

THE BRITISH PIG ASSOCIATION
(A company limited by Guarantee)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 2021

Charity No: 248119

Company No: 00022088 (England and Wales)

Agutter . Khanderia
Chartered Accountants and Registered Auditors
27 Imperial Drive, Harrow HA2 7DG

THE BRITISH PIG ASSOCIATION
(A company limited by Guarantee)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 2021

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THE BRITISH PIG ASSOCIATION
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CHARITY REFERENCE ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31st DECEMBER 2021

Charity name:	The British Pig Association
Charity registration number:	248119
Company registration number:	00022088 (England and Wales)
Registered office and Operational address:	Trumpington Mews 40B High Street Trumpington Cambridge CB2 9LS
Bankers:	National Westminster Bank Plc. 72-74 High Street Watford Hertfordshire WD1 2BQ
Investment advisers and bankers:	Cazenove Capital Management Schroder & Co. Limited 1 London Wall Place London EC2Y 5AU
Auditors:	Agutter . Khanderia Chartered Accountants 27 Imperial Drive Harrow HA2 7DG

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CHARITY REFERENCE ADMINISTRATIVE DETAILS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

Trustees and management Committee:

President: The Most Hon. The Marquess of Salisbury KG KCVO PC DL

Acting Chairperson: C. Impey

Vice Chairpersons: B. Kelly
Mrs. M Naylor

Honorary Vice-Presidents: P. Brier
B. Knight
J. Millard
Mrs. V. Mills

Chief executive officer
and Secretary: M. Bates

Directors and Trustees: Mrs. T. Bretherton
Mrs. C. Coe
Dr. M. Giles
C. Impey
B. Kelly
S. Loveless – resigned 30/03/2021
Mrs. S. Lugg
Ms. J. Mathews – resigned 30/03/2021
Mrs. M Naylor
N. Overend

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TRUSTEES' ANNUAL REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31st DECEMBER 2021

The trustees, who are also directors of the charity for the purposes of the Companies Act, present their annual report together with the audited financial statements for the year ended 31st December 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Trustees of the charity

The directors of the charitable company are its trustees for the purposes of charity law. List of trustees who served during the year and since the year-end are listed on page 2 of the financial statements.

Public benefit statement

The charity is a public benefit entity.

Our Aims, objectives and activities

Purposes and Aims

Our charity's purposes as set out in the objects clauses contained in the company's memorandum of association are to:

Procure advancement of breed society functions in pedigree pig breeding, conservation and recording of all major breed and in particular, native breeds.

The aims of our charity are to provide comprehensive services to pedigree pig farmers in maintenance of their individual pigs and herds; educate members about the risks of disease through organising training workshops, shows and exhibitions both in the U. K. and overseas; development of the pedigree pig industry both in the United Kingdom and overseas by exchanges between countries. Our aims fully reflect the purposes that the charity was set up.

Ensuring our work delivers our aims

We review our aims, objectives and activities each year. Regular meetings are arranged by dedicated committees to review training, organisation of shows and events, regional and specific matters, and conservation of rare breeds, inspection of animal herds, welfare and special projects. The executive committee meets at least once a year to review the work of the individual committees.

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(Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

The reviews look at the success of each core activity and the benefits they have delivered to those groups of people we are set to help. The reviews also help us to ensure our aims; objectives and activities remain focused and deliver the planned benefits. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

The focus of our work

Our main objectives for the year continued to be that of the advancement of pedigree breeding, conservation and recording. The strategies we used to meet these objectives included:

Electronic and manual registrations of breed society functions in pedigree pig recordings;

Active support for members by telephone, correspondence, Internet and educational workshops;

Conservation of rare pedigree pigs semen stocks as part of our heritage; and

Organising events, shows and exhibitions both in the United Kingdom and worldwide to promote breeding and conservation of pedigree pigs.

How our activities deliver public benefit

Our main activities and whom we try to help are described below. All our charitable activities focus on delivering advancement and conservation within the pig industry that helps in delivering public benefit to a wider community.

Who used and benefited from our services

Our objects and our coverage helped us to provide services to the pedigree pig farmers throughout the United Kingdom. Advanced methods deployed in animal husbandry help the ultimate consumers in obtaining safe source of food and promote the pedigree farming to regions outside the UK.

Our activities of organising shows and missions both in the United Kingdom and overseas countries deliver services to improve methods of pedigree breeding, control and help to eradicate disease and improve the quality of food supply chain that deliver a much wider public benefit.

