

LINCOLN RED CATTLE SOCIETY(THE)
Strategic Report, Trustees' Report and
Unaudited Financial Statements
for the Year Ended 31 December 2022

Haines Watts
Chartered Accountants
23 Alghitha Road
Skegness
United Kingdom
PE25 2AG

LINCOLN RED CATTLE SOCIETY(THE)

**Contents of the Financial Statements
for the year ended 31 December 2022**

	Page
Strategic Report	1 to 2
Trustees' Report	3 to 7
Independent Examiner's Report	8
Statement of Financial Activities	9
Statement of Financial Position	10
Notes to the Financial Statements	11 to 16
Detailed Statement of Financial Activities	17 to 18

LINCOLN RED CATTLE SOCIETY(THE)

Strategic Report for the year ended 31 December 2022

The trustees present their strategic report for the year ended 31 December 2022.

Structure, governance and management

Recruitment and Appointment of New Trustees

The council consists of twelve members elected for three years by rotation at the Annual General Meeting by the members then present. Each Full Member can then have one vote for the nominated Council Member to become a Trustee.

Induction and Training of New Trustees

Only Full Members of the Association can be elected to the Council, as this is the case members are fully aware of the procedures and policies of the charity. Further training is given as and when required.

Organisational Structure

The Council consists of twelve members and the officers are : President, a Secretary and an Independent Examiner. All chosen at the first meeting after the Annual General Meeting. The President acts as an ex-official President Elect for 1 year prior to 2 years as President and then becomes an ex- official for 1 year during the final year.

Wider Network

There is no wider network of the accounts other than circulation to members of the Society.

Related Parties

The Society has a close relationship with The Lincoln Longwool Sheep Breeders Association and the Lincolnshire Agricultural Society, both registered charities.

OBJECTIVES AND ACTIVITIES

The principal objective of the Society is to promote the Lincoln Red Breed of cattle within the County of Lincolnshire but also nationally and internationally.

Significant Activities

The Society fulfils its objectives by organising a Farm Walk (subject to DEFRA regulations) and supporting a Stand at Open Farm Sunday. It will continue to support the Young Farmers Heifer Rearing and Handling Competition at the Lincolnshire Show and around as many promotional events as possible as well as producing the Herd Book; Newsletter and a Journal. DNA Profiling of Bulls at time of Registration is now compulsory; the package includes Sire Verification; SNPs Profiling; Polled Status and Myostatin Status.

Volunteers

The Society continues to be reliant on the many individuals who give up their time and resources for the benefit of the Charity. Particular thanks should be recorded to all Council Members, the Finance Sub-Committee and Marketing Sub-Committee for their voluntary work on behalf of the Society.

LINCOLN RED CATTLE SOCIETY (THE)

**Strategic Report
for the year ended 31 December 2022**

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Lincoln Red Cattle Society for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards 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 charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT EXAMINER

Haines Watts Chartered Accountants are to be proposed for re-appointment as Independent Examiner for the ensuing year at the Annual General Meeting.

Registered office:
Lincolnshire Showground
Grange de Lings
Lincoln
Lincolnshire
LN2 2NA

Approved by order of the board of trustees on 3.5.2023 and signed on its behalf by:


.....
Mr I R McNee - Trustee

LINCOLN RED CATTLE SOCIETY(THE)

Trustees' Report for the year ended 31 December 2022

129th ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

It gives me great pleasure to present the Society's Annual Report for the year ended 31 December 2022.

Finance

A statement of the Society's financial operations for the year appears in the Accounts which form part of this report. I would also draw your attention to the Report of the Independent Examiners which sets out the responsibilities of members of Council and to the Report of the Council.

