.1.21 £ | Net movement in funds £ | At 31.12.21 £ |
|---------------------------|------------------|----------------------------------|---------------------|
| Unrestricted funds | | | |
| General fund | 5,459,638 | 546,362 | 6,006,000 |
| TOTAL FUNDS | <u>5,459,638</u> | <u>546,362</u> | <u>6,006,000</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

11. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Gains and losses £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|--------------------------|---------------------------|
| Unrestricted funds | | | | |
| General fund | 141,325 | (202,173) | 607,210 | 546,362 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| TOTAL FUNDS | <u>141,325</u> | <u>(202,173)</u> | <u>607,210</u> | <u>546,362</u> |

A current year 12 months and prior year 12 months combined position is as follows:

| | At 1.1.21 £ | Net movement in funds £ | At 31.12.22 £ |
|---------------------------|-------------------|----------------------------------|---------------------|
| Unrestricted funds | | | |
| General fund | 5,459,638 | (190,827) | 5,268,811 |
| | <u> </u> | <u> </u> | <u> </u> |
| TOTAL FUNDS | <u>5,459,638</u> | <u>(190,827)</u> | <u>5,268,811</u> |

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Gains and losses £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|--------------------------|---------------------------|
| Unrestricted funds | | | | |
| General fund | 275,728 | (409,674) | (56,881) | (190,827) |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| TOTAL FUNDS | <u>275,728</u> | <u>(409,674)</u> | <u>(56,881)</u> | <u>(190,827)</u> |

12. RELATED PARTY DISCLOSURES

During the year grants totalling £10,000 were paid to The Order of St John St John Jerusalem Eye Hospital. The Order of St John is a Governor of this Charity. All grants awarded to The Order of St John were unanimously agreed by the Directors of this Charity.

The directors representing the Order of St John have no financial interest in either British Humane Association or The Order of St John.

This page does not form part of the statutory financial statements