Advice and information

Members and other users may obtain advice and information by Internet. We have developed our website to meet the assurance and accreditation standards. We have a dedicated website 'www.britishpigs.org'

We provide dedicated support to members by telephone, electronic mail and by correspondence.

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TRUSTEES' ANNUAL REPORT (INCLUDING DIRECTORS' REPORT)
(Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

Financial Review

The Statement of Financial Activities and balance sheet for the year are set out on pages 13 and 14 of the financial statements. A summary of the financial results and the work of the charity are set out below.

The trustees consider that the performance of the charity this year has been severely affected by the continued presence of covid-19 pandemic throughout the world and geo-political issues in some parts of the world where we operate. This has resulted in cancellation of most of our shows and exhibitions since March 2020.

We still operate in extremely challenging and uncertain financial and operational environment caused by the unpredictable global economy, increased regulation following United Kingdom's cancellation of its membership of the European Union at the beginning of year 2021.

The statement of financial activities shows net deficit for the year of £13,136 (2020: Deficit of £21,959).

Gains arising from revaluation of our Quoted Stock Market Investments for the year were £30,296 (2020: Gains of £12,870).

Our reserves after revaluation of assets and investment gains stand at £607,850 (2020: £590,690).

The trustees have reviewed fund-raising strategies and return on fund-raising costs. We have managed to control costs to achieve stable delivery of services in an extremely difficult year. Fund-raising costs were financed by sponsorships, grants and contributions from members participating in the activities.

Global stock markets have recovered since uncertainties caused by covid-19 pandemic restrictions. Our investments have continued to perform well in the year 2021. Current investments consist of SUTL Cazenove Charity Class S Multi-Asset Fund income units. Further addition was made during 2021 to this holding at a cost of £97,798. Cost of our holding at the year-end was £495,654.

The trustees expect a yield of around 4.0% on our investments. We achieved 3.8% on the market value of our investments.

The activities of the charity have remained the same as in previous year.

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TRUSTEES' ANNUAL REPORT (INCLUDING DIRECTORS' REPORT)
(Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

Principal Fund-raising Sources

Our charity receives principal funding from membership subscriptions, donations and pedigree recording services together with sponsorships, grants and voluntary donations.

The Council has authorised to continue to promote and expand the pedigree pig industry both in the United Kingdom and overseas. Overseas schemes were mainly funded by grants and sponsorships.

Events organised in the United Kingdom for the year 2020 and 2021 were either cancelled or postponed due to corona virus pandemic restrictions since March 2020. All events and shows are normally financed from our own funds and from support of our sponsors.

Investment policy and returns

The executive committee has considered the most appropriate policy for investing funds and has found that specialised unit trusts, designed for the charity sector to control financial and other risks, meet their requirements to generate both income and capital growth. Our portfolio of investments should deliver stability and income return of approximately 4.00%.

Reserves policy and funds available

The Charity funds its various activities partly from membership subscriptions and fees, investment income and other fund-raising activities including grants and sponsorships. The current levels of services we provide are normally expected to result in a deficit of income over expenditure in the short term, which is financed by reserves of the Charity.

The trustees have reviewed the level of reserves required to effectively continue the breed society functions in pedigree pig recordings and conservation and provide other related services to its members.

Our free reserves as described below were £564,267.

Total reserves	607,850
Less: Restricted income funds	(4,692)
: Non-liquid assets	<u>(38,891)</u>
<u>Funds available</u>	<u>£564,267</u>

The review concluded that to allow the charity to be managed efficiently and to provide uninterrupted services, the current level of reserves should be maintained.

The present level of funding is adequate to support the continuation of the charity's functions for the short to medium term, and the trustees consider the financial position of the charity to be satisfactory.

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FOR THE YEAR ENDED 31st DECEMBER 2021

We also hold as part of our unrestricted reserves, designated income funds of £313 for the Irish Members' Committee; and £1,207 for Large White Breeders' Committee, which is available to facilitate continuation of White breed conservation activities.

The charity has one designated and restricted income fund, which is represented by investment in a savings account:

'Geoffrey Cloke Memorial Fund' to honour Mr. G. E. Cloke, was set up during 2004 from donations to serve the interests of the Association and its members. This fund currently holds a balance of £3,172 (2020: £3,168).