Society Shows & Sales - Premier Pedigree Spring Show & Sale and Multi-Breed Sale 26th March 2022 at Melton Mowbray Market. Lincoln Red bull, Hemingby Zander, was the highest priced out of all the Breeds in the Market that day. Michael Read's Hemingby Zander was Reserve Senior and Reserve overall Champion Bull and sold to 5,800 Gns. Mr H M Needler's Walmer Zion sold to 4,000 Gns; he was Senior & Supreme Champion and Interbreed Champion Bull. A Mylius & Partners of St. Fort's St. Fort Zigzag (Twin) was Junior Champion Bull; whilst St. Fort Zodiac was Reserve Junior Champions. 5 bulls sold to an overall average of 3,140 Gns down by 1,800 Gns. 13 Females sold to an overall average of 1,079 Gns down by 600 Gns.

It must be noted that all trade was down on 2021 due in part to Russia's invasion of Ukraine which had seen prices of inputs rocket (in particular fuel & fertilizer) in a matter of just a couple of weeks. The uncertainty created, so hot on the heels of recovery from the Covid 19 pandemic was tangible and very much the talk around the Sale ring.

Noted all animals entered at Society Sales must be in CHeCS approved Health Schemes: Accredited Free of BVD and Johnes Risk Status between 1 and 4. Members whose Health Scheme does not include testing for IBR & Lepto must continue to test animals forward for the two diseases no less than 3 months prior to the Sale.

UA Stirling Bull Show & Sale - February 2022 - Bulls forward did not sell.

Autumn Show & Sale at Carlisle - 30th September 2022 - 2 Entries therefore no Show. Both the Bull and Heifer forward sold to £2200.

Autumn Sale at Melton Mowbray Market - October 2022 - 12 Entries none of which came forward on the day - we were sharing the day with the East Midlands Limousin Day and they only had 4 entries. The Sale was a non-event for Lincoln Reds

Membership

6 new Full Members, no new Junior Members & 1 new Associate Member joined the Society during the year. The membership as at 31st December 2022 stood at 4 Life Vice-Presidents; 4 Honorary Life Associate Members; 160 Full Members; 39 Associate Members and 2 Junior Members. Members deceased, resigned or been put on hold due to having failed to pay their annual Subs. Thank you to all active Members for your continued support.

Volume 122 of the Herd Book

The following registrations were recorded in Volume 122 of the Herd Book (at its time of going to print).

	Bulls	Females
100% Original Population Bred	4	96
Pedigree Lincoln Red	68	584
Breed Development Animals B	-	31
Breed Development Animals A	-	-
	<u>72</u>	<u>711</u>

Comparative totals in Volume 121 were 96 Bulls and 829 Females. Registrations have decreased this could be attributed, partially, to an increase in fees agreed at the SGM held on 8th December 2021 and which take effect 1st January 2022, which led to a rush of Registrations before January 2022..

Summer Shows with Official Lincoln Red Classes.

Nottinghamshire County Show - 14th May - Breed & Native Beef Champion was Brackenhurst Diana V444 bred & exhibited by Nottingham Trent University and Reserve Breed Champion was Toft Hill Aaron bred & exhibited by Barry Holden

Woodhall Spa Country Show - 22nd May - Breed Champion was Hologate Jessie A120 bred & exhibited by Ed Middleton and Reserve Breed Champion was Toft Hill Aaron bred & exhibited by Barry Holden.

Suffolk County Show - 31 May & 1 June - Breed, Best Native Exhibit & Overall Interbreed Champion was Yarn Hill Xodus bred & exhibited by Natasha & Richard Mann and Reserve Breed Champion was Premier All Gold bred by R Mawer & E Benge exhibited by Emma Green

Rutland County Show - 4th June - Breed & Interbreed Junior Beef Champion was Hologate Jessie A120, she was also Reserve Native Beef Breed bred & exhibited by Ed Middleton. Holyoak Treasure A8 was Reserve Breed Champion bred & exhibited by Karena Toone

LINCOLN RED CATTLE SOCIETY(THE)

Trustees' Report for the year ended 31 December 2022

Summer Shows with Official Lincoln Red Classes continued..