Plans for future periods

The trustees expect to continue its breed society functions in pedigree pig recordings and conservation; organise events, shows and exhibitions both in the United Kingdom and worldwide to promote animal welfare and the recording and conservation of pedigree pigs.

The chief executive monitors progress to ensure that the charity delivers the services specified and that key performance targets are met to include individual supervision of the staff team.

Structure, Governance and Management

Governing document

The charity is a charitable company limited by guarantee. It is governed by its Memorandum and Articles of Association.

Structure and management

The charity is organised so that the trustees meet regularly to manage its affairs.

All directors of the company are also trustees of the Charity, and there are no other trustees. All of the trustees named on page 2 served partly or throughout the year. The Board has the power to appoint additional trustees, as it considers fit to do so.

All trustees serve for a three-year period and may be re-elected.

Trustee Induction and Training

Most trustees are already familiar with our charity's work through their activities as pedigree pig farmers.

Our charity regularly organises training workshops, inward mission to the United Kingdom from overseas pedigree pig farmers and outward missions to learn and exchange expertise with overseas pedigree pig farmers.

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(Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

Risk Management

The executive committee has conducted its own review of the major risks to which the charity is exposed and systems have been established to mitigate those risks. Significant external risks to funding have led to the development of regular appraisals of plans, which would allow for the diversification of resources.

Internal risks are minimised by the implementation of procedures for authorisation of transactions and projects. All projects and procedures are regularly reviewed for compliance with our objectives.

The trustees have recently undertaken additional covid-19 pandemic risk assessment and have implemented measures to overcome short-term problems that may arise due to the continued presence of corona virus pandemic.

Organisational Structure

There is one full time chief executive who manages the day-to-day administration of the charity, and organises fundraising initiatives. The remaining staff members are deployed to assist with fundraising and administration. The trustees volunteer their services to the company.

Our charity has several committees that meet regularly to review the achievement of our aims. There are separate committees that manage shows and events, pedigree pork schemes, regional issues, conservation, herd inspections, and breed enhancement and protection projects. The Council of trustees and the executive committee meet at least once a year to review progress and assess achievement of our aims.

Trustees' responsibilities

Company and Charity law requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the financial activities of the charity and of its financial position at the end of that year. In preparing those financial statements, the trustees have:

- (a) selected suitable accounting policies and then applied them consistently;
- (b) made judgements and estimates that are reasonable and prudent;
- (c) stated whether applicable accounting standards have been followed, subject to any material departure disclosed and explained in the financial statements; and
- (d) prepared the financial statements on the going concern basis.

Statement of trustees' responsibilities

The trustees (who are also the directors of the company) are responsible for preparing a trustees' annual report, keeping proper 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

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(Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

comply with the Companies Act 2006 and 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). They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

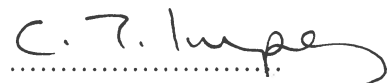
We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no audit information of which the company's auditors are unaware, and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Approval

The board of directors and trustees approved this report on the 26th September 2022 and signed on its behalf.

On behalf of the board



C. Impey
Chair Person and Trustee

26th September 2022

THE BRITISH PIG ASSOCIATION
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REPORT OF THE INDEPENDENT AUDITORS

Independent Auditor's Report to the members of The British Pig Association

Opinion

We have audited the financial statements of The British Pig Association for the year ended 31st December 2021, which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, 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 31st December 2021 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 UK, including the FRC'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 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 the 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.

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REPORT OF THE INDEPENDENT AUDITORS (Continued)

Other information

The other information comprises the information included in the trustees' 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 the 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 material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions 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, and
- 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 directors' report.

We have nothing to report in respect of the following matters in relation to which the 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;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

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REPORT OF THE INDEPENDENT AUDITORS (Continued)

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 8, the trustees who are also 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.

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.

Use of our report

This report is made solely to the charitable company's members, as a body, 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 charitable company's members 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 charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.


Kishor Khanderia ACA (Senior Statutory Auditor)
(For and on behalf of Agutter Khanderia), Statutory Auditor
Chartered Accountants

27 Imperial Drive
Harrow
HA2 7DG
UK
26th September 2022

THE BRITISH PIG ASSOCIATION
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STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31st DECEMBER 2021

	<u>Note</u>	<u>Unrestricted Funds</u> £	<u>Restricted income funds</u> £	<u>Total funds 2021</u> £	<u>Total funds 2020</u> £
Incoming resources					
Income and endowments from:					
Donations and legacies	(2)	41,132	-	41,132	38,888
Charitable activities	(3)	187,109	-	187,109	204,200
Other income	(4)	11,535	-	11,535	12,387
Investments	(5)	19,008	4	19,012	18,988
Total income and endowments		<u>258,784</u>	<u>4</u>	<u>258,788</u>	<u>274,463</u>
Resources expended					
Expenditure on:					
Raising funds	(6)	31,067	-	31,067	30,482
Charitable activities	(7)	111,088	-	111,088	137,013
Governance and support	(8)	129,769	-	129,769	128,927
Total expenditure		<u>271,924</u>	<u>-</u>	<u>271,924</u>	<u>296,422</u>
<u>Net income/(expenditure) before investment gains</u>	(9)	(13,140)	4	(13,136)	(21,959)
Other recognised gains/(losses):					
Gains/(losses) on revaluation of charity's investments	(10)	30,296	-	30,296	12,870
Net movement in funds		<u>17,156</u>	<u>4</u>	<u>17,160</u>	<u>(9,089)</u>
Reconciliation of funds:					
Total funds at 1st January 2021		586,002	4,688	590,690	599,779
Total funds at 31st December 2021		<u>603,158</u>	<u>4,692</u>	<u>607,850</u>	<u>590,690</u>

All income and expenditure derive from continuing activities.

The notes on pages 16 to 27 form part of these financial statements.

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BALANCE SHEET

AS AT 31st DECEMBER 2021

	<u>Note</u>	<u>Unrestricted Funds</u>	<u>Restricted income funds</u>	<u>Total funds 2021</u>	<u>Prior year funds 2020</u>
		£	£	£	£
Fixed assets					
Intangible assets	(13)	7,557	-	7,557	8,563
Tangible assets	(14)	1,540	-	1,540	2,053
Investments	(15)	597,447	-	597,447	469,353
Total fixed assets		<u>606,544</u>	<u>-</u>	<u>606,544</u>	<u>479,969</u>
Current assets					
Debtors	(16)	30,785	-	30,785	66,357
Cash at bank and in hand		33,272	4,692	37,964	117,385
Total current assets		<u>64,057</u>	<u>4,692</u>	<u>68,749</u>	<u>183,742</u>
Creditors:					
Amounts falling due within one year	(17)	67,443	-	67,443	73,021
Net current assets/(liabilities)		<u>(3,386)</u>	<u>4,692</u>	<u>1,306</u>	<u>110,721</u>
Total assets		<u>603,158</u>	<u>4,692</u>	<u>607,850</u>	<u>590,690</u>
Charity Funds					
Restricted income funds	(18)	-	4,692	4,692	4,688
Unrestricted funds	(19)	603,158	-	603,158	586,002
Total charity funds		<u>603,158</u>	<u>4,692</u>	<u>607,850</u>	<u>590,690</u>

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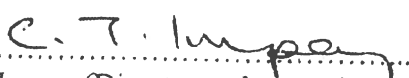
BALANCE SHEET


AS AT 31st DECEMBER 2021

The trustees have prepared these accounts in accordance with the provisions of the Companies Act 2006 and of the Charities Act 2011. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006.

The financial statements were approved and authorised for issue by the Board on 26th September 2022.

Signed on behalf of the board of trustees:


.....
C. Impey (Director and trustee)


.....
Mrs C Coe (Director and trustee)

The notes on pages 16 to 27 form part of these financial statements.

Company registration number: 00022088

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 2021

1. Summary of significant accounting policies

The significant accounting policies applied for the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.1 General information and basis of preparation

The British Pig association is a company limited by guarantee in England & Wales. In the event of the charity being wound up, the liability of the guarantee is limited to £1 per member of the charity. The registered address of the charity is given on page 1 of these financial statements.

The nature of the charity's operations and principal activities are that of the advancement of pedigree breeding, conservation and pedigree pig recordings.

The British Pig Association 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 note(s).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements are presented in sterling which is the functional currency of the charity.

1.2 Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have been designated for other purposes.

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

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

1.3 Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after the performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing.

Donated facilities are recognised in income at their fair value when their economic benefit is probable, it can be measured and the charity has control over them. Fair value is determined on the basis of the value of the gift to the charity. No amount is included in the financial statements for volunteer time in line with the SORP, FRS102 and Companies Act 2006.

Fixed asset gifts in kind are recognised when receivable and are included at their fair value. They are not deferred over the life of the asset.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised.