Lincolnshire Show - 22nd & 23rd June - Senior Bull, Champion Bull, Supreme Breed, Supreme Native & Overall Interbreed Champion was Yarn Hill Xodus bred & exhibited by Natasha & Richard Mann. Junior, Reserve Bull, Reserve Breed & Junior Native Beef Champion was Premier All Gold bred by R Mawer & E Benge exhibited by Emma Green. YFC Heifer Handling Competition Eve Duggan from Worktop YFC with Beverley Kelsie A10 Winner and R/up was Millie Hunter from Workshop YFC with Beverley Mary A24 both heifers from the Beverley Stable.

Royal Highland Show - 23rd to 26th June - LR Classes cancelled not enough entries or Exhibitors

Royal Norfolk Show - 29th & 30th June - Male & Breed Champion was Yarn Hill Xodus bred & exhibited by Natasha & Richard Mann and Champion Female & Reserve Breed Champion was Auchmacoy Bianca Z523 bred by Sharon Buchan exhibited by Chris & Melissa Page. Junior & Reserve Junior Native was Yarn Hill Ada A955 bred & exhibited by Natasha & Richard Mann

Great Yorkshire Show - 12th to 15th July - Bull & Breed Champion Yarn Hill Xodus bred & exhibited by Natasha & Richard Mann and Reserve Bull & Reserve Breed Champion was Walmer Alberta bred & exhibited by H M & J M Needler.

Driffeld Show - 20th July - Breed Champion was Walmer Alberta bred & exhibited by H M & J M Needler whilst Reserve Breed Champion was Beverley Kelsie A56 bred & exhibited by R I Clough & Son.

Royal Welsh Show - 18th to 21st July - Champion Female, Breed Champion & Reserve Native Junior Heifer was Yarn Hill Ada A955 bred & exhibited by Natasha & Richard Mann. Champion Male & Reserve Breed Champion Misterton Amazon bred & exhibited by Ian McNee

Heckington Show - 30th & 31st July - Champion Female, Breed Champion & Reserve Interbreed Champion Brackenhurst Diana Y532 bred by Nottingham Trent University exhibited by University of Lincoln. Champion Junior Bull, Bull and Reserve Breed Champion Toft Hill Aaron bred & exhibited by Barry Holden

Aysham Show - 29th August - Champion Female & Breed Champion Axholme Ellie A73 bred & exhibited by Jamie Quinn & Sue Oliver. Male Champion & Reserve Breed Champion Hobart Atlas bred & exhibited by Tony & Emily Bambridge

Scottish Shows - AONB Classes

Fife Show - 21st May - Male & Reserve Overall St. Fort Archer bred & exhibited by Andrew Mylius & Partners of St. Fort

Central & West Fife Show - 4th June - Male & Overall Champion St. Fort Admiral bred & exhibited by Andrew Mylius & Partners of St. Fort. Reserve Male & Overall Reserve St. Fort Archer (Twin) bred & exhibited by Andrew Mylius & Partners of St. Fort.

Perth Show - 5th & 6th August - Male & Overall Champion St. Fort Archer (Twin) bred & exhibited by Andrew Mylius & Partners of St. Fort.

Kinrosshire Show - 13th August - Male & Overall Champion St. Fort Admiral bred & exhibited by Andrew Mylius & Partners of St. Fort.

Staff

Mrs Jayne Borrows continues as Secretary to the Lincoln Red Cattle Society.

Achievement and performance

Charitable activities Important Event

Countryside Lincs, NBA Beef Expo at Darlington, our Annual Farm Visit & Herdsman's Club Quiz Evening returned.

Countryside Lincs April - an excellent day out for the entire Family at the Lincolnshire Showground. Thank you to Geoff (who was still recovering from a bout of Covid) & Jenny Bolton who brought along a couple of cows and calves which drew a lot of interest, as always.

NBA Beef Expo May at Darlington - "activists" attempted to disrupt the Event, thankfully failed. Thank you to the Team of Volunteers who helped "man" our Stand and thank you too, to Michael Read and the University of Lincoln for loaning animals for the Stand.