Income from membership activities and services and fundraising events to raise funds for the charity, is recognised when goods or services are provided.

The charity receives government grants for organising trade shows for promotion of pedigree pig farming and livestock genetics work. Income from government and other grants are recognised at their fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the income can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income is earned through holding assets for investment purposes such as shares. It includes dividends and interest. Investment management costs incurred are recognised as governance costs. Dividend and interest income is recognised as the charity's right to receive payment is established.

Other income is recognised as the charity's right to receive payment is established.

1.4 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

1.4 Expenditure recognition - Continued

- Costs of raising funds
- Expenditure on charitable activities
- Other expenditure including irrecoverable VAT, governance and support costs

1.5 Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Support payroll costs are allocated between administrative, raising funds and charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 8.

1.6 Intangible assets

Intangible assets are amortised on a straight-line basis over their useful lives at the following rates:

- Computer software and website – 15% per annum straight line
- Computer software and website cost since 01/01/2020 – 33.33% per annum straight line

Provision is made for any impairment.

1.7 Tangible fixed assets

Tangible fixed assets are stated at cost or valuation. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life as follows:

Furniture, fittings and equipment - 25% reducing balance method

1.8 Heritage conservation costs

Heritage expenditure comprise frozen semen bank of rare pedigree pigs that is donated by pedigree pig farmers and purchased by the charitable company. Expenditure includes storage costs of the semen bank. The company receives grant to fund part of the cost for conservation.

Expenditure for conservation in the current year is charged as expenditure on charitable activities.

The company also supports its pedigree farmers by providing support grants for conservation.

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

1.9 Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains/(losses) on investments' in SoFA if shares are publicly traded or their fair value can otherwise be measured reliably.

1.10 Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit and loss unless the asset is carried at a re-valued amount where the impairment loss is a revaluation decrease.

1.11 Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefit will be required in settlement and the amount can be reliably estimated.

1.12 Leases

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Lease payments are apportioned between the finance charges and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Rentals payable under operating leases are charged to the SoFA on a straight-line basis over the period of the lease.

1.13 Foreign currency

Foreign currency transactions are initially recognised by applying to the foreign currency amount at the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet are translated using the closing rate.

1.14 Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount to be paid in exchange for that service.

THE BRITISH PIG ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

1.14 Employee benefits - Continued

The charity operates workplace money purchased pension contribution plan for all eligible employees. Contributions payable by the charity are expensed as they become payable.

1.15 Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore meets the definition of a charitable company for UK corporation tax purposes.

1.16 Government and other grants

Government and other grants are recognised using the performance model.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. When the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

1.17 Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties have been identified that may cast significant doubt about the ability of the charitable company to continue as a going concern. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves of the charity to be able to continue as a going concern.

1.18 Judgements and key sources of estimation uncertainty

No changes to accounting estimates have occurred in the reporting period.

THE BRITISH PIG ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

2. Income from donations and legacies

	Unrestricted <u>Funds</u>	Restricted <u>income funds</u>	Total <u>funds</u> <u>2021</u>	Prior year <u>funds</u> <u>2020</u>
	£	£	£	£
Donations:				
Donations and gifts	601	-	601	532
Gift aid	40,531	-	40,531	38,356
Total	<u>41,132</u>	<u>-</u>	<u>41,132</u>	<u>38,888</u>

3. Income from charitable activities

Membership subscriptions	32,099	-	32,099	35,095
Fees from breed society	20,342	-	20,342	21,567
Grants for trade shows and genetics work	49,850	-	49,850	82,100
Grants for rare breeds conservation	14,400	-	14,400	15,600
Other income from trade shows and supporting activities	70,418	-	70,418	49,838
Total	<u>187,109</u>	<u>-</u>	<u>187,109</u>	<u>204,200</u>

Other information:

There were no unfulfilled conditions and other contingencies attaching to sponsorships and grants for activities.

	Unrestricted <u>Funds</u>	Restricted <u>income funds</u>	Total <u>funds</u> <u>2021</u>	Prior year <u>funds</u> <u>2020</u>
	£	£	£	£
4. Income from other activities				
H M Revenue & Customs:				
Employment allowance	4,000	-	4,000	4,000
Job retention scheme	7,535	-	7,535	8,387
Total	<u>11,535</u>	<u>-</u>	<u>11,535</u>	<u>12,387</u>

5. Income from investments

Interest income	22	4	26	71
Dividend income	18,986	-	18,986	18,917
Total	<u>19,008</u>	<u>4</u>	<u>19,012</u>	<u>18,988</u>

THE BRITISH PIG ASSOCIATION

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

	Unrestricted <u>Funds</u>	Restricted <u>income funds</u>	Total <u>funds</u> <u>2021</u>	Prior year <u>funds</u> <u>2020</u>
	£	£	£	£
6. Analysis of expenditure on raising funds				
Staff support costs apportioned:				
Seeking donations	6,400	-	6,400	5,600
Advertising and marketing	1,258	-	1,258	1,193
Publication of Practical Pig News	18,700	-	18,700	18,700
Subscriptions and donations	3,274	-	3,274	3,705
Investment management costs	1,435	-	1,435	1,284
Total	<u>31,067</u>	<u>-</u>	<u>31,067</u>	<u>30,482</u>
7. Analysis of expenditure on charitable activities				
Staff support costs apportioned:				
-Operating membership schemes	24,523	-	24,523	34,500
- Management of UK shows and events	1,500	-	1,500	1,500
- Management of overseas exhibitions	<u>21,750</u>	-	<u>21,750</u>	<u>23,500</u>
Total staff costs	47,773	-	47,773	59,500
UK shows and events costs	1,861	-	1,861	536
Overseas exhibitions and events costs	37,406	-	37,406	47,503
Travel costs to promote overseas events	2,684	-	2,684	-
Conservation of traditional breeds	17,655	-	17,655	20,660
Conservation grants	1,250	-	1,250	1,260
Projects consultancy	2,109	-	2,109	7,029
BLUP benchmarking royalties	350	-	350	525
Total	<u>111,088</u>	<u>-</u>	<u>111,088</u>	<u>137,013</u>
8. Analysis of Governance and support costs				
Establishment	18,379	-	18,379	18,651
Staff costs apportioned: - Administrative	38,121	-	38,121	34,848
Other operating costs	67,150	-	67,150	70,540
Amortisation of intangible fixed assets	5,606	-	5,606	4,205
Depreciation of tangible fixed assets	513	-	513	683
Total	<u>129,769</u>	<u>-</u>	<u>129,769</u>	<u>128,927</u>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

	<u>2021</u>	<u>2020</u>
	£	£
9. Net income before investment gains/(losses) and after charging:		
Auditors' remuneration:		
- Audit fees	4,950	4,550
- Other services	5,258	4,437
Operating lease rentals	25,821	27,558
Amortisation of owned intangible fixed assets	5,606	4,205
Depreciation of owned tangible fixed assets	513	683
	=====	=====

10. Gains and losses on revaluation of charity's investments:

Unrealised gains on revaluation	30,296	12,870
	=====	=====

11. Trustees' remuneration and expenses

The trustees neither received nor waived any remuneration during the year (2020: £Nil)

There were 3 (2020:7) trustees that had expenses reimbursed. Total expenses reimbursed for attending meetings and other meeting costs during the year was £1,529 (2020: £2,473).

12. Staff costs and employee benefits	<u>2021</u>	<u>2020</u>
	£	£
Salaries and wages	82,007	89,584
Social security costs	8,388	8,411
Statutory pension costs	1,899	1,953

Total	92,294	99,948
	=====	=====

Staff costs apportionment based on activities during the year:

- Seeking donations	6,400	5,600
- Operating membership schemes	24,523	34,500
- Management of UK shows and events	1,500	1,500
- Management of overseas exhibitions and events	21,750	23,500
- Governance costs	38,121	34,848
	92,294	99,948
	=====	=====

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

12. Staff costs and employee benefits - Continued

There were no employees who received total employee benefits of more than £60,000. The average number of persons employed by the charity during the year was 4 (2020: 4).