Farm Visit July at Hemingby - thank you to Michael & Sheena Read and their Team who generously hosted us at the Hemingby Herd. It was brilliant to see so many Members gathered together again, some having travelled to Lincolnshire the day before!

Heckington Show July - once again we thank Geoff & Jenny Bolton who kindly brought a cow and calf on Saturday, which drew the usual crowds; and to Mick Whitwood, Herdsman for HM & JM Needler's Walmer Herd, who brought across very docile Walmer Zippy on Sunday after the judging was completed. Both this Event and Countryside Lincs are extremely important opportunities for the public to understand cattle better and to learn that they aren't as guilty of causing climate change as certain sectors of society would have us believe.

Signet Project September - after many months of emails & meetings to ensure correct tools are in place to help our Members have access to EBVs, our Signet Project got off the ground. Members are reminded this is a free service; whilst the Society is providing weekly data updates to Signet, that data is only as good as the data Members have provided; calving ease and birth weights should be provided when birth notifying. We would like to encourage more Members to sign up in order that Signet can provide meaningful EBVs.

LINCOLN RED CATTLE SOCIETY(THE)

Trustees' Report for the year ended 31 December 2022

Charitable activities Important Events continued ..

Multi-breed Calf Show October - back at Newark Showground - thank you to Lynda Burditt, Carolyn Fox and their Team. So good too to see a number of Members exhibiting their Lincoln Reds. Lincoln Red Champion & Reserve Native Champion Natasha & Richard Mann's Yarn Hill Ada B997. Reserve Lincoln Red was David Wright's Starlite Hannah 1 B868 ET

Thirsk Rising Stars Calf Show in November - Reserve Champion AONB was Chris & Melissa Page's Walmer Billie bred by HM & JM Needler. Another very well supported Event by our Members.

Food & Gift Fair - 25th to 27th November - Lincolnshire Showground - our stand was based alongside the Tancred Farm Shop stand where Dean & Angela Hullah reminded everyone of the great eating qualities of Native Grass-fed Lincoln Red Beef as well as their native breeds of pigs & lamb. Dean gave a couple of cooking demonstrations which were well received. Thank you to Jenny Hurst, Chris & Sharon Page; for their support on our Society Stand.

Winter Fatstock Fairs - Congratulations and thank you to those Members making money out of these Events either exhibiting or having sold their Lincoln Reds to Exhibitors at said Events - namely Interbreed Native Champion at English Winter Fair & Royal Welsh Winter Fair C Page's Foulness A173; 1st in Class Pure Bred Native Bullock at Scottish Fatstock Winter Fair Bob Morris's LR and 2nd in Native Class at Truro Primestock Show & 3rd in Native Sired Class Cornish Winter Fair Trehudreth Herd's LR Steer.

2022 National Herd Competition - Judge Ken Jackson & Photographer Anita Jackson - travelled around the Nation meeting Lincoln Red Breeders who had entered the 2022 NHC. The winner of which was Hobart Milkmaid Z892 bred and exhibited by Tony & Emily Bambridge, Norfolk. There were 26 Herds entered and 11 Classes. A huge thank you to our generous Sponsors of the prizes which were presented at our Presentation Evening held at Washingborough Hall Hotel on 29th October 2022

Developments

Registrations of both Bulls and Heifers continue albeit with a slight decrease which we trust will settle down again once everyone's used to the fee increases. The Signet Project is off the ground and Estimated Breeding Values (EBVs) should begin to make sense as the records/data expands. Another excellent promotional tool for Breeders. The initial arrangement with Signet being for a minimum of 3 years and it is Council's intention to extend the Project and make it permanent. Noted Members would like to see it evolve into Genomics.

Once again we remind Members that all calves should be notified to the Society.

Bulls must be SNPs Profiled, Polled and Myostatin status recorded before Registration - it is noted that only 2 Myostatins are prevalent - F94L and nt821DEL11 - Bulls with 2 copies nt821DEL11 will not be Registered. Only homozygous polled bulls permitted at Official Society Sales and this takes effect from 1st January 2023. Heterozygous bulls are still eligible to be registered. The Society continues to cover the transition from Microsatellite to SNPs of Sires already profiled. Council would like to thank those Members who are voluntarily DNA Profiling their Heifers.

All Society Sales have High Health status and all Vendors must be Members of a CHeCs approved Scheme; noted members continue to join Health Schemes. Purchase transfer fees are to be collected by the Marts on behalf of the Society at Official Society Sales.

Noted there has been an increase in private sales transacted on bulls and females. The financial surplus that the Society finds itself in at this Financial Year End is thanks in part to the growth of the large Herd in Fife, Balcaskie, which has also led to Registrations of a Herd that we would almost certainly have lost.

The price of Beef increases, as do the prices on all commodities, with uncertain times being reflected worldwide with the ongoing distraction of the Invasion in Ukraine by the Russians.

2022 Calendar - The Society Calendar met rather disappointing sales, replaced by electronic advances. It may be discontinued.

Financial review

Investment performance

No movement of funds but the value of investments decreased by £101 to £1,913 which reflects market trend.

Internal and external factors

The ongoing War in Ukraine continues to have a destabilising effect. However, as pressure builds on the beef and meat industry to be more carbon foot print friendly we must re-educate the consumer and ourselves about the value of Lincoln Reds which fatten off grass and fix carbon back into the soil - really should prove a perfect time for our Breed and all Native Breeds to retake some of the Market.

LINCOLN RED CATTLE SOCIETY(THE)

Trustees' Report for the year ended 31 December 2022

Reserves policy

The reserve fund represents the unrestricted funds arising from past operating results. Unrestricted funds amounted to £168,354 of this £64,029 is freely available because the balance is invested in fixed asset investments and bank investments. The Council members have determined that given the current farming climate the appropriate level of free reserves should be equivalent to approximately two years expenditure.

Principal funding sources

Sources of income include membership, cattle registrations, Gift Aid and small amounts of merchandise. Noted the Lincolnshire Agricultural Society Grant was not received in 2022. The Council continues to exercise control over expenditure wherever possible.

Investment policy and objectives

Under the memorandum and articles of association, the charity has the power to make any investment which the Council members see fit.

Plans for future periods

Council will continue to pursue its objectives and in doing so will continue to ensure prudent management of the Society's affairs. Breed and Beef promotion will continue during 2023 and Council and Members should pull together to enhance interest in our Lincoln Red cattle. Council continue to look at ways of maintaining the Charity's income.

Conclusion

2022 proved to be another challenging year for the Breed. However, it is not peculiar to our Breed - all cattle breeds are under pressure to be compliant with sustainable farming practices. Also, cattle breeders across the Nation have adopted less onerous methods of trading - adopted during Covid they have learnt to purchase cattle without having to pay exorbitant prices to get to Market & all the commissions. Breeders do still enjoy congregating at the Market and/or around Show Rings.

Thank you to all of Council for their voluntary contributions of time and assistance in ensuring the continued promotion of our Breed and for your assistance in the running of the Society. Especial thanks to Robin Dennett; our proactive Patron, Geoff Bolton who took on Chair of the Finance Committee; & Matt Bagley who Chaired the Marketing Committee. The Scottish Members have formed a Group and thank you to Andrew Mylius who has chaired the Group since its inception. It is noted that they must still abide by the Society Articles of Association and Rules and Bye Laws and are answerable to Council. A Scottish Representative must be a Member in good standing and fully paid up Full Member as this is an elected position. Thanks Ed Middleton who is our YFC Representative on Council and keeps us all informed with minute-by-minute happenings in his capacity as Editor of our Facebook Page.

The Newsletter and Website are run from the Office, thank you to all contributors of articles for the Newsletter.

Thank you to you our Members who continue to support us; without Breeders we wouldn't have a Breed. Please encourage new breeders to become Members when making sales.

As I hand over the baton to Dean, I am pleased to report that the Society stands in a firm financial position and with the enthusiasm from all Members, both old and new, our Breed can continue to go from strength to strength.