13. Intangible fixed assets

	Computer software	Total
<u>Cost</u>	<u>£</u>	<u>£</u>
At 01.01.2021	73,527	73,527
Additions	<u>4,600</u>	<u>4,600</u>
At 31.12.2021	<u>78,127</u>	<u>78,127</u>
 <u>Amortisation</u>		
At 01.01.2021	64,964	64,964
Charge for the year	<u>5,606</u>	<u>5,606</u>
At 31.12.2021	<u>70,570</u>	<u>70,570</u>
 <u>Net Book Value</u>		
At 31.12.2021	7,557	7,557
	=====	=====
At 31.12.2020	8,563	8,563
	=====	=====

14. Tangible fixed assets

	Equipment, Fixtures & fittings	Total
<u>Cost</u>	<u>£</u>	<u>£</u>
At 01.01.2021		
and		
At 31.12.2021	<u>7,008</u>	<u>7,008</u>
 <u>Depreciation</u>		
At 01.01.2021	4,955	4,955
Charge for the year	<u>513</u>	<u>513</u>
At 31.12.2021	<u>5,468</u>	<u>5,468</u>
 <u>Net Book Value</u>		
At 31.12.2021	1,540	1,540
	=====	=====
At 31.12.2020	2,053	2,053
	=====	=====

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

	<u>2021</u>	<u>2020</u>
	£	£
15. Fixed asset investment		
Listed investments: U.K.		
Carrying fair value at beginning of year	469,353	456,483
Additions	97,798	-
<u>Add: Net gain on revaluation</u>	<u>30,296</u>	<u>12,870</u>
Carrying fair value at end of year	597,447	469,353
	=====	=====
The fair value of listed investments is determined by reference to the quoted price for the shares on the London Stock Exchange. Historic cost of listed investments on 31st December 2021 was £495,654 (2020: £397,856).		
	<u>2021</u>	<u>2020</u>
	£	£
16. Debtors		
Amounts falling due within one year:		
Trade debtors	12,597	37,583
Prepayments and other debtors	18,188	21,103
Tax recoverable	-	7,671
	<u>30,785</u>	<u>66,357</u>
	=====	=====
17. Creditors		
Amounts falling due within one year:		
Trade creditors	50,292	50,001
Accruals	13,660	12,369
Taxation and social security	3,491	10,651
	<u>67,443</u>	<u>73,021</u>
	=====	=====
18. Charity funds		
Restricted income funds available for specific projects:		
Geoffrey Cloke Memorial Fund	3,172	3,168
Large White Breeders' Memorial Fund	1,207	1,207
Irish Members' Committee Fund	313	313
	<u>4,692</u>	<u>4,688</u>
	=====	=====
At end of the year		

The committee that has control of the fund governs the aim and use of each restricted fund.

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

19. Financial commitments

Operating leases:

Contractual commitments for the acquisition of intangible and tangible fixed assets contracted for but not provided in the financial statements amounted to £41,070 (2020: £62,138).

Contractual commitments are analysed by year of payment, as follows:

Due within one year £17,265 (2020: £21,068)

Due in the second to fifth year £23,805 (2020: £41,070)

20. Related party transactions with trustees and members

Trustees' remuneration and meeting expenses:

The trustees are entitled to claim expenses incurred wholly and exclusively in attending meetings organised by the charity. No remuneration was paid to trustees in the year.

	<u>2021</u>	<u>2021</u>
	£	£
Travel, subsistence and accommodation	1,529	2,473
	=====	=====

Related party transactions with trustees

The charitable company entered into transactions with one trustee in the normal course of business activities during the year. Business services and products were acquired from this trustee on normal commercial terms resulting in no financial or privileged terms at a cost of £10,040 (2020: £15,260).

Services are provided to all trustees, members and non-members on same commercial terms resulting in no financial or privileged terms. Sources of income include annual amount for subscriptions each trustee and registration fees for pedigree birth notifications, herd book entries and registered pedigree pig transfers. Total income from trustees was £658 (2020: £650).

Related party transactions- Other

The chief executive, who is not a trustee, acts as a director of a connected company, Export Certification Limited to represent the interests of the charity's members. The chief executive has no financial interest in this company and does not personally receive any remuneration or benefits from this source.

For the year ended 31 December 2021, the charity received income of £31,849 (2020: £29,610) for services provided to the related company.

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st DECEMBER 2021

21. Non-adjusting events after the end of the period

Covid-19 corona virus pandemic during years 2020 to 2022 in parts of the far-east where the charitable company has significant operations followed by geo-political uncertainty in 2022, has resulted in cancellation or postponement of planned events, exhibitions and trade shows scheduled for the year 2022. A small number of trade shows scheduled for the year 2022 have been replaced by virtual presentations or deferred to a later date.

The trustees have undertaken covid-19 corona virus risk assessment and have implemented measures to overcome short-term problems that may arise due to the continued presence of this pandemic.

Review of our fixed asset investments since the end of the period

Our investment manager has valued our fixed asset investments more recently on 30 June 2022 at £546,368.