Structure, governance and management

Reference and administrative details

Registered Company number
00044278 (England and Wales)

Registered Charity number
215662

Registered office
Lincolnshire Showground
Grange De Lings
Lincoln
LN2 2NA

LINCOLN RED CATTLE SOCIETY(THE)

**Trustees' Report
for the year ended 31 December 2022**

Trustees

The trustees who served the company during the period were as follows:-

Mr R E Dennett	Patron	Re-appointed 07.07.2021
Mr H M Needler	Life Vice-President	
Mrs C J Bettinson	Life Vice-President	
Mr R I Clough	Life Vice-President	
Mr A Mylius	Life Vice-President	
Mrs S Stennett	Life Vice-President	
Mr I McNee	President	Elected 07.07.2021
Mr D Hullah	President Elect	Elected 04.05.2022
Mr G W Bolton	Co-opted	Elected 04.05.2022
Mr E J Middleton	Co-opted	Elected 04.05.2022
Mr N Burton		Elected 05.08.2020
Mr W Jackson		Elected 05.08.2020
Mr P Beginn		Elected 07.07.2021
Mr P M Clough		Elected 07.07.2021
Mr N Hodgson		Elected 07.07.2021
Mr M Bagley		Elected 04.05.2022
Mrs J Hurst		Elected 04.05.2022
Mr J Kennedy		Elected 04.05.2022
Mr C Mylius	Scottish Representative	Elected 04.05.2022
Mr E J Middleton	Young Farmers Representative	
Secretary	Mrs J J Borrows	

Independent Examiner

Allison Cowell BFP FCA BA (Hons)
Haines Watts
Chartered Accountants
23 Alghitha Road
Skegness
United Kingdom
PE25 2AG

Approved by order of the board of trustees on3.5.2023..... and signed on its behalf by:



.....
Mr I R McNee - Trustee

**Independent Examiner's Report to the Trustees of
Lincoln Red Cattle Society(The)**

Independent examiner's report to the trustees of Lincoln Red Cattle Society(The) ('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.



Allison Cowell BFP FCA BA (Hons)
Haines Watts
Chartered Accountants
23 Alghitha Road
Skegness
United Kingdom
PE25 2AG

Date: 3.5.2023

LINCOLN RED CATTLE SOCIETY(THE)

**Statement of Financial Activities
for the year ended 31 December 2022**

		2022	2021
		Unrestricted	Total funds
	Notes	fund	£
		£	£
Income and endowments from			
Donations and legacies		12,788	13,610
Charitable activities			
Breed promotion and other charitable activities		35,615	30,140
Other trading activities	2	7,820	7,227
Investment income	3	55	72
Total		56,278	51,049
Expenditure on			
Raising funds		553	639
Charitable activities			
Breed promotion and other charitable activities		14,289	13,379
Maintenance of herd book and administration		31,123	32,636
Total		45,965	46,654
Net gains/(losses) on investments		(101)	479
NET INCOME		10,212	4,874
Reconciliation of funds			
Total funds brought forward		158,142	153,268
Total funds carried forward		168,354	158,142

The notes form part of these financial statements

LINCOLN RED CATTLE SOCIETY(THE)

**Statement of Financial Position
31 December 2022**

		2022	2021
		Unrestricted	Total funds
		fund	£
	Notes	£	£
Fixed assets			
Tangible assets	8	4,058	4,354
Investments	9	1,913	2,014
		5,971	6,368
Current assets			
Stocks	10	5,676	6,155
Debtors	11	4,104	1,715
Investments	12	90,800	90,745
Cash at bank		64,029	55,875
		164,609	154,490
Creditors			
Amounts falling due within one year	13	(2,226)	(2,716)
Net current assets		162,383	151,774
Total assets less current liabilities		168,354	158,142
NET ASSETS		168,354	158,142
Funds	14		
Unrestricted funds		168,354	158,142
Total funds		168,354	158,142

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.

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 25.12.22 and were signed on its behalf by:

I.R. McNee

Mr I R McNee - Trustee

The notes form part of these financial statements

LINCOLN RED CATTLE SOCIETY(THE)

Notes to the Financial Statements for the year ended 31 December 2022

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.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Pavilion	- 4% on reducing balance
Office equipment	- 15% on reducing balance
Fixtures and fittings	- 10% on reducing balance

Stocks

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Fixed asset investment

The listed investments are measured at fair value. The fair value is the current market value.

2. Other trading activities

	2022	2021
	£	£
Income from social functions and adverts	6,603	6,327
Merchandise sales	1,217	900
	<u>7,820</u>	<u>7,227</u>

LINCOLN RED CATTLE SOCIETY(THE)

**Notes to the Financial Statements - continued
for the year ended 31 December 2022**

3. Investment income

	2022	2021
	£	£
Deposit account interest	<u>55</u>	<u>72</u>

4. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation - owned assets	296	329
Independent reviewer	<u>550</u>	<u>500</u>

5. 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.

6. Staff costs

The average monthly number of employees during the year was as follows:

	2022	2021
	1	1
Employees	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

7. Comparatives for the statement of financial activities

	Unrestricted fund £
Income and endowments from	
Donations and legacies	13,610
Charitable activities	
Breed promotion and other charitable activities	30,140
Other trading activities	7,227
Investment income	<u>72</u>
Total	<u>51,049</u>
Expenditure on	
Raising funds	639
Charitable activities	
Breed promotion and other charitable activities	13,379
Maintenance of herd book and administration	<u>32,636</u>
Total	<u>46,654</u>
Net gains on investments	479

LINCOLN RED CATTLE SOCIETY(THE)

**Notes to the Financial Statements - continued
for the year ended 31 December 2022**

7. Comparatives for the statement of financial activities - continued

	Unrestricted fund £
NET INCOME	4,874
Reconciliation of funds	
Total funds brought forward	153,268
Total funds carried forward	158,142

8. Tangible fixed assets

	Pavilion £	Office equipment £	Fixtures and fittings £	Totals £
Cost				
At 1 January 2022 and 31 December 2022	<u>9,677</u>	<u>9,594</u>	<u>749</u>	<u>20,020</u>
Depreciation				
At 1 January 2022	6,476	8,543	647	15,666
Charge for year	<u>128</u>	<u>158</u>	<u>10</u>	<u>296</u>
At 31 December 2022	<u>6,604</u>	<u>8,701</u>	<u>657</u>	<u>15,962</u>
Net book value				
At 31 December 2022	<u>3,073</u>	<u>893</u>	<u>92</u>	<u>4,058</u>
At 31 December 2021	<u>3,201</u>	<u>1,051</u>	<u>102</u>	<u>4,354</u>

9. Fixed asset investments

	Listed investments £
Market value	
At 1 January 2022	2,014
Revaluations	<u>(101)</u>
At 31 December 2022	<u>1,913</u>
Net book value	
At 31 December 2022	<u>1,913</u>
At 31 December 2021	<u>2,014</u>

There were no investment assets outside the UK.

LINCOLN RED CATTLE SOCIETY(THE)

**Notes to the Financial Statements - continued
for the year ended 31 December 2022**

9. Fixed asset investments - continued

Cost or valuation at 31 December 2022 is represented by:

	Listed investments £
Valuation in 2022	(101)
Cost	<u>2,014</u>
	<u><u>1,913</u></u>

10. Stocks

	2022 £	2021 £
Stocks	<u>5,676</u>	<u>6,155</u>

11. Debtors: amounts falling due within one year

	2022 £	2021 £
Trade debtors	2,468	-
Other debtors	1,306	1,396
Prepayments	<u>330</u>	<u>319</u>
	<u><u>4,104</u></u>	<u><u>1,715</u></u>

12. Current asset investments

	2022 £	2021 £
Cash investments	<u>90,800</u>	<u>90,745</u>

13. Creditors: amounts falling due within one year

	2022 £	2021 £
Other creditors	1,696	1,916
Accruals and deferred income	<u>530</u>	<u>800</u>
	<u><u>2,226</u></u>	<u><u>2,716</u></u>

14. Movement in funds

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	158,142	10,212	168,354
TOTAL FUNDS	<u><u>158,142</u></u>	<u><u>10,212</u></u>	<u><u>168,354</u></u>

LINCOLN RED CATTLE SOCIETY(THE)

Notes to the Financial Statements - continued
for the year ended 31 December 2022

14. Movement in funds - continued

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	56,278	(45,965)	(101)	10,212
TOTAL FUNDS	<u>56,278</u>	<u>(45,965)</u>	<u>(101)</u>	<u>10,212</u>

Comparatives for movement in funds

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	153,268	4,874	158,142
TOTAL FUNDS	<u>153,268</u>	<u>4,874</u>	<u>158,142</u>

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	51,049	(46,654)	479	4,874
TOTAL FUNDS	<u>51,049</u>	<u>(46,654)</u>	<u>479</u>	<u>4,874</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	153,268	15,086	168,354
TOTAL FUNDS	<u>153,268</u>	<u>15,086</u>	<u>168,354</u>

LINCOLN RED CATTLE SOCIETY(THE)

**Notes to the Financial Statements - continued
for the year ended 31 December 2022**

14. Movement in funds - continued

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	107,327	(92,619)	378	15,086
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>107,327</u>	<u>(92,619)</u>	<u>378</u>	<u>15,086</u>

15. Related party disclosures

It is considered that committee members are related parties of The Lincoln Red Cattle Society. During the course of the current and previous year, transactions have been entered into due to their participation within the society. These transactions are considered to have been at arm's length and to be within the normal expected course of their involvement with the society. It is considered that the value of transactions, both individually and collectively, is immaterial to both the individual committee members as well as the society.

LINCOLN RED CATTLE SOCIETY(THE)

**Detailed Statement of Financial Activities
for the year ended 31 December 2022**

	2022 £	2021 £
Income and endowments		
Donations and legacies		
Donations	507	774
Gift aid	1,306	1,396
Subscriptions	10,975	11,440
	<u>12,788</u>	<u>13,610</u>
Other trading activities		
Income from social functions and adverts	6,603	6,327
Merchandise sales	1,217	900
	<u>7,820</u>	<u>7,227</u>
Investment income		
Deposit account interest	55	72
Charitable activities		
Herd book	28,409	26,840
Prefixes	90	100
Transfer fees	6,538	2,890
Entrance fees	578	310
	<u>35,615</u>	<u>30,140</u>
Total incoming resources	56,278	51,049
Expenditure		
Raising donations and legacies		
Members meetings	553	639
Charitable activities		
Wages and salaries	24,750	25,311
Insurance	1,061	1,025
Telephone	454	588
Postage and stationery	1,532	2,007
Sale of semen	565	852
Herd book costs	3,166	125
Breed promotion	10,558	12,402
Subscriptions to national organisations	324	339
Computer and training costs	1,551	1,332
Depreciation - Pavilion	128	133
Depreciation - Office equipment	158	185
Depreciation - Fixtures and fittings	10	11
	<u>44,257</u>	<u>44,310</u>
Support costs		
Governance costs		
Independent reviewer fee	550	500
Carried forward	550	500

This page does not form part of the statutory financial statements

LINCOLN RED CATTLE SOCIETY(THE)

Detailed Statement of Financial Activities
for the year ended 31 December 2022

	2022 £	2021 £
Governance costs		
Brought forward	550	500
Accountancy fees	565	315
Premises costs	40	890
	<u>1,155</u>	<u>1,705</u>
Total resources expended	<u>45,965</u>	<u>46,654</u>
Net income before gains and losses	10,313	4,395
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	<u>(101)</u>	<u>479</u>
Net income	<u>10,212</u>	<u>4,874</u>